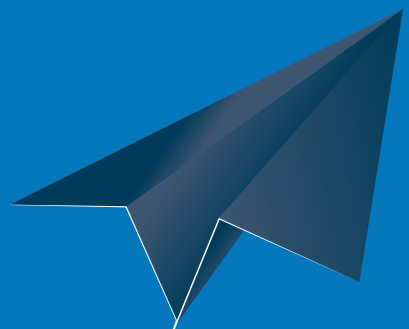
adamjeelife

Interim Financial Information for the

First Quarter

Ended March 31, 2024



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Your Trusted Partner

Adamjee Life, backed by the corporate powerhouse Nishat Group, stands out as the epitome of customer-centricity in the insurance industry. With a strong commitment to understanding and meeting the needs of our customers, Adamjee Life has established itself as a trusted partner for individuals and families alike.

By leveraging the expertise of the Nishat Group, Adamjee Life is able to offer innovative insurance solutions that provide peace of mind and financial security to its policyholders. With a focus on building long-term relationships and delivering exceptional service, Adamjee Life continues to set the standard for excellence in the insurance sector, making it the perfect choice for those seeking a reliable and trusted partner for their insurance needs.

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Vision

To be the most trusted insurance partner

Mission

Adhere to exemplary sales practices, best in class product packaging and customer engagement

Core Values

Value Creation

Create value in everything we do

Customer Focus

Always keep the customer's interest in mind

Openness

Foster a culture of trust and transparency

Respect

Promote mutual respect
and inclusiveness

Strategic Objectives

Attain profitability in direct distribution model

Capitalize strategic partnerships to capture digital space

Create product awareness and its value proposition thus promoting need-based sales

Provide excellence in quality of sales and after sale services

Bring product innovation to strengthen long term value for our customers

Prepare for new lines and territories of business

Rating of the Company

Outlook: Stable
Rating Agency: PACRA
Rating Date: June 26, 2023

Insurer Financial Strength (IFS) Rating

A++

Key Products and Customer Services

Board Of Directors

S. M. Jawed
Chairman

Imran Maqbool
Director

Mian Umer Mansha
Director

Shahmeer Khalid Butt
Director

Muhammad Ali Zeb
Director

Naz Mansha
Director

Ahmad Alman Aslam
Director

Management

Manzar Mushtaq
Chief Executive Officer

Jalal Meghani
Chief Financial Officer & Deputy Managing Director

Ali Haider
Director Bancassurance,
Corporate Sales and Marketing

Absar Azim Burney
Head of Direct Distribution

Zehra Faiz
Head of Human Resources

Amin Nizar
Director Actuarial Services and Risk Management

Sheraz Bukhari
Head of Window Takaful Operations

Athar Chaudhry
Director Information Solutions & Technologies

Dr. Bakht Jamal
Director Business Operations and Legal Affairs

Statutory Positions

Arsalan Ahmed Khan
Company Secretary

Asif Mirza
Head of Compliance

Samad Ali Naqvi
Head of Internal Audit

Investment Committee

Member	Category
Mr. S.M. Jawed	Chairman / Non-Executive Director
Mr. Muhammad Ali Zeb	Member / Non-Executive Director
Mr. Imran Maqbool	Member / Non-Executive Director
Mr. Manzar Mushtaq	Member / Chief Executive Officer
Mr. Jalal Meghani	Member / Chief Financial Officer
Mr. Amin Nizar Ali	Member / Head of Actuarial & Risk
Mr. Muhammad Amir	Secretary / Senior Manager Finance

Audit Committee

Member	Category
Mr. Shahmeer Khalid Butt	Chairman / Independent Director
Mr. S.M. Jawed	Member / Non-Executive Director
Mr. Muhammad Ali Zeb	Member / Non-Executive Director
Mr. Samad Ali Naqvi	Secretary / Head of Internal Audit

Share Registrar

CDC Share Registrar Services Ltd. CDC House, 99-B, Block B, SMCHS Main Shahrah-e- Faisal, Karachi 74400 Phone No. (92-21) 111-111- 500
Fax No. (92-21) 34326031
Email: info@cdcpak.com

Statutory Auditors of The Company

KPMG Taseer Hadi & Co. Chartered Accountants
Address: Shaikh Sultan Trust Building No. 2 Beaumont Road, Karachi.75530

Appointed Actuary

Alchemy Associates (Private) Ltd.
Address: 4th Floor, Central Hotel Building, Civil Lines, Mereweather Road, Karachi, Pakistan.

Shariah Advisor

Mufti Muhammad Zubair Usmani

Legal Advisor

Asad Iftikhar
Address: Office no. 505, Commercial Trade Center, Block 8 Clifton, Karachi.

Bawaney & Partners
Address: 3rd & 4th floor 68-C, Bukhari Commercial Area, DHA, Karachi

Bankers

- Al Baraka Bank (Pakistan) Limited
- Askari Bank Limited
- Bank Alfalah Limited
- BankIslami Pakistan Limited
- Dubai Islamic Bank Limited
- Faysal Bank Limited
- Finca Microfinance Bank Limited
- Silk Bank Limited
- Telenor Microfinance Bank Limited
- U Microfinance Bank Limited
- Standard Chartered Bank (Pakistan) Limited
- MCB Bank Limited
- MCB Islamic Bank Limited
- Mobilink Microfinance Bank Limited
- National Bank Of Pakistan
- NRSP Microfinance Bank Limited
- Samba Bank Limited
- Habib Bank Limited
- Habib Metropolitan Bank Limited
- Khushhali Bank Limited
- United Bank Limited

Address

HEAD OFFICE

Adamjee Life Assurance Company Limited,
3rd & 4th Floor, Adamjee House,
I.I Chundrigar Road, Karachi, Pakistan.

REGISTERED OFFICE

Adamjee Life Assurance Company Limited, Office # 505, 5th Floor, Islamabad Stock Exchange Building, Blue Area, Islamabad, Pakistan.

Directors' Review

Directors' Review

The Board of Directors of Adamjee Life Assurance Company Limited are pleased to present to the members, the condensed interim financial statements of the Company, for the three months ended on 31st March 2024.

Financial Highlights:

The highlights for the period under review are as follows:

	31 March 2024 Unaudited	31 March 2023 Unaudited
	---------- Rupees in '000 ----------	
Gross Premium	6,547,265	5,990,751
Net Premium	6,342,944	5,784,673
Investment income	4,114,989	2,154,634
Net Benefits paid to and reserved for policyholders	8,867,234	6,730,350
Acquisition & other operating expenses	1,083,822	1,003,513
Profit before tax	506,877	205,444
Profit after tax	303,851	103,498
	---------- Rupees----------	
Earnings Per Share	1.22	0.52

	31 March 2024 Unaudited	31 Dec 2023 Audited
	---------- Rupees in '000 ----------	
Size of Statutory Fund	81,415,019	78,264,501
Shareholders' Equity	4,721,419	4,417,568

Performance Review:

Both, the Gross and net premium of the Company has increased by more than 9% whereas, the investment income has increased by 91% from corresponding period due to higher income on interest based & equity securities. Moreover, the acquisition and other operating expenses of the Company has only increased by 8% from last year. Consequently, the profit before tax reported in this quarter has increased by 147% from the corresponding period.

Window Takaful Operations:

The net contribution generated from Window Takaful operations was Rs.948.813 million (March 31, 2023: Rs. 1,046.887 million). The profit before tax that has been reported for March 2024 is amounting to Rs. 62.576 million which has decreased by 11% from the corresponding period i.e. Rs. 70.225 million as reported in March 2023.

Future Outlook:

Pakistan's economy is undergoing a process of structural reforms in alignment with the International financing programs. Fiscal imbalances, high debt payments, significantly high inflation and exchange parity pressure resulted in low purchasing power of consumers and hence decline in sales of overall insurance sector in past couple of years. However, recently, there are some good news related to positivity from IMF program, privatization, foreign direct investments and a hint of lowering inflation and corresponding impact on policy rate. We are cautiously hopeful that these indications shall result in positive growth of insurance sector as well.

The Company's leadership nevertheless is actively engaged in implementing strategies to navigate the challenges. Moreover, the Company will continue to analyze and explore new opportunities, new market and specially opportunities available in digital space and in embedding insurance products with other goods & services.

Acknowledgements:

We would wholeheartedly like to thank our shareholders, valued customers, employees and development staff for their consistent support that has helped Adamjee Life emerge as one of the Pakistan's fastest growing life insurance company. We are also grateful to the Securities & Exchange Commission of Pakistan (SECP) for its continued guidance and assistance.

April 25, 2024

S.M. Jawed	Manzar Mushtaq
Chairman	Chief Executive Officer

ڈائریکٹرز کا جائزہ

آدم جی لائف ایشورنس کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز کو 31 مارچ 2024 کو ختم ہونے والے تین مہینوں کے لیے کمپنی کے مختصر اعبوری مالیاتی گوشوارے ممبران کے سامنے پیش کرتے ہوئے خوشی ہو رہی ہے۔

مالیاتی جھلکیاں:

زیر نظر مدت کی جھلکیاں حسب ذیل ہیں:

	31 مارچ 2024	31 مارچ 2023
	غیر آڈٹ شدہ	غیر آڈٹ شدہ
	---------- '000 روپے میں ----------	
گراس پریمیم	6,547,265	5,990,751
نقد پریمیم	6,342,944	5,784,673
سرمایہ کاری کی آمدنی	4,114,989	2,154,634
پالیسی ہولڈرز کو ادا کیے گئے اور ان کے لیے مخصوص نقد مراعات	8,867,234	6,730,350
خریداری یا ایکوئزیشن اور دیگر آپریشنل اخراجات	1,083,822	1,003,513
قبل از ٹیکس منافع	506,877	205,444
بعد از ٹیکس منافع	303,851	103,498
	31 مارچ 2024	31 دسمبر 2023
	غیر آڈٹ شدہ	آڈٹ شدہ
اسیٹجوٹری فنڈ کا حجم	81,415,019	78,264,501
حصص داران کی ایکویٹی	4,721,419	4,417,568
	---------- روپے ----------	
فی حصص آمدنی	1.22	0.52

کارکردگی کا جائزہ:

کمپنی کے مجموعی اور خالص پریمیم دونوں میں 9 فیصد سے زیادہ کا اضافہ ہوا ہے جبکہ سود پر مبنی اور ایکویٹی سیکیورٹیز پر زیادہ آمدنی کی وجہ سے سرمایہ کاری کی آمدنی اسکی متعلقہ مدت سے 91 فیصد بڑھ گئی ہے۔ علاوہ ازیں، کمپنی کے حصول اور دیگر آپریٹنگ اخراجات میں گزشتہ سال کے مقابلے میں صرف 8 فیصد اضافہ ہوا ہے۔ نتیجتاً، اس سہ ماہی میں رپورٹ کیے گئے ٹیکس سے پہلے کے منافع میں اسکی متعلقہ مدت کے مقابلے میں 147 فیصد اضافہ ہوا ہے۔

ونڈو تکافل آپریشنز:

ونڈو تکافل آپریشنز سے حاصل ہونے والی خالص شراکت 948.813 ملین روپے (31 مارچ 2023: 1,046.887 ملین روپے) تھی۔ مارچ 2024 کے لیے ٹیکس سے پہلے کا منافع 62.576 ملین روپے کا ہے جو کہ اسکی متعلقہ مدت یعنی مارچ 2023 کے مطابق 70.225 ملین روپے کے مقابلے میں 11 فیصد کم ہے۔

مستقبل کا منظر نامہ:

پاکستان کی معیشت بین الاقوامی مالیاتی پروگرامات کے مطابق ادارہ جاتی اصلاحات کے عمل سے گزر رہی ہے۔ مالیاتی عدم توازن، بلند قرضوں کی ادائیگی، نمایاں طور پر زیادہ افراط زر اور اکرنسی کے ردوبدل کے دباؤ کے نتیجے میں صارفین کی قوت خرید کم ہوئی اور اس وجہ سے گزشتہ دو سالوں میں مجموعی انشورنس سیکٹر کی فروخت میں کمی واقع ہوئی ہے۔ تاہم، حال ہی میں، آئی ایم ایف پروگرام، نجکاری، براہ راست غیر ملکی سرمایہ کاری اور افراط زر میں کمی اور پالیسی ریٹ پر اس کے اثرات کے حوالے سے کچھ اچھی خبریں ہیں۔ ہم محتاط طور پر پر امید ہیں کہ ان اشارات کے نتیجے میں انشورنس سیکٹر کی بھی مثبت ترقی ہوگی۔

کمپنی کی قیادت اس کے باوجود چیلنجوں سے نمٹنے کے لیے حکمت عملیوں کو نافذ کرنے میں فعال طور پر مصروف ہے۔ مزید برآں، کمپنی نئے مواقع، نئی مارکیٹ اور خاص طور پر ڈیجیٹل اسپیس میں دستیاب مواقع اور دیگر اشیا اور خدمات کے ساتھ انشورنس پروڈکٹس کو سرایت کرنے کا تجزیہ اور ان کی تلاش جاری رکھے گی۔

اظہار تشکر:

ہم تہہ دل سے اپنے شیئر ہولڈرز، قابل قدر صارفین، ملازمین اور ترقیاتی عملے کا شکریہ ادا کرنا چاہیں گے کہ ان کی مسلسل حمایت جس نے آدم جی لائف کو پاکستان کی سب سے تیزی سے ترقی کرتی لائف انشورنس کمپنی کے طور پر ابھرنے میں مدد فراہم کی۔ ہم سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کی مسلسل رہنمائی اور مدد کے لیے بھی شکر گزار ہیں۔

