

askarilife

REPORT FOR THE QUARTER ENDED

MARCH 31, 2022

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VISION

To be a trusted, globally acknowledged, top rated Financial Solutions Providing Company.

MISSION

To uplift the financial well-being of Policy Holders, Customers, Advisors, Employees; and Shareholder profitability by continuously reinforcing deep commitment to our Core Values.

CORE VALUES

1. FINANCIAL ACUMEN

We believe in empowering our customers through need based packaged financial solutions to cater specific needs with an extensive distribution network.

2. CUSTOMER CARE

We believe in creating value for society by optimizing customer experience through superior financial advisory that makes positive difference in our customer's life.

3. ETHICAL CONDUCT

We believe in exhibiting and ensuring honesty and integrity at all times by encouraging open communication, transparency and humility.

4. SUSTAINABILITY

We believe in generating revenue from multiple channels to build a strong asset base for long term sustainable income and growth for the Trust.

COMPANY INFORMATION

Board of Directors

Lt. Gen. Naveed Mukhtar (Retd.)-Chairman
Air Vice Marshal Muhammad Athar Shams (Retd)
Malik Riffat Mahmood
Javed Yunus
Ayesha Rafique
Tariq Hameed
Jehanzeb Zafar- CEO

Board Committees

Audit Committee:

Tariq Hameed	Chairman
Malik Riffat Mahmood	Member
Muhammad Nadeem Rajput	Secretary

Investment Committee:

Malik Riffat Mahmood	Chairman
Air Vice Marshal Muhammad Athar Shams (Retd)	Member
Jehanzeb Zafar	Member
Azmat Ullah Sharif	Member
Rehan Mobin	Member
Muhammad Nadeem Rajput	Secretary

Ethics, Human Resource Remuneration & Nomination Committee:

Ayesha Rafique	Chairperson
Air Vice Marshal Muhammad Athar Shams (Retd)	Member
Jehanzeb Zafar	Member
Salman Ahmad Saeed	Secretary

Management Committees

Risk Management & Compliance Committee:

Air Vice Marshal Muhammad Athar Shams (Retd)	Chairman
Tariq Hameed	Member
Jehanzeb Zafar	Member
Azmat Ullah Shari	Member
Rehan Mobin	Member
Atif Shamim	Member & Secretary

Underwriting & Reinsurance Committee:

Air Vice Marshal Muhammad Athar Shams (Retd)	Chairman
Jehanzeb Zafar	Member
Azmat Ullah Shari	Member
Sumair Sarwar	Member & Secretary

Claim Settlement Committee:

Maj. Gen. Muhammad Muazzam Ali Goraya (Retd)	Chairman
Jehanzeb Zafar	Member
Rehan Mobin	Member
Bushra Aftab	Member & Secretary

Appointed Actuary

Shujat Siddiqui, MA, FIA, FPSA
Akhtar & Hasan (Pvt.) Ltd.

Legal Advisor

Saiduddin & Co

External Auditor

RSM Avais Hyder Liaquat Nauman- Chartered Accountants
(Chartered Accountants)

Registered Office

8th Floor Army Welfare Trust, AWT plaza, The Mall, Rawalpindi

Head Office

Emerald Tower, Officer No 1104, 11th Floor, Plot G-19, Block 5, KDA Improvement Scheme No. 5
Clifton Karachi, Pakistan.

Phone: +92 (021) 3629941-44, 021-111-225-275

Fax: +92(021)35630429

Website

www.askarilife.com

Email:

info@askarilife.com

Share Registrar

THK Associates (Pvt.) Limited
Plot No. 32-C, Jami Commercial Street 2,
D.H.A., Phase VII,
Karachi-75500
Dir: +92 (021) 021-111-000-322
Fax: +92 (021) 35310191
E-mail: secretariat@thk.com.pk
Web: www.thk.com.pk

Directors' Report

The Directors of Askari Life Assurance Company Limited (the Company) are pleased to present the Financial Statements of the Company for the quarter ended on 31 March 2022. During this quarter, the Company has performed well in terms of gross premium as compared to the same quarter of 2021.

Financial Highlights of 1st quarter ended March 31, 2022 are as under;

Financial Statement Line item	31-Mar-2022	31-Mar-2021
	Rs. in ('000)	
Gross premium revenue	264,860	140,724
Investment and other income	22,056	16,463
Net Insurance Benefits	26,975	28,144
Acquisition expense	160,520	64,391
Marketing and administration expenses	52,703	42,280
Other expenses	2,020	1,945
(Loss)/profit after tax	(53,519)	(44,186)
Loss per share	(0.35)	(0.30)

Financial Analysis of the Company

Gross Premium:

In the first quarter of 2022, gross premium has been risen significantly and stood at Rs.264.86 million which is an increase of 88% compared to Rs. 140.72 million for the same quarter of 2021.

Individual and Group life business also increased to Rs.184.83 million and Rs.80.02 million respectively compared to Rs. 77.61 million and 63.12 million respectively for the first quarter of 2021.

Our Sales team of individual life and group life has actively pursued business effectively supported by a range of competitive products.

Investment:

Investment and other income (including returns on Bank Deposits) for the first quarter of 2022 also showed improved results and reached Rs 22.06 million as compared to Rs 16.46 million for the same quarter of 2021.

The Company's Investment portfolio stood at Rs.1052.62 million, as compared to the last year of December, 2021 of Rs 1021.25 million. The increase in investment portfolio is due to increase in business activity. The Company is constantly looking for new and appropriate investment opportunities considering the current economic and political situation of the country.

Net Insurance Benefits:

The overall net insurance benefits expense for the first quarter of 2022 is Rs 26.98 million as compared to Rs 28.14 million for the same quarter of 2021, representing a decrease of 4%. The Company is also taking steps to improve claim management for the benefit of our policyholders and shareholders.

Expenses:

Marketing & Administration expenses were Rs.52.70 for the first quarter of 2022 compared to Rs 42.28 million for the same quarter of 2021. This is consistent with Company's expansion strategy. Other expenses stood at Rs.2.02 million, whereas they were Rs.1.95 million for the same quarter of 2021.

The loss after tax for the first quarter of 2022 is Rs.53.52 million as compared to Rs. 44.19 million of the same quarter of 2021. This reflects the impact of increased business activity and cost of acquiring new business.

Future Outlook

The country is gradually showing signs of recovery from the impact of COVID-19. However, our country as well as other countries of the world are observing a wave of rising inflation which is impacting household expenses and saving abilities. This creates a challenge for our sales force but they are putting in a great effort which has resulted in our new business premiums showing a significant increase over the same period of last year.

The Company will continue its efforts for the sustainability of the business by providing better services to its customer and building value for its shareholders by focusing on development and expansion of the distribution network to promote our marketing strategy and launching of competitive products.

Acknowledgment

The Directors would like to thank our valued customers, Securities and Exchange Commission of Pakistan (SECP) and Reinsurers for their continued guidance and support to the Company's management.

The Directors also extend their gratitude to the Company's loyal policyholders, corporate clients, shareholders and all staff members for placing their trust and confidence in our organization.

On behalf of the Board of Directors



Director

Date: 28-4-22



Chief Executive Officer

ڈائریکٹرز پورٹ

عسکری لائف ایشورنس کمپنی لمبیڈ (کمپنی) کے ڈائریکٹرز ۳۱ مارچ ۲۰۲۱ء کو ختم ہونے والی سہ ماہی کے لئے کے مالیاتی حسابات پیش کرنے میں خوشی محسوس کرتے ہیں۔ اس سہ ماہی کے دوران کمپنی نے پچھلے سال کی اسی ماہی کے مقابلے میں مجموعی پریمینم کی مد میں اچھی کارکردگی کا مظاہرہ کیا۔

مالیاتی سرخیاں

مالیاتی حساب کے سلسلے سے متعلق	مد	۲۰۲۱ مارچ ۳۱	۲۰۲۲ مسیح	۲۰۲۱ مارچ ۳۱	۲۰۲۲ مسیح
مجموعی پریمینم سے امنتی		140,724	264,860	16,463	22,056
سرمایہ کاری اور دیگر امنتی		28,144	26,975	64,391	160,520
خالص بیمه فوائد		42,280	52,703	1,945	2,020
آخر اچھات براہ راست حصول		(44,186)	(53,519)	(0.30)	(0.35)
مارکیٹنگ اور انتظامی اچھات					
دیگر اچھات					
بعد از نیکس (نقصان) فائدہ					
فی حصص نقصان					

کمپنی کا مالی تجزیہ

مجموعی پریمینم

۲۰۲۲ء کی پہلی سہ ماہی میں، کمپنی کے مجموعی پریمینم میں نمایاں طور پر اضافہ ہوا ہے جو 264.86 ملین روپیے رہا، جو ۲۰۲۱ء کی اسی سہ ماہی کے 140.72 ملین روپیے کے مقابلے میں 88 فیصد تک بڑھ گیا ہے۔

