



**PGI**

**The Pakistan General  
Insurance Company Limited**

**Half Yearly Report  
For the Period Ended  
June 30, 2022**



## Company Information

### Board of Directors

Mrs. Nasira Raees  
Mr. Muhammad Haroon  
Mr. Sajid Rabbani  
Mr. Muhammad Iqbal

### Company Secretary

Ch. Mohsin Ali

### Legal Advisors

Mr. Ahmad Ali Ranjah (Advocate High Court)

### Auditors

Sarwars  
Chartered Accountants

### Share Registrar

Corplink (Private) Limited

### Registered and Head Office

PGI House, 5-A Bank Square  
The Mall Lahore

### Contacts

Tel.: +92(42)3732-4404 +92(42)3722-3244  
Fax.: +92(42)3723-0895 +92(42)3723-0634  
Email: [info@pgi.com.pk](mailto:info@pgi.com.pk)  
Web: [www.pgi.com.pk](http://www.pgi.com.pk)

## Directors' Review Report to the Shareholders

The Board of Directors of "The Pakistan General Insurance Company Limited" ("the Company") is pleased to present the unaudited but reviewed (limited) condensed interim financial statements for the half year ended June 30, 2022.

The comparative analysis of the quarterly results at a glance is as under –

	Jun 30 / 2022 Rupees	Jun 30 / 2021 Rupees	Increase / (Decrease) Rupees	% age
<b>Underwriting</b>				
Net premiums revenue	-	-	-	0.00%
Underwriting results	(7,576,054)	(14,056,427)	6,480,373	-46.10%
<b>Investments</b>				
In properties	262,000,000	244,346,039	17,653,961	7.22%
Investment income	1,555,126	1,437,372	117,754	8.19%
<b>Profitability / Equity</b>				
Share capital	464,014,500	464,014,500	-	0.00%
Underwriting losses	(7,576,054)	(14,056,427)	6,480,373	-46.10%
(Loss) before tax	(9,452,860)	(13,942,281)	(4,489,421)	-32.20%

Securities and Exchange Commission of Pakistan (SECP) has passed an order dated June 07, 2017 under section 11(1) (f) and section 12(1) and (4) read with section 63 (1) and section 156 of the Insurance Ordinance, 2000. The Company had filled a writ petition with the Honorable Lahore High Court which is pending adjudication. The legal counsel the Company is of the view that there is every likelihood that the case will be settled in favour of the Company.

The Company is conscious of the challenges which are being faced by the economy due to spiraling inflation and rising energy crises have crippled the already affected economy of the country. We are striving hard to sustain our performance under these circumstances. We also hope that the macro economic challenges will be addressed soon to enable conducive environment for the growth of industry.

**For and on behalf of the Board**

**-Sd-  
Director**

Lahore.  
August 29, 2022

دی پاکستان جنرل انشورنس کمپنی لمیٹڈ کے ڈائریکٹرز کمپنی کے 6 ماہ کے غیر اڈٹ شدہ مالیاتی حساب 30 جون 2022 پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

6 ماہ کے نتائج کا تقابلی جائزہ درج ذیل ہے۔

	Jun 30 / 2022 Rupees	Jun 30 / 2021 Rupees	Increase / (Decrease) Rupees	% age
<b>Underwriting</b>				
Net premiums revenue	-	-	-	0.00%
Underwriting results	(7,576,054)	(14,056,427)	6,480,373	46.10%
<b>Investments</b>				
In properties	262,000,000	244,346,039	17,653,961	7.22%
Investment income	1,555,126	1,437,372	117,754	8.19%
<b>Profitability / Equity</b>				
Share capital	464,014,500	464,014,500	-	0.00%
Underwriting losses	(7,576,054)	(14,056,427)	6,480,373	-46.10%
(Loss) before tax	(9,452,860)	(13,942,281)	4,489,421	-32.20%

انشورنس آرڈیننس 2000 کے تحت آئی سی سی پی نے نے ایک آرڈر ایشو کیا ہے جس کے خلاف کمپنی نے نظرثانی کی درخواست واہر کر رکھی ہے معاملہ ابھی زیر التوا ہے تاہم قانونی ٹیم کی رائے حاصل کرنے کے بعد بادی النظر میں مینیجمنٹ سمجھتی ہے کہ معاملے کا حتمی فیصلہ کمپنی کے حق میں جاری ہوگا

