



Quarterly Report  
For the Nine Months Period Ended  
30th September 2017  
(Un-Audited)

TOWARDS  
NEW  
HEIGHTS



**Crescent Star Insurance Limited**

ESTD 1957



**Crescent Star Insurance Limited**  
ESTD 1957

**Head Office:**

2nd Floor, Nadir House, I.I. Chundrigar Road, Karachi, Pakistan.

Tel : +92 21 111 274 000

Fax : +92 21 3241 5474

E-mail : [info@cstarinsurance.com](mailto:info@cstarinsurance.com)

URL : [www.cstarinsurance.com](http://www.cstarinsurance.com)

*Nation wide Branch Network*

MOTOR

HEALTH

FIRE

MARINE

ENGG

TRAVEL

LIVESTOCK

CROP

# CONTENTS

Vision / Mission Statement	04
Company Information	05
Directors' Report to the Members on Unconsolidated Financial Statements	08
Directors' Report to the Members on Unconsolidated Financial Statements (Urdu)	11
Unconsolidated Financial Statements	12
Directors' Report to the Members on Consolidated Financial Statements	30
Directors' Report to the Members on Consolidated Financial Statements (Urdu)	31
Consolidated Financial Statements	32
Branch Network	49

# Company Vision

- To serve with excellence.
- Excellence achieved through our corporate mission.
- The brand name of CSI with a vision to expand with prudent approach and provide the Insurance Service to Pakistan Industry on sound footing.

# Company Mission

- First and foremost to secure the interest of our policy holders by adopting proper risk management techniques, prudent financial planning and maintaining reinsurance arrangements with world-class reinsurers.
- To ensure profitability to our reinsurers who afford us underwriting capacity.
- To recognize human resources as the key element in progress and to provide our officers and field force due recompense for their efforts in building up the company.
- To generate operational profits and dividend return for our shareholders of the Company.

# Values

- Integrity
- Transparency
- Passion
- Team Work
- Corporate Social Responsibility

## Company Information

### Board of Directors

Mr. Naim Anwar (Managing Director & CEO)\*  
Dr. Fahim Lashkarwala\*  
Mr. Shahid Suleman Jan\*  
Mr. Bilal Anwar\*  
Mr. Muhammad Akram Sawleh\*  
Mr. Nadeem Ansar\*  
Ms. Rukhsana Asghar\*  
Ms. Shaiyanne Malik\*

---

### Managing Director & Chief Executive

Mr. Naim Anwar

---

### Management

Mr. Naim Anwar (Managing Director & CEO)  
Mr. Bilal Anwar (Executive Director)  
Mr. Tanveer Ahmed (Resident Director)  
Mr. Suhail Elahi (Resident Director)  
Mr. Malik Mehdi Muhammad (CFO & Company Secretary)  
Syed Danish Hasan Rizvi (Head of Internal Audit)

---

### Board Audit Committee

Dr. Fahim Lashkarwala (Chairman)  
Mr. Shahid Suleman Jan  
Mr. Bilal Anwar

---

### Board H.R & Remuneration Committee

Mr. Bilal Anwar (Chairman)  
Mr. Shahid Suleman Jan  
Mr. Naim Anwar

---

### Board Investment Committee

Mr. Naim Anwar (Chairman)  
Mr. Shahid Suleman Jan  
Dr. Fahim Lashkarwala

---

### C F O & Company Secretary

Mr. Malik Mehdi Muhammad

---

### Auditors

Rahman Sarfaraz Rahim Iqbal Rafiq  
Chartered Accountants

---

### Legal Advisor

Jameel Khan

---

### Bankers

United Bank Limited  
Faysal Bank Limited  
Habib Bank Limited

---

### Share Registrar

F. D. Registrar (SMC-Pvt.) Limited  
Office No. 1705, 17th Floor, Saima Trade Tower – A  
I. I. Chundrighar Road, Karachi  
Tel #: 35478192-93 / 32271906 Fax #: 32621233

---

### Registered & Head Officer

2<sup>nd</sup> Floor, Nadir House  
I. I. Chundrigar Road  
P.O. BOX No. 4616, Karachi

---

\*subject to Sound and prudent approval from the SECP.

# **UNCONSOLIDATED**

Financial Statements  
for the Period Ended  
September 30, 2017

## Directors' Report to the Members on Unconsolidated Condensed Interim Financial Information

On behalf of the Board of Directors, I am pleased to present to you the unaudited unconsolidated financial statements for the nine months ended 30 September 2017.

