



2022
MARCH 31,
(Un-Audited)

62nd
YEAR OF
CONTINUOUS
SERVICES

BIBOJEE GROUP



The Universal
Insurance Co. Ltd.



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VISION STATEMENT

We, at Universal Insurance Company Limited recognize the importance of satisfying our customers by consistently providing quality insurance service in accordance with their needs and expectations. We strive to be competent partner of our customers against insured perils.

MISSION STATEMENT QUALITY POLICY

We, strive to provide our customers cost effective insurance cover by continually increasing the productivity of our employees. To increase productivity, we conduct regular training programs during which employees are assessed and allocated a career path in accordance with their performance.

We diligently follow the applicable laws ensure strict compliance by conducting regular internal audit and educating our employees about the law.

We try to improve our services by continually assessing our systems and procedures bases on customers and team feedback. We strive to maintain a customer focused approach by ensuring that our service is delivered to the customer on time, according to the customer required specifications and with in our stipulated Cost.



CORPORATE INFORMATION

Board of Directors	Mr. Ahmed Kuli Khan Khattak	Chairman
	Mr. Gohar Ayub Khan	Chief Executive
	Mrs. Shahnaz Sajjad Ahmed	
	Mr. Muhammad Imran Malik	
	Mr. Haroon Ahmed Zuberi	
	Mr. Khalid kuli Khan Khattak	
Principal Officer	Mr. Amir Raza	
Chief Financial Officer	Mr. Ashfaq Ahmed	
Company Secretary	Mr. Liaqat Ali Shaukat	
Internal Auditor	Mr. Abdul Waheed Chaudhry	
Auditors	M/s. Junaidy Shoaib Asad	
	Chartered Accountants	
Legal Adviosor	Rana Muhammad Aamir Zulfiqar (Advocate)	
Share Registrar	M/s. Hameed Majeed Associates (Pvt.) Ltd.	
	H.M House, 7-Bank Square, Lahore	
	Phone # 042-37235081-82 Fax: # 042-37358817	
Registered Office:	Universal Insurance House	
	63-Shahrah-e-Quaid-e-Azam, Lahore, 54000	
	Pakistan	
	Ph: 042-37353453-37353458	
	Fax: 042-37230326	
	Web: www.uic.com.pk	
	Email: info@uic.com.pk	



BOARD AND MANAGEMENT COMMITTEES

Board Committees:

i) Ethics, Human Resource & Remuneration Committee

Mr. Haroon Ahmed Zuberi	Chairman	Independent
Mr. Ahmed Kuli Khan Khattak	Member	Non-Executive
Mr. Gohar Ayub Khan	Member	Executive
Mr. Muhammad Imran Malik	Member	Independent
Mr. Liaqat Ali Shaukat	Secretary	

ii) Investment Committee

Mr. Haroon Ahmed Zuberi	Chairman	Independent
Mr. Ahmed Kuli Khan Khattak	Member	Non-Executive
Mr. Gohar Ayub Khan	Member	Executive (CEO)
Mr. Muhammad Imran Malik	Member	Independent
Mr. Ashfaq Ahmed	Member/Secretary	Chief Financial Officer

iii) Audit Committee

Mr. Muhammad Imran Malik	Chairman	Independent
Mr. Haroon Ahmed Zuberi	Member	Independent
Mr. Ahmed Kuli Khan Khattak	Member	Non-Executive
Mrs. Shahnaz Sajjad Ahmed	Member	Non-Executive
Mr. Abdul Waheed Ch.	Secretary	

Management Committees:

iv) Underwriting, Reinsurance & Co-Insurance Committee;

Mr. Muhammad Imran Malik	Chairman	Independent
Mr. Gohar Ayub Khan	Member	Executive
Mr. Muhammad Alyas	Member/Secretary	

v) Claims Settlement Committee;

Mr. Haroon Ahmed Zuberi	Chairman	Independent
Mr. Gohar Ayub Khan	Member	Executive
Mr. Ahmed Kuli Khan Khattak	Member	Non-Executive
Mr. Amir Raza	Member	
Mr. Abdul Waheed Ch.	Secretary	

vi) Risk Management & Compliance Committee

Mr. Gohar Ayub Khan	Chairman	Executive
Mrs. Shahnaz Sajjad Ahmed	Member	Non-Executive
Mr. Amir Raza	Member	
Mr. Ashfaq Ahmed	Member	
Mr. Muhammad Alyas	Secretary	



DIRECTORS' REVIEW REPORT

We are pleased to represent on behalf of the Board of Directors financial statements of the company for the period ended on 31st March, 2022.

