



PICIC
INSURANCE

PICIC INSURANCE LIMITED

Interim Financial Report
(Un-Audited)
Half Yearly Ended
June 30, 2022

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Vision Statement

PICIC Insurance shall emerge as the leading insurance and risk management services organization in Pakistan. We are in the business of providing solutions to mitigate insurable risk exposure of our clients. We shall do this on the basis of thorough risk evaluation and product knowledge.

Mission Statement

PICIC Insurance shall fully satisfy the needs and expectations of all its stakeholders:

- We shall put the interest of our clients first and ensure that they make informed decisions with respect to the products and services that we offer them.
- We shall give our employees a congenial work environment and shall give them opportunities for personal growth and development strictly on the basis of merit.
- We shall strive to continually provide above average returns to our shareholders.
- We shall support the development of the communities in which we live and work.

Company Information

Board of Directors

Mr. Irshad Ali Shaban Ali Kassim
Mr. Abu Ahmed
Mr. Munawar Ali Kassim
Mr. Muzaffar Ali Shah Bukhari
Mr. Moiz Ali*
Mr. Haji Ashraf Dhedhi*
Ms. Nudrat Fatima*
Mr. Hafiz Muhammad Hassan Saeed*
Mr. Muhammad Abdul Rasheed*
Mr. Muhammad Afzal Shehzad*
Mr. Muhammad Ali*

Managing Director / CEO

Mr. Moiz Ali

Board Audit Committee

Mr. Muzaffar Ali Shah Bukhari
Mr. Muhammad Afzal Shehzad
Mr. Muhammad Ali

Board Human Resources & Remuneration Committee

Mr. Muzaffar Ali Shah Bukhari
Mr. Muhammad Afzal Shehzad
Mr. Moiz Ali

Acting CFO & Company Secretary

Mr. Abdul Muhammad

Auditors

Naveed Zafar Ashfaq Jaffery & Co.
Chartered Accountants

Legal Advisor

Soomro Law Associates

Bankers

Habib Metropolitan Bank Limited
MIB MCB Islamic Bank Limited

Shares Registrar

F.D. Registrar Services (SMC- Pvt) Ltd.
1705, 17th Floor, Saima Trade Tower –A,
I.I. Chundrigar Road,
Karachi

Registered & Head Office

3rd Floor, Nadir House, I.I. Chundrigar Road,
Karachi
Tel: 021-32410781
Fax: 021-32410782
www.picicinsurance.com

(*Pending SECP approval)



DIRECTORS' REPORT

The Directors would like to present the condensed interim un-audited financial statements of the Company for the six month period ended June 30, 2022.

Please note that the Company's external auditor's review of the financial statements was limited in scope.

For the 2nd quarter ended June 30, 2022, the Board's overall performance and effectiveness has been assessed as satisfactory, it is based on an evaluation of integral components, including vision, mission and values; engagement in strategic planning; monitor financial resource management. Improvement is an ongoing process leading to action plans.

The Company has stopped underwriting and is in the process of merger with Crescent Star Foods (Private) Limited which is pending before The High Court of Sindh. The Board has full confidence that once the merger is completed your company will unfold the Business Plan and strategy after approval from the Board.

Crescent Star Foods (Pvt.) Limited is in the process of merger with and into the Company which is pending approval by The Sind High Court. Further the Company has applied for surrender of its insurance license after which the Company will no longer remain in the insurance sector and rules and regulation of the Insurance Ordinance such as maintaining solvency etc. will not be applicable on the Company.

The management is confident that after the merger, the Company will have adequate resources to effectively enter a new phase with diversified interests to protect stake holders interest. The Company will unfold the Business Plan and strategy after the merger is approved enabling the Company to remain a going concern.