### General Review

Since change in management in 2013, the strategy has produced results and the Company has been able to have a complete turnaround, with wiping off the accumulated loss of Rs. 81.091 million in 2012, into Rs. 101.216 million Profit in September 2017. This has only been possible through a vision carried by the management and the Board of Directors which involved diversification. The financial turnaround carried through diversified activities has now placed your Company in a commanding position to approach the larger corporate sector for the core Insurance Business. A new dynamic team has joined the Company with vast experience of sales and placed now in Lahore, catering the large Central and Northern area of the market segments. The team has the potential to enhance the Company's Insurance Sales and has been provided the required support through the financial restructuring including a sizeable addition to paid up capital and equity of the Company.

The management has successfully managed the performance of the Company with prudence and care avoiding writing risky business. The Company intends to continue its prudent underwriting policies and stable growth in business. In line with this policy and strategy the Insurance Premium declined in 2017, however after realigning the same, the management is all set to see a substantial increase in 2018.

Earnings per share stood at Rs. 1.09 which shows a gradual increase in profitability of the Company.

### Performance Highlights

The comparative financial highlights for the nine months ended 30 September 2017 and 2016 are presented below:-

Rupees in millions (except for EPS)	30 September	30 September	Increase / (Decrease)	
	2017	2016	Amount	%
Gross written premium	79.690	166.147	(86.457)	(52)
Net premium	89.997	157.018	(67.021)	(43)
Profit / loss before tax	109.344	6.836	102.508	1,500
Profit / loss after tax	90.323	5.266	85.057	1,615
Total assets	1,193.659	959.794	233.865	24
Paid-up capital	826.833	826.833	-	-
Earnings per share (EPS) Rs.	1.09	0.07	1.02	1,457

### Future Outlook

The management continues to stand by the outlook shared with the members in the earlier part of the year wherein the management was pleased to confirm that the Company is now fully restructured with better standing in the market, adequate capital rating, branch network, effective professional team, and with improved financial strength the Company feels confident to aggressively market the core Insurance Business and to look for better innovative market strategy especially in the retail insurance business.

The Company's subsidiary Crescent Star Foods (Private) Limited is on track with its plan to open two more outlets of Golden Chick in Rawalpindi and Karachi. The Sea View project is expected to start operations in November 2017 and Rawalpindi in January 2018.

The Company's subsidiary Crescent Star Luxury (Private) Limited (CSL) has entered into the retail market for cosmetics and perfumes under the brand name of DEFINE (luxury, fashion and beauty). DEFINE has successfully launched the first store at Lucky One Mall, Karachi and has started construction work for the second store at Safa Gold Mall, Islamabad expected to be launched by January 2018. The plan also includes opening of stores in Lahore and in other parts of Pakistan.

### **Acknowledgments**

The Directors of your Company would like to take this opportunity to thank Securities and Exchange Commission of Pakistan, Pakistan Stock Exchange, Insurance Association of Pakistan, State Bank of Pakistan, the Banks and Financial Institutions and to all the stakeholders for their continued support and cooperation.

**Naim Anwar**  
Managing Director & CEO

Karachi: October 27, 2017

## ڈائریکٹرز رپورٹ برائے ممبران بابت غیر منظم مختصر مدتی مالیاتی معلومات:

بورڈ آف ڈائریکٹرز کی جانب سے میں 30 ستمبر 2017ء کو ختم ہونے والے تیسرے سہ ماہی کیلئے غیر آڈٹ شدہ غیر منظم مالیاتی معلومات پیش کرتا ہوں۔

### عام نظریہ:

سال 2013ء میں انتظامیہ کی تبدیلی سے ہماری حکمت عملی نے بہتر نتائج پیش کئے ہیں اور کمپنی نے اپنا منظر نامہ مکمل تبدیل کر لیا ہے۔ سال 2012 میں مبلغ 81.091 ملین روپے کا خسارہ ظاہر کیا گیا ہے جبکہ ستمبر 2017 میں منافع 101.216 ملین روپے رہا۔ یہ تمام ترامور انتظامیہ اور بورڈ آف ڈائریکٹرز کی جانب سے کئے گئے عمل کی بدولت ممکن ہوئے ہیں۔ مالیاتی ہدف اور دیگر سرگرمیوں کے حوالے سے آپ کی کمپنی اس پوزیشن میں آگئی ہے کہ انشورنس کے کاروبار کے لئے بڑے کارپوریٹ سیکٹر سے رابطہ کیا جاسکے۔ ایک نئی ماہر ٹیم نے کمپنی کو جوآن کیا ہے جنہیں سیلز میں کافی تجربہ حاصل ہے انہیں لاہور میں متعین کیا گیا ہے جو کہ وسطی اور شمالی ارییا کی مارکیٹ کو دیکھ رہی ہے۔ ٹیم اس قابل ہے کہ وہ کمپنی کے انشورنس سیلز میں اضافہ کر سکے۔ جیسا کہ کمپنی کو مطلوبہ مالیاتی تعاون فراہم کیا گیا جس سے کمپنی کے پیڈ اپ کیپٹل اور ایکویٹی میں خاطر خواہ اضافہ ہوا ہے۔