Financial Performance

The gross written premium of the company during the 1st quarter of 2022 has increased very slightly over the premium of last year. However, net claim expense has increased substantially on account of major claim of M/s. Bulleh Shah Packaging Private Limited incurred in the month of February 2022 under the lead of M/s. IGI Insurance Company. Further, there is decrease in management expense by 8% over the corresponding period. The loss after taxation has increased enormously by the end of March 31, 2022 as a result of claim expense explained above.

	2022	2021
	----- (Rupees in million) -----	
Written gross premium	13.503	12.325
Net insurance premium	14.917	19.463
Net insurance claims	40.970	5.875
Underwriting results	(47.915)	(10.922)
Investment and other income	3.894	3.902
Profit / (Loss) before taxation	(32.644)	14.340
Profit / (Loss) after taxation	(19.941)	14.172
Earnings / (Loss) per share	(0.40)	0.28

Future Outlook

We are anticipating an increase in gross written premium of the company as we have started underwriting market business selectively.

Acknowledgement


We would like to thank the Securities and Exchange Commission of Pakistan, Pakistan Reinsurance Co. Ltd., State Bank of Pakistan, other Reinsurers and Co-Insurers for their continued cooperation and guidance throughout the period and our valued clients for their continued patronage extended to us.

For & on behalf of the Board of Directors

Date: April 29, 2022

Place: Lahore


Khalid Kuli Khan Khattak
Director


Gohar Ayub Khan
Chief Executive Officer



ڈائریکٹرز کی جائزہ رپورٹ

(یہ انگریزی رپورٹ کا ترجمہ ہے)

ہمیں بورڈ آف ڈائریکٹرز کی جانب سے 31 مارچ 2022 کو ختم ہونے والی مدت کے لئے کمپنی کے مالی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔

مالیاتی کارکردگی (Financial Performance)

2022 کی پہلی سہ ماہی کے دوران کمپنی کے مجموعی تحریری پریمنیم میں پچھلے سال کے تحریری پریمنیم کے مقابلے میں بہت تھوڑا اضافہ ہوا ہے تاہم میسرز بھلے شاہ پیکیجنگ پرائیویٹ لمیٹڈ کے بڑے کلیم کی وجہ سے نیٹ کلیم اخراجات میں کافی حد تک اضافہ ہوا ہے جو کہ 2022 کے ماہ فروری میں میسرز IGI انشورنس کمپنی کی قیادت میں رونما ہوا۔ مزید یہ کہ اسی مدت کے مقابلے میں انتظامی اخراجات میں 8% کمی واقع ہوئی ہے۔ اوپر بیان کیے گئے کلیم اخراجات کے نتیجے میں 31 مارچ 2022 کے آخر تک بعد از ٹیکس نقصان میں بہت زیادہ اضافہ ہوا ہے۔

2022	2021	
-----	-----	(رقم ملین میں)
13.503	12.325	- مجموعی تحریری پریمنیم
14.917	19.463	- نیٹ انشورنس پریمنیم
40.970	5.875	- نیٹ انشورنس کلیمز
(47.915)	(10.922)	- انڈر رائٹنگ نتائج
3.894	3.902	- سرمایہ کاری اور دیگر آمدنی
(32.644)	14.340	- قبل از ٹیکس منافع/(نقصان)
(19.941)	14.172	- بعد از ٹیکس منافع/(نقصان)
(0.40)	0.28	- آمدنی/(نقصان) فی شیئر

مستقبل کا نظریہ (Future Outlook)

ہم کمپنی کے مجموعی تحریری پریمنیم میں اضافے کی توقع کر رہے ہیں کیونکہ ہم نے مارکیٹ کے کاروبار کو منتخب طور پر انڈر رائٹ کرنا شروع کر دیا ہے۔

اعتراف (Acknowledgement)

ہم سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان ری انشورنس کمپنی لمیٹڈ، سٹیٹ بینک آف پاکستان اور دوسری ری انشوررز اور کو انشوررز کی پورے سال کے دوران مسلسل مدد اور رہنمائی کے شکر گزار ہیں اور ہم اپنے معزز کلائنٹس کے مسلسل اعتماد پر ان کے بھی شکر گزار ہیں۔

منجانب بورڈ

تاریخ: 29 اپریل، 2022

مقام: لاہور

گوہر ایوب خان
(چیف ایگزیکٹو آفیسر)


خالد قلی خان خٹک
(ڈائریکٹر)



