



TRANSFORMING IMAGINATION
THROUGH DIGITIZATION



HALF YEARLY REPORT JUNE 2018

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Company Information

BOARD OF DIRECTORS

Jameel Yusuf (S.St)
Ali Jameel
Saad Nissar
Andrew Borda
Rana Assad Amin
Waqar Ahmed Malik
Syed Nadir Shah

BOARD COMMITTEES

Audit Committee

Syed Nadir Shah
Ali Jameel
Andrew Borda
Head of Internal Audit

Chairman
Member
Member
Secretary

Ethics, Human Resources, Remuneration & Appointment Committee

Syed Nadir Shah
Ali Jameel
Rana Assad Amin
Waqar Ahmed Malik
Head of HR

Chairman
Member
Member
Member
Secretary

Finance & Investment Committee

Ali Jameel
Andrew Borda
Waqar Ahmed Malik
Saad Nissar
Chief Financial Officer

Chairman
Member
Member
Member
Secretary

MANAGEMENT COMMITTEES

Underwriting Committee

Andrew Borda
Athar Abbas
Raza Ali Shah
Head of Underwriting

Chairman
Member
Member
Secretary

Risk Management & Compliance Committee

Waqar Malik
Raza Ali Shah
Saad Nissar
Chief Risk Officer

Chairman
Member
Member
Secretary

Claim Settlement Committee

Saad Nissar
Shehzad Dhedhi
Syed Kazim Hassan
Head of Claims

Chairman
Member
Member
Secretary

Reinsurance & Coinsurance Committee

Andrew Borda
Athar Abbas
Head of Reinsurance

Chairman
Member
Secretary

BANKERS

Al-Baraka Bank.
Bank Al Habib Ltd.
Bank Islami Pakistan Ltd.
Dubai Islamic Bank.
Faysal Bank Ltd.
Habib Bank Ltd.
Habib Metropolitan Bank.
JS Bank Ltd.
MCB Bank Ltd.
Meezan Bank Ltd.
MobilinkMicro Finance Bank Ltd.
National Bank of Pakistan
Samba Bank Limited
Silk Bank
Summit Bank
Telenor Micro Finance Bank Ltd.
United Bank Ltd

AUDITORS

EY Ford Rhodes
Chartered Accountants

LEGAL ADVISOR

Lari & Co. Maritime &
Insurance Advocates

SHARE REGISTRAR

THK Associates (Pvt) Limited
1st Floor, 40-C, Block-6, P.E.C.H.S
Karachi-75400, Pakistan.
Tel: 021.34168270
UAN: 021.111.000.322
Fax: 021.34168271

REGISTERED OFFICE

11th & 12th Floor, Centrepont,
Off Shaheed-e-Millat Expressway,
Adjacent KPT Interchange Flyover,
Karachi, Postal Code: 74900
Fax: 021.35316032
UAN: 021.111.000.301
Tel: 021.37130223

WEB PRESENCE

www.tplinsurance.com



Geographical Presence

KARACHI

Head Office

TPL Insurance Ltd.
11 & 12 Floor, Centrepont,
Off Shaheed-e-Millat Expressway,
Adjacent K.P.T. Interchange,
Karachi - 74900
Tel: 021.37130223
Fax: 021.35316031-2
UAN: 021.111.000.301

LAHORE

Branch Office Lahore
51-M, Denim Road,
Quaid-e-Azam Industrial Estate,
KotLakhpat, Lahore.
UAN: 042.111.000.300
Fax: 042.35157233

ISLAMABAD

Branch Office Islamabad
55-B, 10th Floor (South) ISE Tower,
Jinnah Avenue, Blue Area,
Islamabad.
UAN: 051.111.000.300
Fax: 051.2895073

FAISALABAD

Branch Office Faisalabad
Office No. 4-02, 4th Floor,
Meezan Executive Tower,
Civil Lines, Faisalabad.
UAN: 051.111.000.300
Tel: 041.8501471-3
Fax: 041.8501470

MULTAN

Branch Office Multan
Haider Street, Shalimar Colony
Northern Bypass-Boson Road,
Multan.
UAN: 061.111.000.300
Fax: 061.44243451

HYDERABAD

Branch Office Hyderabad
A-8, District Council Complex,
Hyderabad.
Tel: 022.2728676
Fax: 022.2783154

Directors' Report

FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

On behalf of the Board of Directors, I am pleased to present the reviewed condensed interim financial statements of the Company for the six months period ended June 30, 2018.

Gross written premium grew from Rs. 1,109 million in the corresponding period last year to Rs 1,250 million this year, registering a growth of 13% (including contributions from Window Takaful Operations). Motor insurance grew from Rs 1,044 million to Rs 1,077 million (3% growth) and non-motor insurance (fire, marine, travel and health) more than doubled from Rs 65 million to Rs 173 million (172% growth). The increase in non-motor lines is due to penetration in micro health, addition of new clients in fire and marine segments, and ongoing investment in this area.

The Company is pursuing a high growth strategy in our non-motor lines which requires significant investment in infrastructure and human resources and whilst this will impact our short term performance we expect to deliver profitable growth across all lines of business in future.

Furthermore, our strategy also requires us to leverage technology in line with developments in the insurance sector globally. Hence, we are in the process of digitalizing the entire claims process to make it paperless in order to further improve our customer experience. Additionally, a Customer app has also been launched for our auto insurance customers which facilitates policy buying, lodging of claims, self-survey of vehicles and damages, requesting endorsements and renewal of policies.

As a result of the above initiatives, the Company reported profit after tax amounting to Rs. 13.1 million (2017: Rs. 75.6 million) for the half year.

Subsequent to the period end, the Company's treaty limits have been enhanced by over 75% which will help the Company increase business in future.

We are confident that given the current economic progress of the Country, coupled with improved law and order situation, the outlook for the insurance industry is promising.

During the period, the Chief Executive Officer Mr. Saad Nissar has resigned and the Board has approved the appointment of Mr. Mohammad Amin Uddin as the Chief Executive Officer, subject to clearance from Securities and Exchange Commission of Pakistan. Mr. Amin Uddin has vast experience in financial services sector and has held various senior executive positions in Pakistan as well as the United Kingdom. The Board appreciates contributions made by Mr. Nissar during his association with the Company.

The board of directors have declared interim dividend in the form of bonus shares @13%, i.e. 1.3 shares for every 10 shares held.

We would like to thank all our stakeholders, business partners, Pakistan Stock Exchange, SECP and staff for their continued support.

For and on behalf of the Board of Directors.

Ali Jameel
Director

August 11, 2018

ڈائریکٹرز رپورٹ

جون 2018 کو ختم شدہ چھ مہینوں کے عرصہ کے لئے ڈائریکٹرز رپورٹ

بورڈ آف ڈائریکٹرز کی طرف سے مجھے 30 جون 2018 کو ختم شدہ 6 مہینوں کے عرصہ کے لئے کمپنی کے جائزہ شدہ مختصر عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔ اس سال کا کل تحریر شدہ پریمیم پچھلے سال کے مقابلے میں 1,109 ملین روپے سے بڑھ کر 1,250 ملین روپے ہو گیا ہے جس سے 13% کا اضافہ درج ہوا (بشمول ونڈ و کفیل آپریشنز سے حصہ جات بھی)۔ موثر انشورنس 1,044 ملین روپے سے بڑھ کر 1,077 ملین روپے (3% اضافہ) ہو گیا۔ نان موثر انشورنس (فائر، میرین، ٹریول اور ہیلتھ) میں ڈگنے سے بھی زیادہ اضافہ ہوا جو کہ 65 ملین روپے سے 173 ملین روپے (172% اضافہ) ہے۔ نان موثر لائنز میں اضافہ مائیکرو، ہیلتھ، فائر اور میرین کے شعبہ جات میں نئے کلائنٹس کے اضافہ، اور میدان میں جاری و ساری سرمایہ کاری میں نفوذ کی وجہ سے ہے۔

کمپنی نان موثر لائنز میں ایک بڑے اضافے کی حکمت عملی کی پیروی کر رہی ہے جسے انفراسٹرکچر اور انسانی وسائل میں اچھی خاصی سرمایہ کاری درکار ہے اور جبکہ اس سے ہماری قلیل مدتی کارکردگی پر اثر پڑے گا لیکن اس سرمایہ کاری کو جب سے ہم مستقبل میں کاروبار کے تمام تر خطوط میں قابل منافع ترقی و نمو فراہم کرنے کی توقع کرتے ہیں۔

مزید یہ کہ ہماری حکمت عملی میں ہمیں عالمی سطح پر بیمہ کے شعبے میں ہونے والی پیش رفت سے ہم آہنگ ٹیکنالوجی کو بروئے کار لانا بھی درکار ہے۔ چنانچہ ہم پورے کے پورے کلیمز پروسس کو ڈیجیٹائز کرنے کے عمل سے گزرا ہیں تاکہ یہ بنا کاغذی کارروائی (پیپریس) کو ختم میں لایا جائے جس سے ہمارے صارف تجربے میں مزید بہتری آجائے گی۔ اس کے علاوہ ہمارے آٹو انشورنس سکنڈز کے لئے ایک سکنڈ زاپ کا آغاز بھی کیا جا رہا ہے جس سے پالیسی خریداری کلیمز کو پیش کرنے، گاڑیوں اور انکو ہونے والے نقصانات کا از خود سروے انڈورسمنٹس کی درخواست کرنے اور پالیسی کی تجدید کرنے میں سہولت بہم پہنچ جائے گی۔

درج بالا اقدامات کی وجہ سے کمپنی نے گزشتہ چھ مہینوں میں بعد از ٹیکس منافع 13.1 ملین روپے کمایا (2017 میں 75.6 ملین روپے کمایا)۔

30 جون کو ختم شدہ عرصے کے بعد کمپنی کی ٹریڈی کی حدود میں 75% سے زائد اضافہ ہوا ہے جو کمپنی کو مستقبل میں کاروبار کو وسعت دینے میں مددگار ثابت ہوگا۔