Future Plan

The management in confident that after the merger, the company will have adequate resources to effectively enter a new phase with diversified interests to protect stake holders interest

Financial Highlights

The comparative financial highlights of your Company for the half year ended June 30, 2022 are as follows:

	2022	2021
Rupees in '000.....	
Gross Premium Written	-	-
Net Premium Revenue	-	-
Net Claims including IBNR	-	-
Loss from underwriting business	-	-
Investment Income	2,718	1,737
Profit / (loss) after Taxation	611	(285)
Profit / (loss) per share (Rupees)	0.02	(0.01)

Acknowledgement

The Board of Directors would like to express its sincere appreciation to the Company's valued clients, reinsurers, brokers, business partners and other stakeholders. The Board would also like to thank the Securities and Exchange Commission of Pakistan, the Stock Exchanges and the Central Depository Company for their continued guidance and support. The Company's accomplishments would not have been possible without the dedication and commitment of the Company's motivated & dedicated employees; they deserve special recognition on behalf of the Board.

DIRECTOR

DIRECTOR

Karachi

Date: August 24, 2022

ڈائریکٹر رپورٹ

ڈائریکٹر ان کمپنی کے غیر آڈٹ شدہ عبوری اختصاری مالیاتی گوشوارے برائے ختمہ مدت 30 جون 2022 پیش کرتے ہوئے اظہار مسرت کرتے ہیں۔

یہ بات نوٹ فرمائیں کہ کمپنی کے بیرونی آڈیٹر کا مالیاتی گوشواروں کا جائزہ بلحاظ وسعت محدود ہے۔

دوسری سہ ماہی ختمہ 30 جون 2022 میں بورڈ کی مجموعی کارکردگی اور اثر پذیر پری تسلی بخش رہی جس کی بنیاد انفرادی اجزاء ہیں جن میں نصب العین، مشن اور اقدار، کلیدی منصوبہ بندی میں مصروفیت، مالیاتی وسائل کی انتظامی نگرانی شامل ہیں۔ بہتری ایک جاری عمل ہے جو عملی منصوبہ بندی پر مبنی ہوتا ہے۔

کمپنی نے ذمہ داری کا کام روک دیا ہے اور کریسٹنٹ اسٹارٹ اپ (پرائیویٹ) لمیٹڈ میں اس کے الحاق کا عمل جاری ہے جو کہ عدالت عالیہ سندھ کے روبرو زیر التوا ہے۔ بورڈ کو مکمل اعتماد ہے کہ جیسے ہی آپ کی کمپنی کے الحاق کا عمل مکمل ہو جائے گا تو بورڈ کی منظوری سے آپ کی کمپنی نیا کاروباری منصوبہ اور حکمت عملی منکشف کرے گی۔

جب تک پبلک انشورنس لمیٹڈ کا کریسٹنٹ اسٹارٹ اپ (پرائیویٹ) لمیٹڈ کے ساتھ اس میں الحاق زیر التوا اس وقت تک بورڈ نے کسی بھی قسم کے بیمہ کاروبار کی ذمہ داری نہ لینے فیصلہ کیا ہے۔ لہذا کمپنی عدالت کی منظوری کے بعد لائنس منسوخ ہونے کی صورت میں بیمہ کمپنی نہیں رہے گی اور اس طرح کمپنی کی کاروباری نوعیت تبدیل ہو جائے گی۔ اسی طرح پاکستان اسٹاک ایکسچینج کو مطلع کر دیا گیا ہے اور یہ معاملہ پاکستان اسٹاک ایکسچینج میں زیر التوا ہے۔ انتظامیہ کو امید ہے کہ پاکستان اسٹاک ایکسچینج سے واضح سمجھ بوجھ کے ساتھ مثبت جواب موصول ہوگا۔

مستقبل کی منصوبہ بندی

انتظامیہ پر اعتماد ہے کہ الحاق کے بعد کمپنی کے پاس کافی وسائل دستیاب ہونگے جس سے وہ ایک نئے مرحلے میں متنوع مفادات کے ساتھ داخل ہوتے ہوئے مستفیدان کے مفادات کا تحفظ ہوگا۔

مالیاتی جھلکیاں

آپ کی کمپنی کی مقابلہ مالیاتی جھلکیاں برائے ششماہی 30 جون 2022 درج ذیل ہیں:

2021

2022

روپے '000 میں

خام تحریری پریمیم		
خالص پریمیم ماحصلات		
خالص مطالبہ بشمول IBNR		
ذمہ داری کاروبار کا خسارہ		
سرمایہ کار آمدن	1,737	2,718
نفع / (خسارہ) بعد از ٹیکس	(285)	611
فی حصص نفع / (خسارہ) (روپے)	(0.01)	0.02

