



**REPORT FOR THE QUARTER ENDED**

**MARCH 31, 2022**

## **Table of Content**

Our Vision, Mission & Corporate Values -----	01
Company Information-----	02
Directors' Review -----	05
Directors' Review (Urdu) -----	07
Condensed Interim Statement of Financial Position-----	10
Condensed Interim Statement of Comprehensive Income-----	11
Condensed Interim Cash Flow Statement -----	12
Condensed Interim Statement of Changes in Equity -----	13
Notes to Condensed Interim Financial information -----	14
Branch network-----	42

## **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, 11<sup>th</sup> 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](http://www.askarilife.com)

**Email:**

[info@askarilife.com](mailto: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](mailto:secretariat@thk.com.pk)

Web: [www.thk.com.pk](http://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 1<sup>st</sup> 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.

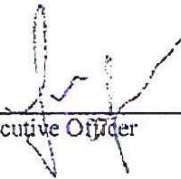
The Directors also extend their gratitude to the Company's loyal policyholders, corporate clients, shareholders and all staff members for placing their trust and confidence in our organization.

On behalf of the Board of Directors



Director

Date: 28-4-22



Chief Executive Officer



### ڈائریکٹر رپورٹ

عسکری لائف ایشورنس کمپنی لمیٹڈ (کمپنی) کے ڈائریکٹرز ۳۱ مارچ ۲۰۲۲ء 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 پریمنیم کی مد میں اچھی کارکردگی کا مظاہرہ کیا ہے۔

### مالیاتی سرخیان

مالیاتی حساب کے سلسلے سے متعلق مد	۳۱ مارچ ۲۰۲۲	۳۱ مارچ ۲۰۲۱
	روپوں میں	روپوں میں
	000	000
مجموعی پریمنیم سے آمدنی	264,860	140,724
سرمایہ کاری اور دیگر آمدنی	22,056	16,463
خالص بیمہ فوائد	26,975	28,144
اخراجات برائے حصول	160,520	64,391
مارکیٹنگ اور انتظامی اخراجات	52,703	42,280
دیگر اخراجات	2,020	1,945
بعد از ٹیکس (نقصان) فائدہ	(53,519)	(44,186)
فی حصص نقصان	(0.35)	(0.30)

### کمپنی کا مالی تجزیہ

#### مجموعی پریمنیم

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

انفرادی اور گروپ لائف کاروباریہی ۲۰۲۲ء کی پہلی سہ ماہی کے پالترتیب 77.61 ملین روپے اور 63.12 ملین روپے کے مقابلے میں بڑھ کر 184.83 ملین روپے اور 80.02 ملین روپے ہو گیا۔

ہماری انفرادی لائف اور گروپ لائف کی سیلز ٹیم نے تقابلی مصنوعات کے رینج کے ذریعے کاروبار مستعد طور پر موثر جدوجہد کی ہے۔

#### سرمایہ کاری

۲۰۲۲ء کی پہلی سہ ماہی کے لئے سرمایہ کاری آمدنی اور دیگر آمدنی (بشمول بینک میں موجود رقوم پر منافع) نے بھی پہلے سے بہتر نتائج دکھائے اور ۲۰۲۱ء کی اسی سہ ماہی کے 16.46 ملین روپے کے مقابلے میں 22.06 تک پہنچ گئی۔

کمپنی کی سرمایہ کاری کا حجم، دسمبر ۲۰۲۱ء کے پچھلے سال کے 1021.25 ملین روپے کے مقابلے میں 1052.62 ملین روپے 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 مناسب مواقع کی تلاش کے لئے مسلسل کوشاں ہے۔

## خالص بیمہ فوائد

۲۰۲۱ء کی اسی سہ ماہی کے 28.14 ملین روپے کے مقابلے میں، ۲۰۲۲ء کی پہلی سہ ماہی کے لئے مجموعی خالص بیمہ فوائد کے اخراجات 26.98 ملین روپے رہے جو 4 فیصد کمی پیش کرتا ہے۔ کمپنی اپنے پالیسی ہولڈرز اور حصص یافتگان کے فائدے کے لئے کلیمز کے طریقہ کار کو بہتر بنانے 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 پھیلاؤ 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 ٹیکس نقصان 53.52 ملین روپے رہا جو کہ کاروبار کی اضافی سرگرمی اور نئے کاروبار کے حصول کی لاگت کی عکاسی کرتا ہے۔