انفرادی اور گروپ لائف کاروبار بھی ۲۰۲۱ء کی پہلی سہ ماہی کے بالترتیب 77.61 ملین روپیے اور 63.12 ملین روپیے کے مقابلے میں بڑھ کر 184.83 ملین روپیے اور 80.02 ملین روپیے بوجگاہ۔

بیماری انفرادی لائف اور گروپ لائف کی سیلز ٹیم نے مقابلی مصنوعات کے رینج کے فریضے کاروبار مستعد طور پر موثر جتوں جدید کیے ہے۔

سرمایہ کاری

۲۰۲۲ء کی پہلی سہ ماہی کے لئے سرمایہ کاری اور دیگر امنتی (بشمل بینک میں موجود رقموم پر منافع) نے بھی پہلے سے بہتر نتائج نکھانے اور ۲۰۲۱ء کی اسی سہ ماہی کے مقابلے میں 322.06 کپنچ نگئی۔

کمپنی کی سرمایہ کاری کا حجم، دسمبر ۲۰۲۱ء کے پچھے سال کے 1021.25 ملین روپیے کے مقابلے میں 1052.62 ملین روپیے رہا۔ سرمایہ کاری حجم میں اضافے کی وجہ کاروباری سرگرمی میں اضافہ ہے۔ کمپنی ملک کی موجودہ معاشی اور سیاسی صورت حال کو دیکھتے ہوئے سرمایہ کاری کے نئے اور مزید موضع کی تلاش کے لئے مسلسل کوشش ہے۔

خالص بیمه فوائد

۲۰۲۱ء کی اسی سہ ماہی کے 28.14 ملین روپے کے مقابلے میں ، ۲۰۲۲ء کی پہلی سہ ماہی کے لئے ۔ مجموعی خالص بیمه فوائد کے اخراجات 26.98 ملین روپے رہے جو 4% فیصد کی کمی پیش کرتا ہے ۔ کمپنی اپنے پالیسی بولٹرز اور حصص یافتگان کے فائدے کے لئے کلیمز کے طریقہ کار کو بہتر بنائی کے لئے اقدامات اٹھا رہی ہے ۔

اخراجات

مارکیٹنگ اور انتظامی اخراجات ۲۰۲۱ء کی اسی سہ ماہی کے مقابلے میں جو کہ 42.28 ملین روپے تھے ۲۰۲۲ء کی پہلی سہ ماہی میں 52.70 ملین روپے رہے ۔ یہ کمپنی کے آپریشنل پہیلوں کی حکمت عملی سے مطابقت رکھتا ہے ۔ دیگر اخراجات، ۲۰۲۱ء کی اسی سہ ماہی کے 1.95 ملین روپے کے مقابلے میں 2.02 ملین روپے رہے ۔

۲۰۲۱ء کی اسی سہ ماہی کے 44.19 ملین روپے کے مقابلے میں، ۲۰۲۲ء کی پہلی سہ ماہی میں بعد از تیکن نقصان 53.52 ملین روپے رہا جو کہ کاروبار کی اضافی سرگرمی اور نئے کاروبار کے حصول کی لاگت کی عکاسی کرتا ہے ۔

مدد涓بیں پر نظر

منک اپستہ اپستہ کو ڈ 19 کے اثرات سے باہر آئے کے آثار ظاہر کر رہا ہے البتہ بمارے ملک اور سائیہ بی سائیہ تباہ کے دیگر ممالک کو بڑھتے ہوئے افراط زر کی لہر کا سامنا ہے جو گھریلو اخراجات اور بچت کی مصالحیتوں پر اثر انداز بورہی ہے ۔ یہ بماری سیلز ٹیم کے لئے ایک چیلنج پیدا کرتا ہے لیکن وہ اپنی پوری کوششوں میں لگے ہوئے ہیں جس سے بمارے نئے کاروبار کی پریمینمز میں پچھلے سال کے اسی عرصے کی بہ نسبت نمایاں اضافہ ہوا ہے ۔

کمپنی اپنے صارفین کو بہتر خدمات فراہم کر کے اور اپنی مارکیٹنگ کی حکمت عملی کو بڑھانے اور تقلیلی مصنوعات کے اخاز پر تقسیمی نیٹ ورک کی ترقی اور پہیلوں پر توجہ مرکوز رکھنے اپنے حصیں کنندگان کی قدر بڑھاتے ہوئے کاروبار کے قیام کے لئے اپنی کوششوں جاری رکھے گی ۔

اٹھا رہا تسلیم

ڈائزریکٹر ، کمپنی کی انتظامیہ کی حمایت اور مسلسل رہنمائی کے لئے اپنے قابل قدر صارفین، سیکیورٹیز اپنے ایکسچینج کمیشن آف پاکستان اور ری انسورر کے مشکور ہیں۔ ڈائزریکٹر کمپنی کے خیر خواہ پالیسی بولٹرز اور کارپوریٹ صارفین، حصص کنندگان اور عملے کے تمام افراد کا بھی خلوص دل سے شکریہ ادا کرنا چاہتا ہے جنہوں نے بہترے ادارے میں اپنا اعتماد اور اعتیار قائم رکھا۔

بورڈ آف ڈائزریکٹر کی جانب سے

جیف ایگزیکوٹو افسر
ڈائزریکٹر

تاریخ: 28 - 4 - 22

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UN-AUDITED)
AS AT MARCH 31, 2022

	Note	March 31, 2022 Un-Audited	December 31, 2021 Audited
		-----(Rupees in '000)-----	
ASSETS			
Property and equipment	6	17,786	19,367
Right of use assets	7	12,043	14,333
Intangible assets	8	228	340
Investments			
Equity securities	9	9,024	9,188
Government securities	10	824,097	736,706
Mutual funds	12	102,580	82,785
Term deposits receipts	11	-	48,800
Loans secured against life insurance policies		6,010	6,080
Insurance receivables		47,957	54,782
Other loans and receivables		17,563	17,005
Taxation - payments less provision		21,843	20,636
Prepayments		5,038	1,593
Cash and bank	13	116,914	143,773
TOTAL ASSETS		<u>1,181,083</u>	<u>1,155,388</u>
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES ATTRIBUTABLE TO COMPANY'S EQUITY HOLDERS			
Share capital		1,501,720	1,501,720
Money ceded to Waqf Fund		500	500
Retained earnings arising from business other than participating business attributable to the shareholders (Ledger Account D)		(1,278,127)	(1,222,977)
Unrealised gain on available-for-sale financial assets		2,726	2,283
Accumulated losses		(71,226)	(72,857)
TOTAL EQUITY		<u>155,593</u>	<u>208,669</u>
Advance against equity		200,000	100,000
LIABILITIES			
Insurance liabilities	14	638,696	611,315
Retirement benefit obligations		26,408	23,470
Premium received in advance		22,625	44,540
Insurance / reinsurance payables		46,948	60,020
Other creditors and accruals		78,809	89,651
Lease liability against right of use assets		12,004	17,723
TOTAL LIABILITIES		<u>825,490</u>	<u>846,719</u>
TOTAL EQUITY AND LIABILITIES		<u>1,181,083</u>	<u>1,155,388</u>
CONTINGENCIES AND COMMITMENTS	15		

The annexed notes from 1 to 31 form an integral part of these financial statements.

Below the signatures, there is handwritten text:

Chief Financial Officer Chief Executive Officer Director Director Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
 CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

	Note	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
		-----(Rupees in '000)-----	
Gross premium / contribution revenue		264,860	140,724
Re insurance premium / contribution ceded		(60,468)	(48,305)
Net premium / contribution revenue	16	204,392	92,419
Investment income			
Net fair value gains / (losses) on financial assets at fair value	17	18,983	14,882
Other income	18	(92)	(435)
	19	3,165	2,016
		22,056	16,463
Total income		226,448	108,882
Insurance benefits			
Reinsurance recoveries		103,590	121,124
Net insurance benefits expense	20	(76,615)	(92,980)
Net change in insurance liabilities (other than outstanding claims)		26,975	28,144
Acquisition expenses			
Marketing and administration expenses	21	37,661	16,197
Other expenses	22	160,520	64,391
Total expenses	23	52,703	42,280
		2,020	1,945
		252,904	124,813
Loss before tax			
Income tax expense		(53,431)	(44,075)
Loss for the period		(88)	(111)
		(53,519)	(44,186)
Other comprehensive income:			
Unrealised gain on remeasurement of available-for-sale financial assets		443	(284)
Total comprehensive loss for the period		443	(284)
Loss per share - Rupees		(53,076)	(44,470)
		(0.35)	(0.30)

The annexed notes from 1 to 31 form an integral part of these financial statements.