اعتراف

اس موقع پر بورڈ آف ڈائریکٹرز اپنی مخلصانہ ستائش کمپنی کے قابل قدر کلائنٹس، ری انشوررز، بروکرز، کاروباری شراکت دار اور دیگر مستفیدان کو پیش کرتا ہے۔ بورڈ سیکورٹیز اینڈ ایکسچینج کمپنی آف پاکستان، اسٹاک ایکسچینج اور سینٹرل ڈپازٹری کمپنی آف پاکستان کی رہنمائی اور تعاون پر ان کا مشکور ہے۔ کمپنی کی کامیابیاں ممکن نہ ہوتیں اگر کمپنی کے متحرک اور مخلص ملازم جہد اور محنت نہ کرتے وہ بورڈ کی جانب سے خصوصی ستائش کے مستحق ہیں۔

ڈائریکٹر

ڈائریکٹر

کراچی: 24 اگست 2022

INDEPENDENT AUDITORS' REVIEW REPORT

TO THE MEMBERS OF PICIC INSURANCE LIMITED
REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENT

Introduction:

We have reviewed the accompanying condensed interim statement of financial position of **PICIC Insurance Limited** ("the Company") as at June 30, 2022 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim statement of cash flows and notes to the condensed interim financial statements for the six-months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with approved accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

The figures of the condensed interim statement of profit or loss and condensed interim statement of comprehensive income for the three months period ended June 30, 2022 and related comparative information have not been reviewed, as we are required to review only the cumulative figures for the six months period ended June 30, 2022.

Scope of Review:

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial statements Performed by the Independent Auditor of the Entity." A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Adverse Conclusion:

1. The following circumstances, along with sizeable decline in business activities, indicate the existence of material uncertainty that may cast significant doubt on the Company's ability to continue as a going concern:
 - a) The Company is required to maintain minimum paid up capital of Rupees. 500 million net off discount offered on issue of shares. Currently, the company does not meet the requirement.
 - b) The minimum solvency requirement is Rupees. 150 million. Currently, the company does not meet the requirement.

- c) The company has discontinued the insurance business and applied for surrendering of insurance license to SECP. However, SECP has rejected the application for surrendering of license and company has filed a petition in Honourable High Court against the order of SECP.
- d) The Company earned profit of Rupees 611 thousands during the six months period ended June 30, 2022 and as of that date its accumulated loss was Rupees 367,827 thousands which has turned the equity into negative equity of Rupees 17,827 thousands. Further, as of June 30, 2022 the Company's current liabilities exceeded its current assets by Rupees 17,828 thousands and the operating cash flows of the Company have also been negative since 2011.

Due to the matters stated in paragraph (a) to (d) above, the Company may not be able to realize its assets and discharge its liabilities in the normal course of business. However, the financial statements have been prepared on a going concern basis. In our opinion, Management's use of the going concern assumption in the financial statements is inappropriate.

- 2. The Company has recorded unrealized loss of Rupees. 1,943 thousands in respect of investment classified as financial asset under 'Available for Sale' category, in statement of profit or loss instead of other comprehensive income (OCI). Had the Company charged the unrealized loss to the OCI, its OCI for the six months period ended June 30, 2022 would have been decreased and profit for that period would have been increased by Rupees. 1,943 thousands.

Adverse Conclusion

Based on our review, due to significance of matter described in the preceding paragraph, the accompanying condensed interim financial information as at June 30, 2022 is not prepared in all material aspects, in accordance with approved accounting standards as applicable in Pakistan for Interim Financial Reporting.

Other Matters

The financial statements of the Company for six months period ended June 30, 2021 and for the year ended December 31, 2021 were respectively reviewed and audited by another firm of Chartered Accountants who had expressed an adverse conclusion and opinion thereon vide their reports dated August 23, 2021 and April 7, 2022, respectively.

The engagement partner on the review resulting in this independent auditor's review report is **Azeem Hussain Siddiqui**.