ہم پر اعتماد ہیں کہ ملک میں جاری معاشی ترقی امن و امان کی بہتر شدہ صورتحال کے ہوتے انشورنس انڈسٹری کے لئے حوصلہ افزا توقع کی جاتی ہے۔ اس عرصہ کے دوران، چیف ایگزیکٹو آفیسر، جناب سعد ثار مستغنی ہو گئے ہیں اور بورڈ نے جناب محمد امین الدین کو چیف ایگزیکٹو آفیسر کے طور پر مقرر کئے جانے کی منظوری دے دی ہے جس پر سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان سے اجازت کا اطلاق ہوگا۔ جناب امین الدین کے پاس مالیاتی خدمات کے شعبے میں وسیع تجربہ ہے اور وہ پاکستان اور برطانیہ میں مختلف سینئر ایگزیکٹو عہدوں پر فائز رہے ہیں۔ بورڈ نے جناب ثار کی ان کی کمپنی کے ساتھ وابستگی کے دوران پیش کردہ خدمات کو سراہا ہے۔

بورڈ آف ڈائریکٹرز نے ہر 10 شیئرز کے لئے 13% یعنی 1.3 شیئرز بونس کی شکل میں عبوری منافع منقسمہ کا اعلان کیا ہے۔
ہم اپنے تمام اسٹیک ہولڈرز، کاروباری شراکت دار، پاکستان اسٹاک ایکسچینج، SECP اور اسٹاف کا مسلسل مدد کرنے پر شکریہ ادا کرنا چاہتے ہیں۔

منجانب و برائے بورڈ آف ڈائریکٹرز

علی جمیل

ڈائریکٹر

مورخہ 11 اگست 2018



FINANCIAL STATEMENTS

AUDITORS' REPORT TO MEMBERS ON REVIEW OF **Interim Financial Information**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of TPL Insurance Limited as at 30 June 2018, and the related condensed interim statement of comprehensive income, condensed interim statements of changes in equity, cash flows, notes forming part thereof (here-in-after referred to as the "interim financial information") for the six-months' period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 the 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

EY Ford Rhodes

Chartered Accountants

Engagement Partner: Arslan Khalid


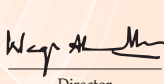
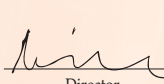
Date: August 11, 2018

Karachi

CONDENSED INTERIM
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

	Note	Unaudited 30 June 2018	Audited 31 December 2017
(Rupees)			
ASSETS			
Property and equipment	6	118,919,944	79,476,151
Intangible assets		10,510,767	11,913,934
Investments			
Equity securities and mutual fund units	7	402,494,306	620,003,489
Debt securities	8	83,836,100	99,457,402
Term deposits		325,000,000	350,000,000
Loans and other receivables	9	416,631,508	274,370,944
Insurance / reinsurance receivables		242,783,585	258,493,866
Reinsurance recoveries against outstanding claims		68,103,437	21,515,947
Salvage recoveries accrued		57,756,797	40,201,885
Deferred commission expense	13	76,002,796	61,621,674
Deferred taxation		22,940,172	21,237,574
Taxation - provision less payment		2,516,798	-
Prepayments		261,552,947	193,241,458
Cash and bank balances		139,254,117	133,592,489
		2,228,303,274	2,165,126,813
Total assets of General Takaful			
Operations - Operator's Fund		314,344,284	335,497,378
Total assets		2,542,647,558	2,500,624,191
EQUITIES AND LIABILITIES			
Ordinary share capital	1.2	830,674,880	755,158,990
Share premium - net of share issuance cost		116,021,567	138,676,334
Unappropriated profits		214,172,049	253,917,562
Available-for-sale reserve		(38,625,158)	(26,446,916)
Total Equity		1,122,243,338	1,121,305,970
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR	12	217,800,693	129,515,223
Unearned premium reserves	11	677,709,564	671,873,202
Unearned reinsurance commission	13	4,990,140	4,358,320
Premium received in advance		1,046,691	2,779,623
Insurance / reinsurance payables		116,327,465	114,673,701
Other creditors and accruals		217,292,746	219,116,926
Taxation - provision less payment		-	2,733,398
Total Liabilities		1,235,167,299	1,145,050,393
Total equity and liabilities		2,357,410,637	2,266,356,363
Total liabilities of General Takaful Operations - Operator's Fund			
		185,236,921	234,267,828
Total equity and liabilities		2,542,647,558	2,500,624,191
Contingencies and commitment	10		

The annexed notes from 1 to 21 form an integral part of the condensed interim financial information.

 Director
 Director
 Director
 Director
 Chief Financial Officer

CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UNAUDITED)
 FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

	Note	For the three months period ended		For the six months period ended	
		30 June 2018	30 June 2017	30 June 2018	30 June 2017
		(Rupees)			
Net insurance premium	11	317,687,368	334,301,533	639,757,612	666,145,201
Net Insurance claims	12	(101,946,154)	(139,879,504)	(258,328,793)	(279,808,431)
Net commission expense	13	(33,120,499)	(27,985,454)	(62,376,508)	(56,443,987)
Insurance claims and commission expense		(135,066,653)	(167,864,958)	(320,705,301)	(336,252,418)
Management expenses		(130,812,843)	(137,337,809)	(244,503,731)	(237,001,105)
Underwriting results		51,807,872	29,098,766	74,548,580	92,891,678
Investment income		3,433,140	(1,659,698)	17,845,968	9,547,885
Other income		58,981,021	37,535,439	103,783,973	72,233,813
Other expenses	14	(56,840,774)	(24,354,104)	(134,290,108)	(98,304,462)
Results of operating activities		57,381,259	40,620,403	61,888,413	76,368,914
Financial charges		(548,038)	(122,389)	(869,452)	(183,675)
Profit before tax from General Insurance Operations		56,833,221	40,498,014	61,018,961	76,185,239
(Loss) / Profit before tax from Window Takaful Operations		(25,273,874)	22,705,734	(33,935,872)	36,006,716
Profit before tax for the period		31,559,347	63,203,748	27,083,089	112,191,955
Income tax expense		(8,418,302)	(19,416,831)	(13,967,479)	(36,603,693)
Profit after tax		23,141,045	43,786,917	13,115,610	75,588,262
Other comprehensive income:					
Unrealised loss on available-for-sale investments during the period - net		(21,782,012)	(14,172,935)	(11,053,026)	(14,172,935)
Less: net (gain) / loss transferred to profit and loss on disposal / redemption of investment		(1,971,283)	10,213,264	(5,019,743)	10,213,264
		(23,753,295)	(3,959,671)	(16,072,769)	(3,959,671)
Related tax impact		6,198,685	1,187,901	3,894,527	1,187,901
Other comprehensive income for the period		(17,554,610)	(2,771,770)	(12,178,242)	(2,771,770)
Total comprehensive income for the period		5,586,435	41,015,147	937,368	72,816,492
Earning (after tax) per share - Rupees	15	0.28	0.53	0.16	0.91

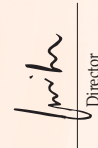
The annexed notes from 1 to 21 form an integral part of the condensed interim financial information.

 Director
  Director
  Director
  Director
  Chief Financial Officer

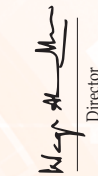
**CONDENSED INTERIM STATEMENT OF
CHANGES IN EQUITY (UNAUDITED)**
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

	Share Capital	Reserves					Total
		Capital reserve		Unappropriated profit	Revenue Reserves		
		Share Premium	Share Issuance Cost		Net share premium	Available-for-sale reserve	
------(Rupees)-----							
Balance as at January 1, 2017	755,158,990	147,579,495	(8,903,161)	138,676,334	148,890,951	2,266,815	1,044,993,090
Net profit for the period	-	-	-	-	75,588,262	-	75,588,262
Change in fair value of available for sale investments	-	-	-	-	-	(2,771,770)	(2,771,770)
Total comprehensive income for the period	-	-	-	-	75,588,262	(2,771,770)	72,816,492
Balance as at June 30, 2017	755,158,990	147,579,495	(8,903,161)	138,676,334	224,479,213	(504,955)	1,117,809,582
Balance as at January 1, 2018	755,158,990	147,579,495	(8,903,161)	138,676,334	253,917,562	(26,446,916)	1,121,305,970
Net profit for the period	-	-	-	-	13,115,610	-	13,115,610
Change in fair value of available for sale investments	-	-	-	-	-	(12,178,242)	(12,178,242)
Total comprehensive (loss) / income for the period	-	-	-	-	13,115,610	(12,178,242)	937,368
Bonus shares issued during the period (Note 1.2)	75,515,890	(22,654,767)	-	(22,654,767)	(52,861,123)	-	-
Balance as at June 30, 2018	830,674,880	124,924,728	(8,903,161)	116,021,567	214,172,049	(38,625,158)	1,122,243,338

The annexed notes from 1 to 21 form an integral part of the condensed interim financial information.