STATEMENT OF FINANCIAL POSITION AS AT MARCH 31, 2022

	Note	Un-audited March 31, 2022	Audited December 31, 2021
		Rupees in thousand	
Assets			
Property and equipment	7	154,709	155,443
Investment property		35,316	35,316
Investments in associates	8	384,014	371,139
Investments			
-Equity securities	9	100,847	111,045
-Debt securities	10	54,418	55,169
Loans and other receivables		33,549	33,125
Insurance / reinsurance receivables	11	75,425	89,830
Reinsurance recoveries against outstanding claims		128,693	37,433
Deferred Commission expense		5,630	7,254
Deferred taxation	12	69,126	55,999
Taxation - payments less provisions		8,547	8,469
Prepayments	13	17,156	19,228
Cash and bank balances	14	3,465	13,398
Total assets		1,070,895	992,848
Equity and Liabilities			
Capital and reserves attributable to Company's equity holders			
Authorised share capital			
75,000,000 (2021: 75,000,000) ordinary shares of Rs.10 each		750,000	750,000
Issued, subscribed and paid-up share capital		500,000	500,000
Capital reserves:			
- Share premium		13,824	13,824
- Others		18	18
- Surplus on revaluation of fixed assets		353,288	353,541
Fair value reserve on available-for-sale investments		254	260
Accumulated loss		(46,998)	(27,399)
Total Equity		820,386	840,244
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		168,376	46,833
Unearned premium reserves		35,305	48,384
Unearned reinsurance commission		2,820	3,337
Long term deposits		141	124
Insurance / reinsurance payables		36,272	43,557
Unclaimed dividends		555	555
Other creditors and accruals		7,040	9,814
Total Liabilities		250,509	152,604
Contingencies and commitments	15	-	-
Total Equity and Liabilities		1,070,895	992,848

The annexed notes 1 to 27 form an integral part of this condensed interim financial information.

 Ahmad Kuli Khan Khattak CHAIRMAN	 Gohar Ayub Khan CHIEF EXECUTIVE	 Mrs. Shahnaz Sajjad Ahmed DIRECTOR	 Khalid Kuli Khan Khattak DIRECTOR	 Amir Raza PRINCIPAL OFFICER	 Ashfaq Ahmed CHIEF FINANCIAL OFFICER
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**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022**

		1st Quarter ended	
	Note	March 31, 2022	March 31, 2021
		Rupees in thousand	
Net insurance premium	16	14,917	19,463
Net insurance claims	17	(40,970)	(5,875)
Net commission	18	(2,139)	(3,176)
Insurance claims and expense		(43,109)	(9,051)
Management expenses	19	(19,723)	(21,334)
Underwriting results		(47,915)	(10,922)
Investment income	20	3,465	3,413
Rental income		290	282
Other income	21	139	207
Other expenses	22	(1,498)	(1,354)
Results of operating activities		(45,519)	(8,374)
Share of profit of associates - net		12,875	22,714
Profit / (loss) before taxation		(32,644)	14,340
Income tax		12,703	(168)
Profit / (loss) after taxation		(19,941)	14,172
		----- Rupees -----	
Earnings / (loss) (after taxation) per share		(0.40)	0.28

The annexed notes 1 to 27 form an integral part of this condensed interim financial information.

 Ahmad Kuli Khan Khattak CHAIRMAN	 Gohar Ayub Khan CHIEF EXECUTIVE	 Mrs. Shahnaz Sajjad Ahmed DIRECTOR	 Khalid Kuli Khan Khattak DIRECTOR	 Amir Raza PRINCIPAL OFFICER	 Ashfaq Ahmed CHIEF FINANCIAL OFFICER
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**CONDENSED INTERIM STATEMENT OF OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR PERIOD ENDED 31 MARCH 2022**

	1st Quarter ended	
	March 31, 2022	March 31, 2021
	Rupees in thousand	
Profit / (loss) after taxation	(19,941)	14,172
Other comprehensive loss:		
Unrealised loss on available-for-sale investments	(8)	(13)
Impact of deferred taxation on remeasurement of available-for-sale investments	2	4
	(6)	(9)
Total comprehensive profit / (loss) for the period	<u>(19,947)</u>	<u>14,163</u>

The annexed notes 1 to 27 form an integral part of these financial statements.

 Ahmad Kuli Khan Khattak CHAIRMAN	 Gohar Ayub Khan CHIEF EXECUTIVE	 Mrs. Shahnaz Sajjad Ahmed DIRECTOR	 Khalid Kuli Khan Khattak DIRECTOR	 Amir Raza PRINCIPAL OFFICER	 Ashfaq Ahmed CHIEF FINANCIAL OFFICER
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CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED) FOR THE PERIOD ENDED 31 MARCH, 2022