کمپنی ان چیلنجز سے بخوبی آگاہ ہے جو کہ معیشت کو درپیش ہیں افرات زر اور توانائی کے بڑھتے ہوئے بحران کی صورت میں ملکی معیشت کو پہلے ہی متاثر کر چکے ہیں ہم امید رکھتے ہیں کہ مائیکرو اور معاشی چیلنجز پر مستقبل قریب میں قابو پا لیا جائے گا جس سے انڈسٹری کی پیداوار کے لیے حوصلہ افزاء صورتحال پیدا ہو جائے گی۔

بورڈ آف ڈائریکٹرز کی جانب سے

-Sd-

ڈائریکٹر

لاہور 29 اگست 2022

## **INDEPENDENT AUDITOR’S REVIEW REPORT**

**To the members of the Pakistan General Insurance Company**

**Limited**

**Report on review of Interim Financial Statements**

### **Introduction**

We have reviewed the accompanying condensed interim statement of financial position of the Pakistan General Insurance Company Limited (the Company) as at June 30, 2022 and the related condensed interim statement of comprehensive income, condensed interim statement of changes in equity, and condensed interim statement of cash flows, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the “interim financial statements”). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review. The figures for the condensed interim statement of profit or loss and other comprehensive income for the quarters ended June 30, 2022 and June 30, 2021 have not been reviewed, as we are required to review only the cumulative figures for the half year ended June 30, 2022.

### **Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, “Review of Interim Financial Information 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**

- a) Securities and Exchange Commission of Pakistan (SECP) vide its order dated June 07, 2017 under section 11(1) (f) and section 12(1) and (4) read with section 63 (1) and section 156 of the Insurance Ordinance, 2000, restricted the Company from entering into new contracts of insurance after July 07, 2017 and the Company is placed in defaulter segment at the Pakistan stock exchange. The Company is recurring losses and it has also not met the minimum paid up capital of Insurance Ordinance, 2000 and Insurance Rules, 2017. These conditions indicate existence of material uncertainty that may cast significant doubt on the Company's ability to continue as going concern and therefore the Company may not be able to realize its assets and discharge its liabilities in the normal course of business. These conditions lead us to believe that the management’s use of going concern assumption is inappropriate and consequently the asset and liabilities should have been stated at their realizable values respectively.
- b) SECP through its letter no. ID/OSM/PGI/2020/1062, dated October 21, 2020, has confirmed that the conditions imposed by NAB, order no. ACR NO. 95/PB/2017 relating to recovery of claim amounting to Rs. 86.2 million from Ex- CEO Ch. Zahoor Ahmad has been duly waived off. The previous disqualification of Ch. Zahoor Ahmad remains unchanged, the company is also required to

**|The Pakistan General Insurance Company Limited**

meet condition no. 2 and 3 of SECP letter no. ID/OSM/PGI/2020/1062, dated October 21, 2020.

- c) The amount due from insurance contract holders as disclosed in note 12 to the interim financial statements, amounting to Rs. 70.63 million (2021: Rs. 71.03 million) remains unconfirmed. The Company has claimed recovery of Rs. 0.396 million during the period. In the absence of relevant documentation and supporting records, resultant adjustments and consequential impact thereof, if any, on the interim financial statements remains unascertained.
- d) The insurers / reinsurers payables as disclosed in Note 17 to the interim Financial Statements include Rs. 29.2 million (2021: 29.2 million) payable to Pakistan Reinsurance Company Limited (PRCL) which remain unconfirmed. The Company is in process of reconciling these balances with PRCL. In the absence of relevant documentation and supporting records, resultant adjustments and consequential impact thereof, if any, on the interim financial statements remains unascertained.
- e) The Company has not complied with the requirements of section 244 of the Companies Act, 2017.