Director


Director


Director


Director


Chief Financial Officer

CONDENSED INTERIM
STATEMENT OF CASH FLOW (UNAUDITED)
 FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

	30 June 2018	30 June 2017
	(Rupees)	
Operating cash flow		
(a) Underwriting activities		
Insurance premium received	719,131,492	651,273,619
Reinsurance premium paid	(62,306,455)	(10,716,160)
Claims paid	(359,800,828)	(357,169,569)
Reinsurance and other recoveries received	125,615,103	90,959,289
Commission paid	(88,152,173)	(53,918,837)
Commission received	8,458,997	-
Management and other expenses paid	(417,934,023)	(364,482,801)
Net cash flow (used in) underwriting activities	(74,987,887)	(44,054,459)
(b) Other operating activities		
Income tax paid	(20,920,273)	(9,894,465)
Other operating payments	(151,692,408)	(132,291,871)
Loans advanced	(1,955,000)	(455,028)
Loan repayment received	1,469,606	-
Net cash flow from other operating activities	(173,098,075)	(142,641,364)
Total cash flow (used in) all operating activities	(248,085,962)	(186,695,823)
Investment activities		
Profit / return received	20,554,837	26,357,697
Payment for investments	(334,636,140)	(775,000,000)
Proceeds from investments	576,436,407	843,690,656
Fixed capital expenditure	(57,638,062)	(3,829,846)
Proceeds from sale of property, plant and equipment	24,900,000	273,492,397
Total Cash flow from investing activities	229,617,042	364,710,904
Financing activities		
Financial charges paid	(869,452)	(183,675)
Total cashflow (used in) financing activities	(869,452)	(183,675)
Net cash flow (used in) / from all activities	(19,338,372)	177,831,406
Cash and cash equivalents at beginning of period	483,592,489	176,417,583
Cash and cash equivalents at end of period	464,254,117	354,248,989
Reconciliation to Profit and Loss Account		
Operating cash flows	(248,085,962)	(186,695,823)
Depreciation expense	(14,934,762)	(27,194,388)
Income Tax Paid	20,920,273	9,894,465
Financial charges expense	(869,452)	(183,675)
Loss on disposal of Property, plant and equipment	(777,778)	-
Return on Government Securities	4,513,830	2,607,606
Profit/(loss) on disposal of investments	5,019,743	(10,213,264)
Profit on Term Deposits	8,325,364	16,101,988
Other Income	103,783,973	72,233,813
Share of (loss)/ profit from WTO-OF	(33,935,872)	36,006,716
Provision for taxation	(13,967,479)	(36,603,693)
Increase in assets other than cash	273,240,638	224,612,637
Increase in liabilities other than borrowings	(90,116,906)	(24,978,120)
Profit after taxation	13,115,610	75,588,262

The annexed notes from 1 to 21 form an integral part of the condensed interim financial information.


 Director


 Director


 Director


 Director


 Chief Financial Officer

NOTES TO THE
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 TPL Insurance Limited (Formerly TPL Direct Insurance Limited) (the Company) was incorporated in Pakistan in 1992 as a public limited company under the Companies Ordinance, 1984 (now Companies Act, 2017) to carry on general insurance business. The Company was allowed to work as Window Takaful Operator on 04 September 2014 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan. The Company is listed at Pakistan Stock Exchange Limited. The principal office of the Company is located at 12th Floor, Centrepont, Off Shaheed-e-Millat Expressway, Near KPT Interchange Flyover, Karachi, Pakistan. The Company is owned 94.3% by TPL Corp Limited.

1.2 During the period, the Company issued 7,551,890 ordinary shares of Rs.10/- each as bonus shares (10% of par value) capitalizing Rs. 52.861 million out of unappropriated profits and Rs. 22.654 million out of share premium account.

2. BASIS OF PREPARATION

2.1 The 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, Takaful Rules 2017. Where the provisions of and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, 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, Takaful Rules 2017 have been followed.

2.2 In terms of the requirements of the 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.

2.3 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 Takaful Rules 2012.

2.4 This condensed interim financial information has been prepared on the historical cost basis except for certain investment which are carried at fair value.

2.5 This condensed interim financial information has been presented in Pak Rupees which is also the Company's functional currency. All financial information presented in Pak Rupees has been rounded to nearest Rupees, unless otherwise stated.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial information are consistent with those of the previous financial year except as follows:

New / Revised Standards, Interpretations and Amendments

The Company has adopted the following standards and amendment to IFRSs which became effective for the current period:

Standard or Interpretation

IFRS 2 - Share-based Payments – Classification and Measurement of Share-based Payments Transactions (Amendments)

IFRS 4 - Insurance Contracts: Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts – (Amendments)

IAS 28 - Investments in Associates and Joint Ventures: Clarification that measuring investees at fair value through profit or loss is an investment-by-investment choice (Amendment)

IAS 40 - Investment Property: Transfers of Investment Property (Amendments)

IFRIC 22 - Foreign Currency Transactions and Advance Consideration

The adoption of the above amendment to accounting standards did not have any effect on the condensed interim financial information.

4. ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. The estimates / judgments and associated assumptions used in the preparation of the financial statements are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

5. FINANCIAL AND INSURANCE RISK MANAGEMENT

The Company's financial and insurance risk management objectives and policies are consistent with those that were disclosed in the annual financial statements as at and for the year ended 31 December 2017.

6. Property and equipment

	(Unaudited) 30 June 2018	(Audited) 31 December 2017
	----- (Rupees) -----	
Opening written down value	58,046,793	357,288,330
Additions and transfers during the period / year - at cost		
- Office equipments	342,300	31,000
- Motor vehicles	61,916,472	800,000
- Computer equipments	3,688,144	9,087,151
- Furniture and fixtures	5,184,408	3,023,500
	71,131,324	12,941,651
Written down value of disposals during the period / year	(625,958)	(274,052,148)
Depreciation for the period / year	(13,531,595)	(38,131,040)
	(14,157,553)	(312,183,188)
Closing written down value	115,020,564	58,046,793
Operating Assets	115,020,564	58,046,793
Capital work-in-progress	3,899,380	21,429,358
	118,919,944	79,476,151

7. INVESTMENT IN EQUITY SECURITIES AND MUTUAL FUNDS

	(Unaudited)				(Audited)			
	30 June 2018				31 December 2017			
	Cost	Impairment/ Provision	Revaluation surplus/(deficit)	Carrying Value	Cost	Impairment / Provision	Revaluation surplus/(deficit)	Carrying Value
(Rupees)								
Available-for-sale								
Related party								
Listed shares								
TPL Properties Limited (3% holding)	100,000,000	-	(25,600,000)	74,400,000	100,000,000	-	(4,960,000)	95,040,000
	100,000,000	-	(25,600,000)	74,400,000	100,000,000	-	(4,960,000)	95,040,000
Others								
Listed shares								
Business Industrial Insurance Company Limited	251,260	(251,260)	-	-	251,260	(251,260)	-	-
Bank of Punjab Limited	357,727	(294,024)	29,610	93,313	357,727	(294,024)	-	63,703
Hub Power Company Limited	357,000	-	564,600	921,600	357,000	-	533,000	910,000
Bank of Khyber	162,975	-	44,437	207,412	162,975	-	42,158	205,133
Summit Bank Limited	514,765	(470,445)	(9,920)	34,400	514,765	(470,445)	-	44,320
	1,643,727	(1,015,729)	628,727	1,256,725	1,643,727	(1,015,729)	595,158	1,223,156
Mutual funds								
AKD Aggressive Income	28,046,960	-	1,009,807	29,056,767	101,258,483	-	1,655,064	102,913,547
AKD Opportunity	95,312,797	-	(12,754,347)	82,558,450	95,312,797	-	(14,162,374)	81,150,423
Askari High Yield Scheme	50,738,889	-	1,754,628	52,493,517	100,000,000	-	369,396	100,369,396
Alfalah GHP Income Multiplier	-	-	-	-	-	-	51,315	2,296,521
Alfalah GHP Stock Fund	68,825,591	-	(10,370,290)	58,455,301	68,825,591	-	(11,603,296)	57,222,295
Faysal Asset Allocation	44,970,104	-	(9,481,609)	35,488,495	44,970,104	-	(9,738,347)	35,211,757
Faysal Money Market	25,000,000	-	1,027,832	26,027,832	25,000,000	-	356,445	25,356,445
First Habib Cash Fund	-	-	-	-	50,000,000	-	170,325	50,170,325
First Habib Stock Fund	-	-	-	-	499,999	-	290,444	790,443
HBL Cash Fund	26,416,396	-	1,196,276	27,612,672	50,428,710	-	887,469	51,316,179
UBL Growth & Income	-	-	-	-	2,206,252	-	40,942	2,247,194
UBL Stock Advantage	16,957,207	-	(1,812,660)	15,144,547	16,957,212	-	(2,261,404)	14,695,808
	356,267,944	-	(29,430,363)	326,837,581	557,704,354	-	(33,964,021)	523,740,333
	457,911,671	(1,015,729)	(54,401,636)	402,494,306	659,348,081	(1,015,729)	(38,328,863)	620,003,489

(Unaudited) Audited
30 June 31 December
2018 2017
(Rupees)

8. INVESTMENT IN DEBT SECURITIES

Held to maturity

Pakistan Investment Bonds (PIBs)	8.1	<u>83,836,100</u>	<u>99,457,402</u>
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- 8.1** This represents ten & five years Pakistan Investment Bonds having face value of Rs. 85 million (market value of Rs. 88.2271 million) [31 December 2017: Rs. 100 million (market value of Rs. 106.402 million)]. These carry mark-up ranging from 7.75% to 12% (31 December 2017: 8.75% to 12%) per annum and will mature between 03 September 2019 to 29 December 2021. These have been deposited with the State Bank of Pakistan (SBP) as statutory deposit in accordance with the requirements of Section 29 of the Insurance Ordinance 2000 and circular No. 15 of 2008 dated 7 July 2008 issued by the Securities and Exchange Commission of Pakistan.

	Note	(Unaudited) 30 June 2018	Audited 31 December 2017
		----- (Rupees) -----	
9. LOANS AND OTHER RECEIVABLES			
Considered good			
Advance to a related party	9.1	200,000,000	200,000,000
Receivable from related parties		139,622,438	35,811,391
Deposit for medical and travel assistance		-	1,942,392
Advance to an agent		25,243,334	-
Deposit for hospital enlistment		5,290,000	5,290,000
Accrued investment income		6,528,459	9,237,328
Security deposit in respect of leased vehicles		9,022,512	-
Loans to employees		2,757,634	2,272,240
Receivable from Participant's Takaful Fund		22,381,559	14,608,836
Other receivable		5,785,572	5,208,757
		416,631,508	274,370,944
Considered doubtful			
Margin deposit placed against purchase of shares - unsecured		9,384,936	8,500,000
Provision against doubtful debt		(9,384,936)	(8,500,000)
		416,631,508	274,370,944

9.1 This represents advance to a related party. A special resolution of the shareholders authorising the Company to extend advance upto Rs. 200 million was passed in Annual General Meeting of the Company held on 19 April, 2018. The balance carries interest at the rate of 1 year KIBOR + 3.5% with a floor of 10% per annum.

