



**PGI**

**The Pakistan General  
Insurance Company Limited**

**Quarterly Report  
For the Period Ended  
September 30, 2021**



## Company Information

### Board of Directors

Ch. Mazhar Zahoor  
Mrs. Nasira Raees  
Mr. Muhammad Haroon  
Mr. Sajid Rabbani  
Ch. Habibiullah  
Mr. Malik Ejaz Nazir  
Mr. Shehroz Qammar

### Chief Executive Officer

Ch. Mazhar Zahoor

### Company Secretary

Ch. Mohsin Ali

### Chief Financial Officer

Javed Iqbal Khan

### Audit Committee

Malik Ejaz Nazir  
Muhammad Haroon  
Ch. Habibullah

### Investment committee

Muhammad Haroon  
Malik Ejaz Nazir  
Ch. Habibullah  
Ch. Mazhar Zahoor  
Javed Iqbal Khan

### Human Resource Committee

Malik Ejaz Nazir  
Nasira Raees  
Ch. Habibullah

### Underwriting Committee

Ch. Mazhar Zahoor  
Zahid Iqbal Zia  
M. Tariq

### Claims Committee

Nasira Raees  
Siddiq Sabir  
Zaheer Ahmed

### Reinsurance and Coinsurance Committee

Ch. Habibullah  
Aftab Ahmad  
Tariq Gorski

### Legal Advisors

Mr. Ahmad Ali Ranjha (Advocate High Court)

## Auditors

Sarwars  
Chartered Accountants

## Tax Consultants

Kamran & Co.  
Chartered Accountants

## Share Registrar

Corplink (Private) Limited

## Head Administration

Waseem Ahmad Khan Lodhi

## 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	
Web:	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 condensed interim financial statements for the nine months period ended September 30, 2021.

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

	Sep 30 / 2021 Rupees	Sep 30 / 2020 Rupees	Increase / (Decrease) Rupees	% age
<b>Underwriting</b>				
Net premiums revenue	-	-	-	0.00%
Underwriting results	(21,109,706)	(28,323,417)	7,213,711	-25.47%
<b>Investments</b>				
In short term bank placements	-	2,000,000	(2,000,000)	-100%
In properties	241,213,398	256,954,869	(15,741,471)	-6.13%
Investment income	2,241,330	3,200,351	(959,021)	-26.97%
<b>Profitability / Equity</b>				
Share capital	464,014,500	464,014,500	-	0.00%
Underwriting losses	(21,109,706)	(28,323,417)	7,213,711	-25.47%
(Loss) before tax	(21,147,381)	(17,303,686)	(3,843,696)	22.21%

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**



**Chairperson**

Lahore.  
October 29, 2021

دی پاکستان جنرل انشورنس کمپنی لمیٹڈ کے ڈائریکٹرز کمپنی کے 9 ماہ کے غیر اڈٹ شدہ مالیاتی حساب 30 ستمبر 2021 پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔


9 ماہ کے نتائج کا تقابلی جائزہ درج ذیل ہے۔

	Sep 30 / 2021 Rupees	Sep 30 / 2020 Rupees	Increase / (Decrease) Rupees	% age
<b>Underwriting</b>				
Net premiums revenue	-	-	-	0.00%
Underwriting results	(21,109,706)	(28,322,417)	7,213,711	-25.47%
<b>Investments</b>				
In short term bank placements	-	2,000,000	(2,000,000)	-100%
In properties	241,213,398	256,954,869	(15,741,471)	-6.13%
Investment income	2,241,330	3,200,351	(959,021)	-29.97%
<b>Profitability / Equity</b>				
Share capital	464,014,500	464,014,500	-	0.00%
Underwriting losses	(21,109,706)	(28,322,417)	7,213,711	-25.47%
(Loss) before tax	(21,147,381)	(17,303,686)	(3,843,696)	22.21%

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

  
چیئرمین

لاہور 29 اکتوبر 2021

The Pakistan General Insurance Company Limited  
Condensed Interim Statement of Financial Position  
As at September 30, 2021