	Attributable to equity holders of the Company						
	Share capital	Capital Reserves			Fair value reserve on available-for-sale investments	(Accumul-ated loss) / unappro-riated profit	Total
		Share Premium reserve	Other	Surplus on revaluation of fixed assets			
(Rupees in thousand)							
Balance as at 31 December, 2020 - (audited)	500,000	13,824	18	385,135	313	(69,589)	829,701
Transfer from surplus on revaluation of buildings on	-	-	-	(324)	-	324	-
Deferred tax adjustment	-	-	-	94	-	-	94
Miscellaneous items of Associates accounted for under equity method	-	-	-	(163)	-	163	-
Profit for the period ended 31 March, 2021	-	-	-	-	-	14,172	14,172
Other comprehensive loss for the period ended 31 March, 2021	-	-	-	-	(9)	-	(9)
Total comprehensive income / (loss) for the period ended 31 March, 2021	-	-	-	-	(9)	14,172	14,163
Balance as at March 31, 2021 - (un-audited)	500,000	13,824	18	384,742	304	(54,930)	843,958
Transfer from surplus on revaluation of buildings on account of incremental depreciation	-	-	-	(990)	-	990	-
Deferred tax adjustment	-	-	-	287	-	-	287
Miscellaneous items of Associates accounted for under equity method	-	-	-	(498)	-	504	6
Profit for the period ended 31 December, 2021	-	-	-	-	-	26,268	26,268
Other comprehensive loss for the period ended 31 December, 2021	-	-	-	(30,000)	(44)	(231)	(30,275)
Total comprehensive income / (loss) for the period ended 31 December, 2021	-	-	-	(30,000)	(44)	26,037	(4,007)
Balance as at 31 December, 2021 - (audited)	500,000	13,824	18	353,541	260	(27,399)	840,244
Transfer from surplus on revaluation of buildings on account of incremental depreciation	-	-	-	(308)	-	308	-
Deferred tax adjustment	-	-	-	89	-	-	89
Miscellaneous items of Associates accounted for under equity method	-	-	-	(34)	-	34	-
Loss for the period ended March 31, 2022	-	-	-	-	-	(19,941)	(19,941)
Other comprehensive loss for the period ended March 31, 2022	-	-	-	-	(6)	-	(6)
Total comprehensive loss for the period ended March 31, 2022	-	-	-	-	(6)	(19,941)	(19,947)
Balance as at March 31, 2022 - (un-audited)	500,000	13,824	18	353,288	254	(46,998)	820,386

The annexed notes 1 to 27 form an integral part of this condensed interim financial information.

 Ahmad Kuli Khan Khattak CHAIRMAN	 Gohar Ayub Khan CHIEF EXECUTIVE	 Mrs. Shahnaz Sajjad Ahmed DIRECTOR	 Khalid Kuli Khan Khattak DIRECTOR	 Amir Raza PRINCIPAL OFFICER	 Ashfaq Ahmed CHIEF FINANCIAL OFFICER
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CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2022

	1st Quarter ended	
	March 31, 2022	March 31, 2021
	Rupees in thousand	
Operating Cash flows		
a) Underwriting activities		
Insurance premium received	13,503	12,325
Reinsurance premium paid	(9,892)	(9,049)
Claims paid	(34,693)	(8,098)
Reinsurance and other recoveries received	24,006	1,105
Commission paid	(2,811)	(2,717)
Commission received	1,496	1,396
Management expenses paid	(18,006)	(15,524)
Net cash outflow from underwriting activities	(26,397)	(20,562)
b) Other operating activities		
Income tax paid	(410)	(345)
Other operating payments	(1,329)	(1,186)
Loans and other receivables	299	256
Other receipts - net	3,071	14,665
Net cash inflow from other operating activities	1,631	13,390
Total cash outflow from all operating activities	(24,766)	(7,172)
Investment activities		
Profit/ return received	2,272	1,904
Rental received	290	155
Proceeds from investments	12,271	-
Fixed capital expenditure	-	(59)
Total cash inflow from investing activities	14,833	2,000
Net cash outflow from all activities	(9,933)	(5,172)
Cash and cash equivalents at beginning of the period	13,398	9,332
Cash and cash equivalents at end of the period	3,465	4,160



1st Quarter ended

March 31, 2022 March 31, 2021

Rupees in thousand

Reconciliation to Condensed Interim Profit and Loss Account

Operating cash flows	(24,766)	(7,172)
Depreciation expense	(734)	(813)
Provision for doubtful insurance / reinsurance receivables	(1,520)	(1,842)
Increase / (decrease) in assets other than cash	88,215	(23,992)
(Increase) / decrease in liabilities	(97,905)	21,411
	(36,710)	(12,408)

Other adjustments

Income income on investments	3,465	3,413
Share of profit of associates - net of taxation	12,875	22,714
Rental income	290	282
Profit on savings accounts	139	171
Profit / (loss) after taxation	(19,941)	14,172

Definition of cash:

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

Cash for the purposes of cash flow statement consists of:

Cash and cash equivalents

Cash in hand	95	92
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Bank accounts

Current accounts	3,338	3,826
Savings accounts	32	242
	3,370	4,068
Total cash and cash equivalents	3,465	4,160

The annexed notes 1 to 27 form an integral part of these financial statements.