10. CONTINGENCIES AND COMMITMENT

10.1 There is no change in the status of the contingencies and commitments and is same as disclosed in the financial statements of the Company as at and for the year ended 31 December 2017 except as follows:

10.2 Ijarah commitments

The Company has entered into various non-cancellable operating lease agreements. The lease term is five years.

The future minimum lease payments under non-cancellable operating leases are as follows:

	Note	(Unaudited) 30 June 2018	Audited 31 December 2017
		----- (Rupees) -----	
No later than 1 year		8,402,748	-
Later than 1 year and no later than 5 years		31,494,171	-
		39,896,919	-

	(Unaudited)		(Unaudited)	
	Three months period ended		Six months period ended	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	----(Rupees)----		----(Rupees)----	
11. NET INSURANCE PREMIUM				
Written net premium	344,483,594	316,148,400	705,154,142	683,099,539
Add: Unearned premium reserve opening	685,193,696	717,809,591	671,873,202	699,873,641
Less: Unearned premium reserve closing	(677,709,564)	(680,362,302)	(677,709,564)	(680,362,302)
Premium earned	351,967,726	353,595,689	699,317,780	702,610,878
Less: Reinsurance premium ceded	25,088,736	8,777,879	63,960,219	32,308,894
Add: Prepaid reinsurance premium opening	44,632,333	36,240,464	31,040,660	29,880,970
Less: Prepaid reinsurance premium closing	(35,440,711)	(25,724,187)	(35,440,711)	(25,724,187)
Reinsurance expense	34,280,358	19,294,156	59,560,168	36,465,677
Net insurance Premium	317,687,368	334,301,533	639,757,612	666,145,201
12. NET INSURANCE CLAIMS EXPENSE				
Claims paid / payable	200,694,011	187,122,451	359,800,828	357,169,569
Add: Outstanding claims including IBNR closing	217,800,693	151,009,825	217,800,693	151,009,825
Less: Outstanding claims including IBNR opening	(191,267,804)	(137,943,927)	(129,515,223)	(126,585,842)
Claims expense	227,226,900	200,188,349	448,086,298	381,593,552
Less: Reinsurance and other recoveries received	65,606,962	47,903,998	125,615,104	90,959,289
Add: Reinsurance and other recoveries in respect of outstanding claims net of impairment - closing	125,860,234	50,768,726	125,860,234	50,768,726
Less: Reinsurance and other recoveries in respect of outstanding claims net of impairment - opening	(66,186,450)	(38,363,879)	(61,717,833)	(39,942,894)
Reinsurance and other recoveries revenue	125,280,746	60,308,845	189,757,505	101,785,121
Net insurance claims expense	101,946,154	139,879,504	258,328,793	279,808,431
13. NET COMMISSION EXPENSE				
Commissions paid or payable	42,801,770	29,501,512	84,584,807	58,504,014
Add: Deferred commission - opening	70,248,517	59,102,097	61,621,674	60,865,415
Less: Deferred commission - closing	(76,002,796)	(57,832,575)	(76,002,796)	(57,832,575)
Commission expense	37,047,491	30,771,034	70,203,685	61,536,854
Less: Commission from reinsurers				
Commission received or receivable	2,936,331	1,935,798	8,458,997	4,776,285
Add: Deferred commission - opening	5,980,801	5,103,180	4,358,320	4,569,980
Less: Deferred commission - closing	(4,990,140)	(4,253,398)	(4,990,140)	(4,253,398)
Commission from reinsurance	3,926,992	2,785,580	7,827,177	5,092,867
Net Commission expense	33,120,499	27,985,454	62,376,508	56,443,987

14. OTHER EXPENSES

Other expenses include annual monitoring fee and tracker rental charges amounting to Rs. 73.04 million (June 2017 Rs. 37.89 million).

15. EARNINGS PER SHARE - BASIC AND DILUTED

	(Unaudited) Three months period ended		(Unaudited) Six months period ended	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	----- (Rupees) -----		----- (Rupees) -----	
Profit / (Loss) after tax for the period	23,141,045	43,786,917	13,115,610	75,588,262
	----- (Number of Shares) -----		----- (Number of Shares) -----	
Weighted average number of ordinary shares of Rs.10 each	83,067,488	83,067,488	83,067,488	83,067,488
	----- (Rupees) -----		----- (Rupees) -----	
Earnings per share - basic and diluted	0.28	0.53	0.16	0.91

16. TRANSACTIONS WITH RELATED PARTIES

16.1 The related parties comprise Holding Company, associated undertakings, common directorships, employees provident fund, directors and key management personnel. The balances with / due from and transactions with related parties, other than those which have been specifically disclosed elsewhere in the financial statements are as follows:

16.2 Balances and transactions with related parties.

	(Unaudited) 30 June 2018	(Unaudited) 30 June 2017
	----- (Rupees) -----	
TPL Trakker Limited - (associated company)		
Opening balance - receivable	31,369,420	75,450,164
Interest charged during the period	17,960,852	3,583,723
Equipment removal / transfer charges	-	(7,631,870)
Net expenses charged - group shared costs	(14,265,068)	(103,078,821)
Rent charged on tracking units	(200,803,949)	(316,010,917)
Receivable in respect of sale of tracking units installed in vehicles	-	320,479,898
Net payment made by the Company	274,402,987	59,449,433
Closing balance - receivable	108,664,242	32,241,610
Advance to TPL Trakker Limited - (associated company)		
Balance at the beginning and end of the period	200,000,000	-
TPL Properties Limited- common directorship		
Opening balance - receivable	11,763,149	8,578,400
Advance rent paid during the period	28,471,672	45,014,501
Rent and maintenance expenses during the period	(28,471,672)	(21,483,909)
Other movement during the period	(9,601,744)	-
Expenses incurred by the company	1,822,430	1,979,108
Closing balance - receivable	3,983,835	34,088,100
Virtual World (Private) Limited - common directorship		
Opening accrued outsourcing expenses	644,000	736,000
Services received during the period	8,235,665	4,462,000
Payments made during the period	(5,511,665)	(3,726,000)
Closing accrued outsourcing expenses	3,368,000	1,472,000

	(Unaudited) 30 June 2018	(Unaudited) 30 June 2017
	----(Rupees)----	
16.2 Balances and transactions with related parties (continued)		
TRG Pakistan Limited		
Opening balance - receivable	884,936	5,050,162
Sublet of office premises	-	1,139,165
Payment received during the period	-	(5,304,391)
Closing balance - receivable	<u>884,936</u>	<u>884,936</u>
Centrepont Management Services (Private) Limited - common directorship		
Opening balance - payable	1,812,001	2,665,969
Maintenance charges expensed during the period	8,266,896	8,492,357
Maintenance charges paid during the period	(8,266,896)	-
Other movement during the period	(1,191,797)	-
Services received during the period	5,071,981	4,800,126
Payments made during the period	(4,794,413)	(14,279,994)
Closing balance - payable	<u>897,772</u>	<u>1,678,458</u>
TPL Security Services (Private) Limited - common directorship		
Opening balance	719,357	-
Expenses incurred by the company	834,055	659,702
Services received during the period	(542,800)	500,000
Payments made during the period	542,800	(500,000)
Closing balance - receivable	<u>1,553,412</u>	<u>659,702</u>
TPL Direct Insurance Limited Employees Provident Fund		
Opening balance - payable	3,323,344	1,173,732
Charge for the period	12,946,604	15,485,942
Contribution made during the period	(14,033,726)	(15,373,662)
Closing balance - payable	<u>2,236,222</u>	<u>1,286,012</u>
TPL Life Insurance Limited - common directorship		
Opening balance - receivable	1,561,209	-
Expenses incurred on behalf of TPL Life	455,003	-
Services received from TPL Life	(286,987)	-
Payments made during the period	23,039,690	-
Closing balance - receivable	<u>24,768,915</u>	<u>-</u>
TPL Maps - common directorship		
Opening balance - receivable	-	-
Expenses incurred on behalf of TPL Maps	642,949	-
Closing balance - receivable	<u>642,949</u>	<u>-</u>
TPL Rupiya - common directorship		
Opening balance - receivable	-	-
Expenses incurred on behalf of TPL Rupiya	9,085	-
Closing balance - receivable	<u>9,085</u>	<u>-</u>
Window Takaful Operations - Participant Takaful Fund		
Opening balance - receivable	14,608,836	5,897,661
Rental and other services charged on Tracking devices during the period	88,250,000	70,630,000
Payments received / (made) by PTF - net	(80,477,276)	(1,753,206)
Closing balance - receivable	<u>22,381,560</u>	<u>74,774,455</u>

17 SEGMENT REPORTING

Gross Written Premium
(inclusive of Administrative Surcharge)

Insurance premium earned

Insurance premium ceded to reinsurers

Net insurance premium

Commission income

Net underwriting income

Insurance claims

Insurance claims recovered from reinsurers

Net Claims

Commission expense

Management expenses

Net insurance claims and expenses

Underwriting result

Investment income

Other income

Other expenses

Results of operating activities

Other charges

Profit before tax from General Insurance Operations

Loss before tax from Window Takaful Operations - Operator's Fund

Profit before tax for the period

(Unaudited)					
Six months period ended 30 June 2018					
Fire & property damage	Marine, aviation & transport	Motor	Health	Miscellaneous	Aggregate
(Rupees)					
36,716,646	24,903,326	557,855,762	72,269,780	13,408,628	705,154,142
41,627,030	23,929,792	585,628,395	39,572,338	8,560,225	699,317,780
(32,415,273)	(14,495,369)	(11,700,772)	(568,485)	(382,269)	(59,560,168)
9,213,757	9,434,423	573,927,623	39,003,853	8,177,956	639,757,612
4,707,850	3,074,334	-	-	44,993	7,827,177
13,921,607	12,508,757	573,927,623	39,003,853	8,222,949	647,584,789
(68,630,253)	(9,099,077)	(360,238,521)	(4,900,549)	(5,217,898)	(448,086,298)
65,142,410	3,530,861	121,063,462	-	20,772	189,757,505
(3,487,843)	(5,568,216)	(239,175,059)	(4,900,549)	(5,197,126)	(258,328,793)
(8,207,322)	(3,942,314)	(38,891,829)	(17,807,533)	(1,354,687)	(71,203,685)
(12,731,056)	(8,634,929)	(193,429,787)	(25,058,678)	(4,649,281)	(244,503,731)
(24,426,221)	(18,145,459)	(471,496,675)	(47,766,760)	(11,201,094)	(573,036,209)
(10,504,614)	(5,636,702)	102,430,948	(8,762,907)	(2,978,145)	74,548,580
					17,845,968
					103,783,973
					(134,290,108)
					61,888,413
					(869,452)
					61,018,961
					(33,935,872)
					27,083,089