انتظامیہ نے کمپنی کی کارکردگی کو کامیابی کے ساتھ قائم رکھا اور نقصان دہ کاروبار سے اجتناب کرنے کی کوشش کی ہے۔ کمپنی یہ چاہتی ہے کہ وہ اپنی بیمہ پالیسیاں اسی طرح جاری رکھے تاکہ کاروبار میں استحکام حاصل ہو۔ اس پالیسی اور حکمت عملی کے تحت سال 2017ء میں انشورنس پریمیئم میں کمی واقع ہوئی جبکہ بعد ازاں انتظامیہ نے تمام تر معاملات کو مکمل کرتے ہوئے سال 2018ء کے لئے اضافہ کے حوالے سے اپنا کردار ادا کیا۔

فی شیئر آمدنی کا تناسب 1.09 روپے جو کہ کمپنی کے منافع میں بتدریج اضافہ ہے۔

### کارکردگی کی تفصیلات:

30 ستمبر 2017ء کو ختم ہونے والے تیسرے سہ ماہی کیلئے مالیاتی تفصیلات درج ذیل ہیں:-

#### اضافہ/کمی

روپے ملین میں (ماسوائے برائے EPS)	30 ستمبر 2017	30 ستمبر 2016	رقم	%
کل تحریر کردہ پریمیئم	79.690	166.147	(86.457)	(52)
صافی پریمیئم	89.997	157.018	(67.021)	(43)
ٹیکس سے قبل منافع/نقصان	109.344	6.836	102.508	1,500
ٹیکس کے بعد منافع/نقصان	90.323	5.266	85.057	1,615
کل اثاثہ	1,193.659	959.794	233.865	24
ادا کردہ سرمایہ	826.833	826.833	-	-
آمدنی فی شیئر (EPS)	1.09	0.07	1.02	1,457

## مستقبل پر نظر:

انتظامیہ اپنے ممبران کے توسط سے مستقل طور پر سال کے شروع ہی سے ان معاملات پر نظر رکھے ہوئے ہے جس کے تحت انتظامیہ نے اس بات کی تصدیق کی تھی کہ کمپنی اب مستقل طور پر مارکیٹ، کیپیٹل ریٹنگ، برانچ مینٹ ورک، موثر پیشہ ورانہ ٹیم اور بہتر مالیاتی استعداد کے حوالے سے بہتر پوزیشن میں ہے۔ کمپنی کو یہ اعتماد حاصل ہے کہ وہ انشورنس کاروبار میں مزید انقلابی حکمت عملی کو استعمال کرتے ہوئے انشورنس کے ریٹیل کاروبار میں بہتری لاسکتی ہے۔

کمپنی کا ذیلی ادارہ کریسنٹ اسٹارنوڈ (پرائیویٹ) لمیٹڈ بھی اسی منصوبے کے تحت دو مزید آؤٹ لیٹس گولڈن چک راولپنڈی میں اوپن کرنے کا ارادہ رکھتا ہے۔ اس سلسلے میں سی ویو پروجیکٹ سے امید کی جاتی ہے کہ اس منصوبے پر نومبر 2017ء میں اور راولپنڈی میں جنوری 2018ء میں کام شروع کر دیا جائے گا۔

کمپنی کا ذیلی ادارہ کریسنٹ اسٹارلکٹری (پرائیویٹ) لمیٹڈ (CSL) کا سمبیک اور پرفیوم کیلئے اپنے برانڈ Define کے نام (لکٹری، فیشن اور پیوٹی) سے ریٹیل مارکیٹ میں آچکا ہے۔ Define نے کامیابی سے اپنا پہلا اسٹور کی ون مال کراچی میں شروع کیا ہے اس کے علاوہ دوسرے اسٹور کے لئے صفاء گولڈ مال اسلام آباد میں بھی تعمیراتی کام شروع کر دیا ہے اور امید کی جاتی ہے کہ جنوری 2018ء تک اسے شروع کر دیا جائے گا۔ اس منصوبے میں لاہور اور پاکستان کے دیگر حصوں میں مزید اسٹور بھی شامل ہیں۔

## اظہار تشکر:

آپ کی کمپنی کے ڈائریکٹرز اس موقع پر سیکورٹیز ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج، انشورنس ایسوسی ایشن آف پاکستان، اسٹیٹ بینک آف پاکستان، بینکس اور مالیاتی اداروں کی مستقل سپورٹ اور تعاون پر بے حد مشکور ہیں۔