Babu Mehta J. K. Patel H. Patel Arun
 Chief Financial Officer Chief Executive Officer Director Director Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

	Note	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
		-----(Rupees in '000)-----	
Operating Cashflows			
(a) Underwriting activities			
Insurance premium / contribution received		247,454	138,379
Claims paid		(108,476)	(85,703)
Commission paid		(119,217)	(30,605)
Marketing and administrative expenses paid		(112,114)	(80,499)
Net cash used in underwriting activities		(92,353)	(58,428)
(b) Other operating activities			
Income tax paid		(1,295)	(954)
Other operating payments		(957)	(1,794)
Gratuity paid		(581)	(1,541)
Other operating receipts		8,233	682
Net cash flow / (used in) from other operating activities		5,400	(3,607)
Total cash used in from all operating activities		(86,953)	(62,035)
Investment activities			
Profit received		17,424	15,960
Dividend received		1,737	352
Payment for purchase of investments		(1,203,831)	(1,039,374)
Proceeds from disposal of investments		1,145,962	1,069,656
Addition to property and equipment		(1,198)	(2,308)
Proceeds from sale of property and equipment		-	2,354
Total cash flow generated from / (used in) from investing activities		(39,906)	46,640
Financing activities			
Advance received against equity		100,000	-
Total cash generated from financing activities		100,000	-
Net increase in cash and cash equivalents		(26,859)	(15,395)
Cash and cash equivalents at beginning of period		143,773	86,503
Cash and cash equivalents at end of period	13	116,914	71,108
Reconciliation to profit and loss account			
Operating cash flows		(86,953)	(62,035)
Depreciation expense on property and equipment		(2,779)	(3,048)
Amortisation expense on intangible assets		(111)	(248)
Depreciation on right of use asset		(2,288)	(3,113)
Profit on disposal of property and equipment		-	1,009
Dividend and other investment income		22,148	15,894
(Decrease) / increase in assets other than cash		721	36,070
Decrease / (Increase) in liabilities		15,835	(28,280)
Net fair value gain / (losses) on financial assets at fair value		(92)	(435)
Loss after taxation		(53,519)	(44,186)

The annexed notes from 1 to 31 form an integral part of these financial statements.


 Chief Financial Officer Chief Executive Officer Director Director Chairman

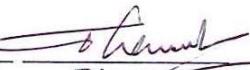
ASKARI LIFE ASSURANCE COMPANY LIMITED
 CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

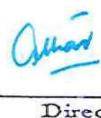
Note	Share Capital	Revenue reserves Accumulated losses	Retained earnings arising from business other than participating business attributable to the shareholders (Ledger Account D)	Money Ceded to Waqf Fund	Other Reserves Unrealised gain on available-for-sale financial assets	Total Equity
(Rupees in '000)						
Balance as at January 1, 2021	1,501,720	(82,242)	(971,482)	500	2,373	450,869
Total comprehensive loss for the period	-	(44,186)	-	-	-	(44,186)
Change in fair value of available for sale investments	-	-	-	-	(284)	(284)
Deficit for the period in statutory funds	-	48,626	(48,626)	-	-	-
Balance as at March 31, 2021	<u>1,501,720</u>	<u>(77,802)</u>	<u>(1,020,108)</u>	<u>500</u>	<u>2,089</u>	<u>406,399</u>
Balance as at January 1, 2022	1,501,720	(72,857)	(1,222,977)	500	2,283	208,669
Total comprehensive loss for the period	-	(53,519)	-	-	-	(53,519)
Change in fair value of available for sale investments	-	-	-	-	443	443
Deficit for the period in statutory funds	-	55,150	(55,150)	-	-	-
Balance as at March 31, 2022	<u>1,501,720</u>	<u>(71,226)</u>	<u>(1,278,127)</u>	<u>500</u>	<u>2,726</u>	<u>155,593</u>

The annexed notes from 1 to 31 form an integral part of these financial statements.


 Chief Financial Officer


 Chief Executive Officer


 Director


 Director


 Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

1. LEGAL, STATUS AND NATURE OF BUSINESS

1.1 Askari Life Assurance Company Limited (the Company) was incorporated in Pakistan on August 18, 1992 as a public limited company under the repealed Companies Ordinance, 1984 (replaced by Companies Act 2017). Its shares are quoted on Pakistan Stock Exchange. The Company commenced life insurance operations on February 22, 1993 after registration with Controller of Insurance on February 14, 1993. The address of its registered and principal office are 8th Floor, Army Welfare Trust, AWT Plaza, The Mall, Rawalpindi and 11th Floor, Emerald Tower, Plot No. G-19, Block 5, KDA Improvement Scheme No.5, Clifton, Karachi respectively. The major shareholding in the Company was taken over by Army Welfare Trust on October 27, 2017. The geographical locations other than stated above are as under:

Karachi Regional Development Centre: Showroom 4-5, Zubaida Garden Ground Floor, Near Awami Markaz, K.M.C.H.S Main Shahrah e Faisal, Karachi

Lahore Regional Development Center: Plot # 524, Block-15, Sector B-1, Quaid-e-Azam Town Scheme, College Road, Lahore.

Islamabad Office: Building # D-110, 6th Road, Near Total Petrol Pump, Satellite Town, Rawalpindi.

Army Welfare Trust as a Holding Company holds 66.65% (2021: 66.65%) shares of the Company.

1.2 The Company is engaged in life insurance and window family takaful business including ordinary life business and accidental and health business.

In accordance with the requirement of Insurance Ordinance, 2000, the Company has established a Shareholder Fund and separate Statutory Funds in respect of each class of its life insurance business. The Statutory Funds established by the Company, in accordance with the advice of Appointed Actuary are as follow:

- Ordinary Life
- Universal Life
- Accidental and Health

Company's Board of Directors in its meeting held on October 24, 2018 approved the contribution of seed money of Rs. 50 million from share holder's fund for the commencement of operation. The Window Takaful Operation is also approved by SECP and Company has also established Individual Family Takaful and Group Family Takaful Funds.

Further, the company has sufficient assets in excess of the solvency margin required to be maintained under the Insurance Ordinance, 2000 and will be able to discharge its liabilities in the normal course of business.

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

2 BASIS FOR PRESENTATION AND STATEMENT OF COMPLIANCE

2.1 Statement of compliance

These financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan. Approved accounting standards comprise of such International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Act 2017 and Insurance Accounting Regulations, 2017 provisions of and directives issued under the Companies Act 2017, the Insurance Ordinance, 2000 and Insurance Rules, 2017, and the Takaful Rules, 2012. In case requirements differ, the provisions or directives of the Companies Act 2017, Insurance Ordinance, 2000, Insurance Accounting Regulations 2017 and Insurance Rules, 2017 and Takaful Rules, 2012 shall prevail.

2.2 Accounting Standards, IFRIC Interpretations and Amendments which became effective during the period

There are certain adoptions, amendments and interpretations with respect to the approved accounting standards that are not yet effective and are not expected to have any material impact on the Company's condensed interim financial statements in the period of initial application.

3 BASIS OF MEASUREMENT

These financial statements have been prepared under the historical cost convention except for valuation of certain investments at their market value.

4 FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Pakistan Rupees (rounded upto thousand) which is the Company's functional and presentation currency.

5 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies adopted in the preparation of these condensed financial statements are in the line with the audited annual accounts for the year ended December 31, 2021.

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

6 PROPERTY AND EQUIPMENT

	March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
-----Rupees in '000-----		
Property and equipments	17,786	19,367
	<u>17,786</u>	<u>19,367</u>

	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Addition	Deletion	Addition
-----Rupees in '000-----		
Furniture & fixture	-	-
Office equipment	49	-
Computer and accessories	1,149	25
Vehicles	-	62
Lease improvements	-	2,246
	<u>1,198</u>	<u>25</u>
	<u>2,308</u>	<u>2,504</u>

7 RIGHT TO USE OF ASSETS

	March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
-----Rupees in '000-----		
Right of use assets	12,043	14,333
	<u>12,043</u>	<u>14,333</u>

	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Addition / Adjustment	Deletion	Addition / Adjustment
-----Rupees in '000-----		
Right to use of assets	-	-
	<u>-</u>	<u>10,588</u>
	<u>-</u>	<u>10,588</u>

8 INTANGIBLE ASSETS

	March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
-----Rupees in '000-----		
Intangible assets	228	340
	<u>228</u>	<u>340</u>

	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Addition	Deletion	Addition
-----Rupees in '000-----		
Intangible assets	-	-
	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