Gross Written Premium
(inclusive of Administrative Surcharge)

Insurance premium earned

Insurance premium ceded to reinsurers

Net insurance premium

Commission income

Net underwriting income

Insurance claims

Insurance claims recovered from reinsurers

Net Claims

Commission expense

Management expenses

Net insurance claims and expenses

Underwriting result

Investment income

Other income

Other expenses

Results of operating activities

Other charges

Profit before tax from General Insurance Operations

Profit before tax from Window Takaful Operations - Operator's Fund

Profit before tax for the period

(Unaudited)					
Six months period ended 30 June 2017					
Fire & property damage	Marine, aviation & transport	Motor	Health	Miscellaneous	Aggregate
(Rupees)					
17,955,356	9,697,802	625,357,912	24,034,139	6,054,330	683,099,539
30,472,844	9,970,864	620,169,412	37,953,665	4,044,093	702,610,878
(24,164,200)	(6,093,114)	(5,305,228)	(209,859)	(693,276)	(36,465,677)
6,308,644	3,877,750	614,864,184	37,743,806	3,350,817	666,145,201
3,438,770	1,462,346	-	-	191,751	5,092,867
9,747,414	5,340,096	614,864,184	37,743,806	3,542,568	671,238,068
(9,340,579)	(3,268,281)	(359,721,113)	(8,897,475)	(366,104)	(381,593,552)
9,689,701	2,571,507	89,542,668	-	18,755	101,785,121
349,122	(696,774)	(270,178,445)	(8,897,475)	(347,349)	(279,808,431)
(3,190,756)	(2,306,628)	(37,825,130)	(16,939,833)	(1,274,507)	(61,536,854)
(6,229,603)	(3,364,648)	(216,967,671)	(8,338,635)	(2,100,547)	(237,001,105)
(9,071,237)	(6,368,050)	(524,971,246)	(34,175,943)	(3,722,403)	(578,346,290)
676,177	(1,027,954)	89,892,938	3,567,363	(179,835)	92,891,678
					9,547,885
					72,233,813
					(98,304,462)
					76,368,914
					(183,675)
					76,185,239
					36,006,716
					112,191,955

18. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Following are the assets which are either measured at fair value or for which fair value is only disclosed and is different from their carrying value:

	2018		
	Fair value measurement using		
	Level 1	Level 2	Level 3
	----- (Rupees) -----		
Available-sale-investments (measured at fair value)	402,494,306	-	-
Held-to-maturity (fair value only disclosed)		88,227,190	-
	402,494,306	88,227,190	-
	2017		
	Fair value measurement using		
	Level 1	Level 2	Level 3
	----- (Rupees) -----		
Available-sale-investments (measured at fair value)	620,003,489	-	-
Held-to-maturity (fair value only disclosed)	-	106,402,657	-
	620,003,489	106,402,657	-

19 SUBSEQUENT EVENTS - NON ADJUSTING


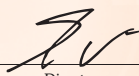
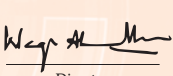
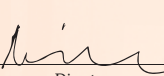
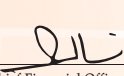
The Board of Directors in their meeting dated 11 August 2018, have declared issuance of 13% bonus shares.

20 GENERAL

Figures have been rounded off to the nearest Rupee.

21 DATE OF AUTHORISATION FOR ISSUE

The condensed interim financial information have been authorised for issue on **11 August, 2018** by the Board of Directors of the Company. As the Chief Executive Officer has resigned and appointment of new Chief Executive Officer is in process, therefore, condensed interim financial information are signed by the directors of the Company.

				
Director	Director	Director	Director	Chief Financial Officer



ANNEXURE A

WINDOW TAKAFUL OPERATIONS

AUDITORS' REPORT TO MEMBERS ON REVIEW OF **Interim Financial Information**

Introduction

We have reviewed the accompanying condensed interim statement of financial position of TPL Insurance Limited - Window Takaful Operations (the Operator) as at 30 June 2018, and the related condensed interim statement of comprehensive income, condensed interim statements of changes in fund, cash flows, notes forming part thereof (here-in-after referred to as the "interim financial information") for the six-months' period then ended. Management is responsible for the preparation and presentation of this interim financial information in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial information 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 the 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 information is not prepared, in all material respects, in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting.

EY Ford Rhodes
Chartered Accountants
Engagement Partner: Arslan Khalid

Date: **August 11, 2018**

Karachi

CONDENSED INTERIM
STATEMENT OF FINANCIAL POSITION
AS AT 30 JUNE 2018

WINDOW TAKAFUL OPERATIONS

Note	Unaudited 30 June 2018			Audited 31 December 2017		
	(Rupees)			(Rupees)		
	Operator's Fund	Participants' Takaful Fund	Aggregate	Operator's Fund	Participants' Takaful Fund	Aggregate
ASSETS						
Investments						
Mutual Funds	-	89,253,159	89,253,159	-	63,856,353	63,856,353
Term deposits	-	150,000,000	150,000,000	75,000,000	5,000,000	80,000,000
	-	239,253,159	239,253,159	75,000,000	68,856,353	143,856,353
Other receivables including Qard-e-Hasna to PTF of Rs. 199 million (2017 : 199 million)	244,707,735	20,832	244,728,567	204,908,282	-	204,908,282
Receivable from TPL Insurance Limited	-	-	-	14,306,989	-	14,306,989
Accrued Investment Income	-	72,466	72,466	663,014	-	663,014
Takaful/ retakaful receivable	-	144,039,051	144,039,051	-	190,121,088	190,121,088
Retakaful recoveries against outstanding claims	-	1,752,659	1,752,659	-	-	-
Salvage recoveries accrued	-	62,432,508	62,432,508	-	40,253,650	40,253,650
Deferred Wakala expense	-	142,033,128	142,033,128	-	173,113,525	173,113,525
Deferred commission expense	48,087,803	-	48,087,803	43,955,293	-	43,955,293
Prepayments	-	87,167,455	87,167,455	-	77,123,012	77,123,012
Bank balances	21,548,746	61,708,521	83,257,267	10,970,789	102,674,658	113,645,447
Total assets	314,344,284	738,479,779	1,052,824,063	349,804,367	652,142,286	1,001,946,653
EQUITY AND LIABILITIES						
RESERVES ATTRIBUTABLE TO:						
- OPERATORS' FUND (OF)						
Statutory Fund	50,000,000	-	50,000,000	50,000,000	-	50,000,000
Unappropriated profit	29,342,462	-	29,342,462	65,536,539	-	65,536,539
	79,342,462	-	79,342,462	115,536,539	-	115,536,539
- WAQF/ PARTICIPANT'S TAKAFUL FUND (PTF)						
Ceded money	-	2,000,000	2,000,000	-	2,000,000	2,000,000
Accumulated deficit	-	(209,023,003)	(209,023,003)	-	(193,753,691)	(193,753,691)
Unrealized loss on available-for-sale investments	-	(7,826,807)	(7,826,807)	-	(9,900,875)	(9,900,875)
Balance of WAQF/ PTF	-	(214,849,810)	(214,849,810)	-	(201,654,566)	(201,654,566)
LIABILITIES						
PTF Underwriting provisions						
Outstanding claims (including IBNR)	-	144,722,971	144,722,971	-	98,896,694	98,896,694
Unearned contribution reserve	-	526,635,417	526,635,417	-	477,955,216	477,955,216
Unearned retakaful commission	-	856,168	856,168	-	1,040,281	1,040,281
Unearned Wakala Fee	142,033,128	-	142,033,128	173,113,525	-	173,113,525
Qard-e-Hasna	-	199,000,000	199,000,000	-	199,000,000	199,000,000
Contribution received in advance	-	1,786,475	1,786,475	-	1,661,239	1,661,239
Takaful / retakaful payable	-	38,184,154	38,184,154	-	44,251,205	44,251,205
Other creditors and accruals	14,086,933	19,762,844	33,849,777	30,029,429	16,383,382	46,412,811
Payable to TPL Insurance Limited	49,764,901	22,381,560	72,146,461	-	14,608,835	14,608,835
Taxation - payments less provision	29,116,860	-	29,116,860	31,124,874	-	31,124,874
Total Liabilities	235,001,822	953,329,589	1,188,331,411	234,267,828	853,796,852	1,088,064,680
Total fund and liabilities	314,344,284	738,479,779	1,052,824,063	349,804,367	652,142,286	1,001,946,653

The annexed notes from 1 to 17 form an integral part of the condensed interim financial information.