		Sep 30, 2021 Un - audited	Dec. 31, 2020 Audited
	Note	.....Rupees.....	
<b>ASSETS</b>			
Property and equipment	6	90,125,178	95,778,364
Investment property	7	241,213,398	251,906,598
Investments			
- Equity securities	8	825,287	1,134,318
- Debt securities	9	44,990,395	44,990,395
- Term deposits	10	-	2,500,000
Loans and other receivables	11	6,552,855	6,871,163
Insurance / reinsurance receivables	12	96,989,114	100,395,257
Taxation - provision less payments	19	1,444,918	1,036,005
Cash and bank	13	3,110,765	2,907,551
<b>Total assets</b>		<b>485,251,910</b>	<b>507,519,651</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	51,203,733	51,495,030
Accumulated loss		(107,343,899)	(86,209,452)
<b>Total Equity</b>		<b>407,874,334</b>	<b>429,300,078</b>
<b>Surplus on revaluation of fixed assets</b>	16	<b>5,398,816</b>	<b>5,411,750</b>
<b>Liabilities</b>			
Underwriting provisions			
- Outstanding claims including IBNR		-	-
Deferred taxation		-	-
Insurance / reinsurance payables	17	42,712,699	42,712,699
Other creditors and accruals	18	29,266,061	30,095,124
		71,978,760	72,807,823
<b>Total equity and liabilities</b>		<b>485,251,910</b>	<b>507,519,651</b>
<b>Contingencies and commitments</b>	20		

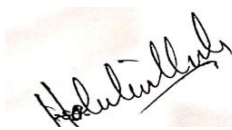
The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.



Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer

The Pakistan General Insurance Company Limited  
Condensed Interim Statement of Comprehensive Income [Un-Audited]  
For the Nine Months Period Ended September 30, 2021

	Note	For three months period ended		For nine months period ended	
		Sep 30, 2021	Sep 30, 2020	Sep 30, 2021	Sep 30, 2020
<b>Rupees</b>					
Net insurance premium	21	-	-	-	-
Net insurance claims	22	-	-	-	-
Net commission and other acquisition costs	23	-	(857,332)	-	(2,927,997)
Insurance claims and acquisition expenses		-	(857,332)	-	(2,927,997)
Management expenses		(6,079,402)	(7,141,860)	(21,109,706)	(25,395,420)
<b>Underwriting results</b>		<b>(6,079,402)</b>	<b>(7,999,192)</b>	<b>(21,109,706)</b>	<b>(28,323,417)</b>
Investment income	24	803,958	937,932	2,241,330	3,200,351
Rental income		502,050	253,410	1,506,150	1,773,870
Other income	25	833,957	2,059,651	4,505,086	16,041,376
Other expenses		(3,254,683)	(2,384,833)	(8,255,452)	(9,952,249)
		(1,114,718)	866,160	(2,886)	11,063,348
<b>Results of operating activities</b>		<b>(7,194,120)</b>	<b>(7,133,032)</b>	<b>(21,112,592)</b>	<b>(17,260,069)</b>
Finance cost	26	(10,980)	(10,576)	(34,789)	(43,617)
Loss before tax		(7,205,100)	(7,143,608)	(21,147,381)	(17,303,686)
Income tax expenses	27	-	-	-	-
<b>Loss after tax</b>		<b>(7,205,100)</b>	<b>(7,143,608)</b>	<b>(21,147,381)</b>	<b>(17,303,686)</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		(171,283)	(252,971)	(291,297)	(505,942)
<b>Other comprehensive loss for the year</b>		<b>(171,283)</b>	<b>(252,971)</b>	<b>(291,297)</b>	<b>(505,942)</b>
<b>Total comprehensive loss for the period</b>		<b>(7,376,383)</b>	<b>(7,396,579)</b>	<b>(21,438,678)</b>	<b>(17,809,628)</b>
<b>Losses per share</b>	28	<b>(0.16)</b>	<b>(0.15)</b>	<b>(0.46)</b>	<b>(0.37)</b>

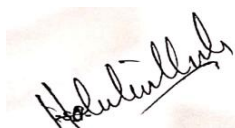
The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.



Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer



The Pakistan General Insurance Company Limited  
Condensed Interim Statement of Cash Flows [Un-Audited]  
For the Nine Months Period Ended September 30, 2021