## مسئدوں پر نظر

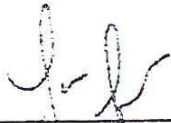
ملک آہستہ آہستہ کووڈ 19 کے اثرات سے باہر آنے کے آثار ظاہر کر رہا ہے البتہ ہمارے ملک اور ساتھ ہی ساتھ دنیا کے دیگر ممالک کو بڑھتے ہوئے افراط زر کی لہر کا سامنا ہے جو گھریلو اخراجات اور بچت کی صلاحیتوں پر اثر انداز ہو رہی ہے۔ یہ ہماری سیلز ٹیم کے لئے ایک چیلنج پیدا کرتا ہے لیکن وہ اپنی پوری کوششوں میں لگے ہوئے ہیں جس سے ہمارے نئے کاروبار کی پریمنمز 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 تقابلی مصنوعات کے آغاز پر تقسیمی نیٹ ورک کی ترقی اور پھیلاؤ پر توجہ مرکوز رکھتے ہوئے اپنے حصص کنندگان کی قدر بڑھاتے ہوئے کاروبار کے قیام کے لئے اپنی کوششیں جاری رکھے گی۔

## اظہار تشکر

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

بورڈ آف ڈائریکٹرز کی جانب سے



چیف ایگزیکٹو آفیسر



ڈائریکٹر

تاریخ: 22 - 4 - 28

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

		March 31, 2022	December 31, 2021
	Note	Un-Audited	Audited
		----- (Rupees in '000) -----	
<b>ASSETS</b>			
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
<b>TOTAL ASSETS</b>		<u>1,181,083</u>	<u>1,155,388</u>
<b>EQUITY AND LIABILITIES</b>			
<b>CAPITAL AND RESERVES ATTRIBUTABLE TO COMPANY'S EQUITY HOLDERS</b>			
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		<u>(71,226)</u>	<u>(72,857)</u>
<b>TOTAL EQUITY</b>		155,593	208,669
Advance against equity		200,000	100,000
<b>LIABILITIES</b>			
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
<b>TOTAL LIABILITIES</b>		825,490	846,719
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,181,083</u>	<u>1,155,388</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	15		

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 COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
Note	----- (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	17 18,983	14,882
Net fair value gains / (losses) on financial assets at fair value	18 (92)	(435)
Other income	19 3,165	2,016
Total income	22,056	16,463
Insurance benefits	226,448	108,882
Reinsurance recoveries	103,590	121,124
Net insurance benefits expense	(76,615)	(92,980)
Net change in insurance liabilities (other than outstanding claims)	20 26,975	28,144
Acquisition expenses	37,661	16,197
Marketing and administration expenses	21 160,520	64,391
Other expenses	22 52,703	42,280
Total expenses	23 2,020	1,945
	252,904	124,813
Loss before tax	(53,431)	(44,075)
Income tax expense	(88)	(111)
Loss for the period	(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)
	(53,076)	(44,470)
Loss per share - Rupees	(0.35)	(0.30)

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





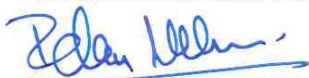


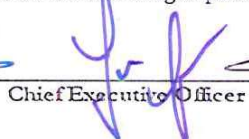
Chief Financial Officer    Chief Executive Officer    Director    Director    Chairman


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

	Note	March 31, 2022 (Un-Audited) ----- (Rupees in '000) -----	March 31, 2021 (Un-Audited)
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

	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
Note	(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	1,501,720	(77,802)	(1,020,108)	500	2,089	406,399
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	1,501,720	(71,226)	(1,278,127)	500	2,726	155,593