 Ahmad Kuli Khan Khattak CHAIRMAN	 Gohar Ayub Khan CHIEF EXECUTIVE	 Mrs. Shahnaz Sajjad Ahmed DIRECTOR	 Khalid Kuli Khan Khattak DIRECTOR	 Amir Raza PRINCIPAL OFFICER	 Ashfaq Ahmed CHIEF FINANCIAL OFFICER
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NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE PERIOD ENDED MARCH 31, 2022

1. Legal status and nature of business

The Universal Insurance Company Limited (the Company) is a public limited company incorporated in Pakistan on May 09, 1958 under the Companies Act, 1913 (now the Companies Act, 2017). The Company is listed on Pakistan Stock Exchange Limited and is engaged in non-life insurance business. The registered office of the Company is situated at Universal Insurance House, 63 - Shahrah-e-Quaid-e-Azam, Lahore. Presently, the Company is operating through one (2021: one) branch in Pakistan.

The Company is a Subsidiary of Bibojee Services (Pvt.) Limited (the Holding Company), which holds 42,981,788 (December 31, 2021: 42,981,788) ordinary shares of the Company at the period-end.

2. Basis of preparation

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

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

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

3. Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention except for investments at fair value through profit or loss and available-for-sale investments, which are stated at fair value, held to maturity investments, which are stated at amortised cost and land & buildings, which are stated at revalued amounts.

4. Accounting policies

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of preceding annual financial statements of the Company for the year ended December 31, 2021.

5. Standards, amendments and interpretations to approved accounting standards that are effective in current period

- 5.1 Certain standards, amendments and interpretations to IFRSs are effective for accounting periods beginning on January 01, 2022 but are considered not to be relevant or to have any significant effect on the Company's operations (although they may affect the accounting for future transactions and events) and are, therefore, not detailed in these condensed interim financial statements.

In addition to above, the following standards, amendments and interpretations to accounting and reporting standards would be effective for the dates mentioned below against the respective standards, amendments and interpretations:



**Effective date
(accounting period beginning on or after)**

- IFRS 17, Insurance Contracts January 01, 2023
- IFRS 9, Financial instruments January 01, 2023*

* The company has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Further details / disclosure required to opt for temporary exemption from the application of IFRS 9 are given in note 25 to these condensed interim financial statements.

6. Accounting estimates, judgments and financial risk management

- 6.1** The preparation of condensed interim financial statements in conformity with approved accounting standards requires management to make estimates, assumptions and use judgments that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 6.2** Judgments and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to the financial statements as at and for the year ended December 31, 2021.
- 6.3** The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements as at and for the year ended December 31, 2021.

7. Property and equipment

Opening book value

Additions made during the period:

- Vehicles
- Computer equipment

Less: Book value of assets disposed

Less: Depreciation charge for the period

Less: Impairment of revaluation surplus - Freehold land

Closing book value

**Un-audited
March 31,
2022
Rupees in thousand**

155,443	188,466
-	87
-	301
-	388
-	76
734	3,335
-	30,000
154,709	155,443
8. Investments in associates - Quoted	
Bannu Woollen Mills Ltd. (BWM)	
Carrying value at beginning of the year	
8,940 (2021: 8,940) ordinary shares of Rs. 10 each	2,666
Share of profit after taxation	12
Other changes in comprehensive income / (loss)	-
Share of items directly recognised in equity	-
2,678	2,666
Ghandhara Industries Ltd. (GIL)	
Carrying value at beginning of the year	
2,368,296 (2021: 2,368,296) ordinary shares of Rs. 10 each	368,473
Share of profit after taxation	12,863
Other changes in comprehensive income / (loss)	-
381,336	368,473
384,014	371,139



- 8.1 Market values of investments in BWM and GIL as at March 31, 2022 were Rs. 304 thousand (December 31, 2021: Rs.357 thousand) and Rs. 392.569 million (December 31, 2021: Rs. 418.596 million) respectively.

	Un-audited March 31, 2022	Audited Dec. 31, 2021
9. Investments in equity securities	Rupees in thousand	
Available-for-sale investments (9.1)	533	541
Investments at fair value through profit or loss (9.2)	100,314	110,504
	100,847	111,045

9.1 Available-for-sale - others	No. of shares/ units as at March 31, 2022	March 31, 2022			No. of shares/ units as at December 31, 2021	December 31, 2021		
		Cost	Unrealised gain / (Impairment)	Carrying value		Cost	Unrealised gain / (Impairment)	Carrying value
Listed shares								
(Rupees in thousand)								
Hamid textile mills limited	49,000	490	(490)	-	49,000	490	(490)	-
Pakistan national shipping corporation	888	24	22	46	888	24	24	48
Mutual funds								
JS growth fund	2,968	135	352	487	2,968	135	358	493
		649	(116)	533		649	(108)	541