9 INVESTMENTS IN EQUITY SECURITIES

	March 31, 2022 (Un-Audited)				December 31, 2021 (Audited)			
	Cost	Unrealised Gain	Impairment	Fair Value	Cost	Unrealised Gain / (Loss)	Impairment	Fair Value
	<u>Rupees in '000</u>							
AVAILABLE FOR SALE								
Related party								
Listed Shares								
East West Insurance Company Limited	281	375	-	656	281	302	-	583
Others								
Listed Shares								
Kohat Cement Company Limited	340	107	-	447	340	150	-	490
D. G. Khan Cement Company Limited	512	-	(284)	228	512	-	(263)	249
Habib Bank Limited	1,351	-	(561)	790	1,351	-	(535)	816
Chandhara Industries Limited	1,633	-	(970)	663	1,633	-	(926)	707
Milit Tractor Limited	744	139	-	883	744	-	(12)	732
Bifo Industries Limited	350	-	(186)	164	350	-	(179)	171
Descon Oxychem Limited	101	15	-	116	101	32	-	133
Packages Limited	2,221	(460)	-	1,761	2,221	(232)	-	1,989
Al-Shaheer Corporation	78	-	(50)	28	78	-	(44)	34
Friesland Campina Engro Pakistan Limited	323	-	(69)	254	323	-	(69)	254
Ferozsons Laboratories Limited	1,958	986	-	2,944	1,958	975	-	2,933
AGP Limited	103	(13)	-	90	103	(6)	-	97
	9,995	1,149	(2,120)	9,024	9,995	1,221	(2,028)	9,188

9.1 Movement in accumulated impairment losses on available for sale investments.

	March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
	<u>Rupees in '000</u>	
Opening balance		
(Provision) / reversal for the period	(2,028)	(3,320)
Closing balance	(92)	2,148
	(2,120)	(2,028)

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

10 INVESTMENTS IN GOVERNMENT SECURITIES

Maturity Year	Effective Yield (%)	March 31, 2022 (Un-Audited)			December 31, 2021 (Audited)		
		Face Value	Principal Repayment	Carrying Value	Face Value	Carrying Value	
Rupees in '000							
HELD TO MATURITY							
10 year Pakistan Investment Bond:	18-Aug-21	0.00%	-	on Maturity	-	0.00%	-
10 year Pakistan Investment Bond:	19-Jul-22	12.63%	10,465	on Maturity	10,481	12.63%	10,465
10 year Pakistan Investment Bond:	19-Jul-22	12.52%	8,178	on Maturity	8,187	12.52%	8,178
10 year Pakistan Investment Bond:	21-Apr-26	9.19%	9,844	on Maturity	9,851	9.19%	9,844
10 year Pakistan Investment Bond:	21-Apr-26	8.07%	23,054	on Maturity	23,027	8.07%	23,054
10 year Pakistan Investment Bond:	21-Feb-29	11.21%	39,371	on Maturity	39,367	11.21%	39,371
10 year Pakistan Investment Bond:	09-Dec-30	7.81%	40,356	on Maturity	40,393	7.81%	40,356
12 Months Treasury Bills	15-Dec-22	11.44%	5,520	on Maturity	5,106	-	-
12 Months Treasury Bills	12-Jan-23	11.48%	16,500	on Maturity	15,134	-	-
03 Months Treasury Bills	24-Feb-22	7.21%	-	on Maturity	-	7.21%	345,328
03 Months Treasury Bills	07-Apr-22	10.57%	87,835	on Maturity	87,661	-	-
03 Months Treasury Bills	19-May-22	10.38%	314,589	on Maturity	280,046	-	-
06 Months Treasury Bills	03-Jun-21	0.00%	-	on Maturity	-	-	-
06 Months Treasury Bills	10-Feb-22	7.48%	-	on Maturity	-	7.48%	53,168
06 Months Treasury Bills	24-Feb-22	7.49%	-	on Maturity	-	7.49%	75,727
06 Months Treasury Bills	16-Jan-22	11.25%	-	on Maturity	-	11.25%	100,031
06 Months Treasury Bills	11-Aug-22	10.63%	56,465	on Maturity	54,359	-	-
06 Months Treasury Bills	25-Aug-22	10.84%	105,300	on Maturity	100,895	-	-
06 Months Treasury Bills	11-Aug-22	12.15%	26,100	on Maturity	24,993	-	-
12 Months Treasury Bills	06-May-21	0.00%	-	on Maturity	-	-	-
12 Months Treasury Bills	15-Dec-22	11.44%	-	on Maturity	-	11.44%	4,976
5 Years GOP Sukuks	09-Dec-25	10.96%	26,200	on Maturity	26,205	7.07%	26,207
5 Years GOP Sukuks	09-Dec-25	10.81%	98,000	on Maturity	98,392	-	-
					<u>824,097</u>		<u>736,706</u>

11 INVESTMENT IN TERM DEPOSIT RECEIPTS

HELD TO MATURITY

Deposits maturing within 12 months

March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
-Rupees in '000-	48,800

12 INVESTMENTS IN MUTUAL FUNDS

	March 31, 2022 (Un-Audited)			December 31, 2021 (Audited)		
	Cost	Unrealised gain	Carrying Value	Cost	Unrealised gain	Carrying Value
Rupees in '000						
AVAILABLE FOR SALE						
NBP Islamic Money Market Fund	120	7	127	120	4	124
NBP Income Opportunity Fund	12,215	910	13,125	12,214	629	12,843
Alhamra Islamic Money Market Fund	13,974	-	13,974	11,504	-	11,504
ABL Islamic Cash Fund	13,918	-	13,918	11,249	-	11,249
Al Falah Islamic Rozana Amdani Fund	12,339	-	12,339	11,096	-	11,096
Faysal Halal Amdani Fund	10,822	644	11,466	9,821	385	10,206
NBP Islamic Daily Dividend Fund	12,949	-	12,949	11,199	1	11,200
AL-Ameen Islamic Cash Fund	8,301	16	8,317	5,737	43	5,780
Meezan Rozana Amdani Fund	4,673	-	4,673	4,576	-	4,576
Meezan Daily Income Fund	6,451	-	6,451	2,156	-	2,156
Faysal Islamic Cash Fund	5,241	-	5,241	2,251	-	2,251
	101,003	1,577	102,580	81,723	1,062	82,785

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

13 CASH AND BANK

	March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
----- Rupees in '000 -----		
Cash and Stamps	1,089	585
Cash at bank		
- current account	18,085	72,773
- saving account	97,740	70,415
Cash and cash equivalents	<u>116,914</u>	<u>143,773</u>

14 INSURANCE LIABILITIES

Reported outstanding claims (including claims in payment)	14.1	124,208	134,487
Incurred but not reported claims (IBNR)	14.2	7,272	6,588
Investment component of account value policies / certificates	14.3	478,270	419,895
Liabilities under individual conventional insurance / takaful contracts	14.4	2,380	2,274
Liabilities under group insurance / group family takaful contracts (other than investment linked)	14.5	10,205	14,499
Other insurance / family takaful liabilities	14.6	16,361	33,572
		<u>514,488</u>	<u>476,828</u>
		<u>638,696</u>	<u>611,315</u>

14.1 Reported outstanding claims

Gross of Reinsurance / Re takaful			
Payable within one year		277,313	275,957
Payable over a period of time exceeding one year		10,387	16,630
		287,700	292,587
Recoverable from Reinsurance / Re takaful			
Receivable within one year		(153,780)	(142,819)
Receivable over a period of time exceeding one year		(9,712)	(15,281)
		<u>(163,492)</u>	<u>(158,100)</u>
Net reported outstanding claims		<u>124,208</u>	<u>134,487</u>

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

	March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
	----- Rupees in '000 -----	
14.2 Incurred but not reported claims		
Gross of reinsurance	24,134	23,563
Reinsurance recoveries	<u>(16,862)</u>	<u>(16,975)</u>
Net of reinsurance	<u>7,272</u>	<u>6,588</u>
14.3 Investment component of universal life and account value policies / certificates		
Investment component of account value policies	<u>478,270</u>	<u>419,895</u>
14.4 Liabilities under individual conventional insurance / takaful contracts		
Gross of reinsurance	2,393	2,287
Reinsurance credit	<u>(13)</u>	<u>(13)</u>
Net of reinsurance	<u>2,380</u>	<u>2,274</u>
14.5 Liabilities under Group Insurance / Group Family Takaful Contracts (other than Investment linked)		
Gross of reinsurance	67,440	94,022
Reinsurance credit	<u>(57,235)</u>	<u>(79,523)</u>
Net of reinsurance	<u>10,205</u>	<u>14,499</u>
14.6 Other insurance liabilities		
Gross of reinsurance	35,186	43,736
Reinsurance recoveries	<u>(18,825)</u>	<u>(10,164)</u>
	<u>16,361</u>	<u>33,572</u>

15 CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

- 15.1.1 There is pending adjudication bearing No 125/2012 before the Session Court, South, Karachi in respect of a employee who was previously working on contract basis at company's Hyderabad branch and committed fraud. As the Company is taken over by AWT (the buyer) it was agreed with the previous management (the seller) that if any stage the Company or any of its director(s) become party and as such any liability is imposed by any Court on the Company or its Director(s) in this regard, the accrued liability would be paid by the sellers to the Company for onward payment to the affectees at earliest. The Company will accordingly ensure timely and fair payment of liability.
- That to guarantee the covenants made by the seller above and to fully indemnify the Buyer against any liability/loss the Sellers have furnished in favour of the buyer an irrevocable and unconditional Insurance Guarantee from a AA+ rated insurance company, East West Insurance Company Limited bearing number EWL/HO/PB-009/01/2017 to an amount of PKR 118.467 million. Further to this effect a duly executed and notarized undertaking dated 13-01-2017 has also been furnished by the Sellers to the Federal Insurance Ombudsman.
- 15.1.2 Pakistan Steel Mill had filed instant suit against the Company in respect of the claims of their employees amounting to Rs. 4 million. The claim had been repudiated by the previous management on the grounds of delayed intimation. The Company is contesting the case in and is at the stage of appointment of commissioner. In view of Company's legal consultant, the Company has a prima facie case and unfavourable outcome is not expected.

**ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022**

- 15.1.3** During the year 2019, Sindh Revenue Board (SRB) vide notification No. SRB 3-4/5/2019 dated May 8, 2019 extended the exemption on life insurance till June 30, 2019. With effect from July 1, 2019, life insurance has been made taxable at the rate of 3% on individual life and group life insurance at the rate of 13%. Further, the Punjab Revenue Authority (PRA) also withdrew the exemption on life insurance and made the same subject to Punjab Sales Tax (PST). The Company collectively through the forum of Insurance Association of Pakistan (IAP) had filed a writ / constitutional petition in the Lahore High Court (LHC) and in the High Court of Sindh (HCS) on September 28, 2019 and November 28, 2019 against PRA and SRB respectively.

According to the opinion provided by the legal advisor, the insurance premium does not fall under definition of service rather an insurance policy is a financial arrangement, which is in the nature of contingent contract and not a service upon which sales tax can be levied (and that an insurance company is not rendering a service). The petitions filed in the Punjab and Sindh High Courts also includes the same grounds. It is also the opinion of life insurance companies that a vast majority of premium received from a policy holder, during the life of the policy, is in fact accounted for in the policyholders' investment which cannot be termed as service.

In view of the above the Company has not started invoicing sales tax to its customers. The amount of sales tax involved is around Rs. 89.6 million computed on the basis of risk based premium, as per the advice of the legal advisor. Moreover, based on legal view, sales tax cannot be levied as insurance is not a service.

Further, subsequent to filing petition, the matters relating to sales tax on life insurance premium were also discussed in the meeting of all the provincial tax authorities i.e. SRB, PRA, BRA and representatives of life insurance industry, where it was agreed to form a joint committee of the insurance representatives to resolve these matters. Based on the above legal opinion and ongoing discussions, the Company considers it has a reasonable strong case on the merit in the constitutional petition and the writ petition filed in the Honourable High Courts.

- 15.1.4** During the year 2019, SECP has conducted the anti-money laundering audit, as a result of which SECP imposed a penalty of Rs. 400,000, vide order No. ID/Enf/EWLA/2017-297 dated March 24, 2020 for the non compliance made by the company. The company has filed an appeal against the said order before the Appellate bench of SECP. The company and its legal advisor is confident that any unfavourable outcome is not expected.

- 15.1.5** Before acquisition of the East and West Life Assurance Company (the "EWLA") by Army Welfare Trust (AWT), SECP had imposed penalty of Rs.120,000/- and Rs. 200,000/- on the EWLA vide order No: EMD/Enf/EWLA/2016/4299 and order No: ID/Enf/EWLA/2017/8348 respectively. The appeals on the said orders were filed before the Appellate bench of SECP by EWLA.

The Appellate Bench of the Securities & Exchange Commission of Pakistan disposed of Appeal No. 37 of 2016 on November 16, 2021 through Order dated November 16, 2021. The said order set aside the impugned order to the extent of penalty imposed on Chairman, CEO, and Directors of the Company. whereas, Impugned Order was upheld and the appeal was dismissed to the fine imposed on the Company. The other appeal against is pending and the outcome is awaited.

- 15.1.6** There is a case filed by the Nobel Hospital against the EWLA in learned court, Lahore for the recovery of health insurance bill amounting to Rs. 1.6 million (approx.). After the acquisition, the Company is in coordination with the relevant parties for the possible resolution of the case.

- 15.1.7** There is outstanding petition filed by the Punjab Employees Social Security Institution (PESSI) against EWLA in Insurance Tribunal, Lahore for the recovery of the group claims of their employees amounting to Rs.11.8 million (approx.).After the acquisition, the Company is in co-ordination with the relevant parties for the possible resolution of the case.

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

15.2	Commitments			
	<i>Operating leases</i>			
		March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)	
		----- Rupees in '000 -----		
	Not later than one year	4,673	4,768	
	Later than one year and not later than five years	5,625	6,863	
		<u>10,298</u>	<u>11,631</u>	
16	NET INSURANCE PREMIUM / CONTRIBUTION REVENUE			
		March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)	
		----- Rupees in '000 -----		
	<i>Gross Premiums / Contributions revenue</i>			
	Regular Premium / Contributions Individual Policies*			
	First year	125,134	45,809	
	Second year renewal	33,344	19,235	
	Subsequent year renewal	18,025	5,644	
	Single premium / Contribution individual policies	8,335	6,918	
	Group policies without cash value	80,022	63,118	
	Total Gross Premiums / Contribution	<u>264,860</u>	<u>140,724</u>	
	Less: Reinsurance Premium / Contribution Ceded			
	On individual life first year business	526	1,639	
	On individual life second year business	119	-	
	On individual life renewal business	69	-	
	On group policies	59,754	46,663	
	Less : Reinsurance commission on risk premium	-	3	
	Total Reinsurance Premium / Contribution Ceded	<u>60,468</u>	<u>48,305</u>	
	Net Premium / Contribution Revenue	<u>204,392</u>	<u>92,419</u>	
	*Individual policies are those underwritten on an individual basis, and include joint life policies underwritten as such.			
17	INVESTMENT INCOME			
	Income from equity securities			
	<i>Available for Sale</i>			
	Dividend income	1,737	377	
	Income from debt securities			
	<i>Held to Maturity</i>			
	Return on government securities	17,246	14,505	
		<u>18,983</u>	<u>14,882</u>	
18	NET FAIR VALUE GAINS/ LOSSES ON FINANCIAL ASSETS AT FAIR VALUE			
	Reversal/(impairment) in value of available for sale investments	<u>(92)</u>	<u>(435)</u>	
19	OTHER INCOME			
	Return on bank balances	1,769	1,007	
	Return on term deposits	1,322		
	Gain on sale of property and equipment	-	1,009	
	Miscellaneous	74	-	
		<u>3,165</u>	<u>2,016</u>	

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

		March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
		----- Rupees in '000 -----	
20	NET INSURANCE BENEFITS		
	Gross Claims		
	Claims under individual policies		
	by death	3,219	508
	by insured event other than death	-	220
	by maturity	2,607	2,036
	by surrender	13,226	8,215
	Total gross individual policy claims	<u>19,052</u>	10,979
	Claims under group policies		
	by death	84,538	107,840
	by insured event other than death	-	2,305
	Total gross group policy claims	<u>84,538</u>	110,145
	Total gross claims	<u>103,590</u>	121,124
	Less: Reinsurance recoveries		
	On Individual life claims	(2,239)	-
	On Group life claims	(74,376)	(92,980)
	Total reinsurance recoveries	<u>(76,615)</u>	(92,980)
	Net insurance benefit expense	<u>26,975</u>	<u>28,144</u>
21	ACQUISITION EXPENSES		
	Remuneration to insurance intermediaries on individual policies:		
	Commission to agent on first year premiums	83,360	23,601
	Commission to agent on second year premiums	2,775	1,724
	Commission to agent on subsequent renewal premiums	509	135
		<u>86,644</u>	<u>25,460</u>
	Remuneration to insurance intermediaries on group policies:		
	Commission	16,368	5,118
	Other acquisition costs		
	Employee benefit cost	41,105	20,558
	Depreciation on right of use assets	163	1,541
	Advertisements and sales promotion	5,678	5,551
	Vehicle running expenses	1,728	1,295
	Depreciation on property and equipment	870	1,038
	Repair and maintenance	342	607
	Travel and conveyance	3,088	398
	Finance charges on lease liability against right of use asset	-	176
	Electricity, gas and water	198	332
	Ijara rental	593	394
	Postage, telegrams and telephone	565	613
	Entertainment	382	381
	Policy stamps	1,590	377
	Rent, rates and taxes	1,034	214
	Printing and stationery	164	180
	Insurance	-	150
	Bank charges	8	8
		<u>57,508</u>	<u>33,813</u>
		<u>160,520</u>	<u>64,391</u>