		For nine months period ended	
		Sep 30, 2021	Sep 30, 2020
Note		-----Rupees-----	
	<b>Operating cash flows</b>		
	<b>a) Underwriting activities</b>		
	Insurance premiums received	3,406,143	11,799,705
	Commission paid	-	(2,927,998)
	General and management expenses paid	(15,880,574)	(18,659,052)
	Net cash flow from underwriting activities	(12,474,431)	(9,787,345)
	<b>b) Other operating activities</b>		
	Income tax paid	(408,913)	(450,673)
	Other operating payments	41,638	(134,792)
	Net cash flow from other operating activities	(367,275)	(585,465)
	<b>Total cash flow from all operating activities</b>	<b>(12,841,706)</b>	<b>(10,372,810)</b>
	<b>Investing activities</b>		
	Profit / return received	2,610,360	3,200,351
	Rentals received	1,506,150	1,773,870
	Proceeds from disposal of investments - Term Deposits	2,500,000	-
	Proceeds from disposal of investments - Available for sale	50,000	-
	Payment for acquisition of investments - Term Deposits	-	(2,000,000)
	Proceeds from disposal of assets and investment properties	10,065,000	7,950,000
	Fixed capital expenditure	(3,601,801)	(5,790,000)
	Total cash (out) flow from investing activities	13,129,709	5,134,221
	<b>Financing activities</b>		
	Finance cost paid	(34,789)	(43,617)
	Loan repayments received - net	(50,000)	1,770,500
	Total cash in / (out) flow from financing activities	(84,789)	1,726,883
	<b>Net cash flow from all activities</b>	<b>203,214</b>	<b>(3,511,706)</b>
	<b>Cash and cash equivalents at beginning of year</b>	<b>2,907,551</b>	<b>6,378,619</b>
	<b>Cash and cash equivalents at end of year</b>	<b>3,110,765</b>	<b>2,866,913</b>
	<b>Reconciliation to profit and loss account</b>		
	Operating cash flows	(12,841,706)	(10,372,810)
	Depreciation expense	(14,355,245)	(15,718,193)
	Bad debts	-	(1,534,478)
	Finance cost	(34,789)	(43,617)
	Investment income	2,241,330	3,200,351
	Rental income	1,506,150	1,773,870
	Other income	4,505,086	16,041,376
	Decrease in assets other than cash	(3,406,183)	(11,802,205)
	Decrease / (Increase) in liabilities other than borrowings	1,237,976	1,152,020
	<b>Profit after taxation</b>	<b>(21,147,381)</b>	<b>(17,303,686)</b>

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.

  
Chairman

  
Director

  
Director

  
Chief Executive Officer

  
Chief Financial Officer



## 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 requirements of International Accounting Standard 34 - Interim Financial Reporting and the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the directives issued by SECP. Wherever the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 or directives issued by the Securities and Exchange Commission of Pakistan differ with the requirements of the standard, the requirements of the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and the requirements of the said directives take precedence.

These condensed interim financial statements does not include all the information and disclosures required in the complete set of financial statements, and should be read in conjunction with the Company's annual financial statements for the year ended December 31, 2020. Comparative figures for condensed interim statement of financial position are stated from annual audited financial statements of the Company for the year ended December 31, 2020, whereas comparatives for condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim cash flow statement and related notes are extracted from condensed interim financial information of the Company for the nine months period ended 30 September 2020.

### 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.

### 2.3 Standards, amendments or interpretations

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures in these condensed interim financial information except the following :

#### IFRS 16

The Company has adopted IFRS 16 'Leases', issued in January 2016, with the date of initial application on January 01, 2019. IFRS 16 introduces significant changes to lessee accounting. It removes the distinction between operating and finance leases under IAS 17 and requires a lessee to recognize a right-of-use asset and a lease liability at lease commencement for all leases, except for short term leases and leases of low value assets.

The Company has elected to apply the expedient allowed by IFRS 16 on its general requirements to short-term leases (i.e. one that does not include a purchase option and has a lease term at commencement date of 12 months or less) and leases of low value assets. The Company recognizes the lease payments associated with those leases as an expense on a straight-line basis over the lease term or another systematic basis if that basis is representative of the pattern of the lessee's benefits, similar to the current accounting for operating leases.

The Company has applied IFRS 16 using the modified retrospective approach and therefore the comparative information has not been restated. The adoption of IFRS 16 does not have any impact on these condensed interim financial statements.

#### IFRS 9

The amendments introduce two approaches for entities that apply IFRS 4 to reduce the impact of deferring effective dates with IFRS 17 Insurance Contracts and IFRS 9 Financial Instruments: an overlay approach and a temporary exemption from applying IFRS 9. The Company has adopted for a temporary exemption from application of IFRS 9.

The effective date of the amendments permitting the temporary exemption is for annual periods beginning on or after January 01, 2018. The temporary exemption is available for annual reporting periods beginning before January 01, 2022 and will expire once IFRS 17 becomes effective.

#### Insurance and Financial risk management

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual financial statements for the year ended December 31, 2020.

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Nine Months Period Ended September 30, 2021

**3 Going concern assessment**

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, directing the Company to cease entering into new contract of insurance from one month from date of direction. The operations of the Company remain ceased from July 7, 2017. The Company had filed a writ petition against the above order, which is pending adjudication. The legal counsel is of the opinion that there is every likelihood that the decision of the writ petition will be in favour of the Company. In view of the legal counsel opinion, the management is confident that the company shall remain going concern and the direction to cease entering into new contract shall be revoked by SECP.