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	Deletion
	-----Rupees in '000-----			
Furniture & fixture	-	-	-	-
Office equipment	49	-	-	-
Computer and accessories	1,149	25	62	258
Vehicles	-	-	2,246	2,246
Lease improvements	-	-	-	-
	<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	Deletion
	-----Rupees in '000-----			
Right to use of assets	-	-	-	10,588
	<u>-</u>	<u>-</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	Deletion
	-----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
<hr/>								
<hr/>								
Rupees in '000								
<hr/>								
<b>AVAILABLE FOR SALE</b>								
<hr/>								
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
Millat 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)
	Rupees in '000	
Opening balance	(2,028)	(3,320)
(Provision) / reversal for the period	(92)	2,148
Closing balance	(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

March 31, 2022 (Un-Audited)						December 31, 2021 (Audited)		
Maturity Year	Effective Yield (%)	Face Value	Principal Repayment	Carrying Value		Effective Yield (%)	Face Value	Carrying Value
Rupees in '000								
<u>HELD TO MATURITY</u>								
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	10,465
10 year Pakistan Investment Bond:	19-Jul-22	12.52%	8,178	on Maturity	8,187	12.52%	8,178	8,178
10 year Pakistan Investment Bond:	21-Apr-26	9.19%	9,844	on Maturity	9,851	9.19%	9,844	9,844
10 year Pakistan Investment Bond:	21-Apr-26	8.07%	23,054	on Maturity	23,027	8.07%	23,054	23,054
10 year Pakistan Investment Bond:	21-Feb-29	11.21%	39,371	on Maturity	39,367	11.21%	39,371	39,371
10 year Pakistan Investment Bond:	09-Dec-30	7.81%	40,356	on Maturity	40,393	7.81%	40,356	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	345,328
03 Months Treasury Bills	07-Apr-22	10.37%	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	53,169
06 Months Treasury Bills	24-Feb-22	7.49%	-	on Maturity	-	7.49%	75,727	75,727
06 Months Treasury Bills	16-Jan-22	11.25%	-	on Maturity	-	11.25%	100,031	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	-	-	-	-
5 Years GOP Sukuks	09-Dec-25	10.96%	26,200	on Maturity	26,205	11.44%	4,976	4,976
5 Years GOP Sukuks	09-Dec-25	10.81%	98,000	on Maturity	98,392	7.07%	26,207	26,207
						-	-	-
					824,097			736,706

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

**AVAILABLE FOR SALE**

NBP islamic money market fund  
NBP income opportunity fund  
Alhama islamic money market fund  
ABL islamic cash fund  
Alfalah islamic rozana amdani fund  
Faysal halal amdani fund  
NBP islamic daily dividend fund  
AL-Ameen Islamic Cash Fund  
Meezan Rozana Amdani Fund  
Meezan Daily Income Fund  
Faysal Islamic Cash Fund

March 31, 2022 (Un-Audited)			December 31, 2021 (Audited)		
Cost	Unrealised gain	Carrying Value	Cost	Unrealised gain	Carrying Value
Rupees in '000					
120	7	127	120	4	124
12,215	910	13,125	12,214	629	12,843
13,974	-	13,974	11,304	-	11,304
13,918	-	13,918	11,249	-	11,249
12,339	-	12,339	11,096	-	11,096
10,822	644	11,466	9,821	385	10,206
12,949	-	12,949	11,199	1	11,200
8,301	16	8,317	5,737	43	5,780
4,673	-	4,673	4,576	-	4,576
6,451	-	6,451	2,156	-	2,156
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
		<u>287,700</u>	<u>292,587</u>
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	(16,862)	(16,975)
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	(13)	(13)
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	(57,235)	(79,523)
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	(18,825)	(10,164)
	<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 an employee who was previously working on contract basis at company's Hyderabad branch and committed fraud. As the Company is taken over by AWI (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

*Operating leases*

	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 -----	
Gross Premiums / Contributions revenue		
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.