25 اپریل 2024

ایس ایم جاوید	منظر مشتاق
چیئرمین	چیف ایگزیکٹو آفیسر

Financial Performance & Reporting

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Financial Position

As at March 31, 2024

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
Assets			
Property and equipment	6	**211,967**	220,156
Intangible assets		**24,231**	25,906
Right of use assets	7	**57,898**	72,502
Investment property	8	**1,065,394**	1,065,394
Investments			
Equity securities	9	**9,153,409**	8,556,762
Government securities	10	**64,034,179**	61,365,683
Debt securities	11	**3,529,171**	3,629,033
Term deposits	12	**125,000**	75,000
Mutual funds	13	**5,609,498**	4,981,341
Loan secured against life insurance policies		**9,114**	35,975
(Insurance / takaful) / (reinsurance / retakaful) receivables	14	**184,235**	94,143
Other loans and receivables	15	**2,271,466**	1,379,058
Taxation - payments less provision		**555,693**	606,950
Prepayments	16	**103,273**	55,169
Cash and bank	17	**2,670,133**	3,926,596
Total Assets		**89,604,661**	86,089,668
Equity and Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		**2,500,000**	2,500,000
Money ceded to Waqf fund		**500**	500
Ledger account D		**1,271,287**	1,047,316
Unappropriated profit		**949,632**	869,752
Total Equity		**4,721,419**	4,417,568
Liabilities			
Insurance / takaful liabilities	18	**82,931,029**	79,559,988
Deferred taxation		**803,288**	657,296
Lease liabilities	19	**82,106**	103,455
Premium / contribution received in advance		**200,963**	246,282
(Insurance / takaful) / (reinsurance / retakaful) payables	20	**131,360**	102,148
Unclaimed dividends		**35**	39
Other creditors and accruals	21	**734,461**	1,002,892
Total Liabilities		**84,883,242**	81,672,100
Total Equity and Liabilities		**89,604,661**	86,089,668
Contingencies and commitments	22		

The annexed notes 1 to 38 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Profit or Loss (Un-audited)

For the quarter ended March 31, 2024

	Note	March 31, 2024	March 31, 2023
		(Rupees in '000)	
Premium / contribution revenue		6,547,265	5,990,751
Premium / contribution ceded to reinsurers / (retakaful operators)		(204,321)	(206,078)
Net premium / contribution revenue	23	6,342,944	5,784,673
Investment income	24	3,642,377	2,084,031
Net realised fair value gains / (losses) on financial assets	25	186,646	193,930
Net fair value gains / (losses) on financial assets at fair value through profit or loss - unrealised	26	89,188	(413,450)
Net rental income		712	244
Net unrealised gain on investment property	8	-	79,725
Other income	27	196,066	210,154
		4,114,989	2,154,634
Net income		10,457,933	7,939,307
Insurance / takaful benefits	28	(6,223,195)	(4,314,592)
Recoveries from reinsurers / retakaful operators	28	140,884	135,820
Claims related expenses		(1,571)	(1,933)
Net insurance / takaful benefits		(6,083,882)	(4,180,705)
Net change in insurance / takaful liabilities (other than outstanding claims)		(2,783,352)	(2,549,645)
Acquisition expenses	29	(768,009)	(748,246)
Marketing and administration expenses	30	(311,071)	(249,177)
Other expenses		(3,395)	(2,316)
		(3,865,827)	(3,549,384)
Total expenses		(9,949,709)	(7,730,089)
Finance costs		(1,347)	(3,774)
Profit before tax		506,877	205,444
Income tax expense	31	(203,026)	(74,946)
Profit after tax for the period		303,851	130,498
Earnings (after tax) per share - Rupees	32	1.22	0.52

The annexed notes 1 to 38 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the quarter ended March 31, 2024

	Note	March 31, 2024	March 31, 2023
		(Rupees in '000)	
Profit after tax for the period - as per statement of profit or loss		**303,851**	130,498
Other comprehensive income:			
Item that will be reclassified subsequently to statement of profit or loss			
Change in unrealised loss on revaluation of available for sale investments		-	472
Gain on disposal transferred to statement of profit or loss	25	-	6
		-	478
Related deferred tax		-	(148)
Total other comprehensive income		-	330
Total comprehensive income for the period		**303,851**	130,828

The annexed notes 1 to 38 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Changes in Equity

For the quarter ended March 31, 2024

	Attributable to equity holders' of the Company					
	Share capital	Money ceded to Waqf fund	Deficit on revaluation of available for sale investments	Ledger account D *	Unappro(priated profit	Total
	(Rupees in '000)					
Balance as at January 01, 2023 (Audited)	2,500,000	500	(5,496)	776,870	476,416	3,748,290
Total comprehensive income for the period ended March 31, 2023						
- Profit for the year after tax	-	-	-	-	130,498	130,498
- Other comprehensive loss	-	-	330	-	-	330
	-	-	330	-	130,498	130,828
Surplus for the period retained in statutory funds	-	-	-	88,317	(88,317)	-
Balance as at March 31, 2023 (Un-audited)	2,500,000	500	(5,166)	865,187	518,597	3,879,118
Balance as at January 01, 2024 (Audited)	**2,500,000**	**500**	**-**	**1,047,316**	**869,752**	**4,417,568**
Total comprehensive income for the period ended March 31, 2024						
- Profit for the year after tax	**-**	**-**	**-**	**-**	**303,851**	**303,851**
- Other comprehensive income	**-**	**-**	**-**	**-**	**-**	**-**
	-	**-**	**-**	**-**	**303,851**	**303,851**
Surplus for the period retained in statutory funds	**-**	**-**	**-**	**223,971**	**(223,971)**	**-**
Balance as at March 31, 2024 (Un-audited)	**2,500,000**	**500**	**-**	**1,271,287**	**949,632**	**4,721,419**

*This includes balances maintained in accordance with the requirements of Section 35 of the Insurance Ordinance, 2000 read with Rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for carrying on of the life insurance business.

**The Board of directors in its meeting held on February 26, 2024 proposed a cash dividend of Rs. 1.00 per share (2022: Rs. Nil per share) amounting to Rs. 250 million (2022: Rs. Nil). These condensed interim financial statements does not includes the impact of dividend payable as the same is still pending on approval of the shareholders in the forthcoming annual general meeting of the Company.

The annexed notes 1 to 38 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Cash Flows (Un-audited)

For the quarter ended March 31, 2024

	Note	March 31, 2024	March 31, 2023
		(Rupees in '000)	
Operating Cash Flows			
(a) Underwriting activities			
Insurance premium / contribution received		**6,377,630**	5,937,949
Reinsurance premium / retakaful contribution paid		**-**	(157,694)
Claims paid		**(5,637,077)**	(4,738,713)
Commission paid		**(465,911)**	(577,749)
Marketing and administrative expenses paid		**(761,890)**	(510,031)
Net cash flow used in underwriting activities		**(487,248)**	(46,238)
(b) Other operating activities			
Income tax paid		**(5,777)**	(85,115)
Total cash flow used in all operating activities		**(493,025)**	(131,353)
Investment activities			
Profit / return received		**2,856,594**	1,691,704
Dividend received		**128,226**	138,121
Rental received		**712**	244
Payment for investments		**(48,076,325)**	(87,444,802)
Proceeds from investments		**44,360,844**	86,041,941
Fixed capital expenditure		**(10,975)**	(17,149)
Loan to policyholders		**27,486**	(1,242)
Proceeds from sale of property and equipment		**-**	1,022
Total cash flow (used in) / generated from investing activities		**(713,438)**	409,839
Net cash (outflows) / inflows from all activities		**(1,206,463)**	278,486
Cash and cash equivalent at the beginning of the year		**4,001,596**	6,591,997
Cash and cash equivalent at the end of the year	17.2	**2,795,133**	6,870,483
Reconciliation to statement of profit or loss			
Cash flow from all operating activities		**(493,025)**	(131,353)
Depreciation and amortisation expense		**(34,876)**	(33,163)
Financial charge expense		**(3,108)**	(5,176)
Write offs		**-**	(4,411)
Loss on disposal of property and equipment		**-**	(153)
Profit on disposal of investment		**186,646**	193,930
Rental income		**712**	244
Dividend income		**153,753**	188,038
Other investment income		**3,684,690**	2,186,027
Increase in assets other than cash		**159,894**	178,262
Increase in liabilities other than borrowings		**(3,440,023)**	(2,028,297)
Surplus / (deficit) on revaluation of investment		**89,188**	(413,450)
Profit after taxation		**303,851**	130,498

The annexed notes 1 to 38 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Adamjee Life Assurance Company Limited ("the Company") was incorporated in Pakistan on August 04, 2008 as a public unlisted company under the Companies Act, 2017 (Previously Companies Ordinance,1984). The Company was converted to a public limited company on March 4, 2022 and registered itself on Pakistan Stock Exchange. The Company started its operations from April 24, 2009. Registered office of the Company is at 5th floor, Islamabad Stock Exchange Towers, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is at Adamjee House, 3rd and 4th Floor, I.I Chundrigar Road, Karachi. The Company is a subsidiary of Adamjee Insurance Company Limited.

The Company is engaged in life insurance business carrying on non-participating business only. In accordance with the require(ments of the Insurance Ordinance, 2000, the Company has established a shareholders' fund and the following statutory funds in respect of each class of its life insurance business:

- Conventional Business
- Accident and Health Business
- Individual Life Non-unitised Investment Linked Business
- Individual Life Unit Linked Business
- Individual Family Takaful Business (refer note 1.2)
- Group Family Takaful Business (refer note 1.2)

1.2 The Company was granted authorisation on May 04, 2016 under Rule 6 of Takaful Rules, 2012 to undertake Takaful Window Operations in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations from July 14, 2016. The Company formed a Waqf Fund namely the Adamjee Life Assurance Company Limited - Window Takaful Operations Waqf Fund (here-in-after referred to as the Participant Takaful Fund (PTF) on December 22, 2015 under a Waqf deed executed by the Company with the cede amount of Rs. 500,000. The cede money is required to be invested in Shariah compliant investments and any profit thereon can be utilised only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Company and policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' funds as approved by the Shariah Advisor appointed by the Company.

The Company issued supplemental policies to the Window Takaful Operations Waqf Fund on October 29, 2019 to include Group Family Participant's Takaful Fund business in existing Window Takaful Operations Waqf Fund and the same was authorised by the Securities and Exchange Commission of Pakistan (SECP) on December 11, 2019 and the Company commenced its Group Family Takaful Business in the second Quarter of 2020.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

- International Accounting Standards IAS 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017; and

- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

In case the requirements differ, provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012 have been followed.

These condensed interim financial statements do not include all the information required in the annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2023.

3. SIGNIFICANT ACCOUNTING POLICIES & FINANCIAL RISK MANAGEMENT / JUDGEMENTS AND ESTIMATES

The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are same as those applied in the preparation of the annual financial statements of the Company for the year ended December 31, 2023.

"The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Company for the year ended December 31, 2023. In preparing these condensed interim financial statements, the management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the financial statements for the year ended December 31, 2023.

4. STANDARDS, INTERPRETATIONS AND AMENDMENTS TO ACCOUNTING STANDARDS THAT BECAME EFFECTIVE FOR THE PERIOD ENDED MARCH 31, 2024

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's account(ing periods beginning on or after January 1, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore not detailed in these condensed interim financial statements.

5. APPLICATION OF IFRS 9 AND IFRS 17

IFRS 9 'Financial Instruments' is effective since reporting year ended December 31, 2019. It replaces the existing guidance in IAS 39 Financial Instruments: Recognition and Measurement. IFRS 9 includes revised guidance on the classification and measure(ment of financial instruments, a new expected credit loss model for calculating impairment on financial assets, and new general hedge accounting requirements. It also carries forward the guidance on recognition and derecognition of financial instruments from IAS 39.

Amendment to IFRS 4 'Insurance Contracts' - Applying IFRS 9 'Financial Instruments with IFRS 4 addresses issue arising from the different effective dates of IFRS 9 and the forthcoming new standard IFRS 17 'Insurance Contracts'. The amendments introduces two alternative options for entities issuing contracts within the scope of IFRS 4, notably a temporary exemption and an overlay approach. The temporary exemption enables eligible entities to defer the implementation date of IFRS 9. The overlay approach allows an entity applying IFRS 9 from 1 July 2018 onwards to remove from the statement of profit or loss the effects of some of the accounting mismatches that may occur from applying IFRS 9 before IFRS 17 is applied.

The Company has determined that it is eligible for the temporary exemption option since the Company has not previously applied any version of IFRS 9, its activities are predominantly connected with insurance as the percentage of the total carrying amount of its liabilities connected with insurance relative to the total carrying amount of all its liabilities is greater than 95 percent and the Company does not engage in significant activities unconnected with insurance based on historical available information. Under the temporary exemption option, the Company can defer the application of IFRS 9 until the application IFRS 17.

To determine the appropriate classification of financial assets under IFRS 9, an entity would need to assess the contractual cash flows characteristics of any financial asset. Indeed, the contractual terms of the financial asset give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal amount outstanding ("SPPI") i.e. cash flows that are consistent with a basic lending arrangement. In a basic lending arrangement, consideration for the time value of money and credit risk are typically the most significant elements of interest.

IFRS 9 defines the terms "principal" as being the fair value of the financial asset at initial recognition, and the "interest" as being compensation for (i) the time value of money, and (ii) the credit risk associated with the principal amount outstanding during a particular period of time.