Chartered Accountants

Karachi

Dated: August 24, 2022

UDIN: RR202210232DZYbdzgHm

PICIC INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT JUNE 30, 2022

	Note	June 30, 2022 ---- Rupees in thousand ----	December 31, 2021
ASSETS			
Property and equipment	6	1	1
Investments	7		
Mutual funds		52,881	51,561
Taxation - payments less provision		29,039	27,641
Cash and bank	8	27	22
Total Assets		81,948	79,225
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Authorized share capital			
125,000,000 ordinary share of Rs.10 each		1,250,000	1,250,000
Ordinary share capital		350,000	350,000
Accumulated loss		(367,827)	(368,438)
Total Equity		(17,827)	(18,438)
Liabilities			
Underwriting provisions		-	-
Other creditors and accruals	9	99,775	97,663
Total Liabilities		99,775	97,663
Total Equity and Liabilities		81,948	79,225
Contingencies and Commitments	10	-	-

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Managing Director/CEO

Director

Director

Director

Chief Financial Officer

PICIC INSURANCE LIMTIED
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE THREE AND SIX MONTHS PERIOD ENDED JUNE 30, 2022

		Quarter ended		Half Year ended	
	Note	June, 30 2022	June, 30 2021	June, 30 2022	June, 30 2021
		---- Rupees in thousand ----			
Net insurance premium		-	-	-	-
Net insurance claims		-	-	-	-
Net commission and other acquisition costs		-	-	-	-
Insurance claims and acquisition expenses		-	-	-	-
Management expenses		(1,137)	(935)	(2,032)	(2,022)
Underwriting results		(1,137)	(935)	(2,032)	(2,022)
Investment income	11	1,508	845	2,718	1,737
Return on bank balances		-	-	-	-
Gain/(loss) on disposal of assets		-	-	-	-
Other expenses		(75)	-	(75)	-
Results of operating activities		296	(90)	611	(285)
Finance costs		-	-	-	-
Profit/(loss) before tax		296	(90)	611	(285)
Taxation – current		-	-	-	-
– deferred		-	-	-	-
Profit/(loss) after tax		296	(90)	611	(285)
Earning/(loss) per share - basic and diluted	12	0.01	-	0.02	(0.01)

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Managing Director/CEO Director Director Director Chief Financial Officer

PICIC INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE THREE AND SIX MONTHS PERIOD ENDED JUNE 30, 2022

		Quarter ended		Half Year ended	
	Note	June,30 2022	June 30, 2021	Jun 30, 2022	Jun 30, 2021
		---- Rupees in thousand ----			
Profit/(loss) after tax		296	(90)	611	(285)
Other Comprehensive Income					
Other comprehensive income for the period		-	-	-	-
Other comprehensive income/(loss) for the period		<u>296</u>	<u>(90)</u>	<u>611</u>	<u>(285)</u>

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Managing Director/CEO	Director	Director	Director	Chief Financial Officer
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PICIC INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2022

	Paid-up share capital	Accumulated loss	Total
	<i>Rupees in thousand</i>		
Balance as at December 31, 2020	350,000	(368,006)	(18,006)
Total comprehensive income for six months period ended June 30, 2021			
Loss for the six months period ended June 30, 2021	-	(285)	(285)
Other Comprehensive loss	-	-	-
Total Comprehensive loss for the period	-	(285)	(285)
Balance as at June 30, 2021	350,000	(368,576)	(18,576)
Balance as at December 31, 2021	350,000	(368,438)	(18,438)
Total comprehensive income for six months period ended June 30, 2022	-	-	-
Profit for the six months period ended June 30, 2021	-	611	611
Other Comprehensive income	-	-	-
Total Comprehensive income for the period	-	611	611
Balance as at June 30, 2022	350,000	(367,827)	(17,827)