### **Adverse Conclusion**

Our review indicates that, because of the significance of the effects of the matters as described in paragraphs (a) to (e) of the “Basis for Adverse Conclusion” section of our report, this interim financial information does not give a true and fair view of the financial position of the Company as at June 30, 2022, and of its financial performance and its cash flows for the six-month period then ended in accordance with the accounting and financial reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditor’s review report is Mr. Rashid Sarwar (FCA).

-sd-

Chartered Accountants

Place: Lahore

Date: August 29, 2022

UDIN: RR202210208C7pyaHTkn

The Pakistan General Insurance Company Limited  
Condensed Interim Statement of Financial Position  
As at June 30, 2022

		June 30, 2022 un-audited	Dec. 31, 2021 Audited
	<b>Note</b>	<b>.....Rupees.....</b>	
<b>ASSETS</b>			
Property and equipment	6	110,306,697	119,080,583
Investment property	7	262,000,000	262,000,000
Investments			
- Equity securities	8	689,704	833,927
- Debt securities	9	39,990,395	39,990,395
- Term deposits	10	-	-
Loans and other receivables	11	6,077,388	6,477,473
Insurance / reinsurance receivables	12	70,633,552	71,029,904
Taxation - provision less payments	19	1,110,102	807,800
Cash and bank	13	7,706,738	7,777,520
<b>Total assets</b>		<b>498,514,576</b>	<b>507,997,602</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves attributable to Company's equity holders</b>			
Ordinary share capital	14	464,014,500	464,014,500
Reserves	15	51,401,968	51,524,558
Accumulated loss		(77,180,753)	(68,284,583)
<b>Total Equity</b>		<b>438,235,715</b>	<b>447,254,475</b>
<b>Surplus on revaluation of fixed assets</b>	16	<b>21,710,891</b>	<b>22,267,581</b>
<b>Liabilities</b>			
Underwriting provisions			
- Outstanding claims including IBNR		-	-
Deferred taxation		-	-
Insurance / reinsurance payables	17	29,246,553	29,246,553
Other creditors and accruals	18	9,321,417	9,228,993
		38,567,970	38,475,546
<b>Total equity and liabilities</b>		<b>498,514,576</b>	<b>507,997,602</b>
<b>Contingencies and commitments</b>	20		

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

-Sd-  
Director

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Director

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Director

The Pakistan General Insurance Company Limited  
Condensed Interim Statement of Comprehensive Income [Un-Audited]  
For the Six Months Period Ended June 30, 2022

	For three months period ended		For six months period ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
<b>Note</b> ----- <b>Rupees</b> -----				
Net insurance premium	-	-	-	-
Net insurance claims	-	-	-	-
Net commission and other acquisition costs	-	-	-	-
Insurance claims and acquisition expenses	-	-	-	-
Management expenses	(4,157,516)	(7,391,049)	(7,576,054)	(14,056,427)
<b>Underwriting results</b>	<b>(4,157,516)</b>	<b>(7,391,049)</b>	<b>(7,576,054)</b>	<b>(14,056,427)</b>
Investment income	992,915	835,765	1,555,126	1,437,372
Rental income	467,050	502,050	1,004,100	1,004,100
Other income	518,773	872,956	774,763	3,671,129
Other expenses	(3,388,877)	(3,379,327)	(5,197,384)	(5,974,646)
	(1,410,139)	(1,168,556)	(1,863,395)	137,955
<b>Results of operating activities</b>	<b>(5,567,655)</b>	<b>(8,559,605)</b>	<b>(9,439,449)</b>	<b>(13,918,472)</b>
Finance cost	(9,196)	(20,023)	(13,411)	(23,809)
Loss before tax	(5,576,851)	(8,579,628)	(9,452,860)	(13,942,281)
Income tax expenses	-	-	-	-
<b>Loss after tax</b>	<b>(5,576,851)</b>	<b>(8,579,628)</b>	<b>(9,452,860)</b>	<b>(13,942,281)</b>
<b>Other comprehensive income:</b>				
Items that may be reclassified subsequently to profit and loss:				
Unrealized loss on available-for-sale investments - net of deferred tax	(61,295)	(60,007)	(122,590)	(120,014)
<b>Other comprehensive loss for the year</b>	<b>(61,295)</b>	<b>(60,007)</b>	<b>(122,590)</b>	<b>(120,014)</b>
<b>Total comprehensive loss for the period</b>	<b>(5,638,146)</b>	<b>(8,639,635)</b>	<b>(9,575,450)</b>	<b>(14,062,295)</b>
<b>Losses per share</b>	<b>(0.12)</b>	<b>(0.18)</b>	<b>(0.20)</b>	<b>(0.30)</b>