9.2 Investments at fair value through profit or loss

	No. of shares/ units as at	March 31, 2022			No. of shares/ units as at	December 31, 2021		
		Cost	Unrealised gain / (loss)	Carrying value		Cost	Unrealised gain / (loss)	Carrying value
------(Rupees in thousand)-----								
Mutual funds								
HBL growth and Cash fund	13,972	520	(280)	240	13,969	520	(270)	250
NBP islamic Mahana Amdani fund	9,398,630	94,362	5,712	100,074	10,558,901	106,011	4,243	110,254
		94,882	5,432	100,314		106,531	3,973	110,504

10. Investment in debt securities (Held to maturity)	No. of certificates		Face value	Value of certificates	
	March 31, 2022	Dec. 31, 2021		March 31, 2022	Dec. 31, 2021
				-----'(Rupees in thousand)-----	
Pakistan Investment Bonds - PIBs (including accrued interest)	7.00	8.00	54,500	54,418	55,169

- 10.1 These Investments, held with State Bank of Pakistan, have been made to meet the statutory requirement of section 29(2)(a) of the Insurance Ordinance, 2000.



	Un-audited March 31, 2022	Audited December 31, 2021
11. Insurance / Reinsurance receivables -		
Unsecured and considered good		
Due from insurance contract holders	48,131	52,507
Less: provision for impairment of receivables from insurance contract holders	(48,131)	(52,507)
	-	-
Due from other insurers	103,284	116,867
Due from reinsurers	22,189	21,492
Less: provision for impairment of due from other insurers / reinsurers	(50,048)	(48,529)
	75,425	89,830
	75,425	89,830
12. Deferred taxation - net		
This is composed of the following:		
Taxable temporary differences arising in respect of:		
- accelerated tax depreciation allowances	1,683	1,699
- surplus on revaluation of buildings	11,888	11,977
- surplus on revaluation of investment property	5,230	5,230
	18,801	18,906
Deductible temporary differences arising in respect of:		
- unused tax losses	58,412	44,357
- provision for doubtful insurance / reinsurance receivables and others	28,862	29,690
- employee's retirement benefits	653	858
	87,927	74,905
	69,126	55,999
Net deferred tax asset recognised		
13. Prepayments		
Prepaid reinsurance premium ceded	16,505	18,278
Other	651	950
	17,156	19,228
14. Cash and bank balances		
Cash and cash equivalents		
Cash-in-hand	95	35
Cash at banks		
- Current accounts	3,338	2,877
- Savings accounts	32	10,486
	3,370	13,363
Deposits maturing within 12 months		
Term deposit receipts	855	855
Provision for impairment	(855)	(855)
	-	-
	3,465	13,398
15. Contingencies and commitments		
15.1 There has been no significant change in the status of contingencies and commitments as disclosed in notes 22.1 to 22.12 to the Company's audited financial statements for the year ended December 31, 2021.		



	Un-audited March 31, 2022	Un-audited March 31, 2021
	Rupees in thousand	
16. Net insurance premium		
Written gross premium	13,503	12,325
Add: Unearned premium reserve opening	48,384	62,720
Less: Unearned premium reserve closing	35,305	40,853
Premium earned	26,582	34,192
Less: Reinsurance premium ceded	9,892	9,049
Add: Prepaid reinsurance premium opening	18,278	21,640
Less: Prepaid reinsurance premium closing	16,505	15,960
Reinsurance expense	11,665	14,729
	14,917	19,463
17. Net insurance claims expense		
Claims paid	34,693	8,098
Add: Outstanding claims including IBNR closing	168,376	33,928
Less: Outstanding claims including IBNR opening	46,833	35,472
Claims expense	156,236	6,554
Less: Reinsurance and other recoveries received	24,006	1,105
Add: Reinsurance and other recoveries in respect of outstanding claims closing	128,693	25,749
Less: Reinsurance and other recoveries in respect of outstanding claims opening	37,433	26,175
Reinsurance and other recoveries revenue	115,266	679
	40,970	5,875
18. Net commission expense / acquisition cost		
Commission paid or payable	2,528	2,338
Add: Deferred commission expense opening	7,254	9,967
Less: Deferred commission expense closing	5,630	6,642
Net Commission	4,152	5,663
Less: Commission received or receivable	1,496	1,396
Add: Unearned reinsurance commission opening	3,337	3,791
Less: Unearned reinsurance commission closing	2,820	2,700
Commission from reinsurers	2,013	2,487
	2,139	3,176
19. Management expenses		
Employee benefit cost	12,985	12,261
Travelling and entertainment	221	201
Printing and stationery	57	85
Depreciation	734	813
Rent, Rates and Taxes	181	72
Legal and professional charges	383	3,494
Electricity, gas and water	872	649
Entertainment	311	316
Vehicle running expenses	1,917	1,115
Office repairs and maintenance	75	118
Bank charges	27	17
Postage, telegrams and telephone	310	229
Annual supervision fee SECP	25	25
Bad and doubtful debts	1,520	1,842
Miscellaneous	105	97
	19,723	21,334