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

20 NET INSURANCE BENEFITS

	March 31, 2022 (Un-Audited)	March 31, 2021 (Un-Audited)
	----- Rupees in '000 -----	
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	19,052	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	84,538	110,145
Total gross claims	103,590	121,124
Less: Reinsurance recoveries		
On Individual life claims	(2,239)	-
On Group life claims	(74,376)	(92,980)
Total reinsurance recoveries	(76,615)	(92,980)
Net insurance benefit expense	26,975	28,144

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
	86,644	25,460
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
	57,508	33,813
	160,520	64,391

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)
	Note	Rupees in '000	
<b>22</b>	<b>MARKETING AND ADMINISTRATION EXPENSES</b>		
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
		<u>52,703</u>	<u>42,280</u>
<b>23</b>	<b>OTHER EXPENSES</b>		
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	-
		<u>2,020</u>	<u>1,945</u>

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					Total
	Ordinary Life	Universal Life	Accident & health business	Individual Family Takaful	Group Family Takaful	
	Rs in '000'					
<b>Income</b>						
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
<b>Total net income</b>	<b>16,481</b>	<b>66,827</b>	<b>207</b>	<b>131,097</b>	<b>6,025</b>	<b>220,637</b>
<b>Insurance benefits and expenditure</b>						
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
<b>Total insurance benefits and expenditure</b>	<b>38,103</b>	<b>63,449</b>	<b>-</b>	<b>130,552</b>	<b>6,022</b>	<b>238,126</b>
<b>(Deficit)/ surplus of income over claims and expenditure</b>	<b>(21,622)</b>	<b>3,378</b>	<b>207</b>	<b>545</b>	<b>3</b>	<b>(17,489)</b>
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
<b>(Deficit)/surplus</b>	<b>(17,703)</b>	<b>(25,887)</b>	<b>207</b>	<b>(11,883)</b>	<b>116</b>	<b>(55,150)</b>
Movement in policyholders' liabilities	(3,919)	29,265	-	12,428	(113)	37,661
<b>Transfers from shareholders' fund</b>						
- 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
<b>Balance of statutory fund at end of the period</b>	<b>34,893</b>	<b>378,936</b>	<b>7,049</b>	<b>116,145</b>	<b>9,597</b>	<b>546,620</b>

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					Total
	Ordinary Life	Universal Life	Accident & health business	Individual Family Takaful Contracts	Group Family Takaful	
	Rs in '000'					
<b>Income</b>						
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
<b>Total net income</b>	16,276	63,377	145	19,342	1,780	100,920
<b>Claims and expenditure</b>						
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
<b>Total claims and expenditure</b>	41,401	66,370	-	22,428	3,150	133,349
<b>(Deficit)/surplus of income over claims and expenditure</b>	(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
<b>(Deficit) / Surplus</b>	(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
-----Rs in '000-----							
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	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	-	47,957	54,782
Other loans and receivables	14,345	1,591	300	1,195	99	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	116,914	143,773
<b>Total assets</b>	<b>393,489</b>	<b>135,193</b>	<b>454,992</b>	<b>10,809</b>	<b>151,727</b>	<b>1,181,083</b>	<b>1,155,388</b>
Insurance liabilities net of reinsurance recoveries	-	84,466	429,728	3,599	118,195	638,696	611,315
Retirement benefit obligations	26,408	-	-	-	-	26,408	23,470
Premium received in advance	-	6,836	7,866	-	4,640	22,625	44,540
Insurance / reinsurance payables	-	12,731	9,597	161	4,402	26,948	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	78,809	17,723
<b>Total Liabilities</b>	<b>70,027</b>	<b>119,335</b>	<b>454,055</b>	<b>3,760</b>	<b>151,328</b>	<b>825,490</b>	<b>846,719</b>

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	Aggregate	
	Individual Family Takaful	Group Family Takaful	March 31, 2022 (Un-audited)	December 31, 2021 (Audited)	
-----Rupees 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
	25,028	11,492	24,338	60,858	88,945
Total liabilities	25,028	127,963	31,262	184,253	190,488
Commitments	-	-	-	-	-
Total equity and liabilities	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