5.1 The tables below set out the fair values as at the end of quarter ended March 31, 2024 and the amount of change in the fair value during that quarter for the following two groups of financial assets separately:

a) financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding, excluding any financial asset that meets the definition of held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and

b) all other financial assets

As at March 31, 2024 (Un-audited)

	Fail the SPPI test		Pass the SPPI test	
	Fair value	Change in unrealised (loss) / gain during the period	Fair value	Change in unreaised (loss) / gain during the period
Financial assets	---------- (Rupees in '000) ----------			
Cash at bank	2,651,289	-	-	-
Equity securities	9,153,409	264,434	-	-
Government securities	64,034,179	(345,959)	-	-
Debt securities	3,529,171	2,303	-	-
Term deposits	-	-	125,000	-
Mutual funds	5,609,498	198,669	-	-
Loan secured against life insurance policies	-	-	9,114	-
Loan to employees	17,634	-	-	-
	84,995,180	119,447	134,114	-

As at March 31, 2024 (Un-audited)
Gross carrying amount of financial Assets that pass the SPPI test (Rupees in '000)

	AAA	AA+	AA	AA-	A+	A	A-	A-1	A-1+	B3	Unrated	Total
Loan secured against life insurance policies	-	-	-	-	-	-	-	-	-	-	9,114	9,114
Term deposits	-	-	-	125,000	-	-	-	-	-	-	-	125,000
	-	-	-	125,000	-	-	-	-	-	-	9,114	134,114

As at December 31, 2023 (Audited)

	Fail the SPPI test		Pass the SPPI test	
	Fair value	Change in unrealised loss during the period	Fair value	Change in unreaised loss during the period
Financial assets	---------- (Rupees in '000) ----------			
Bank	3,916,793	-	-	-
Equity securities	8,556,762	1,644,201	-	-
Government securities	61,365,683	(127,107)	-	-
Debt securities	3,629,033	(44,111)	-	-
Term deposits	-	-	75,000	-
Mutual funds	4,981,341	1,852,193	-	-
Loan secured against life insurance policies	-	-	35,975	-
Loan to employees	23,551	-	-	-
	82,473,163	3,325,176	110,975	-

As at December 31, 2023 (Audited)
Gross carrying amount of financial Assets that pass the SPPI test (Rupees in '000)

	AAA	AA+	AA	AA-	A+	A	A-	A-1	A-1+	B3	Unrated	Total
Loan secured against life insurance policies	-	-	-	-	-	-	-	-	-	-	35,975	35,975
Term deposits	-	-	-	75,000	-	-	-	-	-	-	-	75,000
	-	-	-	75,000	-	-	-	-	-	-	35,975	110,975

		Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
			(Rupees in '000)	
6.	**PROPERTY AND EQUIPMENT**			
	Operating assets		**209,396**	217,585
	Capital work in progress		**2,571**	2,571
			211,967	220,156
6.1	**Details of additions to property and equipment is as follows for the period / year ended:**			
	Leasehold improvements		**1,388**	6,989
	Furniture and fixtures		**349**	2,731
	Office equipment		**641**	4,289
	Computer and related equipment		**2,938**	21,592
	Motor vehicles		**5,659**	45,671
			10,975	81,272
7.	**RIGHT OF USE ASSETS**			
	Head office and branches	7.1	**57,898**	72,502
7.1	**Head office, bancassurance and agency branches - Right of use assets**			
	As at January 01,			
	Cost		**322,498**	318,777
	Accumulated depreciation		**(249,996)**	(194,357)
	Net book value		**72,502**	124,420
	Opening net book value		**72,502**	124,420
	Additions		**-**	8,936
	Derecognition			
	- Cost		**-**	(5,215)
	- Accumulated depreciation		**-**	2,359
	Derecognition at net book value		**-**	(2,856)
	vDepreciation charged		**(14,604)**	(57,998)
	Closing net book value		**57,898**	72,502
	Cost		**322,498**	322,498
	Accumulated depreciation		**(264,600)**	(249,996)
	Net book value		**57,898**	72,502
8.	**INVESTMENTS PROPERTY**			
	Opening net book value		**1,065,394**	943,669
	Unrealised fair value gain		**-**	121,725
	Closing net book value	8.1	**1,065,394**	1,065,394

8.1 This represents piece and parcel of plot no. 1-A, Main Gulberg, Jail Road, Lahore, measuring 8 Kanal 8 Marla 203 Sq. ft. of a land bought by the Company for the Unit Linked Investment Business.

Market value of this investment property is estimated around Rs. 1,065.39 million with the forced sale value (FSV) of Rs. 739.20 million as at March 15, 2024. Total unrealised gain till March 31, 2024 is Rs. 293.467 million (December 31, 2023: Rs. 293.467 million). The fair value of investment property is determined by K.G Traders (Private) Limited, an external, independent property valuer having appropriate recognised professional qualifications.

Valuation technique

The valuer has arranged inquiries and verifications from various estate agents, brokers and dealers, the location and condition of the property, size, utilisation, and current trends in prices of real estate including assumptions that ready buyers are available in the current scenario and analysed through detailed market surveys, the properties that have recently been sold or purchased or offered / quoted for sale into given vicinity to determine the best estimates of the fair value.

Adamjee Life Assurance Company Limited

Notes to and forming part of the Condensed Interim Financial Statements

For the quarter ended March 31, 2024

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
9. INVESTMENTS IN EQUITY SECURITIES			
Fair value through profit or loss (held for trading)	9.1	**9,153,409**	8,556,762

9.1 Fair value through profit or loss (held for trading)

	As at March 31, 2024 (Un-audited)			As at December 31, 2023 (Audited)		
	Carrying value	**Impairment / provision**	**Market value**	Carrying value	Impairment / provision	Market value
	(Rupees in '000)					
Related parties	**2,118,590**	**-**	**2,389,750**	1,535,048	-	2,202,866
Others	**6,770,385**	**-**	**6,763,659**	5,377,513	-	6,353,896
	8,888,975	**-**	**9,153,409**	6,912,561	-	8,556,762

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
10. INVESTMENTS IN GOVERNMENT SECURITIES			
Fair value through profit or loss	10.1	**64,034,179**	61,365,683

10.1 Fair value through profit or loss (held for trading)

	As at March 31, 2024 (Un-audited)					
	Term (year / months)	**Maturity year**	**Effective yield (%)**	**Carrying amount**	**Principal repayment**	**Market value**
	(Rupees in '000)					
GOP Ijara Sukuk 5 Years - FRR	5 years	2029	15%	135,000	135,000	135,000
GOP Ijara Sukuk 5 Years - FRR	5 years	2028	15.6% - 21%	702,294	700,000	703,081
GOP Ijara Sukuk 5 Years - FRR	5 years	2026	16%	465,094	527,500	458,925
GOP Ijara Sukuk 5 Years - FRR	5 years	2025	17%	81,229	100,000	83,991
GOP Ijara Sukuk 3 Years - FRR	3 years	2027	16%	35,000	35,000	35,000
GOP Ijara Sukuk 3 Years - FRR	3 years	2026	16% - 17%	1,808,008	1,773,000	1,809,819
GOP Ijara Sukuk 1 Year - FR	1 year	2025	17%	399,390	475,000	398,573
GOP Ijara Sukuk 1 Year - FRR	1 year	2024	20.24% - 23%	1,773,808	1,774,625	1,772,597
GOP Ijara Sukuk 5 Years - VRR	5 years	2028	15%	660,825	660,000	660,896
GOP Ijara Sukuk 5 Years - VRR	5 years	2027	16%	268,783	264,900	268,657
GOP Ijara Sukuk 5 Years - VRR	5 years	2026	15% - 22%	481,321	475,000	480,592
GOP Ijara Sukuk 5 Years - VRR	5 years	2025	14% - 21%	633,228	630,000	629,604
GOP Ijara Sukuk 3 Years - VRR	3 years	2026	16%	535,800	535,000	533,438
GOP Ijara Sukuk 1 Year - VRR	1 year	2024	18% - 19%	980,077	976,000	976,346
Pakistan Investment Bond (FRB)	10 years	2031	22%	806,874	850,000	808,265
Pakistan Investment Bond (FRB)	10 years	2030	22%	492,214	500,000	491,700
Pakistan Investment Bond (FRB)	10 years	2028	23%	49,042	50,000	48,940
Pakistan Investment Bond (FRB)	5 years	2028	22% - 25%	10,444,035	10,790,000	10,350,710
Pakistan Investment Bond (FRB)	5 years	2027	23%	38,900	40,000	38,716
Pakistan Investment Bond	10 years	2030	15%	1,033,097	1,470,000	1,044,169
Pakistan Investment Bond	5 years	2029	15%	528,690	555,000	523,412
Pakistan Investment Bond	5 years	2027	16%	187,501	225,000	185,445
Pakistan Investment Bond	5 years	2025	17%	429	500	427
Pakistan Investment Bond	3 years	2027	16%	1,126,370	1,200,000	1,125,114
Pakistan Investment Bond	3 years	2026	17%	4,365,672	4,800,000	4,352,938
Pakistan Investment Bond	3 years	2025	17%	8,952	10,000	8,912
Treasury Bills	12 months	2025	17% - 18%	3,085,777	3,143,000	3,061,677
Treasury Bills	12 months	2024	18% - 21%	30,518,825	35,402,600	30,314,638
Treasury Bills	6 months	2024	20% - 21%	2,139,957	2,175,000	2,138,679
Treasury Bills	3 months	2024	21%	593,946	740,000	593,918
	As at March 31, 2024 (Un-audited)			**64,380,138**	**71,012,125**	**64,034,179**
	As at December 31, 2023 (Audited)			61,492,790	69,140,600	61,365,683

10.1.1 These include PIBs of Rs. 75 million, Rs. 100 million & Rs. 300 million (December 31, 2023: Rs. 75 million, Rs. 100 million & Rs. 300 million) placed with State Bank of Pakistan as per the requirement of section 29 of Insurance Ordinance, 2000 carrying coupon rate of 7.5%, 8% & 12% per annum having maturity period of 5, 10 & 3 years and will mature on April 29, 2027, Decem(ber 10, 2030 & July 4, 2026 respectively.

11. INVESTMENTS IN DEBT SECURITIES

At fair value through profit or loss (held for trading)

	Note	As at March 31, 2024 (Un-audited)			As at December 31, 2023 (Audited)		
		Carrying value	**Impair(ment / provision**	**Market value**	Carrying value	Impair(ment / provision	Market value
		---------- (Rupees in '000) ----------					
Term finance certificates / corporate sukuks	11.1	**3,526,868**	**-**	**3,529,171**	3,673,144	-	3,629,033

11.1 Term finance certificates / corporate sukuks

Details of the term finance certificates and corporate sukuks are as follows:

					Market value	
	Maturity date	**As at March 31, 2024 (Un-audited)**	As at December 31, 2023 (Audited)	**Face value per certificate**	**As at March 31, 2024 (Un-audited)**	As at December 31, 2023 (Audited)
	---------- (Rupees in '000) ----------					
Askari Bank Limited VII - TFC	17-Mar-30	**100**	100	**1,000**	**99,500**	99,500
Askari Bank Limited VI - TFC	Perpetual	**100**	100	**1,000**	**100,000**	100,000
Bank Al Habib Limited - TFC	30-Sep-31	**195,000**	195,000	**5**	**952,109**	952,300
Bank Alfalah Limited - TFC	15-Jan-24	**-**	20,000	**5**	**-**	99,433
Dubai Islamic Bank - Sukuk	2-Dec-32	**22**	22	**1,000**	**22,143**	22,132
Ghani Chemical Industries Limited - TFC	3-Feb-24	**-**	600	**12**	**-**	2,455
Habib Bank Limited II - TFC	26-Sep-34	**500**	500	**100**	**50,000**	50,000
Meezan Bank Limited - Sukuk	16-Dec-31	**450**	450	**1,000**	**444,019**	442,917
Meezan Bank Limited - Sukuk	9-Jan-30	**500**	500	**1,000**	**503,061**	501,250
Pakistan Energy - Sukuk II	21-May-30	**115,000**	115,000	**5**	**575,690**	575,173
Samba Bank Limited - TFC	1-Mar-31	**4,250**	4,250	**100**	**423,055**	423,953
The Bank of Punjab I - TFC	17-Apr-28	**1,000**	1,000	**100**	**100,158**	100,334
The Bank of Punjab II - TFC	23-Apr-28	**2,580**	2,580	**100**	**259,436**	259,586
	319,502	**340,102**			**3,529,171**	3,629,033

12. INVESTMENT IN TERM DEPOSITS

	Note	**March 31, 2024 (Un-audited)**	December 31, 2023 (Audited)
		(Rupees in '000)	
Deposits maturing within 12 months (held to maturity)	12.1	**125,000**	75,000

12.1 This represents term deposits placed with the Bank Islami Pakistan Limited, which carries a profit rate of 19.5% per annum (December 31, 2023: 21% per annum) and maturing in April 2024 (December 31, 2023: January, 2024).

Adamjee Life Assurance Company Limited

Notes to and forming part of the Condensed Interim Financial Statements

For the quarter ended March 31, 2024

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
13. INVESTMENTS IN MUTUAL FUNDS			
Fair value through profit or loss (held for trading)	13.1	**5,609,498**	4,981,341

13.1 Fair value through profit or loss (held for trading)

	As at March 31, 2024 (Un-audited)			As at December 31, 2023 (Audited)		
	Carrying value	Impair(ment / provision	Market value	Carrying value	Impair(ment / provision	Market value
	(Rupees in '000)					
Related parties	**5,410,829**	**-**	**5,609,498**	3,129,148	-	4,981,341

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
14. (INSURANCE / TAKAFUL) / (REINSURANCE / RETAKAFUL RECEIVABLES)			
Due from insurance contract holders - Group life business		**166,098**	41,782
Due from reinsurers / retakaful operators		**18,137**	52,361
Net (insurance / takaful) / (reinsurance / retakaful) receivable		**184,235**	94,143
15. OTHER LOANS AND RECEIVABLES			
Accrued income on investments		**1,974,632**	1,177,420
Security deposits		**46,794**	48,141
Receivable from gratuity fund		**1,184**	11,791
Loan to employees - secured		**17,634**	23,551
Advance to supplier		**19,786**	5,547
Dividend receivable		**34,995**	9,468
Receivable against the sale of investment		**94,857**	98,143
Other receivables		**81,584**	4,997
		2,271,466	1,379,058

15.1. This represents interest free loans secured against the gratuity entitlement and are repayable within one year of the disburse(ment.