نعیم انور

نیشنل ڈائریکٹرو چیف ایگزیکٹو آفیسر

کراچی: 27 اکتوبر 2017

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT SEPTEMBER 30, 2017**

	Un-Audited 30 Sept 2017	Audited 31 December 2016		Un-Audited 30 Sept 2017	Audited 31 December 2016
Note	------(Rupees)-----		Note	------(Rupees)-----	
<b>Share Capital and Reserves</b>			<b>Cash and Bank Deposits</b>		
<b>Authorised Capital</b>			Cash and other equivalents	13	51,892,347
115,000,000 (2016: 100,000,000) ordinary shares of Rs. 10/- each	<u>1,150,000,000</u>	<u>1,000,000,000</u>	Current and other accounts	14	6,504,995
					58,368,472
Issued, subscribed and paid-up share capital	7	826,833,330			
Discount on Issue of right shares	8	(199,650,000)	<b>Investments</b>	15	218,137,793
Reserves	9	26,264,833			188,473,884
Accumulated profit / (loss)		101,216,386	<b>Deferred Taxation</b>		13,543,178
		754,664,549			13,543,178
		664,341,108	<b>Current Assets - Others</b>		
<b>Underwriting Provisions</b>			Premiums due but unpaid - net - unsecured	16	171,701,167
Provision for outstanding claims (including IBNR)		67,530,797	Amounts due from other insurers / reinsurers		71,776,613
Provision for unearned premium		50,271,029	Accrued investment income		17,758
Premium deficiency reserve		728,671	Reinsurance recoveries against outstanding claims		8,552,929
<b>Total underwriting provisions</b>		118,530,497	Deferred commission expense		5,748,631
			Prepaid reinsurance premium ceded		12,513,324
<b>Creditors and Accruals</b>			Sundry receivables - unsecured	17	598,179,862
Premiums received in advance		1,592,301			868,490,284
Amounts due to others insurers / reinsurers	10	36,184,278			731,000,199
Accrued expenses		6,442,703	<b>Fixed Assets -</b>		
Other creditors and accruals	11	252,695,549	<b>Tangible Owned</b>	18	12,794,285
Taxation - Provisions less payments		20,953,114	Furniture, fixtures and office equipment		7,987,306
<b>Borrowings</b>			Motor vehicles		9,319,952
Borrowing under musharaka arrangements		2,177,567			22,114,237
		320,045,512			17,736,996
		201,166,469			
<b>Other Liabilities</b>					
Unpresented dividend warrants		418,209			
<b>TOTAL LIABILITIES</b>		<u>438,994,218</u>			
		344,781,621			
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,193,658,767</u>	<b>TOTAL ASSETS</b>		<u>1,193,658,767</u>
		1,009,122,729			1,009,122,729
<b>Contingencies and Commitments</b>	12				

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

Nine months period ended September 2017

	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Credit and suretyship	Miscellaneous	30 September 2017	30 September 2016
							Aggregate	Aggregate
----- <i>(Rupees)</i> -----								
<b>Revenue Account</b>								
Net premium revenue	6,986,538	4,489,733	56,012,169	1,616,037	11,570,884	9,321,170	<b>89,996,530</b>	157,017,822
Net claims	(117,655)	(4,082,983)	(18,139,480)	(6,716,966)	-	2,676,286	<b>(26,380,798)</b>	(37,221,722)
Premium deficiency expenses	25,389	(160,559)	-	-	-	-	<b>(135,170)</b>	-
Management expenses	(2,223,972)	(4,124,033)	(38,173,248)	(1,855,328)	(8,030,823)	(5,251,066)	<b>(59,658,470)</b>	(57,846,512)
Net commission	(1,478,270)	(1,522,553)	(5,001,680)	61,633	(1,600,314)	(1,734,392)	<b>(11,275,576)</b>	(17,186,212)
<b>Underwriting result</b>	<b>3,192,030</b>	<b>(5,400,395)</b>	<b>(5,302,239)</b>	<b>(6,894,624)</b>	<b>1,939,747</b>	<b>5,011,998</b>	<b>(7,453,484)</b>	44,763,376
Investment income							<b>138,103,881</b>	4,651,993
Other income							<b>27,243,643</b>	585,358
General and administrative expense							<b>(48,549,612)</b>	(43,164,481)
<b>Profit before tax</b>							<b>109,344,428</b>	6,836,246
Provision for taxation							<b>(19,020,987)</b>	(1,570,178)
<b>Profit after tax</b>							<b>90,323,441</b>	5,266,068
<b>Profit and loss appropriation account</b>								
Balance at commencement of the year							<b>10,892,945</b>	(12,664,264)
Profit after tax for the period							<b>90,323,441</b>	5,266,068
<b>Balance accumulated profit / (loss) at end of the period</b>							<b>101,216,386</b>	(7,398,196)
<b>Earnings per share - basic and diluted</b>							<b>1.09</b>	0.07