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Managing Director/CEO

Director

Director

Director

Chief Financial Officer

PICIC INSURANCE LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2022

	June 30, 2022	June 30, 2021
	----- Rupees in thousand -----	
OPERATING ACTIVITIES		
a) Underwriting activities		
Premiums received	-	-
Reinsurance premiums paid	-	-
Claims paid	-	-
Reinsurance and other recoveries received	-	-
Commissions paid	-	-
Commission received	-	-
Net cash inflow from underwriting activities	-	-
b) Other operating activities		
Income tax paid	(1,398)	(504)
General management expenses paid	5	(122)
Operating receipts - net	-	-
Bank and other charges	-	-
Net cash (used in) other operating activities	(1,393)	(626)
Total cash (used in) operating activities	(1,393)	(626)
INVESTMENT ACTIVITIES		
Profit / return received	-	-
Dividend received	4,661	3,359
Investment in mutual funds	(4,661)	(3,359)
Receipts for investments	1,398	504
Payment for investment made	-	-
Proceeds from disposal of fixed assets	-	-
Fixed capital expenditure	-	-
Total cash generated from investing activities	1,398	504
Net cash generated from / (used in) all activities	5	(122)
Cash and cash equivalents at the beginning of the period	22	157
Cash and cash equivalents at the end of the period	27	35
Reconciliation to profit and loss account		
Operating cash flows	(1,393)	(626)
Depreciation / amortisation	-	-
Gain on disposal of fixed assets	-	-
Investment income	2,718	1,737
Return on bank balances	-	-
Decrease in assets other than cash	-	-
Decrease in liabilities	(714)	(1,396)
Increase in unearned premium	-	-
Profit / (loss) after taxation	611	(285)
Definition of cash		
Cash comprises of cash in hand and at banks, stamps in hand and short term placements with banks		
Cash for the purpose of statement of cash flows consists of:		
Cash and other equivalents		
- cash in hand	-	-
- stamps in hand	-	-
Current and other accounts		
- current accounts	-	-
- saving accounts	27	35
Deposits maturing within 12 months	27	35
Total cash and cash equivalents	27	35

The annexed notes from 1 to 16 form an integral part of these condensed interim financial statements.

Managing Director/CEO

Director

Director

Director

Chief Financial Officer

PICIC INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL INFORMATION (UNAUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2022

1. STATUS AND NATURE OF BUSINESS

- 1.1** PICIC Insurance Limited (the Company) was incorporated on April 23, 2004 as a public limited Company under the repealed Companies Ordinance, 1984 (now the Companies Act 2017) and registered as a non-life insurance company by the Securities and Exchange Commission of Pakistan (SECP) under the Insurance Ordinance, 2000. It is engaged in providing all classes of non-life insurance business. The Company is listed on the Pakistan Stock Exchange Limited. The registered office of the Company is situated at 3rd Floor, Nadir House, I.I. Chundrigar Road, Karachi.
- 1.2** As per Section 11 of the Insurance Rules 2017, the company is required to maintain minimum paid up capital of Rs. 500 million net off any discount offered on issue of shares. Currently, the company does not meet the said requirement.
- 1.3** In accordance with the requirements of the Insurance Ordinance, 2000 and as mentioned in the Insurance Rules, 2017, the minimum solvency requirement (i.e excess of admissible assets over liabilities) is Rs 150 million. The Company is not meeting the minimum solvency requirement as at December 31, 2021.
- 1.4** The company has discontinued the insurance business and applied for surrendering of insurance license to SECP. However, SECP has rejected the application for surrendering of license and company has filed a petition in Honourable High court against the order of SECP.
- 1.5** During the period ended June 30, 2022 the company has profit after taxation of Rupees 446 thousands. The company has suffered accumulated loss of Rupees 369,485 thousands as on June 30, 2022 which has turned equity into negative equity of Rupees 19,485 thousands.

1.6 Merger of Crescent Star Foods (Private) Limited into PICIC Insurance Limited

During the year ended December 31, 2017, the shareholders of the Company have approved in an EOGM dated July 06, 2017 the scheme of merger of PICIC Insurance Limited and Crescent Star Foods (Private) Limited (CSF), whereby CSF will be merged with and into the Company. The intention of the management is to convert the Company into a FMCG Company. Keeping in line with the above intention the management has commenced proceedings for surrendering the insurance license and has filed a petition before the Honourable High Court for the merger scheme which is pending till date.