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
16. PREPAYMENTS			
Prepaid rent- Ijarah term		**30,789**	17,410
Prepaid miscellaneous expenses	16.1	**72,484**	37,759
		103,273	55,169

16.1 These include prepayments related to insurance and software subscriptions.

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
17. CASH AND BANK			
- Cash in hand		**597**	617
- Policy stamps		**18,247**	9,186
		18,844	9,803
Cash at bank			
- Current accounts		**183,628**	227,763
- Saving accounts	17.1	**2,467,661**	3,689,030
		2,651,289	3,916,793
		2,670,133	3,926,596

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	

17.1 This carries profit rate ranging from 12% to 21% (December 31, 2023: 12% to 21%) per annum.

17.2 Cash and cash equivalents

Cash and cash equivalents includes the following for the purpose of cash flow statement:

- Cash in hand and policy stamps	17	**18,844**	8,307
- Cash at bank	17	**2,651,289**	5,487,176
- Term deposits maturing within three months	12	**125,000**	1,375,000
		2,795,133	6,870,483

18. INSURANCE / TAKAFUL LIABILITIES

Reported outstanding claims (including claims in payment)	18.1	**3,964,743**	3,377,054
Incurred but not reported claims	18.2	**220,676**	229,319
Investment component of unit-linked and account value policies	18.3	**77,419,031**	74,570,484
Liabilities under individual conventional insurance / takaful contracts	18.4	**29,381**	27,503
Liabilities under group insurance contracts (other than investment linked)	18.5	**193,516**	199,093
Other insurance / takaful liabilities	18.6	**882,795**	902,282
Gross insurance / takaful liabilities		**82,710,142**	79,305,735
Surplus of Participant Takaful Fund		**220,887**	254,253
Total Insurance / takaful liabilities		**82,931,029**	79,559,988

18.1 Reported outstanding claims

Gross of reinsurance / retakaful			
Payable within one year		**4,025,007**	3,471,607
Recoverable from reinsurers / retakaful operators		**(60,264)**	(94,553)
Net reported outstanding claims		**3,964,743**	3,377,054

Adamjee Life Assurance Company Limited

Notes to and forming part of the Condensed Interim Financial Statements

For the quarter ended March 31, 2024

		Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
			(Rupees in '000)	
18.2	**Incurred but not reported claims**			
	Individual life			
	Gross of reinsurance / retakaful		**260,331**	280,053
	Reinsurance / retakaful recoveries		**(90,442)**	(105,827)
	Net of reinsurance / retakaful		**169,889**	174,226
	Group life			
	Gross of reinsurance / retakaful		**139,253**	133,185
	Reinsurance / retakaful recoveries		**(88,466)**	(78,092)
	Net of reinsurance / retakaful		**50,787**	55,093
	Net incurred but not reported claims		**220,676**	229,319
18.3	**Investment component of unit linked and account value policies**			
	Investment component of unit linked policies		**76,249,592**	73,346,877
	Investment component of account value policies		**1,169,439**	1,223,607
			77,419,031	74,570,484
18.4	**Liabilities under individual conventional insurance / takaful contracts**			
	Gross of reinsurance / retakaful		**31,174**	29,348
	Reinsurance / retakaful credit		**(1,793)**	(1,845)
	Net of reinsurance / retakaful		**29,381**	27,503
18.5	**Liabilities under group insurance / takaful contracts (other than investment linked)**			
	Gross of reinsurance / retakaful		**409,783**	377,626
	Reinsurance / retakaful credit		**(216,267)**	(178,533)
	Net of reinsurance / retakaful		**193,516**	199,093
18.6	**Other insurance / takaful liabilities**			
	Gross of reinsurance / retakaful		**998,703**	1,027,288
	Reinsurance / retakaful credit		**(115,908)**	(125,006)
	Net of reinsurance / retakaful		**882,795**	902,282
19.	**LEASE LIABILITIES**		**82,106**	103,455
19.1	**Lease liabilities - movement**			
	Opening balances		**103,455**	159,592
	Addition during the year		**-**	8,936
	Derecognition during the year		**-**	(3,494)
			103,455	165,034
	Interest accretion during the year		**3,108**	17,931
			106,563	182,965
	Repaid during the year		**(24,457)**	(79,510)
	Closing balances		**82,106**	103,455
	Current portion		**61,054**	71,514
	Non-current portion		**21,052**	31,941
			82,106	103,455

	Note	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
		(Rupees in '000)	
20. (INSURANCE / TAKAFUL) / (REINSURANCE / RETAKAFUL) PAYABLES			
Due to reinsurers / retakaful operators		**131,360**	102,148
OTHER CREDITORS AND ACCRUALS			
Agents commission payable		**342,434**	349,031
Payable to related parties		**4,843**	9,530
Payable against the purchase of investments		**11,464**	232,841
Accrued expenses	21.1	**358,044**	394,034
Other tax payable		**17,676**	17,456
		734,461	1,002,892

21.1 This includes provision for compensated absences amounting in aggregated to Rs. 74.04 million (December 31, 2023: Rs. 68.42 million).

22. CONTINGENCIES AND COMMITMENTS

22.1 CONTINGENCIES

Sales tax on life insurance premium

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. Subsequently, life insurance was made taxable from July 1, 2019 at the rate of 3% and group life insurance at the rate of 13%. With effect from November 1, 2018, the Punjab Revenue Authority (PRA) withdrew its exemption on life and health insurance and made the same subject to Punjab Sales Tax (PST). The Company collectively through the forum of Insurance Association of Pakistan ("IAP") filed a constitutive petition in the Lahore High Court (LHC) and in the High Court of Sindh at Karachi on September 28, 2019 and November 28, 2019 against PRA and SRB respectively on the following main contentions:

- Subtantiating the Company's view that insurance is not a service but in fact, in sum and substance, a contingent contract under which payment is made on the occurance of the event, specified in the term of contract or policy, and is thus a financial arrangement. Superior courts in foreign jurisdictions have held that insurance is not a service;

- A question of constitutionality arose on the levy of provincial sales tax on life insurance, which in their view, was a Federal subject, since the Federation has retained a legislative mandate over all laws relating to insurance under Entry 29 of the said List, therefore, only the Federation is entitled to levy and any tax in relation to insurance business; and

- A vast majority of premium received from a policyholder, during the life of the policy, is in fact channeled to the policyholders' investment account and as such this is critically important in exposing the legal fallacies embodied in the Rules. Thus, the legal advisors had expressed the view that if the entire Gross Written Premium (GWP) was subjected to the provincial sales tax, the this was akin to a direct tax on the policyholders, in the nature of income tax, wealth tax or capital value tax, all of which fall exclusively within the domain of Federal Legislature.

In Sindh, on June 22, 2020, the SRB through Notification No. SRB-3-4/13/2020, has made taxable, life insurance w.e.f. July 1. 2020 at the full rate, and issued a conditional exemption for the financial year 2019-20, from the levy of SST, subject to the person providing or rendering life insurance services commencing e-depositing with SRB, the amount of SST due on such services from the tax period from July 1, 2020 onward. On June 29, 2020 SRB through another notification No.SRB-3-4/18/2020 has amended the responsibility of withholding agent requiring clients to also withheld SST on services of life and health insurance. The Compa(ny with other life insurance companies, have filed another petition at the Hon'ble SHC. The Hon'ble SHC has directed that no coercive measure will be taken until the next date of hearing. Further, the Hon'ble SHC through its interim order dated December 8, 2020 impleaded that the Federal Government be also added as one of the Respondents.

The life insurance industry has been granted interim relieves by the Honorable High Courts of Sindh and Lahore whereby the provincial tax authorities of Sindh and Punjab have been restrained and no sales tax on services has so far been paid on life and health insurance in either province.

In view of the opinion of the legal advisors, and pending the adjudication of petitions filed, the Company has neither billed its customers, nor recognised the contingent liability for SST, PST & KPST, which, calculated on the basis of risk premium and excluding the investment amount allocated to unit linked policies as per the opinion of legal advisors, aggregated to Rs. 1,129.62 million (2023: Rs. 1,052.46 million). In Balochistan province, given that the Company has limited operations in that provice, the amount of contingent sales tax liability for BSTS, calculated on the similar basis as SST, PST & KPST, is immaterial. The Compa(ny, along with the IAP and other insurance companies, will continue its administrative efforts to convince the provincial revenue authorities about the merit of the case.

	Note	**March 31, 2024 (Un-audited)**	December 31, 2023 (Audited)
		(Rupees in '000)	
22.2 COMMITMENTS			
22.2.1 Commitments in respect of Ijarah rentals			
Not later than one year		**65,301**	67,254
Later than one year and not later than five years		**81,294**	94,587
		146,595	161,841

Commitments represent Ijarah rentals for vehicles payable in future period.

	Note	**March 31, 2024 (Un-audited)**	March, 31 2023 (Un-audited)
		(Rupees in '000)	
23. NET PREMIUM / CONTRIBUTION REVENUE			
Gross premiums / contributions			
Regular premium / contributions individual policies*			
- first year		**563,517**	652,015
- second year renewal		**541,567**	764,288
- subsequent years renewal		**2,064,884**	2,015,708
Single premium / contributions individual policies*		**3,103,575**	2,340,854
Group policies/ contracts without cash values		**297,199**	256,135
Less: experience refund		**(23,477)**	(38,249)
Total gross premiums / contributions		**6,547,265**	5,990,751
Less: reinsurance premiums / retakaful contributions ceded			
On individual life first year business		**(11,464)**	(12,016)
On individual life second year business		**(8,007)**	(9,202)
On individual life subsequent renewal business		**(33,803)**	(41,971)
On individual life single premium business		**(1,509)**	(1,606)
On group policies/ contracts		**(166,720)**	(141,283)
Less: Experience refund from reinsurers		**17,182**	-
		(204,321)	(206,078)
Net premiums / contributions		**6,342,944**	5,784,673

* Individual policies/ contracts are those underwritten on an individual basis.

Adamjee Life Assurance Company Limited

Notes to and forming part of the Condensed Interim Financial Statements

For the quarter ended March 31, 2024

	Note	March 31, 2024 (Un-audited)	March 31, 2023 (Un-audited)
		(Rupees in '000)	
24. INVESTMENT INCOME			
Income from equity securities			
Dividend income			
Fair value through profit or loss		**153,753**	188,038
		153,753	188,038
Income from government securities			
Available for sale		**-**	3,369
Fair value through profit or loss		**3,275,689**	1,616,470
		3,275,689	1,619,839
Income from debt securities - fair value through profit or loss			
Return on TFCs and corporate sukuks		**212,693**	175,145
Income from term deposit receipts - held to maturity			
Return on term deposit receipts		**242**	101,009
		3,642,377	2,084,031
25. NET REALISED FAIR VALUE GAINS / (LOSSES) ON FINANCIAL ASSETS			
Available for sale			
Realised losses on:			
- Government securities		**-**	(6)
		-	(6)
Fair value through profit or loss			
Realised gains / (losses) on:			
- Equity securities		**229,389**	250,804
- Government securities		**(49,623)**	(59,940)
- Debt securities		**-**	(14,942)
- Mutual funds		**6,880**	18,014
		186,646	193,936
		186,646	193,930
26. NET FAIR VALUE GAINS / (LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS - UNREALISED			
Net unrealised gains / (losses) on:			
- Equity securities		264,434	(259,593)
- Government securities		**(345,959)**	(213,863)
- Debt securities		**2,303**	(28,270)
- Mutual Funds		**198,669**	119,530
Total gain / (loss)		**119,447**	(382,196)
Investment related expenses		**(30,259)**	(31,254)
		89,188	(413,450)
27. OTHER INCOME			
Return on bank balances		**195,441**	209,072
Mark-up on policy loans		**625**	1,235
Gain on disposal of fixed assets		**-**	(153)
		196,066	210,154

Adamjee Life Assurance Company Limited

Notes to and forming part of the Condensed Interim Financial Statements

For the quarter ended March 31, 2024

	Note	March 31, 2024 (Un-audited)	March 31, 2023 (Un-audited)
		(Rupees in '000)	
28. NET INSURANCE / TAKAFUL BENEFITS			
Gross claims			
Claims under individual policies / contracts			
- by death		**(163,716)**	(214,682)
- by insured event other than death		**(4,691)**	(217)
- by maturity		**(2,262,710)**	(1,454,742)
- by surrender		**(3,611,347)**	(2,512,269)
Total gross individual policy claims		**(6,042,464)**	(4,181,910)
Claims under group policies / contracts			
- by death		**(176,503)**	(128,319)
- by insured event other than death		**(4,228)**	(4,363)
Total gross group policy claims		**(180,731)**	(132,682)
Total gross claims		**(6,223,195)**	(4,314,592)
Less: Reinsurance / retakaful recoveries			
- on individual life claims		**20,702**	53,593
- on group life claims		**120,182**	82,227
		140,884	135,820
Net insurance / takaful benefit expense (excluding claims related expenses)		**(6,082,311)**	(4,178,772)
29. ACQUISITION EXPENSES			
Remuneration to insurance / takaful intermediaries on individual policies / contracts:			
- Commission on first year premiums / contributions		**(189,781)**	(229,109)
- Commission on second year premiums / contributions		**(31,518)**	(45,448)
- Commission on subsequent years renewal premiums / contributions		**(44,792)**	(44,155)
- Commission on single premiums / contributions		**(89,519)**	(66,705)
- Other benefits to insurance / takaful intermediaries		**(94,663)**	(59,364)
		(450,273)	(444,781)
Remuneration to insurance / takaful intermediaries on group policies:			
- Commission		**(8,793)**	(7,223)
- Other benefits to insurance / takaful intermediaries		**(248)**	(1,721)
		(9,041)	(8,944)
Other acquisition costs			
- Employee benefit cost	29.1	**(166,797)**	(171,038)
- Traveling expenses		**(3,515)**	(1,915)
- Information technology expense		**(2,686)**	(1,079)
- Printing and stationery		**(2,249)**	(830)
- Depreciation		**(11,124)**	(9,542)
- Depreciation - Right of use asset		**(5,797)**	(4,790)
- Rent, rates and taxes		**(14,424)**	(14,114)
- Insurance cost		**(537)**	(722)
- Car fuel and maintenance		**(22,833)**	(20,082)
- Postage		**(2,930)**	(3,104)
- Electricity, gas and water		**(6,159)**	(5,262)
- Office repairs and maintenance		**(22,649)**	(12,752)
- Entertainment		**(6,229)**	(4,878)
- Training and development		**(2,015)**	(1,460)
- Marketing cost		**(17,534)**	(19,627)
- Financial charges		**(1,761)**	(2,177)
- Write off against property and equipment		**-**	(4,411)
- Legal and professional charges		**(7,843)**	(2,464)
- Stamp duty		**(10,939)**	(11,900)
- Medical examination fee		**(674)**	(2,374)
		(308,695)	(294,521)
		(768,009)	(748,246)

29.1 Employee benefit cost includes charges for post employment benefit of Rs. 6.3 million (March 31, 2023 :Rs.6.8 million).