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

-Sd-  
Director

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Director

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Director

The Pakistan General Insurance Company Limited  
Condensed Interim Statement of Changes in Equity [Un-Audited]  
For the Six Months Period Ended June 30, 2022

	Attributable to equity holders of the Company				Total Equity
	Share Capital	Revenue reserves		Accumulated loss	
General reserves		Unrealized gains / (losses) on revaluation of available for sale investments - net			
	----- Rupees -----				
<b>Balance as at January 01, 2021 [Audited]</b>	<b>464,014,500</b>	<b>50,985,500</b>	<b>509,530</b>	<b>(86,209,452)</b>	<b>429,300,078</b>
Loss after tax for the six months period ended June 30, 2021	-	-	-	(13,942,281)	(13,942,281)
Other comprehensive income for the period	-	-	(120,014)	-	(120,014)
Total comprehensive loss for the period	-	-	(120,014)	(13,942,281)	(14,062,295)
Transfer from surplus on revaluation of fixed assets: - on incremental depreciation on fixed assets - net of tax	-	-	-	8,622	8,622
<b>Balance as at June 30, 2021 [Un- Audited]</b>	<b>464,014,500</b>	<b>50,985,500</b>	<b>389,516</b>	<b>(100,143,111)</b>	<b>415,246,405</b>
<b>Balance as at January 01, 2022 [Audited]</b>	<b>464,014,500</b>	<b>50,985,500</b>	<b>539,058</b>	<b>(68,284,583)</b>	<b>447,254,475</b>
Loss after tax for the six months period ended June 30, 2022	-	-	-	(9,452,860)	(9,452,860)
Other comprehensive income for the year	-	-	(122,590)	-	(122,590)
Total comprehensive income for the period	-	-	(122,590)	(9,452,860)	(9,575,450)
Transfer from surplus on revaluation of fixed assets: - on incremental depreciation on fixed assets - net of tax	-	-	-	556,690	556,690
<b>Balance as at June 30, 2022 [Un-Audited]</b>	<b>464,014,500</b>	<b>50,985,500</b>	<b>416,468</b>	<b>(77,180,753)</b>	<b>438,235,715</b>

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

-Sd-  
Director

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Director

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Director

The Pakistan General Insurance Company Limited  
Condensed Interim Statement of Cash Flows [Un-Audited]  
For the Six Months Period Ended June 30, 2022

		For six months period ended	
		June 30, 2022	June 30, 2021
Note		-----Rupees-----	
	<b>Operating cash flows</b>		
	<b>a) Underwriting activities</b>		
	Insurance premiums received	396,352	2,607,251
	Commission paid	-	(973,878)
	General and management expenses paid	(9,586,052)	(9,763,203)
	Net cash flow from underwriting activities	(9,189,700)	(8,129,830)
	<b>b) Other operating activities</b>		
	Income tax paid	(302,302)	(312,385)
	Other operating payments	250,320	(103,400)
	Net cash flow from other operating activities	(51,982)	(415,785)
	<b>Total cash flow from all operating activities</b>	<b>(9,241,682)</b>	<b>(8,545,615)</b>
	<b>Investing activities</b>		
	Profit / return received	1,962,211	2,021,612
	Rentals received	1,004,100	1,004,100
	Proceeds from disposal of investments - Term Deposits	-	2,500,000
	Proceeds from disposal of investments - Available for sale	-	50,000
	Proceeds from disposal of assets	6,450,000	6,540,000
	Fixed capital expenditure	(225,000)	(3,567,300)
	Total cash (out) flow from investing activities	9,191,311	8,548,412
	<b>Financing activities</b>		
	Finance cost paid	(13,411)	(23,809)
	Loan repayments received - net	(7,000)	(49,000)
	Total cash in / (out) flow from financing activities	(20,411)	(72,809)
	<b>Net cash flow from all activities</b>	<b>(70,782)</b>	<b>(70,012)</b>
	<b>Cash and cash equivalents at beginning of year</b>	<b>7,777,520</b>	<b>2,907,551</b>
13	<b>Cash and cash equivalents at end of year</b>	<b>7,706,738</b>	<b>2,837,539</b>
	<b>Reconciliation to profit and loss account</b>		
	Operating cash flows	(9,241,682)	(8,545,615)
	Depreciation expense	(3,323,649)	(9,964,887)
	Finance cost	(13,411)	(23,809)
	Investment income	1,555,126	1,437,372
	Rental income	1,004,100	1,004,100
	Other income	774,763	3,671,129
	Decrease in assets other than cash	(396,352)	(2,607,291)
	Decrease / (Increase) in liabilities other than borrowings	188,245	1,086,720
	<b>Profit after taxation</b>	<b>(9,452,860)</b>	<b>(13,942,281)</b>