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

	Note	Rupees in '000	
		March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
22 MARKETING AND ADMINISTRATION EXPENSES			
Employee benefit cost		33,286	26,763
Advertisements and sales promotion		1,946	668
Depreciation on right of use assets		2,125	1,572
Vehicle running expenses		2,066	1,480
Travel and conveyance		672	368
Repair and maintenance		3,647	3,575
Depreciation on property and equipment		1,909	2,010
Postage, telegrams and telephone		776	1,064
Printing and stationery		1,962	1,515
Finance charges on lease liability against right of use asset		404	599
Entertainment		349	310
Ijara Rental		598	901
Rent, rates and taxes		381	66
Electricity, gas and water		457	212
Insurance		801	230
Fees, subscription and periodicals		220	62
Miscellaneous		227	85
Amortisation of intangible assets		111	248
Bank charges		48	68
Annual supervision fee SECP		718	484
		52,703	42,280
23 OTHER EXPENSES			
Legal and professional charges		120	209
Appointed actuary fees		1,017	1,017
Auditors' remuneration		183	194
Shariah Advisor fee		525	525
Director fee		175	-
		2,020	1,945

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

24 SEGMENTAL INFORMATION

24.1 Revenue Account by Statutory Fund

For the three months period ended March 31, 2022

	Statutory funds					
	Ordinary Life	Universal Life	Accident & health business	Individual Family Takaful	Group Family Takaful	Total
Rs in '000'						
Income						
Premium / Contributions less reinsurances	14,720	55,784	-	128,296	5,592	204,392
Net investment income	1,761	11,043	207	2,801	433	16,245
Total net income	16,481	66,827	207	131,097	6,025	220,637
Insurance benefits and expenditure						
Insurance benefits including bonuses, net of reinsurance recoveries	9,455	11,917	-	4,771	832	26,975
Management expenses less recoveries	28,648	51,532	-	125,781	5,190	211,151
Total insurance benefits and expenditure	38,103	63,449	-	130,552	6,022	238,126
(Deficit) / surplus of income over claims and expenditure	(21,622)	3,378	207	545	3	(17,489)
Add: Policyholders' liabilities at beginning of the period	22,953	348,734	-	103,317	1,823	476,827
Less: Policyholders' liabilities at end of the period	19,034	377,999	-	115,745	1,710	514,488
(Deficit) / surplus	(17,703)	(25,887)	207	(11,883)	116	(55,150)
Movement in policyholders' liabilities	(3,919)	29,265	-	12,428	(113)	37,661
Transfers from shareholders' fund						
- Capital contributions from shareholders' fund	17,500	26,500	-	11,500	-	55,500
Balance of statutory fund at beginning of the period	39,015	349,058	6,842	104,100	9,594	508,609
Balance of statutory fund at end of the period	34,893	378,936	7,049	116,145	9,597	546,620

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

For the three months period ended March 31, 2021	Statutory funds					
	Ordinary Life	Universal Life	Accident & health business	Individual Family Takaful Contracts	Group Family Takaful	Total
Income	Rs in '000'					
Premium / Contribution reinsurances	14,762	56,869	-	19,079	1,709	92,419
Net investment income	1,514	6,508	145	263	71	8,501
Total net income	16,276	63,377	145	19,342	1,780	100,920
Claims and expenditure						
Claims, including bonuses, net of reinsurance recoveries	17,681	10,213	-	-	250	28,144
Management expenses less recoveries	23,720	56,157	-	22,428	2,900	105,205
Total claims and expenditure	41,401	66,370	-	22,428	3,150	133,349
(Deficit)/surplus of income over claims and expenditure	(25,125)	(2,993)	145	(3,086)	(1,370)	(32,429)
Add: Policyholders' liabilities at beginning of the period	9,310	287,432	-	15,842	730	313,314
Less: Policyholders' liabilities at end of the period	13,169	292,937	-	22,693	712	329,511
(Deficit) / Surplus	(28,984)	(8,498)	145	(9,937)	(1,352)	(48,626)
Movement in policyholders' liabilities	3,859	5,505	-	6,851	(18)	16,197
Transfers from shareholders' fund						
- Capital contributions from shareholders' fund	28,000	5,000	-	17,000	1,000	51,000
Balance of statutory fund at beginning of the period	19,331	291,662	6,227	16,363	1,508	335,091
Balance of statutory fund at end of the period	22,206	293,669	6,372	30,277	1,138	353,662

**ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022**

25 Segment Statement of financial position

Shareholders' fund	Statutory funds						March 31, 2022 (Un-audited)	December 31, 2021 (Audited)
	Ordinary Life	Universal Life	Accident & health business	Individual Family Takaful	Group Family Takaful	Total	Total	
Property and equipment	17,786	-	-	-	-	-	17,786	19,367
Right of use assets	12,043	-	-	-	-	-	12,043	14,333
Intangible assets	228	-	-	-	-	-	228	340
Investments	307,807	81,371	433,298	7,574	99,275	6,376	935,701	828,679
Term deposit receipts	-	-	-	-	-	-	-	48,800
Loans secured against life insurance policies	-	1,487	4,523	-	-	-	6,010	6,080
Insurance receivables	-	47,555	-	376	-	26	47,957	54,782
Other loans and receivables	14,345	1,591	300	1,195	99	33	17,563	17,005
Taxation - payments less provision	21,843	-	-	-	-	-	21,843	20,636
Prepayments	5,038	-	-	-	-	-	5,038	1,593
Cash & Bank	14,399	3,189	16,871	1,664	52,353	28,438	116,914	143,773
Total assets	393,489	135,193	454,992	10,809	151,727	34,873	1,181,083	1,155,388
Insurance liabilities net of reinsurance recoveries	-	84,466	429,728	3,599	118,195	2,708	638,696	611,315
Retirement benefit obligations	26,408	-	-	-	-	-	26,408	23,470
Premium received in advance	-	6,836	7,866	-	4,640	3,283	22,625	44,540
Insurance / reinsurance payables	-	12,731	9,597	161	4,402	20,057	46,948	60,020
Lease liability against right of use assets	12,004	-	-	-	-	-	12,004	89,651
Other creditors and accruals	31,615	15,302	6,864	-	24,091	937	78,809	17,723
Total Liabilities	70,027	119,335	454,055	3,760	151,328	26,985	825,490	846,719

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26 WINDOW TAKAFUL OPERATIONS

The statement of financial position of Window Takaful Operations as at March 31, 2022 and its financial performance for the period ended March 31, 2022 is as follows

26.1 Statement of Financial Position

As at March 31, 2022

	Operator's Sub Fund	Statutory funds		Aggregate March 31, 2022 (Un-audited)	Aggregate December 31, 2021 (Audited)
		Individual Family Takaful	Group Family Takaful		
Rupces in '000					
Share capital and reserves					
Funds received from Shareholders' Fund	-	-	-	-	-
Capital returned to Shareholders' Fund	-	-	-	-	-
Accumulated Surplus / (Deficit)	2,347	-	-	2,347	12,150
Qard-e-Hasna contributed by the Window Takaful Operator	-	-	-	-	-
Net shareholders' equity	2,347	-	-	2,347	12,150
Balance of statutory fund (including Technical reserves Rs. 117,455 million (December 31, 2021: Rs.105,140 million)	-	116,471	6,924	123,395	101,543
Deferred liabilities					
Staff retirement benefits	-	-	-	-	-
Creditors and accruals					
Outstanding claims	-	2,450	998	3,448	3,305
Contributions received in advance	-	4,640	3,283	7,923	24,503
Amount due to takaful / re-takaful operators	-	4,402	20,057	24,459	18,488
Amounts due to agents	20,405	-	-	20,405	39,591
Accrued expenses	-	-	-	-	-
Other creditors and accruals	4,623	-	-	4,623	3,058
Total liabilities	25,028	11,492	24,338	60,858	88,945
Commitments	-	-	-	-	-
Total equity and liabilities	<u>27,375</u>	<u>127,963</u>	<u>31,262</u>	<u>186,600</u>	<u>202,638</u>