	Note	March 31, 2024 (Un-audited)	March 31, 2023 (Un-audited)
		(Rupees in '000)	
30. MARKETING AND ADMINISTRATION EXPENSES			
Employee benefit cost	30.1 & 30.2	**(158,807)**	(134,428)
Travelling expenses		**(1,184)**	(816)
Advertisements and sales promotion		**(6,354)**	(5,998)
Printing and stationery		**(3,030)**	(3,461)
Depreciation		**(7,474)**	(6,375)
Depreciation Right of use asset		**(8,807)**	(8,809)
Amortisation		**(1,674)**	(3,647)
Rent, rates and taxes		**(560)**	(1,515)
Legal and professional charges		**(41,054)**	(23,617)
Electricity, gas and water		**(5,400)**	(1,164)
Entertainment		**(1,748)**	(1,109)
Vehicle running expenses		**(12,825)**	(13,313)
Office repairs and maintenance		**(8,814)**	(6,730)
Appointed actuary fees		**(3,882)**	(3,548)
Postages, telegrams and telephone		**(13,519)**	(8,600)
Bank charges		**(2,284)**	(440)
Directors' Fee		**(325)**	(160)
Insurance expenses		**(779)**	(819)
Annual supervision fee		**(8,388)**	(8,293)
Information technology expenses		**(24,050)**	(14,930)
Training and development		**(106)**	(1,362)
Miscellaneous		**(7)**	(43)
		(311,071)	(249,177)
30.1 Employee benefit cost			
Salaries, allowances and other benefits		**(154,500)**	(126,091)
Charges for post employment benefit		**(4,307)**	(8,337)
		(158,807)	(134,428)

30.2 Total number of employees as at March 31, 2024 are 1,785 (March 31, 2023: 1,650) which includes permanent and contractual employees. Average number of employees during period ended March 31, 2024 were 1,794 (March 31, 2023: 1,696).

	Note	March 31, 2024 (Un-audited)	March 31, 2023 (Un-audited)
		(Rupees in '000)	
31. INCOME TAX EXPENSE			
For the period			
- Current		**(57,034)**	(28,380)
- Deferred		**(145,992)**	(46,566)
		(203,026)	(74,946)
EARNINGS PER SHARE			
Profit after tax for the period		**303,851**	130,498
		(Number of shares in '000)	
Weighted average number of ordinary share outstanding as at period end		**250,000**	250,000
		---------- (Rupees) ----------	
Basic earnings per share	32.1	**1.22**	0.52

33. RELATED PARTY TRANSACTIONS

The related parties comprise of the parent company, directors, key management personnel, associated undertakings, group companies, entities with common directors and staff gratuity fund. Related party transactions and balances, including those disclosed elsewhere in these condensed interim financial statements are given below:

	March 31, 2024 (Un-audited)	March 31, 2023 (Un-audited)
Transactions during the period	**(Rupees in '000)**	
Holding company		
Premium written	**2,862**	2,610
Insurance expense	**7,699**	7,254
Premises rental	**16,666**	15,761
Rental income	**712**	244
Associated undertakings		
Premium / contribution written	**65,036**	16,790
Claims expense	**30,687**	7,284
Other expense	**6,651**	7,478
Commission and other incentives in respect of bancassurance	**298,071**	303,627
Profit on bank deposits	**151,537**	102,688
Bank charges	**1,596**	247
Investments purchased	**224,232**	3,054,090
Investments sold	**736,885**	1,123,270
Dividend income	**90,826**	15,938
Other related parties		
Premium / contribution written	**20,882**	14,899
Claims expense	**83,241**	88,293
Investment advisor fee	**12,340**	13,381
Trustee fee	**-**	3,156
Directors		
Fee	**325**	160
Key management personnel		
Remuneration	**96,560**	63,173
Loan issued	**-**	5,000
Recoveries against Loan to key management personnels	**2,050**	-
Staff retirement benefit plan (gratuity fund)		
Charge for the period	**10,607**	11,426

Adamjee Life Assurance Company Limited

Notes to and forming part of the Condensed Interim Financial Statements

For the quarter ended March 31, 2024

	March 31, 2024 (Un-audited)	December 31, 2023 (Audited)
	(Rupees in '000)	
Balances outstanding as at the end of the period		
Holding company		
Other (payable) / receivable	**2,803**	4
Associated undertakings		
Premium / contribution due but unpaid	**6,105**	5,618
Bank deposits	**2,211,228**	2,596,696
Investments held	**7,999,248**	7,184,206
Dividend receivables	**15,897**	6,092
Commission payable	**314,859**	296,091
Claims payable	**-**	1,000
Other related parties		
Premium / contribution due but unpaid	**23,197**	10,426
Remuneration payable for the management of discretionary investment portfolio	**3,531**	8,109
Remuneration payable to trustee	**-**	1,421
Key management personnel		
Short term loans (as per policy)	**2,875**	8,050
Staff retirement benefit plan (gratuity fund)		
Receivable from to gratuity fund	**1,184**	11,791

34. SEGMENTAL INFORMATION

34.1 Revenue account by statutory fund
For the period ended March 31, 2024 (Un-audited)

	Statutory Funds						
	Conventional Business	Accident and Health Business	Non-unitised Investment Link Business	Unit Linked Business	Individual Family Takaful Unit Linked Business	Group Family Takaful Business	Total
	(Rupees in 000)						
Income							
Premiums / contributions less reinsurances / re-takaful	90,650	1	6,842	5,296,638	914,976	33,837	6,342,944
Rental income from investment property	-	-	-	712	-	-	712
Net investment income	28,173	-	81,968	3,251,885	578,791	9,813	3,950,630
Total net income	118,823	1	88,810	8,549,235	1,493,767	43,650	10,294,286
Insurance / takaful benefits and expenditures							
Insurance benefits including bonus net of reinsurance / retakaful	(47,853)	-	(121,497)	(5,305,783)	(596,009)	(12,740)	(6,083,882)
Management expenses less recoveries	(19,023)	(1)	(647)	(818,896)	(218,464)	(2,855)	(1,059,886)
Total insurance / takaful benefits and expenditures	(66,876)	(1)	(122,144)	(6,124,679)	(814,473)	(15,595)	(7,143,768)
Excess / (deficit) of income over insurance / takaful benefits and expenditures	51,947	-	(33,334)	2,424,556	679,294	28,055	3,150,518
Add: Policyholders' liabilities at beginning of the period	261,143	1,324	1,315,617	62,792,011	11,702,085	110,754	76,182,934
Less: Policyholders' liabilities at end of the period	240,992	797	1,261,144	65,005,712	12,323,433	134,208	78,966,286
Net change in insurance / takaful liabilities (other than outstanding claims)	20,151	527	54,473	(2,213,701)	(621,348)	(23,454)	(2,783,352)
Surplus before tax	72,098	527	21,139	210,855	57,946	4,601	367,166
Movement in policyholders' liabilities	(20,151)	(527)	(54,473)	2,213,701	621,348	23,454	2,783,352
Balance of statutory funds at beginning of the period	552,046	2,872	1,377,738	64,058,048	12,112,926	160,871	78,264,501
Balance of statutory funds at end of the period	603,993	2,872	1,344,404	66,482,604	12,792,220	188,926	81,415,019
Represented by:							
Capital contribution by shareholders fund	327,515	1,511	-	-	-	35,630	364,656
Receipt of Qard-e-Hasna to OSF from PTF	-	-	-	-	22,500	-	22,500
Refund of Qard-e-Hasna by PTF	-	-	-	-	(22,500)	-	(22,500)
Policyholders' liabilities	240,992	797	1,261,144	65,005,712	12,204,063	32,691	78,745,399
Retained earning on other than participating business	35,486	564	83,260	1,476,892	588,157	120,605	2,304,964
Balance of statutory funds	603,993	2,872	1,344,404	66,482,604	12,792,220	188,926	81,415,019

34.2 Revenue account by statutory fund
For the period ended March 31, 2023 (Un-audited)

	Statutory Funds						
	Conventional Business	Accident and Health Business	Non-unitised Investment Link Business	Unit Linked Business	Individual Family Takaful Unit Linked Business	Group Family Takaful Business	Total
	(Rupees in 000)						
Income							
Premiums / contribution less reinsurances / re-takaful	55,372	1,093	13,187	4,668,134	1,025,630	21,257	5,784,673
Rental income from investment property	-	-	-	244		-	244
Net investment income	18,708	-	75,641	1,720,146	251,251	7,536	2,073,282
Total net income	74,080	1,093	88,828	6,388,524	1,276,881	28,793	7,858,199
Insurance benefits and expenditures							
Insurance benefits including bonus net of reinsurance / retakaful	(34,711)	-	(128,448)	(3,631,622)	(368,988)	(16,936)	(4,180,705)
Management expenses less recoveries	(17,367)	(468)	(1,355)	(743,695)	(230,409)	(2,738)	(996,032)
Total insurance / takaful benefits and expenditures	(52,078)	(468)	(129,803)	(4,375,317)	(599,397)	(19,674)	(5,176,737)
Excess / (deficit) of income over insurance / takaful benefits and expenditures	22,002	625	(40,975)	2,013,207	677,484	9,119	2,681,462
Net change in insurance / takaful liabilities (other than outstanding claims)	(7,702)	(825)	50,324	(1,975,066)	(604,846)	(11,530)	(2,549,645)
Surplus / (deficit) before tax	14,300	(200)	9,349	38,141	72,638	(2,411)	131,817
Movement in policyholders' liabilities	7,702	825	(50,324)	1,975,066	604,846	11,530	2,549,645
Balance of statutory funds at beginning of the period	363,539	1,322	1,713,066	50,969,588	8,652,337	110,474	61,810,326
Balance of statutory funds at end of the period	385,541	1,947	1,672,091	52,982,795	9,329,821	119,593	64,491,788
Represented by:							
Capital contribution by shareholders fund	327,514	1,511	-	-	-	35,630	364,655
Qard-e-Hasna from Window Takaful Operator to PTF	-	-	-	-	(22,500)		(22,500)
Qard-e-Hasna received by PTF	-	-	-	-	22,500		22,500
Policyholders' liabilities	192,246	1,188	1,574,161	51,998,147	8,871,295	36,069	62,673,106
(deficit) / Retained earning on other than participating business	(134,219)	(752)	97,930	984,648	458,526	47,894	1,454,027
Balance of statutory funds	385,541	1,947	1,672,091	52,982,795	9,329,821	119,593	64,491,788

35. Segmental statement of financial position

	As at March 31, 2024 (Un-audited)		
	Statutory Funds	Shareholders' Fund	Total
	(Rupees in '000)		
Property and equipment	-	211,967	211,967
Intangible assets	-	24,231	24,231
Right of use asset	-	57,898	57,898
Investment property	1,065,394	-	1,065,394
Investments			
Equity securities	9,153,409	-	9,153,409
Government securities	61,083,707	2,950,472	64,034,179
Debt securities	3,529,171	-	3,529,171
Term deposits	125,000	-	125,000
Mutual funds	5,609,498	-	5,609,498
Loan secured against life insurance / takaful policies	9,114	-	9,114
(Insurance / takaful) / (reinsurance / retakaful) receivables	184,235	-	184,235
Deferred tax asset	-	10,905	10,905
Other loans and receivables	2,009,517	261,949	2,271,466
Taxation - payment less provision	997,185	-	997,185
Prepayments	11,811	91,462	103,273
Cash and bank	2,424,365	245,768	2,670,133
Total assets	86,202,406	3,854,652	90,057,058
Insurance / takaful liabilities	82,931,029	-	82,931,029
Retirement benefit obligations	-	-	-
Taxation - payment less provision	-	441,492	441,492
Deferred tax liability	814,193	-	814,193
Lease liabilities	-	82,106	82,106
Premium / contribution received in advance	200,963	-	200,963
(Insurance / takaful) / (reinsurance / retakaful) payables	131,360	-	131,360
Unclaimed dividends	-	35	35
Other creditors and accruals	594,760	139,701	734,461
Total liabilities	84,672,305	663,334	85,335,639

	As at December 31, 2023 (Audited)		
	Statutory Funds	Shareholders' Fund	Total
	(Rupees in '000)		
Property and equipment	-	220,156	220,156
Intangible assets	-	25,906	25,906
Right of use asset	-	72,504	72,502
Investment property	1,065,394	-	1,065,394
Investments			
Equity securities	8,556,762	-	8,556,762
Government securities	58,521,485	2,844,198	61,365,683
Debt securities	3,629,033	-	3,629,033
Term deposits	75,000	-	75,000
Mutual funds	4,981,341	-	4,981,341
Loan secured against life insurance / takaful policies	35,975	-	35,975
Insurance / takaful) / (reinsurance / retakaful) receivables	94,143	-	94,143
Deferred tax asset	-	13,177	13,177
Other loans and receivables	1,242,250	136,808	1,379,058
Taxation - payment less provision	992,572	-	992,572
Prepayments	7,642	47,527	55,169
Cash and bank	3,452,046	474,550	3,926,596
Total assets	82,653,643	3,834,826	86,488,467
Insurance / takaful liabilities	79,559,988	-	79,559,988
Taxation - payment less provision	-	385,622	385,622
Deferred tax liability	670,473	-	670,473
Lease liabilities	-	103,455	103,455
Premium / contribution received in advance	246,282	-	246,282
(Insurance / takaful) / (reinsurance / retakaful) payables	102,148	-	102,148
Unclaimed dividends	-	39	39
Other creditors and accruals	663,157	339,735	1,002,892
Total liabilities	81,242,048	828,851	82,070,899

36. FAIR VALUE MEASUREMENT

The table below analyses assets measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised.