 Director
 Director
 Director
 Director
 Chief Financial Officer

**CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UNAUDITED)**
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

		For the three months period ended		For the six months period ended	
		30 June 2018	30 June 2017	30 June 2018	30 June 2017
------(Rupees)-----					
Participants' Takaful Fund					
Gross takaful contribution	8	245,603,451	186,476,255	479,253,087	360,794,087
Net takaful claims	9	(130,798,382)	(83,658,137)	(242,319,672)	(177,730,763)
Wakala fee	11	(86,284,994)	(80,397,758)	(177,851,801)	(155,896,458)
Direct expenses		(42,356,666)	(31,507,500)	(77,318,333)	(58,290,833)
Underwriting result		(13,836,591)	(9,087,140)	(18,236,719)	(31,123,967)
Investment income net of mudarib's fee of Rs. 1.27 (2017: Rs. 2.21) million		1,024,403	(3,290,162)	2,967,407	(319,825)
Deficit for the period		(12,812,188)	(12,377,302)	(15,269,312)	(31,443,792)
Other comprehensive income :					
Unrealised gain / (loss) on available-for-sale investments		(5,390,808)	(2,168,004)	2,074,068	(2,168,004)
Loss transferred to profit for the year upon sale / redemption of available-for-sale		-	2,333,081	-	2,333,081
Total other comprehensive income		(5,390,808)	165,077	2,074,068	165,077
Total comprehensive loss for the period		(18,202,996)	(12,212,225)	(13,195,244)	(31,278,715)
Operator's Fund					
Wakala fee	11	86,284,994	80,397,758	177,851,801	155,896,458
Net commission expense	10	(23,657,370)	(9,817,805)	(45,112,976)	(16,364,747)
Management expenses		(76,420,781)	(55,296,017)	(127,094,278)	(87,594,625)
		(13,793,157)	15,283,936	5,644,547	51,937,086
Investment income including mudarib fee of Rs. 1.27 (2017: Rs. 2.21) million		794,211	2,332,689	2,804,602	4,943,361
		(12,998,946)	17,616,625	8,449,149	56,880,447
Other expenses		(12,274,928)	5,089,109	(42,385,021)	(20,873,731)
(Loss) / Profit before taxation		(25,273,874)	22,705,734	(33,935,872)	36,006,716
Taxation - net		(1,195,342)	(6,678,711)	(2,258,205)	(10,802,015)
(Loss) / Profit after tax for the period		(26,469,216)	16,027,023	(36,194,077)	25,204,701
Other comprehensive income		-	-	-	-
Total comprehensive (loss) / income for the period		(26,469,216)	16,027,023	(36,194,077)	25,204,701

The annexed notes from 1 to 17 form an integral part of the condensed interim financial information.


Director


Director


Director


Director


Chief Financial Officer

WINDOW TAKAFUL OPERATIONS

CONDENSED INTERIM STATEMENT OF CHANGES IN FUND (UNAUDITED) FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

	Operators' Fund			
	Statutory Fund	Accumulated profit	Unrealized gain / (loss) on revaluation of available for sale investments - net of tax	Total
	------(Rupees)-----			
Balance as at 1 January 2017	50,000,000	34,780,105	-	84,780,105
Net profit for the period	-	25,204,701	-	25,204,701
Balance as at 30 June 2017	<u>50,000,000</u>	<u>59,984,806</u>	<u>-</u>	<u>109,984,806</u>
Balance as at 1 January 2018	50,000,000	65,536,539	-	115,536,539
Net loss for the period	-	(36,194,077)	-	(36,194,077)
Balance as at 30 June 2018	<u>50,000,000</u>	<u>29,342,462</u>	<u>-</u>	<u>79,342,462</u>

	Participants' Takaful Fund			
	Ceded Money	Accumulated deficit	Unrealized gain / (loss) on revaluation of available for sale investments - net of tax	Total
	(Rupees)			
Balance as at 1 January 2017	2,000,000	(123,881,544)	-	(121,881,544)
Deficit for the period	-	(31,443,792)	-	(31,443,792)
Balance as at 30 June 2017	<u>2,000,000</u>	<u>(155,325,336)</u>	<u>-</u>	<u>(153,325,336)</u>
Balance as at 1 January 2018	2,000,000	(193,753,691)	(9,900,875)	(201,654,566)
Unrealized gain on revaluations of - available-for-sale investments	-	-	2,074,068	2,074,068
Deficit for the period	-	(15,269,312)	-	(15,269,312)
Total comprehensive deficit for the period	-	(15,269,312)	2,074,068	(13,195,244)
Balance as at 30 June 2018	<u>2,000,000</u>	<u>(209,023,003)</u>	<u>(7,826,807)</u>	<u>(214,849,810)</u>

The annexed notes from 1 to 17 form an integral part of the condensed interim financial information.

 Director
  Director
  Director
  Director
  Chief Financial Officer

CONDENSED INTERIM
STATEMENT OF CASH FLOW (UNAUDITED)
 FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

	2018		2017	
	Operator's Fund	Participants' Takaful Fund	Aggregate	Aggregate
	(Rupees)			
Operating activities				
(a) Takaful activities				
Contributions received	-	586,473,357	586,473,357	347,108,021
Retakaful contribution paid	-	(17,512,623)	(17,512,623)	(4,361,938)
Claims paid	-	(278,772,116)	(278,772,116)	(190,777,704)
Retakaful and other recoveries received	-	58,347,204	58,347,204	33,916,883
Commission paid	(66,147,326)	-	(66,147,326)	(8,730,071)
Wakala fees received	144,638,259	-	144,638,259	223,430,429
Wakala fees paid	-	(144,638,259)	(144,638,259)	(223,430,429)
Mudarib fees received	3,114,332	-	3,114,332	-
Mudarib fees paid	-	(3,114,332)	(3,114,332)	-
Net cash inflow from takaful activities	81,605,265	200,783,231	282,388,496	177,155,191
(b) Other operating activities				
Income tax adjustment/ paid	(4,266,219)	-	(4,266,219)	(834,527)
Direct expenses paid	-	(88,250,000)	(88,250,000)	(2,274,107)
Management and other expenses paid	(208,028,849)	-	(208,028,849)	(193,717,214)
Other operating receipts	64,071,890	10,656,683	74,728,573	64,424,768
Net cash outflow from other operating activities	(148,223,178)	(77,593,317)	(225,816,495)	(132,401,080)
Total cash generated from all operating activities	(66,617,913)	123,189,914	56,572,001	44,754,111
Investment activities				
Profit / return received	2,195,870	4,166,687	6,362,557	6,510,351
Investment in Mutual Funds - net	-	(23,322,738)	(23,322,738)	(20,000,000)
Total cash used in investing activities	2,195,870	(19,156,051)	(16,960,181)	(13,489,649)
Financing activities				
Financial charges paid	-	-	-	-
Total cash used in financing activities	-	-	-	-
Net cash generated from all activities	(64,422,043)	104,033,863	39,611,820	31,264,462
Cash and cash equivalent at beginning of the period	85,970,789	107,674,658	193,645,447	169,450,920
Cash and cash equivalent at end of the period	21,548,746	211,708,521	233,257,267	200,715,382

CONDENSED INTERIM
STATEMENT OF CASH FLOW (UNAUDITED)
 FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018






WINDOW TAKAFUL OPERATIONS

	Operator's Fund	Participants' Takaful Fund	2018 Aggregate	2017 Aggregate
	(Rupees)			
Reconciliation to profit and loss account				
Operating cash flows	(66,617,913)	123,189,914	56,572,001	44,754,111
Profit on term deposit	2,195,870	4,166,687	6,362,557	10,098,942
Increase in assets other than cash	28,961,960	(43,093,176)	(14,131,216)	119,290,501
Increase in liabilities	(733,994)	(99,532,737)	(100,266,731)	(180,382,645)
(Loss) after taxation	(36,194,077)	(15,269,312)	(51,463,389)	(6,239,091)
Attributed to:				
Operators' Fund			(36,194,077)	25,204,701
Participants' Takaful Fund			(15,269,312)	(31,443,792)
			(51,463,389)	(6,239,091)

Definition of cash

Cash comprises of cash in hand, policy stamps, bank balances which are readily convertible to cash in hand and which are used in the cash management function on a day-to-day basis.

The annexed notes from 1 to 17 form an integral part of the condensed interim financial information.

 Director
  Director
  Director
  Director
  Chief Financial Officer

NOTES TO THE
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE SIX MONTHS PERIOD ENDED 30 JUNE 2018

1. STATUS AND NATURE OF BUSINESS

- 1.1** TPL Insurance Limited (the Operator) was allowed to work as Window Takaful Operator on 04 September 2014 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan.
- 1.2** For the purpose of carrying on the takaful business, the Operator formed a Waqf / Participant Takaful Fund (PTF) on 20 August 2014 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

- 2.1** The condensed interim financial information of the Operators' six months period ended 30 June 2018 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, Takaful Rules 2017. Where the provisions of and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, 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, Takaful Rules 2017 have been followed.
- 2.2** This 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** This condensed interim financial statements does not include all the information and disclosures required in the annual financial statements. Accordingly these condensed interim financial information should be read in conjunction with the annual financial statements for the year ended 31 December 2017.
- 2.4** These 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** These financial statements have been prepared under the historical cost convention except investments which are carried at fair value.

3. SIGNIFICANT ACCOUNTING POLICIES

The accounting policies adopted in the preparation of the condensed interim financial information are consistent with those of the previous financial year except as follows:

New / Revised Standards, Interpretations and Amendments

The Company has adopted the following standards and amendment to IFRSs which became effective for the current period:

WINDOW TAKAFUL OPERATIONS

Standard or Interpretation

IFRS 2 - Share-based Payments – Classification and Measurement of Share-based Payments Transactions (Amendments)

IFRS 4 - Insurance Contracts: Applying IFRS 9 Financial Instruments with IFRS 4 Insurance Contracts – (Amendments)

IAS 28 - Investments in Associates and Joint Ventures: Clarification that measuring investees at fair value through profit or loss is an investment-by-investment choice (Amendment)

IAS 40 - Investment Property: Transfers of Investment Property (Amendments)

IFRIC 22 - Foreign Currency Transactions and Advance Consideration

The adoption of the above amendment to accounting standards did not have any effect on the condensed interim financial information.

4. ESTIMATES AND JUDGEMENTS

The preparation of this condensed interim financial information in conformity with approved accounting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Operator's accounting policies. The estimates / judgments and associated assumptions used in the preparation of the financial statements are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

5. QARD-E-HASNA

	(Unaudited) 30 June 2018	(Audited) 31 December 2017
	----- (Rupees) -----	
Balance as at the beginning of the year	199,000,000	110,000,000
Qard-e-Hasna provided during the period / year	-	89,000,000
Balance as at the end of the period / year	<u>199,000,000</u>	<u>199,000,000</u>

In accordance with the Takaful Rules, 2012, if at any point in time, assets in Participant Takaful Fund are not sufficient to cover its liabilities, the deficit shall be funded by way of an interest free loan (Qard-e-Hasna) from Operator Fund. In the event of future surplus in the Participant Takaful Fund to which a Qard-e-Hasna has been made, the Qard-e-Hasna shall be repaid prior to distribution of surplus to participants.