Note

19

Three months period ended September 2017

	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Credit and suretyship	Miscellaneous	30 September 2017	30 September 2016
							Aggregate	Aggregate
----- <i>(Rupees)</i> -----								
<b>Revenue Account</b>								
Net premium revenue	614,343	229,850	14,689,211	904,930	2,760,121	3,151,183	<b>22,349,637</b>	47,516,458
Net claims	(528,775)	(1,179,693)	(3,057,303)	(1,673,460)	-	114,163	<b>(6,325,068)</b>	(11,230,749)
Premium deficiency expenses	25,389	(160,559)	-	-	-	-	<b>(135,170)</b>	-
Management expenses	(969,017)	(816,100)	(7,493,473)	(716,070)	(5,565,315)	(2,063,852)	<b>(17,623,827)</b>	(20,221,853)
Net commission	(103,606)	(332,098)	(1,519,483)	10,353	(120,801)	(698,838)	<b>(2,764,473)</b>	(5,999,580)
<b>Underwriting result</b>	<b>(961,666)</b>	<b>(2,258,600)</b>	<b>2,618,952</b>	<b>(1,474,247)</b>	<b>(2,925,995)</b>	<b>502,656</b>	<b>(4,498,901)</b>	10,064,276
Investment income							<b>1,933,847</b>	919,603
Other income							<b>10,143,809</b>	18,646
General and administrative expense							<b>(18,569,628)</b>	(10,019,711)
<b>Profit before tax</b>							<b>(10,990,873)</b>	982,814
Provision for taxation							<b>1,867,219</b>	(475,164)
<b>Profit after tax</b>							<b>(9,123,654)</b>	507,650
<b>Earnings per share - basic and diluted</b>							<b>(0.11)</b>	<b>0.01</b>

Note

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

Naim Anwar  
Chief Executive/Principal Officer

Dr. Fahim Lashkarwala  
Director

Bilal Anwar  
Director

Shahid Suleman Jan  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	<b>Three months period ended</b>		<b>Nine months period ended</b>	
	<b>30 September 2017</b>	<b>30 September 2016</b>	<b>30 September 2017</b>	<b>30 September 2016</b>
	----- <i>(Rupees)</i> -----		----- <i>(Rupees)</i> -----	
Profit / (loss) after tax for the period	<b>(9,123,654)</b>	507,650	<b>90,323,441</b>	5,266,068
<b>Other comprehensive income:</b>				
Items that may not be subsequently reclassified to Profit and Loss Account	-	-	-	-
Items that may be subsequently reclassified to Profit and Loss Account	-	-	-	-
<b>Other comprehensive income for the period</b>	-	-	-	-
<b>Total comprehensive income / (loss) for the Period</b>	<b>(9,123,654)</b>	507,650	<b>90,323,441</b>	5,266,068

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive /Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	<u>Share Capital</u>		<u>Capital Reserve</u>	<u>Revenue Reserve</u>		
	Issued, subscribed and paid-up Capital	Discount on issue of right issue	Reserve for exceptional losses	General reserve	Accumulated (loss) / profit	Total
	-----( <i>Rupees</i> )-----					
<b>Balance as at January 01, 2016</b>	<b>620,125,000</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>(12,664,264)</b>	<b>434,075,569</b>
Issue of right share at par	206,708,330	-	-	-	-	<b>206,708,330</b>
Total comprehensive income for the year	-	-	-	-	4,758,418	<b>4,758,418</b>
<b>Balance as at June 30, 2016</b>	<b>826,833,330</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>(7,905,846)</b>	<b>645,542,317</b>
Total comprehensive income for the period	-	-	-	-	18,798,791	<b>18,798,791</b>
<b>Balance as at December 31, 2016</b>	<b>826,833,330</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>10,892,945</b>	<b>664,341,108</b>
Total comprehensive income for the period	-	-	-	-	90,323,441	<b>90,323,441</b>
<b>Balance as at September 30, 2017</b>	<b>826,833,330</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>101,216,386</b>	<b>754,664,549</b>