In this regard, the Company has also entered into an agreement with Crescent Star Insurance Limited (parent company of CSF) for the transfer of insurance related assets and liabilities subject to approval from the SECP and successful surrender of insurance license.

Based on the above mentioned intention and the transfer of operations of Crescent Star Foods (Private) Limited, which is a going concern, to the Company, the management is confident that the company will continue as a going concern.

2. STATEMENT OF COMPLIANCE

These condensed interim financial statements of the Company for the six months period ended June 30, 2022 have been prepared in accordance with the requirements accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

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

In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017 shall prevail.

The disclosures made in these condensed interim financial statements have, however, been limited based on a format prescribed by the Securities and Exchange Commission of Pakistan-Insurance Rules, 2017 and International Accounting Standard 34 - Interim Financial Reporting. They do not include all the disclosures required for annual financial statements, and these condensed interim financial statements should be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2021.

2.1 FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial statements are presented in Pakistani Rupees, which is also the Company's functional currency

3. BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under historical cost convention except for certain investments which are stated at their fair values. Accrual basis of accounting has been used except for cash flow information.

4. ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of this condensed interim financial information is in conformity with approved accounting standards which requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the estimates / judgments and associated assumptions made by management in applying the Company's accounting policies and reported amounts of assets, liabilities, income and expenses are the same as those applied in the annual financial statements as at and for the year ended December 31, 2021.

5. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Certain amendments and interpretations to approved accounting standards became effective during the period were not relevant to the Company's operation and do not have any impact on the accounting policies of the Company.

Operating assets	6.1	<u>1</u>	1
6.1 Operating assets			
Opening written down value		1	1
Less: Written down value of deletions		-	-
Depreciation for the period / year		-	-
		<u>1</u>	<u>1</u>

Held to maturity

Mutual Fund	7.1	52,881	51,561
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Pakistan Income fund	972,682	912,610	36,000	52,881	36,000	51,561
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June 30, 2022	December 31, 2021
---- Rupees in thousand ----	

Cash and other equivalents

Cash in hand	-	-
Policy stamps and bond papers in hand	-	-
	<u>-</u>	<u>-</u>

Current accounts	-	-
Profit and loss savings accounts	27	22
	27	22
	<u>27</u>	<u>22</u>

Unclaimed dividend		195	195
Others	9.1	99,580	97,468
		<u>99,775</u>	<u>97,663</u>

9.1 This represent net amount payable to Crescent Star Insurance Limited (CSIL) in respect of transfer of PICIC Insurance Limited (PIL) all insurance related assets and liabilities to Crescent Star Insurance Limited (CSIL).

10 CONTINGENCIES AND COMMITMENTS

10.1 Contingencies

10.1.1 The tax assessment of the Company has been finalised upto and including the tax year 2021.

While finalising the tax audit for the tax year 2007, the Tax Officer has disallowed certain expenses claimed by the company and increased the tax charge by Rs. 3.128 million. The company has contested the amended order by filing an appeal before Commissioner Inland Revenue (Appeal) which has been decided whereby substantial relief has been allowed. However, a second appeal has been filed before the Appellate Tribunal Inland Revenue for the remaining disallowed amount which is pending Adjudication.

Further, the Inland Revenue Department has passed amended orders for the tax year 2008, 2014, 2015 and 2016 on accounts of minimum taxation on gross receipts of the Company and thereby raising the aggregate tax of Rs. 13.85 million. The Company has contested the amended order by filing an appeal before the Commissioner Inland Revenue (Appeals) which is pending adjudication.

The management, based on the advice of its tax advisor, is confident of a favourable outcome in both cases and, accordingly, no provision in this respect has been made in these financial statements.

10.1.2 Sindh Revenue Board has passed an Order-in-original relating to year 2012 to 2015, whereby a total tax demand of Rs. 542,658,790 has been raised, The Company has preferred appeals before the Commissioner against the said orders which are pending for decision.