Operator's Sub Fund	Statutory funds		Aggregate	Aggregate
	Individual Family Takaful	Group Family Takaful	March 31, 2022 (Un-audited)	December 31, 2021 (Audited)
Rupees in '000				
Cash and bank deposits				
Cash and others	-	710	710	546
Current and other accounts	26,438	28,727	80,081	94,212
Deposits maturing within 12 months	-	-	-	48,800
	26,438	29,437	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	68,733	52,019
Provision for diminution in value	-	-	-	-
	-	99,275	105,651	58,865
Current assets - others				
Contributions due but unpaid	-	-	26	26
Amount due from takaful / re-takaful operators	-	-	-	-
Sundry receivables	-	-	-	-
Investment income accrued	-	99	132	189
Advances and deposits	-	-	-	-
Prepayments	-	-	-	-
Taxation - payments less provision	-	-	-	-
Inter fund balance	937	(848)	(89)	-
	937	(749)	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	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

Investment income

Total net income

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

Less: Claims and Expenditure

Claims

Takaful operator fee

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)
----------	---	----------	---------

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	-	97,969	15,107

Balance of PIF at the end of the period

118,163	-	118,163	23,136
---------	---	---------	--------



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)
-----Rupees 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

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

Movement in technical reserves

(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	(326)	2,673	2,347	8,198

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-----				
<b>Gross Contributions</b>				
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
<b>Total Gross Contributions</b>	<b>128,661</b>	<b>14,373</b>	<b>143,034</b>	<b>23,377</b>
<b>Participants' Investment Fund</b>				
Allocated regular contribution	21,094	-	21,094	3,379
Allocated single contribution	6,139	-	6,139	4,698
	<b>27,233</b>	<b>-</b>	<b>27,233</b>	<b>8,077</b>
<b>Less: Retakaful Contribution Ceded</b>				
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
<b>Net Contributions</b>	<b>101,065</b>	<b>5,592</b>	<b>106,657</b>	<b>12,711</b>

\*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	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 then 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 then 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 then 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 then 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

Statutory funds		Aggregate	Aggregate
Individual Family Takaful	Group Family Takaful	March 31, 2022 (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
---	-------	-------	-------

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)  
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

26.8 Statement of Investment Income  
For the three months period ended March 31, 2022

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

-----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

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

a

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

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

b

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

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

c

Net investment income

(a+b+c)

2,800	433	3,233	333
-------	-----	-------	-----

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:

March 31, 2022	Level 1	Level 2	Level 3	Total
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  
NOTES TO CONDENSED INTERIM THE FINANCIAL STATEMENTS (UN-AUDITED)  
FOR THE THREE MONTHS PERIOD ENDED MARCH 31, 2022

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:

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



MEDASK	Due from insurance contract holders	21	-
Real Estate (Head Office)	Due from insurance contract holders	391	390
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	17	17
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	26,408	23,470
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**

Office No.1104, 11th Floor, Emerald Tower, Plot  
No. G-19, Block 5, KDA Improvement Scheme  
No.5, Clifton, Karachi, Pakistan.  
Telephone: (021) 111-225-275  
Fax: (92-21) 35147540  
Email: company.secretary@askarilife.com

#### **Registered Office:**

8th Floor, Army Welfare Trust, AWT Plaza,  
The Mall, Rawalpindi, Pakistan.  
Email: info@askarilife.com

#### **Lahore Regional**

##### **Development Center**

Plot # 524, Block-15, Sector B-1,  
Quaid-e-Azam Town Scheme,  
College Road, Lahore, Pakistan.  
Email: rdc.lahore@askarilife.com

#### **Karachi Regional**

##### **Development Center**

Showroom number 05 & 06 Ground Floor,  
Zubaida's Garden, Plot # 1 Survey no. 34,  
Survey Sheet no. 35-P/1, Block 7 & 8  
Kathiawar Cooperative Housing Society,  
Karachi, Pakistan.  
Email: rdc.karachi@askarilife.com

#### **Rawalpindi Office**

Building # D-110, 6th Road,  
Near Total Petrol Pump, Satellite Town,  
Rawalpindi.  
Email: rdc.islamabad@askarilife.com

#### **Contact No:**

UAN : 021-111 -225- 275