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

	Operator's Sub Fund	Statutory funds		Aggregate March 31, 2022 (Un-audited)	Aggregate December 31, 2021 (Audited)
		Individual Family Takaful	Group Family Takaful		
Rupees in '000					
Cash and bank deposits					
Cash and others	-	710	-	710	546
Current and other accounts	26,438	28,727	24,916	80,081	94,212
Deposits maturing within 12 months	-	-	-	-	48,800
	26,438	29,437	24,916	80,791	143,558
Unsecured loans to employees	-	-	-	-	-
Investments					
Government securities	-	36,918	-	36,918	6,846
Listed securities	-	-	-	-	-
Open end mutual funds	-	62,357	6,376	68,733	52,019
Provision for diminution in value	-	-	-	-	-
	99,275	6,376	105,651	105,651	58,865
Current assets - others					
Contributions due but unpaid	-	-	26	26	26
Amount due from takaful / re-takaful operators	-	-	-	-	-
Sundry receivables	-	-	-	-	-
Investment income accrued	-	99	33	132	189
Advances and deposits	-	-	-	-	-
Prepayments	-	-	-	-	-
Taxation - payments less provision	-	-	-	-	-
Inter fund balance	937	(848)	(89)	-	-
	937	(749)	(30)	158	215
Fixed assets					
Tangible assets					
Furniture & fixture, office equipments	-	-	-	-	-
Motor vehicles	-	-	-	-	-
Right of use	-	-	-	-	-
Computer equipments	-	-	-	-	-
Intangible assets					
Softwares	-	-	-	-	-
	-	-	-	-	-
Total assets	27,375	127,963	31,262	186,600	202,638

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26.2 Revenue Account

For the three months period ended March 31, 2022

Statutory Funds		----Aggregate----	
Universal Life Family Takaful	Group Family Takaful	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Rupees in '000			

26.2.1 Participants' Investment Fund (PIF)

Income

Allocated contribution

27,233	-	27,233	8,077
2,484	-	2,484	217
29,717	-	29,717	8,294

Less: Claims and Expenditure

Claims

4,271	-	4,271	-
5,252	-	5,252	265
9,523	-	9,523	265

Excess of Income over Claims and expenditure

20,194	-	20,194	8,029
--------	---	--------	-------

Add : Technical reserves at the beginning of the period

Less : Technical reserves at the end of the period

Income retained in PIF

97,930	-	97,930	15,105
110,566	-	110,566	22,357
7,558	-	7,558	777

Movement in technical reserves

(20,194)	-	(20,194)	(8,029)
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Surplus before distribution

Movement in technical reserves

20,194	-	20,194	8,029
--------	---	--------	-------

Transfers from

Qard-e-Hasna contributed by Window Takaful Operator

-	-	-	-
---	---	---	---

Money ceded to Waqf

Balance of PIF at the beginning of the period

-	-	97,969	15,107
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Balance of PIF at the end of the period

118,163	-	118,163	23,136
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ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26.3 Revenue Account

For the three months period ended March 31, 2022

Statutory Funds		Aggregate	Aggregate
Individual Family Takaful	Group Family Takaful	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)

Rupces in '000

26.3.1 Participants' Takaful Fund (PTF)

Income

Contribution net of retakaful

Net investment income

Other income

101,065	5,592	106,657	12,711
31	417	448	68
-	-	-	-

101,096 6,009 107,105 12,779

Less: Claims and Expenditure

Claims

Takaful operator fee

500	832	1,332	250
100,318	3,797	104,115	12,500
100,818	4,629	105,447	12,750

100,818 4,629 105,447 12,750

Excess / (Deficit) of Income over Claims and expenditure

278 1,380 1,658 29

Add : Technical reserves at the beginning of the period

Less : Technical reserves at the end of the period

Deficit retained in PTF

5,387	1,823	7,210	1,467
5,179	1,710	6,889	1,048
486	1,493	1,979	448

(278) (1,380) (1,658) (29)

Surplus before distribution

Movement in technical reserves

278 1,380 1,658 29

Transfers from

Qard-e-Hasna contributed by Window Takaful Operator

- - - -

Money ceded to Waqf

Balance of PTF at the beginning of the period

(1,970) 5,544 3,574 53

Balance of PTF at the end of the period

(1,692) 6,924 5,232 82

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26.4 Operators' Sub Fund (OSF)

	Statutory Funds		Aggregate	Aggregate
	Individual Family Takaful	Group Family Takaful	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Rupees in '000'				
Income				
Allocation fee	2,210	-	2,210	-
Investment income	285	16	301	48
Takaful operator fee	101,972	3,797	105,769	12,765
Certificate admin fee	956	-	956	-
Wakalat-ul-Istismar	432	-	432	-
	105,855	3,813	109,668	12,813
Less: Expenses				
Acquisition cost	99,388	2,343	101,731	17,453
Administration expenses	26,392	2,848	29,240	7,874
Total management cost	125,780	5,191	130,971	25,327
Excess of (expenditure)/over income				
Add : Technical reserves at the beginning of the period	-	-	-	-
Less : Technical reserves at the end of the period	-	-	-	-
Surplus / (Deficit)	(19,925)	(1,378)	(21,303)	(12,514)
Movement in technical reserves	-	-	-	-
Capital Contribution during the period	11,500	-	11,500	18,000
Qard-e-Hasna contributed to the Participants Takaful Fund	-	-	-	-
Balance of OSF at the beginning of the period	8,099	4,051	12,150	2,712
Balance of OSF at the end of the period	<u>(326)</u>	<u>2,673</u>	<u>2,347</u>	<u>8,198</u>

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26.5 Statement of Contribution

For the three months period ended March 31, 2022

	Statutory Funds		Aggregate	
	Individual Family Takaful	Group Family Takaful	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
'Rupees in '000				
Gross Contributions				
Regular contributions individual family takaful*				
- First year	112,195	-	112,195	14,382
- Second year	10,048	-	10,048	-
- Subsequent year renewal	-	-	-	-
Single Contribution individual family takaful	6,418	-	6,418	4,945
Group family takaful contribution without cash value	-	14,373	14,373	4,050
Total Gross Contributions	128,661	14,373	143,034	23,377
Participants' Investment Fund				
Allocated regular contribution	21,094	-	21,094	3,379
Allocated single contribution	6,139	-	6,139	4,698
	27,233	-	27,233	8,077
Less: Retakaful Contribution Ceded				
On individual first year business	363	-	363	248
On individual second year business	-	-	-	-
On individual renewal business	-	-	-	-
On group family takaful	-	8,781	8,781	2,341
Net Contributions	101,065	5,592	106,657	12,711

*Individual family takaful those underwritten on an individual basis, and includes Joint Life Family takaful underwritten as such.

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26.6 Statement of Claims

For the three months period ended March 31, 2022

	Statutory Funds		Aggregate	
	Individual Family Takaful	Group Family Takaful	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
-----Rupees in '000-----				
Gross claims				
Claims under individual family takaful				
- by death	1,919	-	1,919	1,000
- by covered event other than death	-	-	-	(70)
- by maturity	-	-	-	-
- by surrender	4,271	-	4,271	-
Total gross individual family takaful claims	6,190	-	6,190	930
Claims under group family takaful				
- by death	-	3,128	3,128	1,000
- by covered event other than death	-	(552)	(552)	(70)
Total group family takaful claims	-	2,576	2,576	930
Total Gross Claims	6,190	2,576	8,766	930
Participants' Investment Fund (PIF)				
Claims under individual family takaful				
- by death	-	-	-	-
- by covered event other than death	-	-	-	-
- by maturity	-	-	-	-
- by surrender	4,271	-	-	-
Total gross individual family takaful claims	4,271	-	-	-
Participants' Takaful Fund (PTF)				
Claims under individual family takaful				
- by death	1,919	-	1,919	-
- by covered event other than death	-	-	-	-
- by maturity	-	-	-	-
- by surrender	-	-	-	-
Total gross individual family takaful claims	1,919	-	1,919	-
Less: Retakaful recoveries				
On individual family takaful first year claims	1,419	-	1,419	-
On individual family takaful second year claims	-	-	-	-
On individual family takaful renewal claims	-	-	-	-
On group takaful claims	-	1,744	1,744	680
Net Claims	4,771	832	5,603	250

ASKARI LIFE ASSURANCE COMPANY LIMITED
 NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26.7 Statement of Expenses

For the three months period ended March 31, 2022

Operators' Sub Fund

Individual Family Takaful	Group Family Takaful	Statutory funds	Aggregate	Aggregate
		March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)	March 31, 2021 (Un-Audited)

Rupees in '000

Acquisition costs

Remuneration to takaful intermediaries on individual family takaful:

- Commission on first year contributions
- Commission on second year contributions
- Commission on subsequent renewal contributions
- Other benefits to takaful intermediaries

77,065	-	77,065	8,402
1,185	-	1,185	-
-	-	-	-
-	-	-	-
78,250	-	78,250	8,402

Remuneration to takaful intermediaries on group family takaful:

- Commission

-	1,783	1,783	1,308
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Other acquisition costs:

- Employee benefit cost
- Depreciation on right of use assets
- Advertisements and sales promotion
- Vehicle running expenses
- Depreciation on property and equipment
- Repair and maintenance
- Travel and conveyance
- Finance charges on lease liability against right of use asset
- Electricity, gas and water
- Ijara rental
- Postage, telegrams and telephone
- Entertainment
- Policy stamps
- Rent, rates and taxes
- Printing and stationery
- Insurance
- Fees, subscription and periodicals
- Legal and professional charges
- Bank charges
- Miscellaneous

14,935	376	15,311	4,720
79	9	88	-
2,197	-	2,197	1,383
465	43	508	293
423	47	470	428
166	-	166	151
292	41	333	98
-	-	-	44
96	-	96	83
235	20	255	98
166	7	173	145
182	-	182	95
1,319	17	1,336	68
502	-	502	53
77	-	77	45
-	-	-	37
-	-	-	-
4	-	4	2
21,138	560	21,698	7,743
99,388	2,343	101,731	17,453

Total acquisition cost

Administration expenses

- Employee benefit cost
- Advertisements and sales promotion
- Depreciation on right of use assets
- Vehicle running expenses
- Travel and conveyance
- Repair and maintenance
- Depreciation on property and equipment
- Postage, telegrams and telephone
- Printing and stationery
- Finance charges on lease liability against right of use asset
- Entertainment
- Ijara rental
- Rent, rates and taxes
- Electricity, gas and water
- Insurance
- Fees, subscription and periodicals
- Miscellaneous
- Amortisation of intangible assets
- Bank charges
- Annual supervision fee SECP
- Legal and professional charges
- Appointed actuary fees
- Auditors' remuneration
- Shariah Advisor Fee

15,918	1,678	17,596	4,547
1,353	151	1,504	100
929	104	1,033	-
964	108	1,072	256
301	34	335	56
1,596	178	1,774	535
835	93	928	536
363	41	404	168
1,082	121	1,203	274
177	20	197	90
152	17	169	46
269	30	299	134
209	23	232	52
200	22	222	32
350	39	389	34
102	11	113	10
99	11	110	18
49	5	54	37
20	3	23	17
314	35	349	73
52	6	58	31
494	55	549	169
92	10	102	134
472	53	525	525
26,392	2,848	29,240	7,874
125,780	5,191	130,971	25,327

Gross management expenses

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
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26.8 Statement of Investment Income

For the three months period ended March 31, 2022

Statutory fund		Aggregate	Aggregate
Individual	Family	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Takaful	Takaful	Rupees in '000-	

Participants' Investment Fund (PIF)

On government securities
 On other fixed income securities and deposits
 Dividend income
 Amortization of discount relative to par
 (Loss)/ gain on sale of investments
 Unrealised (loss) / gain on investments
 Net investment income of PIF

a

169	-	169	109
1,106	-	1,106	12
1,209	-	1,209	96
-	-	-	-
-	-	-	-
-	-	-	-
2,484	-	2,484	217

Participants' Takaful Fund (PTF)

On government securities
 On other fixed income securities and deposits
 Dividend income
 Amortization of discount/(premium)
 (Loss)/ gain on sale of investments
 Unrealised (loss) / gain on investments
 Net investment income of PTF

b

-	-	-	15
31	303	334	27
-	114	114	26
-	-	-	-
-	-	-	-
-	-	-	-
31	417	448	68

Operators' Sub Fund (OSF)

On government securities
 On other fixed income securities and deposits
 Dividend income
 Amortization of discount/(premium)
 (Loss)/ gain on sale of investments
 Unrealised (loss) / gain on investments
 Net investment income of OSF

c

16	-	16	-
269	16	285	48
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
285	16	301	48

Net investment income

(a+b+c)

2,800	433	3,233	333
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ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

27 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

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 or indirectly observable, and
- 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 where fair value is only disclosed and is different from their carrying value:

	Level 1	Level 2	Level 3	Total
March 31, 2022				
Government securities	-	824,097	-	824,097
Listed securities	9,024	-	-	9,024
Open end mutual funds	102,580	-	-	102,580
	111,604	824,097	-	935,701
December 31, 2021				
Government securities	-	736,706	-	736,706
Listed securities	9,188	-	-	9,188
Open end mutual funds	82,785	-	-	82,785
	91,973	736,706	-	828,679

ASKARI LIFE ASSURANCE COMPANY LIMITED
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28 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of holding Company, associated companies, staff retirement fund, Directors and key management personnel. The transactions with related parties are in normal course of business. Transactions with related parties and remuneration and benefits to key management personnel under the terms of their employment are as follows:

Relationship	Transactions	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Related Party	Balances	----- (Rupees in '000) -----	
Holding company	Premium revenue	1,200	602
Holding company	Insurance benefits	<u>1,200</u>	-
Holding company	Advance received against equity	<u>100,000</u>	-
Associated undertaking	Premium revenue	<u>16,269</u>	6,247
Associated undertaking	Insurance benefits	<u>12,911</u>	4,717
Associated undertaking	Expenses and acquisition cost	<u>5,481</u>	734
Key Management Personnel	Remuneration	<u>12,891</u>	<u>12,407</u>
Related Party	Balances		
Holding Company		March 31, 2022 (Un-Audited)	December 31, 2021 (Audited)
Army Welfare Trust	Due from insurance contract holders	241	241
Army Welfare Trust	Outstanding claims	<u>600</u>	-
Army Welfare Trust	Advance against equity	<u>200,000</u>	<u>100,000</u>
Associated undertakings			
Askari Guards Limited	Due from insurance contract holders	1,554	4,992
Mobil Askari Pakistan Limited	Due from insurance contract holders	<u>402</u>	13
Askari Fuels	Due from insurance contract holders	<u>533</u>	6
Askari Woolen Mills	Due from insurance contract holders	<u>291</u>	39
Askari Development Holding Pvt Limited	Due from insurance contract holders	<u>315</u>	4
AWT Investment	Due from insurance contract holders	<u>580</u>	549
Askari Chartered Aviation Services (ACS)	Due from insurance contract holders	<u>50</u>	2
Askari Enterprises	Due from insurance contract holders	<u>85</u>	-
Fauji Security Services	Due from insurance contract holders	<u>13,913</u>	<u>1,155</u>

MEDASK	Due from insurance contract holders	21	-
Real Estate (Head Office)	Due from insurance contract holders	<u>391</u>	<u>390</u>
AWT Housing Scheme Karachi	Due from insurance contract holders	2	2
Askari Shoes	Due from insurance contract holders	491	-
Askari Farms & Seeds	Due from insurance contract holders	148	-
Askari Lagoon - FSD	Due from insurance contract holders	4	4
AWT Plaza Staff	Due from insurance contract holders	142	-
Blue Lagoon	Due from insurance contract holders	609	609
Blue Lagoon - Faisalabad	Due from insurance contract holders	74	-
Askari General Insurance Company Limited	Due from insurance contract holders	174	55
AWT Housing Scheme - Lahore	Due to insurance contract holders	1	1
Army Welfare Sugar Mills	Due to insurance contract holders	<u>17</u>	<u>17</u>
Askari Shoes	Due to insurance contract holders	-	627
Askari Farms & Seeds Products	Due to insurance contract holders	-	7
Askari Guards Limited	Outstanding claims	13,634	3,604
Fauji Security Services	Outstanding claims	2,100	900
Army Welfare Sugar Mills	Outstanding claims	50	500
AWT Investment	Outstanding claims	-	8,000
Askari Travel & Tours	Accrued expenses	-	180
Askari General Insurance Company Limited	Accrued expenses	1,209	2,418
Gratuity payable to staff	Staff retirement benefits	<u>26,408</u>	<u>23,470</u>
East West Insurance Company Limited	Equity investments	656	565

29 GENERAL

Figures have been rounded off to the nearest thousand.

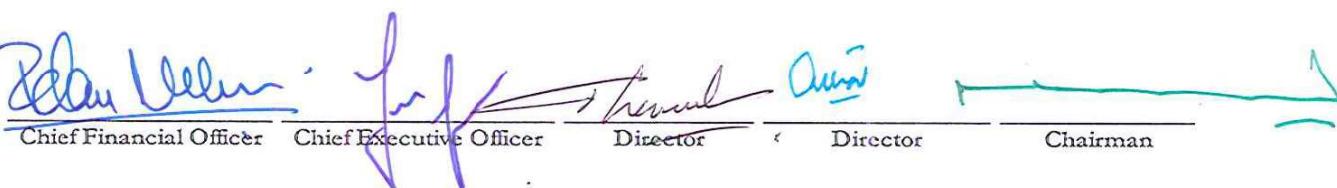
30 CORRESPONDING FIGURE

Corresponding figures have been re-arranged and re-classified, wherever necessary. However, there were no significant reclassifications to report.

31 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Company on

25 APR 2022



Chief Financial Officer Chief Executive Officer Director Director Chairman

Branch Network

Branch Network

Head Office – Karachi

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Development Center**
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