10.2 Commitment

There were no commitment as on June 30, 2022 (2021: Nil)

11 INVESTMENT INCOME

	For three months period ended		For six months period ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
	---- Rupees in thousand ----			
Income from debt securities				
Held to maturity				
Return on government securities	1,508	845	2,718	1,737
Term finance certificate	-	-	-	-
Income from term deposits				
Return on term deposits	-	-	-	-
	<u>1,508</u>	<u>845</u>	<u>2,718</u>	<u>1,737</u>
Less: Investment related expenses	-	-	-	-
Investment income	<u>1,508</u>	<u>845</u>	<u>2,718</u>	<u>1,737</u>

12 EARNING / (LOSS) PER SHARE - basic and diluted

Basic earnings / (loss) per share are calculated by dividing the net profit / (loss) for the period by the weighted average number of shares as at the period end as follows:

	For three months period ended		For six months period ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
	---- Rupees in thousand ----			
Profit / (loss) after tax for the period	<u>296</u>	<u>(90)</u>	<u>611</u>	<u>(285)</u>
	---- Number in thousand ----			
Weighted average number of shares of Rs. 10 each	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>	<u>35,000</u>
	----- Rupees -----			
Earning / (loss) per share of Rs. 10 each	<u>0.01</u>	<u>(0.00)</u>	<u>0.02</u>	<u>(0.01)</u>

- 12.1** No figure for diluted loss per share has been presented as the Company has not issued any instrument which would have an impact on earnings per share when exercised.

13 SEGMENT INFORMATION

For the six months period ended June 30, 2022							
Current period	Fire and property damage	Marine, aviation and transport	Motor	Accident & health	Credit and suretyship	Miscellaneous	Aggregate
	----- (Rupees) -----						
Gross written premium (inclusive of administrative surcharges)	-	-	-	-	-	-	-
Insurance premium earned	-	-	-	-	-	-	-
Insurance premium ceded to reinsurers	-	-	-	-	-	-	-
Net insurance premium	-	-	-	-	-	-	-
Commission income	-	-	-	-	-	-	-
Net underwriting income	-	-	-	-	-	-	-
Insurance claims	-	-	-	-	-	-	-
Insurance claims recovered from reinsurers	-	-	-	-	-	-	-
Net claims	-	-	-	-	-	-	-
Commission expense	-	-	-	-	-	-	-
Management expense	-	-	-	-	-	-	-
Net insurance claims and expenses	-	-	-	-	-	-	-
Underwriting results	-	-	-	-	-	-	-
						</	

Prior period	For the six months period ended June 30, 2021						Aggregate
	Fire and property damage	Marine, aviation and transport	Motor	Accident & health	Credit and suretyship	Miscellaneous	
	----- (Rupees) -----						
Gross written premium (inclusive of administrative surcharges)	-	-	-	-	-	-	-
Insurance premium earned	-	-	-	-	-	-	-
Insurance premium ceded to reinsurers	-	-	-	-	-	-	-
Net insurance premium	-	-	-	-	-	-	-
Commission income	-	-	-	-	-	-	-
Net underwriting income	-	-	-	-	-	-	-
Insurance claims	-	-	-	-	-	-	-
Insurance claims recovered from reinsurers	-	-	-	-	-	-	-
Net claims	-	-	-	-	-	-	-
Commission expense	-	-	-	-	-	-	-
Management expense	-	-	-	-	-	-	-
Net insurance claims and expenses	-	-	-	-	-	-	-
Underwriting results	-	-	-	-	-	-	-
							June 30, 2021
							RS(000)
Net investment income							1,737
Return on bank balances							-
Other income							-
Loss on Diposal of Assets							-
Other expenses							(2,022)
Result of operating activities							(285)
Finance costs							-
Loss before tax for the period							(285)

14 GENERAL

Figures have been rounded off to the nearest thousand rupees.

15 AUTHORISATION FOR ISSUE

This condensed interim financial information was authorised for issue by the Board of Directors of the Company on August 24, 2022.

16 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, for the purpose of comparison.

16.1 RECLASSIFICATION

<u>FROM</u>	<u>TO</u>	<u>Quarter</u>	<u>Half year</u>
		<u>Rupees (000)</u>	<u>ended</u>
Other expenses	Management expenses	<u>(935)</u>	<u>(2,022)</u>

Managing Director/CEO

Director

Director

Director

Chief Financial Officer



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