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS ( UN-AUDITED )**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	30 September 2017	30 September 2016
	-----( <i>Rupees</i> )-----	
<b>Operating Cash Flows</b>		
<b>a) Underwriting activities</b>		
Premium received	88,834,924	162,383,714
Reinsurance premium paid	(13,805,177)	(25,127,713)
Claims paid	(29,891,297)	(47,883,205)
Reinsurance and other recoveries received	30,126	2,277,803
Commission paid	(8,544,529)	(19,546,624)
Commission received	-	413,856
Net cash inflow from underwriting activities	<b>36,624,047</b>	72,517,831
<b>b) Other operating activities</b>		
Income tax paid	(425,682)	(676,481)
General management expenses paid	(17,172,457)	(96,440,597)
Other operating payments	(107,015,684)	(17,745,721)
Net cash flows from other operating activities	<b>(124,613,823)</b>	(114,862,799)
Total cash inflow / (outflow) from all operating activities	<b>(87,989,775)</b>	(42,344,968)
<b>Investing activities</b>		
Profit / return received	1,218,204	7,181,473
Dividend received	24,420	8,603
Proceeds from / (Payments for) investments	496,072	(44,489,175)
Proceeds from / (Payments for) disposal of investments	107,038,384	-
Fixed capital expenditure	(6,952,230)	(502,370)
Proceeds from disposal of fixed assets	-	40,000
Total cash inflow / (outflow) from investing activities	<b>101,824,850</b>	(37,761,469)
<b>Financing activities</b>		
Borrowing under Musharaka arrangements	(830,273)	(1,760,193)
Proceeds from Right Share	-	130,708,330
Total cash inflow / (outflow) from financing activities	<b>(830,273)</b>	128,948,137
<b>Total cash inflow / (outflow) from all activities</b>	<b>13,004,802</b>	48,841,700
<b>Add: Cash at beginning of the year</b>	<b>58,368,472</b>	11,752,638
<b>Cash at the end of the period</b>	<b>71,373,274</b>	60,594,338
<b>Reconciliation to the Profit and Loss Account</b>		
Operating cash flows	(87,989,775)	(42,344,968)
Depreciation expense	(2,574,991)	(2,749,302)
Gain/(loss) on disposal of fixed assets	-	(18,185)
Investment and other income	138,103,881	4,651,993
Provision for taxation	(19,020,987)	-
(Decrease) / increase in assets other than cash	138,252,876	33,085,342
Decrease / (increase) in liabilities other than running finance	(76,447,563)	12,641,188
Profit after tax for the period	<b>90,323,441</b>	5,266,068

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PREMIUMS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

Class of Business	Premiums written	Unearned		Premiums earned	Reinsurance ceded	Prepaid reinsurance		Reinsurance expense	Nine months period ended September 2017	
		premium reserve				premium ceded			30 September 2017	30 September 2016
		Opening	Closing			Opening	Closing		Net premium revenue	Net premium revenue
		----- (Rupees) -----								
<b>Direct and facultative</b>										
Fire and property damage	3,629,668	6,918,779	2,585,611	7,962,836	4,893,918	1,577,205	5,494,825	976,298	<b>6,986,538</b>	2,615,536
Marine, aviation and transport	6,792,847	1,301,636	1,036,004	7,058,479	4,893,918	(1,426,288)	898,884	2,568,746	<b>4,489,733</b>	9,843,083
Motor	44,512,163	44,524,636	29,496,067	59,540,732	3,937,500	1,997,521	2,406,458	3,528,563	<b>56,012,169</b>	77,037,854
Accident and health	2,952,518	767,153	2,103,634	1,616,037	-	-	-	-	<b>1,616,037</b>	34,788,460
Credit and suretyship	13,112,902	10,735,328	9,290,955	14,557,275	3,262,614	1,740,003	2,016,226	2,986,391	<b>11,570,884</b>	
Miscellaneous	8,689,745	7,344,740	5,758,758	10,275,727	3,262,614	(611,125)	1,696,932	954,557	<b>9,321,170</b>	32,732,889
<b>Total</b>	<b>79,689,843</b>	<b>71,592,272</b>	<b>50,271,029</b>	<b>101,011,086</b>	<b>20,250,564</b>	<b>3,277,316</b>	<b>12,513,324</b>	<b>11,014,556</b>	<b>89,996,530</b>	<b>157,017,822</b>