The annexed notes from 1 to 29 form an integral part of these condensed interim financial statements.

-Sd-  
Director

-Sd-  
Director

-Sd-  
Director

**The Pakistan General Insurance Company Limited**  
**Notes to the Condensed Interim Financial Information [Un-Audited]**  
**For the Six Months Period Ended June 30, 2022**

**1 Status and nature of operations**

The Pakistan General Insurance Company Limited "the Company" was incorporated as a public limited company on July 26, 1947 under the Companies Act, 1913 (now Companies Act, 2017) and was listed on Pakistan Stock Exchange (formerly Karachi, Lahore and Islamabad Stock Exchanges) on July 25, 1995. The Company is engaged in providing general insurance services in spheres of Fire and property damage; Marine, aviation and transport, Motor and Miscellaneous. The registered office and principal place of the Company is located at PGI House, 5-A Bank Square, Lahore, Pakistan.

**2 Basis of preparation and statement of compliance**

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, Insurance Rules, 2017 and Insurance Accounting Regulations, 2017. In case requirements differ, the provisions or directives of the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, and Insurance Accounting Regulations, 2017 shall prevail.

The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the Securities and Exchange Commission of Pakistan vide SRO 89(I)/2017 and International Accounting Standard (IAS) 34, "Interim Financial Reporting" and do not include all the information required in the annual financial statements. Accordingly, this 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 Basis of measurement**

These condensed interim financial statements have been prepared under the historical cost convention except that certain financial instruments are carried at fair value, freehold land and buildings are stated at revalued amount and available for sale investments, which are carried at fair value.

**2.2 Functional and presentation currency**

These condensed interim financial statements are presented in Pakistani rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistani Rupees has been rounded off to nearest rupees unless otherwise stated.

**3 Going concern assessment**

Securities and Exchange Commission of Pakistan (SECP) vide its order dated June 7, 2017 under section 11(1)(f) and section 12(1) and 12(4) read with section 63(1) and section 156 of the Insurance Ordinance, 2000 restricted the Company from entering into new contracts of insurance after July 7, 2017. Moreover, in the aforementioned order, it is stated that the cessation order will be revoked subject to the fulfilment of conditions mentioned therein. The management of the Company is taking steps towards fulfilment of these conditions and as at the reporting date only two conditions are yet to be complied with and had prepared a road map, which will lead the Company in revocation of the said order. The accompanying financial statements have been prepared assuming that the Company will continue as a going concern, which contemplates the realization of assets and liquidation of liabilities in the normal course of business as the management in connection with legal opinion from its legal advisors is of the view that there is every likelihood that the above cited order will be revoked in the foreseeable future.

**4 Summary of significant accounting policies**

The accounting policies and the methods of computation adopted in the preparation of the condensed interim financial statements as at June 30, 2022 are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2021.

**5 Critical accounting estimates and judgments**

The preparation of condensed interim financial statements requires management to make judgments, 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. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimation uncertainty were the same as those that applied to the financial statements at and for the year ended December 31, 2021.