**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 September 30, 2021 are the same as those adopted in the preparation of the financial statements for the year ended December 31, 2020.

**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, 2020.

**6 Property and equipment**

Book value at beginning of the period / year  
Additions during the period / year - note 6.1  
Disposal during the period / year  
Adjustment on disposal  
Depreciation charge for the period / year  
Carrying amount at end of the period / year

**6.1 Additions during the period / year**

Furniture and fixtures  
Office equipment  
Vehicles  
Capital work in progress

**7 Investment property**

Book value at beginning of the period / year  
Disposal during the period / year  
Adjustment on disposal  
Depreciation charge for the period / year  
Carrying amount at end of the period / year

**8 Investments - Equity securities**

Available for sale - Investment in quoted equities (carrying value)

Cost of ordinary shares of quoted companies as at September 30, 2021 is Rs. 199,741 (2020: Rs. 217,475).

**9 Investments - Debt securities**

Held to maturity  
- Pakistan Investment Bonds (PIBs)

**10 Investments - Term deposits**

Deposits maturing within 12 months

	Un - audited Sep 30, 2021	Audited Dec. 31, 2020
-----Rupees-----		
	95,778,364	101,809,348
	3,601,800	6,045,900
	(8,614,777)	(7,020,000)
	4,317,113	2,717,633
	(4,957,322)	(7,774,517)
	<u>90,125,178</u>	<u>95,778,364</u>
	-	48,500
	106,800	347,400
	3,495,000	3,950,000
	-	1,700,000
	<u>3,601,800</u>	<u>6,045,900</u>
	251,906,598	267,554,347
	(3,180,527)	(5,280,000)
	1,885,252	2,954,602
	(9,397,925)	(13,322,351)
	<u>241,213,398</u>	<u>251,906,598</u>
	<u>825,287</u>	<u>1,134,318</u>
	<u>44,990,395</u>	<u>44,990,395</u>
	<u>-</u>	<u>2,500,000</u>

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Nine Months Period Ended September 30, 2021

	Un - audited Sep 30, 2021	Audited Dec. 31, 2020
	-----Rupees-----	
<b>11 Loans and other receivables</b>		
- Considered good		
Loans to employees and agents	101,100	51,100
Security deposits	5,477,649	5,477,649
Accrued interest	964,897	1,333,927
Sundry receivables	9,209	8,487
	<u>6,552,855</u>	<u>6,871,163</u>
<b>12 Insurance / reinsurance receivables</b>		
- Unsecured but considered good		
Due from insurance contract holders	96,989,114	100,395,257
	<u>96,989,114</u>	<u>100,395,257</u>
<b>13 Cash and bank</b>		
Cash and cash equivalents		
- Cash in hand	78,696	54,785
- Policy and revenue stamps, bond papers	123,300	123,300
	201,996	178,085
Cash with banks		
- On current accounts	561,881	382,760
- On saving accounts	5,381	5,199
- With State Bank of Pakistan	2,341,507	2,341,507
	2,908,769	2,729,466
	<u>3,110,765</u>	<u>2,907,551</u>
	Un - audited Sep 30, 2021	Audited Dec. 31, 2020
	-----Number of shares-----	
<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
	<u>50,000,000</u>	<u>50,000,000</u>
<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
- Fully paid as bonus shares	26,401,450	26,401,450
	<u>46,401,450</u>	<u>46,401,450</u>
<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	218,233	509,530
	<u>51,203,733</u>	<u>51,495,030</u>
<b>16 Surplus on revaluation of fixed assets</b>		
Balance at beginning of the period / year	5,411,750	6,233,682
Less: Realization of surplus on disposal (net of tax)	-	(750,723)
Less: Incremental depreciation transferred to un-appropriated profit	(12,934)	(71,209)
Balance at end of the period / year	<u>5,398,816</u>	<u>5,411,750</u>
<b>17 Insurance / reinsurance payables</b>		
Due to other insurers / reinsurers	42,712,699	42,712,699
<b>18 Other creditors and accruals</b>		
Government levies and taxes payable	24,495,505	24,670,887
Accrued expenses	3,416,064	4,286,765
Payable to employees' provident fund	366,870	149,850
Unpaid and unclaimed dividend	657,622	657,622
Others	330,000	330,000
	<u>29,266,061</u>	<u>30,095,124</u>

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Nine Months Period Ended September 30, 2021

	Un - audited Sep 30, 2021	Audited Dec. 31, 2020
	-----Rupees-----	
<b>19 Taxation - provision less payments</b>		
Balance at beginning of the period / year	(1,036,005)	(412,865)
Add: Charge for -		
Current year	-	-
Prior period taxation	-	-
Less: Paid / deducted during the period / year	(408,913)	(623,140)
Balance at end of the period / year	<u>(1,444,918)</u>	<u>(1,036,005)</u>