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

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

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

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

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

As at March 31, 2024 (Un-audited)

	Carrying value					Fair value			
	Available for Sale	Fair value through profit or loss	Loans and Receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000')								
Financial assets measured at fair value									
- Investments									
Government Securities									
(T-bills + PIBs + Sukuks)	-	64,034,179	-	-	64,034,179	20,684,850	43,349,329	-	64,034,179
Equity securities	-	9,153,409	-	-	9,153,409	9,153,409	-	-	9,153,409
Mutual funds	-	5,609,498	-	-	5,609,498	5,609,498	-	-	5,609,498
Debt securities (listed TFCs / corporate sukuks)	-	3,529,171	-	-	3,529,171	3,529,171	-	-	3,529,171
Non-financial assets measured at fair value	-	82,326,257	-	-	82,326,257	38,976,928	43,349,329	-	82,326,257
- Investment property	-	1,065,394	-	-	1,065,394	-	-	1,065,394	1,065,394
	-	1,065,394	-	-	1,065,394	-	-	1,065,394	1,065,394
Financial assets not measured at fair value									-
Cash and Bank Balance	-	-	2,651,886	-	2,651,886				
- Term deposit receipts	-	-	125,000	-	125,000				
- Other financial assets	-	-	2,443,845	-	2,443,845				
	-	-	5,220,731	-	5,220,731				
Financial liabilities not measured at fair value									
- Other financial liabilities	-	-	-	848,145	848,145				
	-	-	-	848,145	848,145				
	-	83,391,651	5,220,731	848,145	89,460,527				

As at December 31, 2023 (Audited)

	Carrying value					Fair value			
	Available for Sale	Fair value through profit or loss	Loans and Receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000')								
Financial assets measured at fair value									
- Investments									
Government securities									
(T-bills + PIBs + Sukuks)	-	61,365,683	-	-	61,365,683	20,409,526	40,956,157	-	61,365,683
Equity securities	-	8,556,762	-	-	8,556,762	8,556,762	-	-	8,556,762
Mutual funds	-	4,981,341	-	-	4,981,341	4,981,341	-	-	4,981,341
Debt securities (listed TFCs / corporate sukuks)	-	3,629,033	-	-	3,629,033	3,629,033	-	-	3,629,033
	-	78,532,819	-	-	78,532,819	37,576,662	40,956,157	-	78,532,819
Non-financial assets measured at fair value									
- Investment property	-	1,065,394	-	-	1,065,394	-	-	1,065,394	1,065,394
	-	1,065,394	-	-	1,065,394	-	-	1,065,394	1,065,394
Financial assets not measured at fair value									
Cash and Bank Balance	-	-	3,917,410	-	3,917,410				
- Term deposit receipts	-	-	75,000	-	75,000				
- Investment in debt securities	-	-	-	-	-				
- Other financial assets	-	-	1,491,838	-	1,491,838				
	-	-	5,484,248	-	5,484,248				
Financial liabilities not measured at fair value									
- Other Financial liabilities	-	-	-	1,087,584	1,087,584				
	-	-	-	1,087,584	1,087,584				
	-	79,598,213	5,484,248	1,087,584	86,170,045				

37. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and comparison. The material reclassification has been made of Rs. 102 million which represents the expenses that are reclassified from marketing and administration expenses to acquisition expenses.

The details of reclassification are as follows:

	MARKETING AND ADMINISTRATION EXPENSES	ACQUISITION EXPENSES
	Note 30	Note 29
	(Rupees in '000)	
- Employee benefit cost	(60,724)	60,724
- Traveling expenses	(935)	935
- Information technology expense	(508)	508
- Printing and stationery	(432)	432
- Depreciation	(2,502)	2,502
- Depreciation - Right of use asset	(1,428)	1,428
- Rent, rates and taxes	(1,989)	1,989
- Insurance cost	(79)	79
- Car fuel and maintenance	(11,230)	11,230
- Postage	(1,105)	1,105
- Electricity, gas and water	(1,537)	1,537
- Office repairs and maintenance	(2,240)	2,240
- Entertainment	(481)	481
- Training and development	(705)	705
- Marketing cost	(14,205)	14,205
- Financial charges	(775)	775
- Legal and professional charges	(2,067)	2,067
	(102,942)	**102,942**

38. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Company in their meeting held on April 25, 2024.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Financial Position

Window Takaful Operations (Un-audited)

As at March 31, 2024

	Note	Operator's Sub Fund	Statutory Fund	Aggregate March 31, 2024	Aggregate December 31, 2023
		(Rupees in '000)			
Assets					
Investments					
Equity securities	5	-	1,263,328	1,263,328	1,194,109
Government securities	6	413,029	7,665,279	8,078,308	7,544,254
Debt securities	7	-	261,735	261,735	261,272
Term deposits	8	-	125,000	125,000	75,000
Mutual funds	9	78,056	1,393,210	1,471,266	717,730
Takaful / retakaful receivables		-	4,373	4,373	22,669
Contribution due but unpaid		-	10,535	10,535	7,469
Other loans and receivables		45,411	505,834	551,245	342,056
Interfund receivable		76,587	-	76,587	93,554
Taxation - payments less provision		10,033	177,319	187,352	185,070
Prepayments		11,811	-	11,811	7,642
Cash and bank	10	85,515	1,385,345	1,470,860	2,337,413
Total assets		720,442	12,791,958	13,512,400	12,788,238
Equity and Liabilities					
Capital contributed from Shareholders' Fund		35,630	-	35,630	35,630
Qard-e-Hasna contributed by window takaful operator		-	-	-	-
Money ceded to waqf fund		-	500	500	500
Ledger account D		296,339	-	296,339	258,498
Total equity		331,969	500	332,469	294,628
Liabilities					
Takaful liabilities	11	70,118	12,630,125	12,700,243	12,006,884
Deferred taxation		191,064	-	191,064	166,330
Contribution received in advance		-	62,594	62,594	80,134
Takaful / retakaful payables		-	10,663	10,663	-
Interfund payable		-	76,587	76,587	93,554
Other creditors and accruals		127,291	11,489	138,780	146,708
Total liabilities		388,473	12,791,458	13,179,931	12,493,610
Contingencies and commitments	12				
Total equity and liabilities		720,442	12,791,958	13,512,400	12,788,238

The annexed notes 1 to 25 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Profit or Loss

Window Takaful Operations (Un-audited)

For the quarter ended March 31, 2024

	Note	Operator's Sub Fund 2024	Statutory Fund 2024	Aggregate March 31, 2024	Aggregate March 31, 2023
		---------- (Rupees in '000) ----------			
Contribution revenue		178,445	812,525	990,970	1,066,646
Contribution ceded to retakaful		-	(42,157)	(42,157)	(19,759)
Net contribution revenue	13	178,445	770,368	948,813	1,046,887
Takaful operator's fee		82,161	(82,161)	-	-
Investment income	14	24,727	378,855	403,582	272,956
Net realised fair value gain/(loss) on financial assets	15	-	37,528	37,528	28,634
Net fair value gain / (loss) on financial assets at fair value through profit or loss - unrealised	16	1,200	52,621	53,821	(53,197)
Other income	17	7,918	95,670	103,588	18,227
		116,006	482,513	598,519	266,620
Net income		294,451	1,252,881	1,547,332	1,313,507
Takaful benefits	18	(968)	(620,334)	(621,302)	(415,737)
Recoveries from retakaful	18	-	13,198	13,198	30,558
Claims related expenses		-	(645)	(645)	(745)
Net takaful benefits		(968)	(607,781)	(608,749)	(385,924)
Net change in takaful liabilities (other than outstanding claims)		(332)	(644,470)	(644,802)	(616,376)
Acquisition expenses	19	(182,615)	-	(182,615)	(183,094)
Marketing and administration expenses	20	(37,419)	-	(37,419)	(49,611)
Other expenses		(9,922)	(630)	(10,552)	(8,278)
		(230,288)	(645,100)	(875,388)	(857,358)
Total expenses		(231,256)	(1,252,881)	(1,484,137)	(1,243,282)
Finance Cost		(619)	-	(619)	-
Profit before tax		62,576	-	62,576	70,225
Income tax expense		(24,735)	-	(24,735)	(23,225)
Profit after tax for the period		37,841	-	37,841	47,000

The annexed notes 1 to 25 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Comprehensive Income

Window Takaful Operations (Un-audited)

For the quarter ended March 31, 2024

			Aggregate	
	Operator's Sub Fund	**Statutory Fund**	**March 31, 2024**	March 31, 2023
	---------- (Rupees in '000) ----------			
Profit after tax for the period - as per statement of profit or loss	37,841	-	**37,841**	47,000
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	37,841	-	**37,841**	47,000

The annexed notes 1 to 25 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Changes in Equity

Window Takaful Operations (Un-audited)

For the quarter ended March 31, 2024

	Capital contributed from Sharehold-ers' Fund	Money ceded to waqf fund	Ledger account D *	Total
	---------- (Rupees in '000) ----------			
Balance as at January 01, 2023	35,630	500	182,337	218,467
Total comprehensive income for the period ended March 31, 2023				
- Profit for the period after tax	-	-	47,000	47,000
- Other comprehensive income	-	-	-	-
	-	-	47,000	47,000
Balance as at March 31, 2023	35,630	500	229,337	265,467
Balance as at January 01, 2024	**35,630**	**500**	**258,498**	**294,628**
Total comprehensive income for the period ended March 31, 2024				
- Profit for the period after tax	**-**	**-**	**37,841**	**37,841**
- Other comprehensive income	**-**	**-**	**-**	**-**
	-	**-**	**37,841**	**37,841**
Balance as at March 31, 2024	**35,630**	**500**	**296,339**	**332,469**

*This includes balances maintained in accordance with the requirements of Section 35 of the Insurance Ordinance, 2000 read with Rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for carrying on of the life insurance business.

The annexed notes 1 to 25 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

Adamjee Life Assurance Company Limited

Condensed Interim Statement of Cash Flows

Window Takaful Operations (Un-audited)

For the quarter ended March 31, 2024

	Note	March 31, 2024	March 31, 2023
		(Rupees in '000)	
Operating Cash Flows			
(a) Takaful activities			
Takaful contribution received		**970,364**	1,046,490
Claims paid		**(573,390)**	(377,412)
Hadia paid		**(116,714)**	(136,386)
Marketing and administrative expenses paid		**(100,482)**	(271,434)
Net cash flow generated from takaful activities		**179,778**	261,258
(b) Other operating activities			
Income tax paid		**(2,100)**	(24,010)
Total cash flow generated from all operating activities		**177,678**	237,248
Investment activities			
Profit / return received		**294,342**	186,019
Dividend received		**3,117**	7,530
Payment for investments		**(1,862,303)**	(7,652,882)
Proceeds from disposal of investments		**570,613**	8,424,981
Total cash flow (used in) / generated from investing activities		**(994,231)**	965,647
Net cash (outflow) / inflows from all activities		**(816,553)**	1,202,895
Cash and cash equivalent at the beginning of the period		**2,412,413**	3,978,761
Cash and cash equivalent at the end of the period	10.2	**1,595,860**	5,181,657
Reconciliation to statement of profit or loss			
Cash flow from all operating activities		**177,678**	237,248
Depreciation and amortisation expense		**(5,941)**	(4,009)
Financial charge expense		**(795)**	(408)
Profit on disposal of investment		**37,528**	28,634
Dividend income		**12,662**	16,093
Other investment income		**490,430**	221,893
Increase in assets other than cash		**200,410**	108,904
Increase in liabilities other than borrowings		**(932,030)**	(511,803)
Surplus on revaluation of investment		**57,899**	(49,552)
Profit after taxation for the period		**37,841**	47,000

The annexed notes 1 to 25 form an integral part of these condensed interim financial statements.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Adamjee Life Assurance Company Limited ("the Operator") was incorporated in Pakistan on August 04, 2008 as a public unlisted company under the Companies Act, 2017 (Previously Companies Ordinance,1984). The Operator was converted to a public limited company on March 4, 2022 and registered itself on Pakistan Stock Exchange. The Operator started its operations from April 24, 2009. Registered office of the Operator is at 5th floor, Islamabad Stock Exchange Towers, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is at Adamjee House, 3rd and 4th Floor, I.I Chundrigar Road, Karachi. The Operator is a subsidiary of Adamjee Insurance Company Limited.

The Operator is engaged in Takaful business carrying on non-participating business only. Following are the statutory funds in respect of each class of its Takaful business:

- Individual Family Takaful Business (refer note 1.2)
- Group Family Takaful Business (refer note 1.2)

1.2 The Operator was granted authorisation on May 04, 2016 under Rule 6 of Takaful Rules, 2012 to undertake Takaful Window Operations in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations from July 14, 2016. The Company formed a Waqf Fund namely the Adamjee Life Assurance Company Limited - Window Takaful Operations Waqf Fund (here-in-after referred to as the Participant Takaful Fund (PTF) on December 22, 2015 under a Waqf deed executed by the Operator with the cede amount of Rs. 500,000. The cede money is required to be invested in Shariah compliant investments and any profit thereon can be utilised only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Company and policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' funds as approved by the Shariah Advisor appointed by the Operator.

The Operator issued supplemental policies to the Window Takaful Operations Waqf Fund on October 29, 2019 to include Group Family Participant's Takaful Fund business in existing Window Takaful Operations Waqf Fund and the same was authorised by the Securities and Exchange Commission of Pakistan (SECP) on December 11, 2019 and the Operator commenced its Group Family Takaful Business in the second Quarter of 2020.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

- International Accounting Standards (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017; and

- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

In case the requirements differ, provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, have been followed.

These condensed interim financial statements do not include all the information required in the annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2023.

3. SIGNIFICANT ACCOUNTING POLICIES & FINANCIAL RISK MANAGEMENT / JUDGEMENTS AND ESTIMATES

The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statement are same as those applied in the preparation of the annual financial statements of the Operator for the year ended December 31, 2023.

The financial risk management objectives and policies are consistent with those disclosed in the financial statements of the Operator for the year ended December 31, 2023. In preparing these condensed interim financial statements, the management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Operator's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the financial statements for the year ended December 31, 2023.

4. STANDARDS, INTERPRETATIONS AND AMENDMENTS TO ACCOUNTING STANDARDS THAT BECAME EFFECTIVE FOR THE PERIOD ENDED MARCH 31, 2024

There are certain new and amended standards, interpretations and amendments that are mandatory for the Operator's accounting periods beginning on or after January 1, 2024 but are considered not to be relevant or do not have any significant effect on the Operator's operations and therefore not detailed in these condensed interim financial statements.