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Six Months Period Ended June 30, 2022

	Un - audited June 30, 2022	Audited Dec. 31, 2021
	-----Rupees-----	
<b>6 Property and equipment</b>		
Book value at beginning of the period / year	119,080,583	94,078,364
Additions during the period / year	225,000	36,608,403
Disposal during the period / year	(9,975,760)	(12,845,277)
Adjustment on disposal	4,300,523	6,961,492
Depreciation charge for the period / year	(3,323,649)	(5,722,399)
Carrying amount at end of the period / year	<u>110,306,697</u>	<u>119,080,583</u>
<b>7 Investment property</b>		
Book value at beginning of the period / year	262,000,000	251,906,598
Addition / revaluation during the year	-	24,014,736
Disposal during the period / year	-	(3,180,527)
Adjustment on disposal	-	1,885,250
Depreciation charge for the period / year	-	(12,626,057)
Carrying amount at end of the period / year	<u>262,000,000</u>	<u>262,000,000</u>
<b>8 Investments - Equity securities</b>		
Available for sale - Investment in quoted equities (carrying value)	<u>689,704</u>	<u>833,927</u>
<b>9 Investments - Debt securities</b>		
Held to maturity		
- Pakistan Investment Bonds (PIBs)	<u>39,990,395</u>	<u>39,990,395</u>
These PIBs are deposited with State Bank of Pakistan as statutory deposit pursuant to the requirements of section 29(2)(a) of the Insurance Ordinance, 2000.		
<b>10 Investments - Term deposits</b>		
Deposits maturing within 12 months	<u>-</u>	<u>-</u>
<b>11 Loans and other receivables - Considered good</b>		
Loans to employees and agents	73,100	66,100
Security deposits	5,477,649	5,477,649
Accrued interest	522,730	929,815
Sundry receivables	3,909	3,909
	<u>6,077,388</u>	<u>6,477,473</u>
<b>12 Insurance / reinsurance receivables - Unsecured but considered good</b>		
Due from insurance contract holders	<u>70,633,552</u>	<u>71,029,904</u>
	<u>70,633,552</u>	<u>71,029,904</u>
<b>13 Cash and bank</b>		
Cash and cash equivalents		
- Cash in hand	27,239	62,690
- Policy and revenue stamps, bond papers	123,300	123,300
	<u>150,539</u>	<u>185,990</u>
Cash with banks		
- On current accounts	209,175	244,579
- On saving accounts	5,517	5,444
- With State Bank of Pakistan	7,341,507	7,341,507
	<u>7,556,199</u>	<u>7,591,530</u>
	<u>7,706,738</u>	<u>7,777,520</u>

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Six Months Period Ended June 30, 2022

	Un - audited June 30, 2022	Audited Dec. 31, 2021	Un - audited June 30, 2022	Audited Dec. 31, 2021
	-----Number of shares-----		-----Rupees-----	
<b>14 Ordinary share capital</b>				
<b>14.1 Authorized share capital</b>				
Ordinary shares of Rs. 10 each	50,000,000	50,000,000	500,000,000	500,000,000
<b>14.2 Issued, subscribed and paid up capital</b>				
Ordinary shares of Rs. 10 each				
- Fully paid in cash	20,000,000	20,000,000	200,000,000	20,000,000
- Fully paid as bonus shares	26,401,450	26,401,450	264,014,500	26,401,450
	46,401,450	46,401,450	464,014,500	46,401,450
<b>15 Reserves</b>				
Revenue reserves				
General reserve			50,985,500	50,985,500
Revaluation reserve for unrealized (loss) / gain on available-for-sale investments - net			416,468	539,058
			51,401,968	51,524,558
<b>16 Surplus on revaluation of fixed assets</b>				
Balance at beginning of the period / year			22,267,581	1,352,974
Add: Surplus recognized during the year			-	21,939,925
Less: Realization of surplus on disposal (net of tax)			-	(1,008,073)
Less: Incremental depreciation transferred to un-appropriated profit			(556,690)	(17,245)
Balance at end of the period / year			21,710,891	22,267,581
<b>17 Insurance / reinsurance payables</b>				
Due to other insurers / reinsurers			29,246,553	29,246,553
<b>18 Other creditors and accruals</b>				
Government levies and taxes payable			4,936,386	4,936,730
Accrued expenses			2,973,819	3,131,715
Payable to employees' provident fund			423,590	172,926
Unpaid and unclaimed dividend			657,622	657,622
Others			330,000	330,000
			9,321,417	9,228,993
<b>19 Taxation - provision less payments</b>				
Balance at beginning of the period / year			(807,800)	(1,036,005)
Add: Charge for the period / year			-	852,944
Less: Paid / deducted during the period / year			(302,302)	(624,739)
Balance at end of the period / year			(1,110,102)	(807,800)