The Operator has prepared financial projections of Participant Fund and based on such financial projections believes that the Participant Takaful Fund would be able to repay Qard-e-Hasna to Operator's Fund. During the period, the Operator has reduced the Wakala Fee to 25% on all classes of business except health business. No wakala fee is charged on health business with effect from January 01, 2018.

6. INVESTMENTS IN MUTUAL FUNDS - AVAILABLE-FOR-SALE

PTF	(Unaudited) 30 June 2018				(Audited) 31 December 2017			
	Cost	Impairment/ Provision	Revaluation surplus/(deficit)	Carrying Value	Cost	Impairment/ Provision	Revaluation surplus/(deficit)	Carrying Value
(Rupees)								
Mutual fund units								
MCB Arif Habib								
AlHamra Islamic Stock								
Fund	72,079,965	-	(8,285,053)	63,794,912	72,204,234	-	(10,066,333)	62,137,901
MCB Arif Habib								
AlHamra Islamic Income								
Fund	-	-	-	-	1,552,994	-	165,458	1,718,452
AKD Islamic Income								
Fund	25,000,000	-	458,247	25,458,247	-	-	-	-
	97,079,965	-	(7,826,806)	89,253,159	73,757,228	-	(9,900,875)	63,856,353

7. OTHER RECEIVABLES

	30 June 2018		
	OF	PTF	Total
(Rupees)			
Wakala fee	5,366,742	-	5,366,742
PTF from OF - Other Receivable	-	20,832	20,832
Advance to an agent	39,508,894	-	39,508,894
Qard-e-Hasna	199,000,000	-	199,000,000
Mudarib fee	832,099	-	832,099
	244,707,735	20,832	244,728,567
	31 December 2017		
	OF	PTF	Total
(Rupees)			
Wakala fee	3,233,597	-	3,233,597
Qard-e-Hasna	199,000,000	-	199,000,000
Mudarib fee	2,674,685	-	2,674,685
Receivable from Operator's Fund	-	-	-
	204,908,282	-	204,908,282

8. NET TAKAFUL CONTRIBUTION

	(Unaudited) For the three months period ended		(Unaudited) For the six months period ended	
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
(Rupees)				
Written gross contribution	241,412,657	205,237,587	545,266,084	425,704,858
Add: Unearned contribution reserve opening	541,482,629	396,564,077	477,955,216	353,131,293
Less: Unearned contribution reserve closing	(526,635,417)	(412,308,282)	(526,635,417)	(412,308,282)
contribution earned	256,259,869	189,493,382	496,585,883	366,527,869
Less: Retakaful contribution ceded	10,527,209	2,795,384	11,445,572	3,500,481
Add: Prepaid retakaful contribution opening	10,320,831	5,862,280	16,078,846	7,873,838
Less: Prepaid retakaful contribution closing	(10,191,622)	(5,640,537)	(10,191,622)	(5,640,537)
Retakaful expense	10,656,418	3,017,127	17,332,796	5,733,782
Net takaful contribution	245,603,451	186,476,255	479,253,087	360,794,087

WINDOW TAKAFUL OPERATIONS

	(Unaudited)		(Unaudited)	
	For the three months period ended	30 June 2017	For the six months period ended	30 June 2017
	30 June 2018	30 June 2017	30 June 2018	30 June 2017
	(Rupees)			
9. NET TAKAFUL CLAIMS EXPENSE				
Claims paid or payable	144,229,926	105,634,029	278,772,116	190,777,704
Add: Outstanding claims including IBNR closing	144,722,971	82,694,660	144,722,971	82,694,660
Less: Outstanding claims including IBNR opening	(110,882,195)	(82,680,446)	(98,896,694)	(63,703,488)
Claims expense	178,070,702	105,648,243	324,598,393	209,768,876
Less: Retakaful and other recoveries received	25,806,323	13,129,570	58,347,204	33,916,883
Add: Retakaful and other recoveries in respect of outstanding claims net of impairment - closing	64,185,167	29,873,536	64,185,167	29,873,536
Less: Retakaful and other recoveries in respect of outstanding claims net of impairment - opening	(42,719,170)	(21,013,000)	(40,253,650)	(31,752,306)
Retakaful and other recoveries revenue	47,272,320	21,990,106	82,278,721	32,038,113
Net takaful claims expense	130,798,382	83,658,137	242,319,672	177,730,763
10. NET COMMISSION EXPENSE				
Commissions paid or payable	20,339,367	23,426,947	50,067,785	26,975,093
Add: Deferred commission - opening	51,885,315	10,079,046	43,955,293	13,089,882
Less: Deferred commission - closing	(48,087,803)	(23,642,554)	(48,087,803)	(23,642,554)
Commission expense	24,136,879	9,863,439	45,935,275	16,422,421
Less: commission from reinsurers				
Commission received or receivable	973,917	416,050	638,186	429,157
Add: Deferred commission - opening	361,760	36,751	1,040,281	35,684
Less: Deferred commission - closing	(856,168)	(407,167)	(856,168)	(407,167)
Commission from reinsurance	479,509	45,634	822,299	57,674
Net commission expense	23,657,370	9,817,805	45,112,976	16,364,747
11. NET WAKALA FEE				
Gross Wakala Fee	63,064,235	86,695,440	146,771,404	179,567,254
Add: Deferred wakala fee - opening	165,253,887	158,625,631	173,113,525	141,252,517
Less: Deferred wakala fee - closing	(142,033,128)	(164,923,313)	(142,033,128)	(164,923,313)
Net wakala fee	86,284,994	80,397,758	177,851,801	155,896,458

12. SEGMENT INFORMATION

12.1 Participants' Takaful Fund

Gross Written Contribution (inclusive of Administrative Surcharge)	7,392,329	4,747,956	518,855,592	14,067,567	202,640	545,266,084
Takaful contribution earned	8,221,081	4,361,454	479,945,334	3,980,101	77,913	496,585,883
Takaful contribution ceded to retakaful operators	(5,667,007)	(2,924,758)	(8,741,031)	-	-	(17,332,796)
Net takaful contribution	2,554,074	1,436,696	471,204,303	3,980,101	77,913	479,253,087
Net underwriting income	2,554,074	1,436,696	471,204,303	3,980,101	77,913	479,253,087
Takaful claims	(1,436,185)	(332,675)	(318,679,030)	(3,915,503)	(235,000)	(324,598,393)
Retakaful claims and other recoveries	1,317,267	266,140	80,695,314	-	-	82,278,721
Net Claims	(118,918)	(66,535)	(237,983,716)	(3,915,503)	(235,000)	(242,319,672)
Wakala expensed during the period	(3,298,824)	(1,423,588)	(172,567,490)	(534,402)	(27,497)	(177,851,801)
Direct expenses	-	-	(77,318,333)	-	-	(77,318,333)
Underwriting result	(863,668)	(53,427)	(16,665,236)	(469,804)	(184,584)	(18,236,719)
Investment income						2,967,407
Deficit for the period						(15,269,312)

12.2 Operator's Fund

Wakala fee	3,298,824	1,423,588	172,567,490	534,402	27,497	177,851,801
Commission income	664,943	157,355	-	-	-	822,298
Commission expense	(742,715)	(629,136)	(44,367,595)	(190,388)	(5,441)	(45,935,275)
Management expenses	(1,723,054)	(1,106,685)	(120,938,343)	(3,278,963)	(47,233)	(127,094,278)
Underwriting result	1,497,998	(154,878)	7,261,552	(2,934,949)	(25,177)	5,644,547
Investment income						2,804,602
Other expenses						(42,385,021)
Loss before taxation						(33,935,872)

WINDOW TAKAFUL OPERATIONS

12.3 Participants' Takaful Fund

Gross Written Contribution (inclusive of Administrative Surcharge)	6,632,818	-	419,072,040	-	-	425,704,858
Takaful contribution earned	2,199,226	-	363,474,708	853,935	-	366,527,869
Takaful contribution ceded to retakaful operators	(1,440,782)	-	(4,293,000)	-	-	(5,733,782)
Net takaful contribution	758,444	-	359,181,708	853,935	-	360,794,087
Net underwriting income	758,444	-	359,181,708	853,935	-	360,794,087
Takaful claims	-	-	(209,048,877)	(719,999)	-	(209,768,876)
Retakaful claims and other recoveries	-	-	32,038,113	-	-	32,038,113
Net Claims	-	-	(177,010,764)	(719,999)	-	(177,730,763)
Wakala expensed during the period	(951,502)	-	(154,603,382)	(341,574)	-	(155,896,458)
Direct expenses	-	-	(58,290,833)	-	-	(58,290,833)
Underwriting result	(193,058)	-	(30,723,271)	(207,638)	-	(31,123,967)
Investment income						(319,825)
Deficit for the period						(31,443,792)

12.4 Operator's Fund

Wakala fee	951,502	-	154,603,382	341,574	-	155,896,458
Commission income	57,674	-	-	-	-	57,674
Commission expense	(68,873)	-	(16,353,548)	-	-	(16,422,421)
Management expenses	(1,364,793)	-	(86,229,832)	-	-	(87,594,625)
Underwriting result	(424,490)	-	52,020,002	341,574	-	51,937,086
Investment income						4,943,361
Other expenses						(20,873,731)
Profit before taxation						36,006,716

13. TRANSACTIONS WITH RELATED PARTIES - PTF

TPL Insurance Limited

Opening balance - payable	14,608,836	5,897,661
Rental and other services charged on Tracking devices during the period	88,250,000	70,630,000
Payments made by PTF - net	(80,477,276)	(1,753,206)
Closing balance - payable	22,381,560	74,774,455

Operator's Fund

Opening balance - payable (including Qard-e-Hasna)	204,908,282	182,242,290
Wakala fee charged during the period	146,771,404	176,842,315
Qard-e-Hasna provided during the period	-	14,000,000
Modarib Fee charged during the period	682,911	2,249,768
Taxes and other movement	74,205,701	85,918,592
Payments made during the period	(221,390,019)	(230,000,000)
Closing balance - payable	205,178,279	231,252,965

(Unaudited) (Audited)
30 June 2018 31 December 2017
----- (Rupees) -----

14. FAIR VALUE OF FINANCIAL ASSETS AND LIABILITIES

IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

- Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities
- Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly observable
- Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Following are the assets which are either measured at fair value or for which fair value is only disclosed and is different from their carrying value:

	2018		
	Fair value measurement using		
	Level 1	Level 2	Level 3
	----- (Rupees) -----		
Available-for-sale-investments (measured at fair value)	89,253,159	-	-
	89,253,159	-	-
	2017		
	Fair value measurement using		
	Level 1	Level 2	Level 3
	----- (Rupees) -----		
Available-for-sale-investments (measured at fair value)	63,856,353	-	-
	63,856,353	-	-

15. SUBSEQUENT EVENTS - NON ADJUSTING



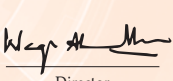
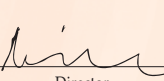
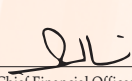
The Board of Directors has approved an amount of Rs. 65 million to be transferred from Operator's Fund to Participants' Takaful Fund being Qard-e-Hasna to cover the shortfall of admissible assets over liabilities of Participants' Takaful Fund as at 30 June 2018.