**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, 2020.

	For three months period ended		For nine months period ended	
	Sep 30, 2021	Sep 30, 2020	Sep 30, 2021	Sep 30, 2020
	-----Rupees-----			
<b>21 Net insurance premium</b>				
Written gross premium	-	-	-	-
Add: Unearned premium reserve opening	-	-	-	-
Less: Unearned premium reserve closing	-	-	-	-
Premium earned	-	-	-	-
Less: Reinsurance premium ceded	-	-	-	-
Add: Prepaid reinsurance premium opening	-	-	-	-
Less: Prepaid reinsurance premium closing	-	-	-	-
Reinsurance expense	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>22 Net insurance claims expense</b>				
Claims paid	-	-	-	-
Add: Outstanding claims including IBNR closing	-	-	-	-
Less: Outstanding claims including IBNR opening	-	-	-	-
Claim expenses	-	-	-	-
Less: Reinsurance and other recoveries revenue	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>23 Net commission and other acquisition costs</b>				
Commission paid or payable	-	857,332	-	2,927,997
Add: Deferred commission expense opening	-	-	-	-
Less: Deferred commission expense closing	-	-	-	-
Net commission expense	-	857,332	-	2,927,997
Less: Commission received or recoverable from reinsurer	-	-	-	-
	<u>-</u>	<u>857,332</u>	<u>-</u>	<u>2,927,997</u>

The Pakistan General Insurance Company Limited  
Notes to the Condensed Interim Financial Information [Un-Audited]  
For the Nine Months Period Ended September 30, 2021

	For three months period ended		For nine months period ended	
	Sep 30, 2021	Sep 30, 2020	Sep 30, 2021	Sep 30, 2020
	-----Rupees-----		-----Rupees-----	
<b>24 Investment income</b>				
Income from debt securities				
- Income from debt securities and bank placements	803,958	937,932	2,241,330	3,200,351
	<u>803,958</u>	<u>937,932</u>	<u>2,241,330</u>	<u>3,200,351</u>
<b>25 Other income</b>				
Liabilities no more payable	-	-	-	13,466,146
Gain on sale of fixed assets and investments	833,957	2,059,651	4,505,086	2,575,230
	<u>833,957</u>	<u>2,059,651</u>	<u>4,505,086</u>	<u>16,041,376</u>
<b>26 Finance costs</b>				
Bank charges	10,980	10,576	34,789	43,617
	<u>10,980</u>	<u>10,576</u>	<u>34,789</u>	<u>43,617</u>
<b>27 Taxation</b>				
Current year	-	-	-	-
Prior year	-	-	-	-
Deferred	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>28 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 nine months period ended	
	Sep 30, 2021	Sep 30, 2020	Sep 30, 2021	Sep 30, 2020
	-----Rupees-----		-----Rupees-----	
Loss after tax for the period	(7,205,100)	(7,143,608)	(21,147,381)	(17,303,686)
	-----		-----	
	----- 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>(0.16)</u>	<u>(0.15)</u>	<u>(0.46)</u>	<u>(0.37)</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.

**29 Transactions with related parties**

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

	Un - audited	Un - audited
	Sep 30, 2021	Sep 30, 2020
	-----Rupees-----	
Remuneration paid to executives, directors and chief executive officer	1,711,125	2,010,904
Contribution paid to provident fund	60,540	80,285

**30 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.

The Pakistan General Insurance Company Limited  
 Notes to the Condensed Interim Financial Information [Un-Audited]  
 For the Nine Months Period Ended September 30, 2021

**31 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.

	Level 1	Level 2	Level 3	Un - audited Sep 30, 2021	Audited Dec. 31, 2020
	----- Rupees -----				
Available for sale investments	825,287	-	-	825,287	1,134,318
Held to maturity					
- Government securities	-	44,990,395	-	44,990,395	44,990,395
- Term deposits	-	-	-	-	2,500,000
	<u>825,287</u>	<u>44,990,395</u>	<u>-</u>	<u>45,815,682</u>	<u>48,624,713</u>

**32 Corresponding figures**

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

**33 Date of authorization of issue**

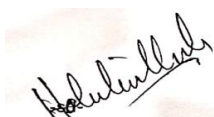
This condensed interim financial information have been approved by the Board of Directors of the Company and authorized for issue on October 29, 2021.



Chairman



Director



Director



Chief Executive Officer



Chief Financial Officer

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\*These apps are also available for download on Google Play Store