	Un-audited March 31, 2022	Un-audited March 31, 2021
	Rupees in thousand	
20. Investment income - net		
Income from equity securities		
- Realised gain on investments at fair value through profit or loss	625	-
Income from debt securities (held to maturity)		
Held-to-maturity		
- Return on fixed income securities and deposits	1,381	1,330
Net unrealised income / (loss) on investments at fair value through	1,459	2,083
Total investment income	<u>3,465</u>	<u>3,413</u>
21. Other income		
Income from financial assets		
Payable balances written-back	-	36
Profit on bank saving accounts	139	171
	<u>139</u>	<u>207</u>
22. Other expenses		
Legal and professional charges other than business related	486	420
Auditors' remuneration	169	168
Subscription	216	108
Insurance expenses	349	462
Office expenses	93	79
Computer repair and maintenance	50	27
Others	135	90
	<u>1,498</u>	<u>1,354</u>
23. Transactions with related parties		

Related parties comprise of the Holding Company, Associated Companies and key management personnel. The Company in the normal course of business carries-out transactions with various related parties. There were no transactions with key management personnel other than under the terms of employment. Details of significant transactions with related parties during the first quarter ended are as follows:

Transactions during the period

Associated Companies

Janana De Malucho Textile Mills Ltd.	Salaries and benefits	581	540
	Expenses paid	60	30

Key management personnel

Remuneration & benefits	8,295	7,966
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Period end balances

Loan - receivable	950	1,550
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24. SEGMENT INFORMATION

For the period ended March 31, 2022

	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Total
----- (Rupees in thousand) -----					
Premium receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee, and Administration Surcharge)	11,107	1,622	1,021	55	13,805
Less: Federal Excise Duty	-	159	122	-	281
Federal Insurance Fee	-	12	9	-	21
Gross written premium (inclusive of Administrative Surcharge)	11,107	1,451	890	55	13,503
Gross direct premium	-	1,206	859	-	2,065
Facultative inward premium	11,107	226	-	55	11,388
Administrative surcharge	-	19	31	-	50
	11,107	1,451	890	55	13,503
Insurance premium earned	11,590	1,129	11,432	2,431	26,582
Insurance premium ceded to reinsurers	9,263	672	260	1,470	11,665
Net insurance premium	2,327	457	11,172	961	14,917
Commission income	1,663	113	-	237	2,013
Net underwriting income	3,990	570	11,172	1,198	16,930
Insurance claims	151,578	1,106	2,497	1,055	156,236
Insurance claims recovered from reinsurers	113,791	663	-	812	115,266
Net claims	37,787	443	2,497	243	40,970
Commission expense	2,323	166	1,261	402	4,152
Management expenses	16,224	2,119	1,300	80	19,723
Net insurance claims and expenses	56,334	2,728	5,058	725	64,845
Underwriting results	(52,344)	(2,158)	6,114	473	(47,915)
Net Investment					3,465
Rental income					290
Other income					139
Other expenses					(1,498)
Share of profit of associates - net					12,875
Loss before taxation					(32,644)
Segment assets	194,534	14,325	6,679	10,715	226,253
Unallocated assets					844,642
					1,070,895
Segment liabilities	198,683	11,502	19,661	12,927	242,773
Unallocated liabilities					7,736
					250,509



For the period ended March 31, 2021

	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Total
	----- (Rupees in thousand) -----				
Premium receivable (Inclusive of Federal Excise Duty, Federal Insurance Fee, and Administration Surcharge)	9,259	2,428	755	117	12,559
Less: Federal Excise Duty	-	116	88	13	217
Federal Insurance Fee	-	9	7	1	17
Gross written premium (inclusive of Administrative Surcharge)	9,259	2,303	660	103	12,325
Gross direct premium	-	881	646	102	1,629
Facultative inward premium	9,259	1,412	-	-	10,671
Administrative surcharge	-	10	14	1	25
	9,259	2,303	660	103	12,325
Insurance premium earned	14,545	2,944	15,012	1,691	34,192
Insurance premium ceded to reinsurers	11,751	1,742	298	938	14,729
Net insurance premium	2,794	1,202	14,714	753	19,463
Commission income	2,048	323	-	116	2,487
Net underwriting income	4,842	1,525	14,714	869	21,950
Insurance claims	(304)	1,570	5,274	14	6,554
Insurance claims recovered from reinsurers	(426)	1,105	-	-	679
Net claims	122	465	5,274	14	5,875
Commission expense	2,907	547	1,925	284	5,663
Management expenses	16,028	3,986	1,142	178	21,334
Net insurance claims and expenses	19,057	4,998	8,341	476	32,872
Underwriting results	(14,215)	(3,473)	6,373	393	(10,922)
Net Investment					3,413
Rental income					282
Other income					207
Other expenses					(1,354)
Share of profit of associates - net					22,714
Profit before taxation					14,340
As at December 31, 2021 (Audited)					
Segment assets	79,570	16,971	36,632	19,622	152,795
Unallocated assets					840,053
					992,848
Segment liabilities	75,974	14,281	31,101	20,755	142,111
Unallocated liabilities					10,493
					152,604

25. Fair value measurement of financial instruments

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.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2 - 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); and

Level 3 - Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3). Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.