16. GENERAL

- 16.1 Figures have been rounded off to the nearest Rupee.

17. DATE OF AUTHORIZATION FOR ISSUE

The condensed interim financial information have been authorised for issue on **11 August, 2018** by the Board of Directors of the Operator. As the Chief Executive Officer has resigned and appointment of new Chief Executive Officer is in process, therefore, condensed interim financial information are signed by the directors of the Operator.

				
Director	Director	Director	Director	Chief Financial Officer



OTHER INFORMATION

PATTERN OF SHAREHOLDING

AS OF 30 JUNE 2018

No. of Shareholders	From	To	Shares Held	Percentage
224	1	100	1,362	0.0016%
36	101	500	7,511	0.009%
107	501	1,000	59,376	0.0715%
101	1,001	5,000	176,390	0.2123%
15	5,001	10,000	90,095	0.1085%
12	10,001	15,000	134,831	0.1623%
3	15,001	20,000	55,540	0.0669%
4	20,001	25,000	85,157	0.1025%
4	25,001	30,000	108,951	0.1312%
1	30,001	35,000	33,662	0.0405%
1	35,001	40,000	38,325	0.0461%
1	40,001	45,000	43,800	0.0527%
2	45,001	50,000	96,632	0.1163%
4	50,001	55,000	215,565	0.2595%
1	55,001	60,000	59,130	0.0712%
1	70,001	75,000	71,148	0.0857%
1	75,001	80,000	75,385	0.0908%
1	80,001	85,000	82,500	0.0993%
1	85,001	90,000	85,249	0.1026%
3	105,001	110,000	327,500	0.3943%
1	135,001	140,000	138,304	0.1665%
1	140,001	145,000	142,145	0.1711%
1	240,001	245,000	242,000	0.2913%
1	275,001	280,000	279,772	0.3368%
1	285,001	290,000	290,000	0.3491%
1	315,001	320,000	317,382	0.3821%
1	330,001	335,000	330,346	0.3977%
1	345,001	350,000	349,000	0.4201%
1	355,001	360,000	359,221	0.4324%
1	390,001	395,000	390,160	0.4697%
1	455,001	460,000	458,101	0.5515%
1	595,001	600,000	599,089	0.7212%
1	12,065,001	12,070,000	12,066,900	14.5266%
1	65,255,001	65,260,000	65,256,959	78.559%
537			83,067,488	100%

WINDOW TAKAFUL OPERATIONS

CATEGORY OF SHAREHOLDING

AS OF 30 JUNE 2018

Particulars	No of Folio	Balance Share	Percentage
DIRECTORS, CEO & CHILDREN	6	244,197	0.2940%
MR. JAMEEL YOUSUF		549	0.0007%
MR. ALI JAMEEL		549	0.0007%
MR. ANDREW BORDA		1	0%
SYED NADIR SHAH		549	0.0007%
WAQAR AHMED MALIK		549	0.0007%
SAAD NISAR		242,000	0.2913%
ASSOCIATED COMPANIES	4	78,271,948	94.2269%
TPL CORP LIMITED		65,256,959	78.559%
TPL CORP LIMITED		12,066,900	14.5266%
TPL HOLDINGS (PRIVATE) LIMITED		349,000	0.4201%
TPL HOLDINGS (PVT) LIMITED		599,089	0.7212%
MUTUAL FUNDS	4	402,029	0.484%
GOLDEN ARROW SELECTED STOCKS FUND LIMITED		330,346	0.3977%
CDC - TRUSTEE PICIC INVESTMENT FUND		107	0.0001%
CDC - TRUSTEE PICIC GROWTH FUND		428	0.0005%
CDC - TRUSTEE AKD OPPORTUNITY FUND		71,148	0.0857%
GENERAL PUBLIC (LOCAL)	507	3,392,789	4.0844%
GENERAL PUBLIC (FORGEIN)	4	140,494	0.1692%
OTHERS	12	616,031	0.7416%
TOYOTA HYDERABAD MOTORS		29,569	0.0356%
BONUS FRACTION B-2018		168	0.0002%
CDC STAY ORDER CASES WITH FRACTON		359,221	0.4324%
HABIB SUGAR MILLS LTD		53,153	0.064%
MAPLE LEAF CAPITAL LIMITED		1	0%
PEARL SECURITIES LIMITED		49,500	0.0596%
FAWAD YUSUF SECURITIES (PVT.) LIMITED		292	0.0004%
FEDERAL BOARD OF REVENUE		14,809	0.0178%
SHERMAN SECURITIES (PRIVATE) LIMITED		54,750	0.0659%
FALCON-I (PRIVATE) LIMITED		1	0%
TOYOTA SAHARA MOTORS (PVT) LTD		33,662	0.0405%
PARADIGM FACTORS (PRIVATE) LIMITED		20,905	0.0252%
Company Total	537	83,067,488	100%

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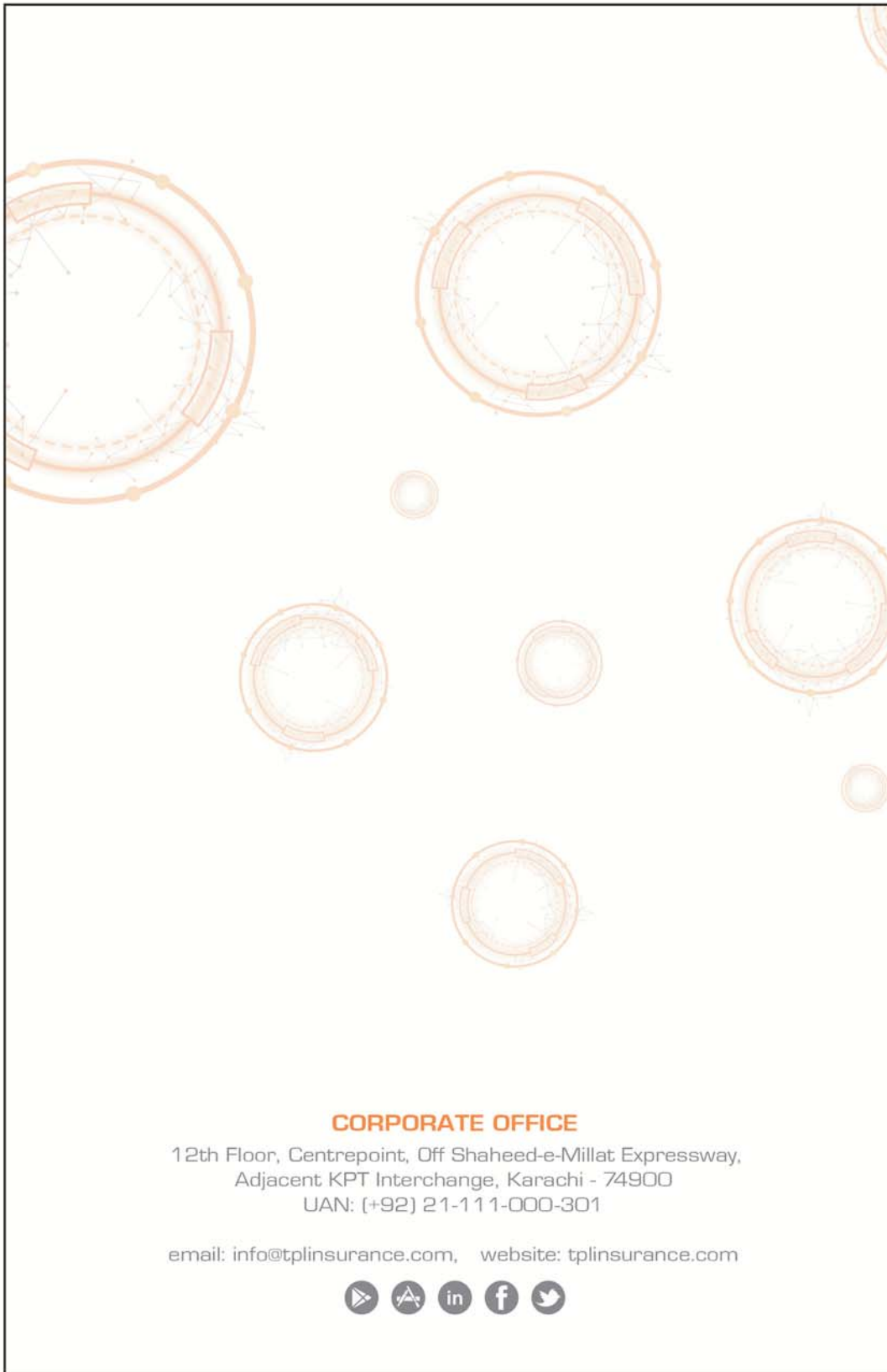


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