Class of Business	Premiums written	Unearned		Premiums earned	Reinsurance ceded	Prepaid reinsurance		Reinsurance expense	Three months period ended September 2017	
		premium reserve				premium ceded			30 September 2017	30 September 2016
		Opening	Closing			Opening	Closing		Net premium revenue	Net premium revenue
		----- (Rupees) -----								
<b>Direct and facultative</b>										
Fire and property damage	1,672,237	1,716,364	2,585,611	802,990	1,631,306	4,052,166	5,494,825	188,647	<b>614,343</b>	2,386,322
Marine, aviation and transport	1,593,610	1,036,004	1,036,004	1,593,610	1,631,306	631,338	898,884	1,363,760	<b>229,850</b>	3,588,194
Motor	11,140,620	34,062,806	29,496,067	15,707,359	1,312,500	2,112,106	2,406,458	1,018,148	<b>14,689,211</b>	26,327,597
Accident and health	1,215,805	1,792,759	2,103,634	904,930	-	-	-	-	<b>904,930</b>	2,716,622
Credit and suretyship	9,177,980	3,939,203	9,290,955	3,826,228	1,087,538	1,994,795	2,016,226	1,066,107	<b>2,760,121</b>	-
Miscellaneous	3,667,672	5,489,984	5,758,758	3,398,898	1,087,538	857,109	1,696,932	247,715	<b>3,151,182</b>	12,497,723
<b>Total</b>	<b>28,467,924</b>	<b>48,037,120</b>	<b>50,271,029</b>	<b>26,234,015</b>	<b>6,750,188</b>	<b>9,647,514</b>	<b>12,513,324</b>	<b>3,884,378</b>	<b>22,349,637</b>	<b>47,516,458</b>

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CLAIMS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

Class of Business	Claims paid	Outstanding claims		Claim expense/ (income)	Re-insurance and other recoveries received	Re-insurance and other recoveries in respect of outstanding claims		Re-insurance and other recoveries revenue	Nine months period ended September 2017	
		Opening	Closing			Opening	Closing		30 September 2017	30 September 2016
						Net Claims expense	Net Claims expense			
<b>Direct and facultative</b>										
Fire and property damage	91,575	17,599,731	17,625,811	117,655	-	2,634,755	2,634,755	-	117,655	5,748,827
Marine, aviation and transport	4,314,691	7,352,797	7,121,089	4,082,983	-	1,430,360	1,430,360	-	4,082,983	5,817,175
Motor	19,608,474	25,545,247	24,106,379	18,169,606	30,126	2,300,000	2,300,000	30,126	18,139,480	22,946,988
Accident and health	5,419,184	13,797,978	15,095,760	6,716,966	-	-	-	-	6,716,966	3,057,683
Credit and suretyship	-	-	-	-	-	-	-	-	-	-
Miscellaneous	457,373	6,715,417	3,581,758	(2,676,286)	-	2,187,814	2,187,814	-	(2,676,286)	(348,951)
<b>Total</b>	<b>29,891,297</b>	<b>71,011,170</b>	<b>67,530,797</b>	<b>26,410,924</b>	<b>30,126</b>	<b>8,552,929</b>	<b>8,552,929</b>	<b>30,126</b>	<b>26,380,798</b>	<b>37,221,722</b>

Class of Business	Claims paid	Outstanding claims		Claim expense/ (income)	Re-insurance and other recoveries received	Re-insurance and other recoveries in respect of outstanding claims		Re-insurance and other recoveries revenue	Three months period ended September 2017	
		Opening	Closing			Opening	Closing		30 September 2017	30 September 2016
						Net Claims expense	Net Claims expense			
<b>Direct and facultative</b>										
Fire and property damage	43,775	17,140,811	17,625,811	528,775	-	2,634,755	2,634,755	-	528,775	3,799,735
Marine, aviation and transport	673,693	6,615,089	7,121,089	1,179,693	-	1,430,360	1,430,360	-	1,179,693	1,699,695
Motor	3,988,495	25,037,571	24,106,379	3,057,303	-	2,300,000	2,300,000	-	3,057,303	8,234,295
Accident and health	1,166,979	14,589,279	15,095,760	1,673,460	-	-	-	-	1,673,460	(1,049,202)
Credit and suretyship	-	-	-	-	-	-	-	-	-	-
Miscellaneous	128,340	3,824,261	3,581,758	(114,163)	-	2,187,814	2,187,814	-	(114,163)	(1,453,774)
<b>Total</b>	<b>6,001,282</b>	<b>67,207,011</b>	<b>67,530,797</b>	<b>6,325,068</b>	<b>-</b>	<b>8,552,929</b>	<b>8,552,929</b>	<b>-</b>	<b>6,325,068</b>	<b>11,230,749</b>

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF EXPENSES (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