31 March, 2022											
Particulars	Note	Carrying value					Fair value hierarchy				
		Available for sale / FVTPL	Held to maturity	Other financial assets	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- Rupees in thousand -----											
Financial assets - measured at fair value											
Equity share - Quoted	9.1	46	-	-	-	-	46	46	-	-	46
Mutual funds - JS Growth fund	9.1	487	-	-	-	-	487	-	-	-	-
Mutual funds	9.2	100,314	-	-	-	-	100,314	-	-	-	-
Financial assets - not measured at fair value*											
Debt securities	10	-	54,418	-	-	-	54,418	-	-	-	-
Loans and other receivables	-	-	-	33,549	-	-	33,549	-	-	-	-
Insurance / reinsurance receivables	11	-	-	75,425	-	-	75,425	-	-	-	-
Reinsurance recoveries against outstanding claims	-	-	-	128,693	-	-	128,693	-	-	-	-
Prepayments	13	-	-	17,156	-	-	17,156	-	-	-	-
Cash and bank	14	-	-	-	3,465	-	3,465	-	-	-	-
		100,847	54,418	254,823	3,465	-	413,553	46	-	-	46
Financial liabilities - not measured at fair value*											
Underwriting provisions:											
Outstanding claims (including IBNR)	-	-	-	-	-	168,376					
Long term deposits	-	-	-	-	-	141					
Insurance / reinsurance	-	-	-	-	-	36,272					
Unclaimed dividend	-	-	-	-	-	555					
Other creditors and accruals	-	-	-	-	-	7,040					
	-	-	-	-	-	212,384					

* The fair value of these financial assets are not significantly different from their carrying amounts since these assets are either short term in nature or are frequently repriced to market rate.

31 December, 2021											
Particulars	Carrying value						Fair value hierarchy				
	Note	Available for sale / FVTPL	Held to maturity	Other financial assets	Cash and cash equivalents	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- Rupees in thousand -----											
Financial assets - measured at fair value											
Equity share - Qouted	9.1	48	-	-	-	-	48	48	-	-	48
Mutual funds - JS Growth fund	9.1	493	-	-	-	-	493	-	-	-	-
Mutual funds	9.2	110,504	-	-	-	-	110,504	-	-	-	-
Financial assets - not measured at fair value*											
Debt securities	10	-	55,169	-	-	-	55,169	-	-	-	-
Loans and other receivables		-	-	33,125	-	-	33,125	-	-	-	-
Insurance / reinsurance receivables	11	-	-	89,830	-	-	89,830	-	-	-	-
Reinsurance recoveries against outstanding claims		-	-	37,433	-	-	37,433	-	-	-	-
Prepayments	13	-	-	19,228	-	-	19,228	-	-	-	-
Cash and bank	14	-	-	-	13,398	-	13,398	-	-	-	-
		111,045	55,169	179,616	13,398	-	359,228	48	-	-	48
Financial liabilities - not measured at fair value*											
Underwriting provisions:											
Outstanding claims (including IBNR)		-	-	-	-	46,833					
Long term deposits		-	-	-	-	124					
payables		-	-	-	-	43,557					
Unclaimed dividend		-	-	-	-	555					
Other creditors and accruals		-	-	-	-	9,814					
		-	-	-	-	100,883					

** The fair value of these financial assets are not significantly different from their carrying amounts since these assets are either short term in nature or are frequently repriced to market rate.









26. Corresponding figures

In order to comply with the requirements of IAS 34 'Interim financial reporting', the condensed interim statement of financial position has been compared with the balances of annual audited financial statements of the preceding financial year 2021, whereas, condensed interim statement of profit or loss, condensed interim statement of other comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows have been compared with the balances of comparable period of the immediately preceding financial year.

27. Date of authorisation for issue

This condensed interim financial information has been authorised for issue on April 29, 2022 by the Board of Directors of the Company.

					
Ahmad Kuli Khan Khattak CHAIRMAN	Gohar Ayub Khan CHIEF EXECUTIVE	Mrs. Shahnaz Sajjad Ahmed DIRECTOR	Khalid Kuli Khan Khattak DIRECTOR	Amir Raza PRINCIPAL OFFICER	Ashfaq Ahmed CHIEF FINANCIAL OFFICER

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