	Note	**March 31, 2024**	December 31, 2023
5. INVESTMENT IN EQUITY SECURITIES		**(Rupees in '000)**	
Fair value through profit or loss (held for trading)	5.1	**1,263,328**	1,194,109

5.1 At fair value through profit or loss (held for trading)

	As at March 31, 2024			As at December 31, 2023		
	Carrying value	**Impairment / provision**	**Market value**	Carrying value	Impairment / provision	Market value
	(Rupees in '000)					
Related party	**23,092**	**-**	**21,420**	18,821	-	27,518
Others	**1,222,881**	**-**	**1,241,908**	952,243	-	1,166,591
	1,245,973	**-**	**1,263,328**	971,064	-	1,194,109

	Note	**March 31, 2024**	December 31, 2023
6. INVESTMENT IN GOVERNMENT SECURITIES		**(Rupees in '000)**	
Fair value through profit or loss (held for trading)	6.1	**8,078,308**	7,544,254

6.1 Fair value through profit or loss (held for trading)

	As at March 31, 2024					
		Maturity year	Effective yield (%)	Carrying amount	Principal repayment	Market value
	(Rupees in '000)					
GOP Ijara Sukuk 5 Years - FRR	5 years	2029	15.00%	135,000	135,000	135,000
GOP Ijara Sukuk 5 Years - FRR	5 years	2028	15.00%	501,861	500,000	502,070
GOP Ijara Sukuk 5 Years - FRR	5 years	2026	16.00%	374,720	425,000	369,750
GOP Ijara Sukuk 5 Years - FRR	5 years	2025	17.00%	81,229	100,000	83,991
GOP Ijara Sukuk 3 Years - FRR	3 years	2027	16.00%	35,000	35,000	35,000
GOP Ijara Sukuk 3 Years - FRR	3 years	2026	16% - 17%	1,675,631	1,643,000	1,677,295
GOP Ijara Sukuk 1 Year - FRR	1 year	2025	17.00%	399,390	475,000	398,573
GOP Ijara Sukuk 1 Year - FRR	1 year	2024	18% - 21%	1,678,626	1,679,625	1,677,385
GOP Ijara Sukuk 5 Years - VRR	5 years	2028	15.00%	660,566	660,000	661,232
GOP Ijara Sukuk 5 Years - VRR	5 years	2027	16.00%	243,436	239,900	243,282
GOP Ijara Sukuk 5 Years - VRR	5 years	2026	16% - 17%	456,094	450,000	455,342
GOP Ijara Sukuk 5 Years - VRR	5 years	2025	17.00%	633,228	630,000	629,604
GOP Ijara Sukuk 3 Years - VRR	3 years	2026	16.00%	535,800	535,000	533,438
GOP Ijara Sukuk 1 Year - VRR	1 year	2024	18% - 19%	680,077	676,000	676,346
	As at March 31, 2024			**8,090,658**	**8,183,525**	**8,078,308**
	As at December 31, 2023			7,498,709	7,557,525	7,544,254

	Note	March 31, 2024	December 31, 2023
		(Rupees in '000)	
7. INVESTMENT IN DEBT SECURITIES			
At fair value through profit or loss (held for trading)	7.1	**261,735**	261,272

7.1 At fair value through profit or loss (held for trading)

	Note	As at March 31, 2024			As at December 31, 2023		
		Carrying value	Provision / impair-ment	Market value	Carrying value	Provision / impair-ment	Market value
		(Rupees in '000)					
Corporate sukuks		**261,546**	**-**	**261,735**	259,731	-	261,272
		261,546	**-**	**261,735**	259,731	-	261,272

	Note	March 31, 2024	December 31, 2023
		(Rupees in '000)	
8. INVESTMENT IN TERM DEPOSITS			
Deposits maturing within 12 months (held to maturity)	8.1	**125,000**	75,000

8.1 This represents term deposits placed with the Bank Islami Pakistan Limited, which carries a profit rate of 19.5% per annum (December 31, 2023: 21% per annum) and maturing in April 2024 (December 31, 2023: January, 2024).

9. INVESTMENT IN MUTUAL FUND			
Fair value through profit or loss (held for trading)	9.1	**1,471,266**	717,730

9.1 Fair value through profit or loss (held for trading)

	As at March 31, 2024			As at December 31, 2023		
	Carrying value	**Provision / impair-ment**	**Market value**	Carrying value	Provision / impair-ment	Market value
	---------- (Rupees in '000) ----------					
Related party	**1,418,561**	**-**	**1,471,266**	488,168	-	717,730
	1,418,561	**-**	**1,471,266**	488,168	-	717,730

	Note	**March 31, 2024**	December 31, 2023
		(Rupees in '000)	
10. CASH AND BANK			
- Policy stamps		**11,615**	3,753
Cash at bank			
- Current accounts		**124,712**	90,391
- Saving accounts	10.1	**1,334,533**	2,243,269
		1,459,245	2,333,660
		1,470,860	2,337,413

10.1 This carries profit rate ranging from 12.50% to 18.5% (December 31, 2023: 12.5% to 18.5%) per annum.

	Note	**March 31, 2024**	March 31, 2023
		(Rupees in '000)	
10.2 Cash and cash equivalents			
Cash and cash equivalents includes the following for the purpose of cash flow statement:			
- Cash in hand and policy stamps	10	**11,615**	4,110
- Cash at bank	10	**1,459,245**	2,902,547
- Term deposits maturing within three months	8	**125,000**	2,275,000
		1,595,860	5,181,657

	Note	**March 31, 2024**	December 31, 2023
11 TAKAFUL LIABILITIES		**(Rupees in '000)**	
Reported outstanding claims (including claims in payment)	11.1	**242,602**	194,045
Incurred but not reported claims	11.2	**68,910**	61,967
Investment component of unit-linked and account value policies	11.3	**12,019,023**	11,354,261
Liabilities under group takaful contracts (other than investment linked)	11.4	**19,845**	7,290
Other takaful liabilities	11.5	**128,976**	135,068
		12,479,356	11,752,631
Surplus retained in Participants' Takaful Fund (PTF)		**220,887**	254,253
		12,700,243	12,006,884

		March 31, 2024	December 31, 2023
		(Rupees in '000)	
11.1	**Reported outstanding claims (including claims in payment)**		
	Gross of retakaful	**258,975**	220,517
	Recoverable from retakaful	**(16,373)**	(26,472)
	Net reported outstanding claims	**242,602**	194,045
11.2	**Incurred but not reported claims**		
	Individual life		
	Gross of retakaful	**109,895**	98,725
	Retakaful recoveries	**(53,831)**	(50,015)
	Net of retakaful	**56,064**	48,710
	Group life		
	Gross of retakaful	**26,352**	25,588
	Retakaful recoveries	**(13,506)**	(12,331)
	Net of retakaful	**12,846**	13,257
		68,910	61,967
11.3	**Investment component of unit linked and account value policies**		
	Investment component of unit linked policies	**12,019,023**	11,354,261
		12,019,023	11,354,261
11.4	**Liabilities under group takaful contracts (other than investment linked)**		
	Gross of retakaful	**42,499**	13,267
	Retakaful credit	**(22,654)**	(5,977)
	Net of retakaful	**19,845**	7,290
11.5	**Other takaful liabilities**		
	Gross of retakaful	**158,668**	166,865
	Retakaful credit	**(29,692)**	(31,797)
	Net of retakaful	**128,976**	135,068

12. CONTINGENCIES AND COMMITMENTS

The contingencies reported in main condensed interim financial statements of the Company also includes impacts of Window Takaful Operations as at March 31, 2024. Out of reported amount therein, an amount of Rs. 193.65 million (2023: Rs. 177.018 million) pertains to Window Takaful Operations. There are no other material contingencies or commitments as at March 31, 2024.

	March 31, 2024	December 31, 2023
	(Rupees in '000)	
13. Contribution revenue		
Gross Contribution		
Regular Contribution Individual Contracts*		
First year	**156,428**	154,973
Second year renewal	**122,709**	355,541
Subsequent year renewal	**630,625**	502,658
	909,762	1,013,172
Single contribution individual contracts*	**17,314**	25,707
Group contracts without cash values	**63,894**	27,767
	81,208	53,474
Total gross contribution	**990,970**	1,066,646
Less: retakaful contributions ceded		
On individual life first year business	**(3,247)**	(3,265)
On individual life second year business	**(1,793)**	(3,871)
On individual life subsequent renewal business	**(7,053)**	(6,100)
On individual life single premium business	**(7)**	(13)
On group contracts	**(30,057)**	(6,510)
	(42,157)	(19,759)
Net contribution	**948,813**	1,046,887

* Individual policies are those underwritten on an individual basis.

14. INVESTMENT INCOME		
Dividend income	**12,662**	16,093
Income from government securities - fair value through profit or loss	**370,395**	62,557
Income from debt securities - fair value through profit or loss		
- Return on corporate sukuks	**20,525**	12,468
Income from term deposit receipts - held to maturity		
- Return on term deposit receipts	**-**	181,838
	403,582	272,956

	March 31, 2024	December 31, 2023
	(Rupees in '000)	
15. NET REALISED FAIR VALUE GAINS / (LOSSES) ON FINANCIAL ASSETS		
Fair value through profit or loss		
Realised gains / (losses) on:		
- Equity securities	**35,498**	25,394
- Government securities	**13**	-
- Debt securities	**-**	(6,378)
- Mutual funds	**2,017**	9,618
	37,528	28,634
16. NET FAIR VALUE GAINS/ (LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS - UNREALISED		
Net unrealised gains /(losses) on:		
- Equity securities	**17,355**	(28,251)
- Government securities	**(12,350)**	(24,780)
- Debt securities	**189**	(2,222)
- Mutual funds	**52,705**	5,701
Total gains /(losses)	**57,899**	(49,552)
Less: Investment related expenses	**(4,078)**	(3,645)
	53,821	(53,197)
17. OTHER INCOME		
Return on bank balances	**93,673**	10,394
Bonus allocation from operator's sub fund	**9,915**	7,355
Other tabarru income (PTF)	**-**	478
	103,588	18,227
18. TAKAFUL BENEFITS		
Claims under individual policies		
- by death	**(35,815)**	53,102
- by insured event other than death	**680**	127
- by maturity	**(75,301)**	86,006
- by surrender	**(486,950)**	253,066
Total gross individual policy claims	**(597,386)**	392,301
Claims under group policies		
- by death	**(21,848)**	22,900
- by insured event other than death	**(2,068)**	536
Total gross claims	**(621,302)**	415,737
Less: Retakaful recoveries		
- on individual life claims	**2,022**	(24,058)
- on group life claims	**11,176**	(6,500)
	13,198	(30,558)
Net takaful benefit expense	**(608,104)**	385,179

	March 31, 2024	December 31, 2023
	(Rupees in '000)	
19. Acquisition expenses		
Operator's Sub-Fund		
Acquisition costs		
Remuneration to takaful intermediaries on individual policies:		
- Hadia to agent on first year contributions	**(61,153)**	(58,029)
- Hadia to agent on second year contributions	**(9,220)**	(22,450)
- Hadia to agent on subsequent year renewal contributions	**(14,217)**	(10,265)
- Hadia to agent on single contributions	**(1,159)**	(1,415)
- other benefits to takaful intermediaries	**(2,250)**	4,727
Total hadia cost	**(87,999)**	(87,432)
Remuneration to takaful intermediaries on group contracts:		
- Hadia	**(2,616)**	(2,121)
- Other benefits to takaful intermediaries	**(142)**	(384)
	(2,758)	(2,505)
Other acquisition costs		
- Employee benefit costs	**(52,121)**	(68,707)
- Travelling expenses	**(782)**	(406)
- Information technology expense	**(671)**	(127)
- Printing and stationery	**(753)**	(406)
- Depreciation	**(1,112)**	(704)
- Depreciation - Right of use asset	**(580)**	(336)
- Rent, rates and taxes	**(7,687)**	(5,875)
- Insurance cost	**(54)**	(64)
- Car fuel and maintenance	**(7,411)**	(5,037)
- Postage	**(1,160)**	(978)
- Electricity, gas and water	**(2,220)**	(1,699)
- Office repairs and maintenance	**(8,167)**	(4,382)
- Entertainment	**(2,150)**	(1,782)
- Training and development	**(517)**	(904)
- Marketing cost	**(3,152)**	(545)
- Financial charges	**(176)**	(140)
- Legal and professional charges	**(784)**	(40)
- Miscellaneous	**-**	(441)
- Policy stamps	**(2,138)**	(2,926)
- Medical examination fee	**(223)**	(162)
	(91,858)	(95,662)
	(182,615)	(183,094)

	March 31, 2024	December 31, 2023
	(Rupees in '000)	
20. Maketing and administration expenses		
Employee benefit cost	**(16,149)**	(25,873)
Travelling expenses	**(77)**	(204)
Appointed actuary's fee	**(388)**	(355)
Auditor's remuneration	**(204)**	(101)
Legal and professional charges	**(5,357)**	(3,101)
Information technology expenses	**(2,531)**	(1,601)
Printing and stationery	**(700)**	(890)
Depreciation	**(1,961)**	(1,527)
Depreciation-right of use assets	**(2,167)**	(1,124)
Amortisation	**(121)**	(318)
Rent expense	**(250)**	(451)
Insurance expense	**(130)**	(98)
Vehicle running	**(1,544)**	(2,680)
Postage and courier	**(2,953)**	(3,039)
Electricity, gas and water	**(352)**	(377)
Office repairs and maintenance	**(1,253)**	(1,123)
Entertainment	**(173)**	(213)
Bank charges	**(88)**	(23)
Training and development	**65**	(201)
Fees and subscription	**(944)**	(914)
Marketing cost	**(142)**	(4,837)
Other expense	**-**	(153)
Profit expense	**-**	(408)
	(37,419)	(49,611)

21. RELATED PARTY TRANSACTIONS

The related parties comprise of the holding company, directors, key management personnel, associated undertakings, group companies entities with common directors and staff gratuity fund. Related party transactions and balances, including those disclosed elsewhere in these condensed interim financial statements are given below:

	March 31, 2024	December 31, 2023
	(Rupees in '000)	
Transactions during the period		
Associated undertakings		
Contribution written	**30,923**	-
Hadia and other incentives in respect of bancatakaful	**18,313**	24,175
Profit on bank deposits	**58,145**	5,170
Bank charges	**320**	165
Investments purchased	**35,846**	694,089
Investments sold	**100,828**	1,057,289
Other related parties		
Contribution written	**1,380**	-
Investment advisor fee	**1,830**	1,428
Key management personnel		
Remuneration	**19,438**	3,972
Recoveries against advances to key management personnels	**205**	-
Staff retirement benefit plan (gratuity fund)		
Charge for the period	**1,252**	3,212

	March 31, 2024	December 31, 2023
	(Rupees in '000)	
Balances outstanding as at the end of the period		
Associated undertakings		
Contribution due but unpaid	**4,622**	18
Bank deposits	**1,295,039**	600
Investments held	**1,492,686**	-
Hadia payable	**26,020**	7,895
Other related parties		
Contribution due but unpaid	**385**	-
Remuneration payable for the management of discretionary investment portfolio	**767**	767

22. SEGMENTAL INFORMATION

22.1 REVENUE ACCOUNT BY STATUTORY FUND FOR THE PERIOD ENDED MARCH 31, 2024

	Individual Family Takaful Unit Linked Business	Group Family Takaful Business	Total
	(Rupees in '000)		
Income			
Contribution less re-takaful	**914,976**	**33,837**	**948,813**
Net investment income	**578,791**	**9,813**	**588,604**
Total net income	**1,493,767**	**43,650**	**1,537,417**
Takaful benefits and expenditures			
Takaful benefits including bonus net of re-takaful	**(596,009)**	**(12,740)**	**(608,749)**
Management expenses less recoveries	**(218,464)**	**(2,855)**	**(221,319)**
Total takaful benefits and expenditures	**(814,473)**	**(15,595)**	**(830,068)**
Excess of income over takaful benefits and expenditures	**679,294**	**28,055**	**707,349**
Net change in takaful liabilities (other than outstanding claims)	**(621,348)**	**(23,454)**	**(644,802)**
Surplus before tax	**57,946**	**4,601**	**62,547**
Movement in policyholders' liabilities	**621,348**	**23,454**	**644,802**
Balance of statutory funds at beginning of the period	**12,112,926**	**160,871**	**12,273,797**
Balance of statutory funds at end of the period	**12,792,220**	**188,926**	**12,981,146**

Adamjee Life Assurance Company Limited

Notes to and forming part of the Condensed Interim Financial Statements

Window Takaful Operations (Un-audited)

For the quarter ended March 31, 2024

REVENUE ACCOUNT BY STATUTORY FUND
FOR THE PERIOD ENDED MARCH 31, 2023

	Individual Family Takaful Unit Linked Business	Group Family Takaful Business	Total
	---------- (Rupees in '000) ----------		
Income			
Contribution less re-takaful	1,025,630	21,257	1,046,887
Net investment income	251,251	7,536	258,787
Total net income	1,276,881	28,793	1,305,674
Takaful benefits and expenditures			
Takaful benefits including bonus net of re-takaful	(368,988)	(16,936)	(385,924)
Management expenses less recoveries	(230,409)	(2,738)	(233,147)
Total takaful benefits and expenditures	(599,397)	(19,674)	(619,071)
Excess of income over takaful benefits and expenditures	677,484	9,119	686,603
Net change in takaful liabilities (other than outstanding claims)	(604,846)	(11,530)	(616,376)
Surplus / (deficit) before tax	72,638	(2,411)	70,227
Movement in policyholders' liabilities	604,846	11,530	616,376
Balance of statutory funds at beginning of the period	8,652,337	110,474	8,762,811
Balance of statutory funds at end of the period	9,329,821	119,593	9,449,414

22.2 REVENUE ACCOUNT BY SUB STATUTORY FUND

	Note	Statutory funds		Aggregated	
				For the period ended	
		Individual Family Takaful	Group Family Takaful	31-Mar-24	31-Mar-23
		---------- (Rupees in '000) ----------			
22.2.1 Operator's Sub Fund (OSF)					
Income					
Wakalah fee		127,382	10,914	138,296	178,356
Tharawat fee	22.2.3	50,395	-	50,395	36,480
Bid offer spread		40,149	-	40,149	42,732
Participants' Takaful fund management income	22.2.2	22,004	-	22,004	24,300
Income against admin cost charged to PIF	22.2.3	9,762	-	9,762	13,825
Investment income		33,845	-	33,845	17,301
Total income		283,537	10,914	294,451	312,994
Less: Expenditures					
Acquisition costs		(179,760)	(2,855)	(182,615)	(164,787)
Administration cost and others		(38,038)	-	(38,038)	(67,917)
Claim related expenses		(368)	(600)	(968)	(177)
Bonus Allocation to PIF	22.2.3	(9,915)	-	(9,915)	(7,355)
Expenses on behalf of PTF - Premium		(7)	-	(7)	(43)
Expenses on behalf of PTF - Tabbarru		-	-	-	(92)
Total management cost		(228,088)	(3,455)	(231,543)	(240,017)
Excess of income over expenditure		55,449	7,459	62,908	72,977
Technical reserve at the beginning of the period		66,715	3,071	69,786	56,999
Less: Technical reserve at end of the period		(64,189)	(5,929)	(70,118)	(59,751)
Movement in technical reserves		2,526	(2,858)	(332)	(2,752)
Surplus for the period		57,975	4,601	62,576	70,225
Movement in technical reserves		(2,526)	2,858	332	2,752
Refund of Qard-e-Hasna to PTF		22,500		22,500	-
Balance of Operator's Sub Fund at the beginning of the period		454,555	17,559	472,114	328,829
Balance of Operator's Sub Fund at end of the period		532,504	25,018	557,522	401,806
Represented by:					
Capital contributed by shareholders' fund		-	10,000	10,000	10,000
Capital contributed to group family takaful		-	(10,000)	(10,000)	(10,000)
Qard-e-Hasna to PTF		-	-	-	(22,500)
Technical reserve at end of the period		64,189	5,929	70,118	59,751
Retained earnings on other than participating business		468,315	19,089	487,404	364,555
Balance of Operator's Sub Fund		532,504	25,018	557,522	401,806

	Note	Statutory funds		Aggregated	
				For the period ended	
		Individual Family Takaful	Group Family Takaful	31-Mar-24	31-Mar-23
		---------- (Rupees in '000) ----------			
22.2.2 Participants' Takaful Fund (PTF)					
Income					
Allocated contribution		9,156	52,980	62,136	37,982
Tabarru income		53,526	-	53,526	58,967
Re-Takaful ceded		(12,100)	(30,057)	(42,157)	(19,759)
Total contribution income net of re-takaful		50,582	22,923	73,505	77,190
Add: Investment income		10,695	9,813	20,508	11,230
Total income		61,277	32,736	94,013	88,420
Less: Expenditure					
Participants' Takaful fund management charges	22.2.1	(22,004)	-	(22,004)	(24,300)
Surplus distribution to PIF		(62,468)	-	(62,468)	-
Death claim expense net of retakaful recoveries		(18,117)	(12,140)	(30,257)	(35,307)
		(102,589)	(12,140)	(114,729)	(59,607)
Excess of income over expenditure		(41,312)	20,596	(20,716)	28,813
Technical reserve at the beginning of the period		281,533	107,683	389,216	284,796
(Less): Technical reserve at end of the period		(120,851)	(26,762)	(147,613)	(150,906)
(Less): surplus retained in technical reserves		(119,370)	(101,517)	(220,887)	(162,703)
Movement in technical reserve		41,312	(20,596)	20,716	(28,813)
Surplus for the period		-	-	-	-
Movement in technical reserve		(41,312)	20,596	(20,716)	28,813
Capital contribution by OSF		-	-	-	-
Qard-e-Hasna refund by PTF		(22,500)	-	(22,500)	-
Balance of Participants' Takaful Fund at beginning of the period		304,533	143,313	447,846	343,426
Balance of Participants' Takaful Fund at end of the period		240,721	163,909	404,630	372,239
Represented by:					
Money ceded to Waqf Funds		500	-	500	500
Capital contribution by OSF		-	35,630	35,630	35,630
Qard-e-Hasna received by PTF		-	-	-	22,500
Policyholders' liabilities		240,221	128,279	368,500	313,609
Balance of statutory fund		240,721	163,909	404,630	372,239

	Note	Statutory funds		Aggregated	
				For the period ended	
		Individual Family Takaful	Group Family Takaful	31-Mar-24	31-Mar-23
		---------- (Rupees in '000) ----------			
22.2.3 Participants' Investment Fund (PIF)					
Income					
Allocated contribution		**750,389**	**-**	**750,389**	807,576
Bonus Allocation from OSF	22.2.1	**9,915**	**-**	**9,915**	7,355
Surplus distribution from PTF		**62,468**	**-**	**62,468**	-
Investment income		**534,251**	**-**	**534,251**	230,734
Total net income		**1,357,023**	**-**	**1,357,023**	1,045,665
Less: Claims expense					
Surrender - Regular		**(404,679)**	**-**	**(404,679)**	(164,432)
Surrender - Top up		**(82,831)**	**-**	**(82,831)**	(89,164)
Maturity		**(75,301)**	**-**	**(75,301)**	(86,006)
Death claim		**(14,713)**	**-**	**(14,713)**	(11,192)
		(577,524)	**-**	**(577,524)**	(350,794)
Less: Expenditures					
Tabarru charges		**(53,497)**	**-**	**(53,497)**	(58,876)
Tharawat fee - investment management	22.2.1	**(50,395)**	**-**	**(50,395)**	(36,480)
Administrative charges	22.2.1	**(9,762)**	**-**	**(9,762)**	(13,825)
Other expenses		**(291)**	**-**	**(291)**	(706)
Bank charges		**(368)**	**-**	**(368)**	(173)
		(114,313)	**-**	**(114,313)**	(110,060)
Excess of income over expenditures		**665,186**	**-**	**665,186**	584,811
Technical reserve at the beginning of the period		**11,353,837**	**-**	**11,353,837**	8,111,896
Technical reserve at the end of the period		**12,019,023**	**-**	**12,019,023**	8,696,707
Movement in technical reserve		**665,186**	**-**	**665,186**	584,811
Surplus for the period		**-**	**-**	**-**	-
Movement in technical reserve		**665,186**	**-**	**665,186**	584,811
Balance of statutory funds at beginning of the period		**11,353,837**	**-**	**11,353,837**	8,111,896
Balance of statutory funds at end of the period		**12,019,023**	**-**	**12,019,023**	8,696,707
Represented by:					
Retained earnings on other than participating business		**12,019,023**	**-**	**12,019,023**	8,696,707
Balance of statutory fund		**12,019,023**	**-**	**12,019,023**	8,696,707

FAIR VALUE OF FINANCIAL INSTRUMENTS

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised.

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

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

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

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

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

On balance sheet financial instruments

	As at March 31, 2024								
	Carrying value					Fair value			
	Available for Sale	Fair value through profit or loss	Loans and Receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000')								
Financial assets measured at fair value									
- Investments									
Government Securities (Sukuks)	-	8,078,308	-	-	8,078,308	8,078,308	-	-	8,078,308
Equity securities	-	1,263,328	-	-	1,263,328	1,263,328	-	-	1,263,328
Mutual funds	-	1,471,266	-	-	1,471,266	1,471,266	-	-	1,471,266
Debt securities (Corporate sukuks)	-	261,735	-	-	261,735	261,735	-	-	261,735
	-	11,074,637	-	-	11,074,637	11,074,637	-	-	11,074,637
Financial assets not measured at fair value									
Cash and Bank Balance	-	-	1,470,860	-	1,470,860				
- Term deposit receipts	-	-	125,000	-	125,000				
- Investment in debt securities	-	-	-	-	-				
- Other financial assets	-	-	555,618	-	555,618				
	-	-	2,151,478	-	2,151,478				
Financial liabilities not measured at fair value									
- Borrowings	-	-	-	-	-				
- Other financial liabilities	-	-	-	(149,443)	(149,443)				
	-	-	-	(149,443)	(149,443)				
	-	11,074,637	2,151,478	(149,443)	13,375,558				

	As at December 31, 2023								
	Carrying value					Fair value			
	Available for Sale	Fair value through profit or loss	Loans and Receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000')								
Financial assets measured at fair value									
- Investments									
Government Securities (Sukuks)	-	7,544,254	-	-	7,544,254	7,544,254	-	-	7,544,254
Listed equity securities	-	1,194,109	-	-	1,194,109	1,194,109	-	-	1,194,109
Units of mutual funds	-	717,730	-	-	717,730	717,730	-	-	717,730
Debt securities (Corporate sukuks)	-	261,272	-	-	261,272	261,272	-	-	261,272
	-	9,717,365	-	-	9,717,365	9,717,365	-	-	9,717,365
Financial assets not measured at fair value									
- Advances against purchase of corporate sukuks	-	-	-	-	-				
Cash and Bank Balance	-	-	2,337,413	-	2,337,413				
- Term deposit receipts	-	-	75,000	-	75,000				
- Other financial assets	-	-	364,725	-	364,725				
	-	-	2,777,138	-	2,777,138				
Financial liabilities not measured at fair value									
- Other Financial liabilities	-	-	-	(146,708)	(146,708)				
	-	9,717,365	2,777,138	(146,708)	12,641,211				

24. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of better presentation and comparison. The material reclassification has been made of Rs. 18.3 million which represents the expenses that are reclassified from marketing and administration expenses to acquisition expenses.

The details of reclassification are as follows:

	MARKETING AND ADMINISTRATION EXPENSES	ACQUISITION EXPENSES
	Note 20	Note 19
	(Rupees in '000)	
Advertisement & sales promotion	(1,888)	1,888
Information technology expenses	(19)	19
Printing and stationery	(169)	169
Rent, rates & taxes	(90)	90
Salaries and other benefits	(13,776)	13,776
Training and development	(167)	167
Vehicle running expenses	(2,197)	2,197
	(18,306)	**18,306**

25. DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Operator in their meeting held on April 25, 2024.

S. Muhammad Jawed	Muhammad Ali Zeb	Shahmeer Khalid Butt	Manzar Mushtaq	Jalal Meghani
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

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