**20 Contingencies and commitments**  
There is no significant change in the status of contingent liabilities and commitments since the end of last annual reporting period December 31, 2021.

	For three months period ended		For six months period ended	
	June 30, 2022	June 30, 2021	June 30, 2022	June 30, 2021
	-----Rupees-----		-----Rupees-----	
<b>21 Investment income</b>				
Income from debt securities				
- Income from debt securities and bank placements	992,915	835,765	1,555,126	1,437,372
	992,915	835,765	1,555,126	1,437,372

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Six Months Period Ended June 30, 2022

<b>22 Other income</b>				
Gain on sale of fixed assets and investments	518,773	872,956	774,763	3,671,129
	<u>518,773</u>	<u>872,956</u>	<u>774,763</u>	<u>3,671,129</u>
<b>23 Finance costs</b>				
Bank charges	9,196	20,023	13,411	23,809
	<u>9,196</u>	<u>20,023</u>	<u>13,411</u>	<u>23,809</u>
<b>24 Losses per share</b>				

Basic earnings per share is calculated by dividing the net profit for the period by the weighted average number of shares 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-----		-----Rupees-----	
Loss after tax for the period	(5,576,851)	(8,579,628)	(9,452,860)	(13,942,281)
	----- Number of Shares -----			
Weighted average number of shares of Rs. 10/- each	46,401,450	46,401,450	46,401,450	46,401,450
	-----Rupees-----		-----Rupees-----	
Loss per share - basic	<u>(0.12)</u>	<u>(0.18)</u>	<u>(0.20)</u>	<u>(0.30)</u>

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

**25 Transactions with related parties**

The related parties comprise of directors of the company, key management personnel and post employment benefit plans.

	Un - audited June 30, 2022	Un - audited June 30, 2021
	-----Rupees-----	
Remuneration paid to executives, directors and chief executive officer	1,113,750	1,140,750
Contribution paid to provident fund	32,085	39,843

**26 Segment Reporting**

As the Company is under direction from SECP to not enter into new insurance contracts, therefore the Company had not written any premium during the period. In view of the same, segment wise analysis is not reported in these financial statements.

**27 Fair value of financial instruments**

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable, willing parties in an arm's length transaction. The carrying values of all financial assets and financial liabilities approximate their fair values except for equity and debt instruments whose fair values have been disclosed in their respective notes to these financial statements. Fair value is determined on the basis of objective evidence at each reporting 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: Quoted market price (unadjusted) in active market for identical instrument.
- Level 2: Valuation techniques based on observable inputs either directly or indirectly (i.e. derived from prices).
- Level 3: Valuation techniques using significant unobservable inputs.

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Six Months Period Ended June 30, 2022

	Level 1	Level 2	Level 3	Un - audited June 30, 2022	Audited Dec. 31, 2021
	----- Rupees -----				
Available for sale investments	689,704	-	-	689,704	833,927
Held to maturity					
- Government securities	-	39,990,395	-	39,990,395	39,990,395
- Term deposits	-	-	-	-	-
	<u>689,704</u>	<u>39,990,395</u>	<u>-</u>	<u>40,680,099</u>	<u>40,824,322</u>

**28 Corresponding figures**

Corresponding figures have been rearranged and reclassified for better presentation, wherever considered necessary.

**29 Date of authorization of issue**

This condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on August 29, 2022.

-Sd-  
**Director**

-Sd-  
**Director**

-Sd-  
**Director**

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