Class of Business	Commission paid or payable	Deferred commission		Net commission expense	Management expenses	Underwriting expense	Commissions from re-insurers	Nine months period ended September 2017	
		Opening	Closing					30 September 2017	30 September 2016
								Net Underwriting expense	Net Underwriting expense
----- <i>(Rupees)</i> -----									
Direct and facultative									
Fire and property damage	611,636	1,383,756	517,122	1,478,270	2,223,972	3,702,242	-	3,702,242	7,861,517
Marine, aviation and transport	1,469,427	260,327	207,201	1,522,553	4,124,033	5,646,586	-	5,646,586	7,876,294
Motor	3,498,823	4,452,464	2,949,607	5,001,680	38,173,248	43,174,928	-	43,174,928	39,827,379
Accident and health	5,191	38,358	105,182	(61,633)	1,855,328	1,793,695	-	1,793,695	1,840,350
Credit and suretyship	1,383,658	1,610,299	1,393,643	1,600,314	8,030,823	9,631,137	-	9,631,137	
Miscellaneous	1,575,794	734,474	575,876	1,734,392	5,251,066	6,985,458	-	6,985,458	17,627,184
<b>Total</b>	<b>8,544,529</b>	<b>8,479,678</b>	<b>5,748,631</b>	<b>11,275,576</b>	<b>59,658,470</b>	<b>70,934,046</b>	<b>-</b>	<b>70,934,046</b>	<b>75,032,724</b>

Class of Business	Commission paid or payable	Deferred commission		Net commission expense	Management expenses	Underwriting expense	Commissions from re-insurers	Three months period ended September 2017	
		Opening	Closing					30 September 2017	30 September 2016
								Net Underwriting expense	Net Underwriting expense
----- <i>(Rupees)</i> -----									
Direct and facultative									
Fire and property damage	277,455	343,273	517,122	103,606	969,017	1,072,623	-	1,072,623	3,017,507
Marine, aviation and transport	332,098	207,201	207,201	332,098	816,100	1,148,198	-	1,148,198	4,363,564
Motor	1,062,809	3,406,281	2,949,607	1,519,483	7,493,473	9,012,956	-	9,012,956	12,427,401
Accident and health	5,191	89,638	105,182	(10,353)	716,070	705,717	-	705,717	(1,053,777)
Credit and suretyship	923,564	590,880	1,393,643	120,801	5,565,315	5,686,116	-	5,686,116	-
Miscellaneous	725,716	548,998	575,876	698,838	2,063,852	2,762,690	-	2,762,690	7,466,738
<b>Total</b>	<b>3,326,833</b>	<b>5,186,271</b>	<b>5,748,631</b>	<b>2,764,473</b>	<b>17,623,827</b>	<b>20,388,300</b>	<b>-</b>	<b>20,388,300</b>	<b>26,221,433</b>

The annexed notes from 1 to 24 form an integral part of the unconsolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	<b>Three months period ended</b>		<b>Nine months period ended</b>	
	<b>30 September</b>	30 September	<b>30 September</b>	30 September
	<b>2017</b>	2016	<b>2017</b>	2016
	----- <i>(Rupees)</i> -----		----- <i>(Rupees)</i> -----	
<b>Income from Non-Trading Investments</b>				
<b>Held-to-maturity</b>				
Return on government securities	-	631,693	<b>665,000</b>	3,792,096
Return on fixed income securities and deposits	<b>20,755</b>	282,034	<b>216,096</b>	865,481
	<b>20,755</b>	913,727	<b>881,096</b>	4,657,577
<b>Available-for-sale</b>				
Dividend income	<b>24,420</b>	8,173	<b>24,420</b>	8,603
Gain / (loss) on sale of available for sale investments	<b>1,925,019</b>	-	<b>137,605,155</b>	-
	<b>1,949,439</b>	8,173	<b>137,629,575</b>	8,603
Reversal / (provision) for impairment in Value of investments	<b>(9,909)</b>	-	<b>(23,738)</b>	6,110
Investment related expenses	<b>(26,438)</b>	(2,297)	<b>(383,052)</b>	(20,297)
<b>Net investment income</b>	<b>1,933,847</b>	919,603	<b>138,103,881</b>	4,651,993

**Naim Anwar**  
**Chief Executive /Principal Officer**

**Dr. Fahim Lashkarwala**  
**Director**

**Bilal Anwar**  
**Director**

**Shahid Suleman Jan**  
**Director**

**CRESCENT STAR INSURANCE LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL**  
**STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

**1. THE COMPANY AND ITS OPERATIONS**

Crescent Star Insurance Limited (the Company) was incorporated in Pakistan as a Public Limited Company in the year 1957 under the Companies Act, 1913 (now the Companies Act, 2017) listed on the Pakistan Stock Exchange (PSX) and its registered office is situated at 2nd Floor, Nadir House, I.I. Chundrigar Road, Karachi, Pakistan.

The Company is engaged in providing general insurance services mainly in spheres of Fire and property damage; Marine, aviation and transport; Motor; Accident & Health, Credit & Suretyship and Miscellaneous.

**2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE**

**2.1** These condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting as applicable in Pakistan, provisions of and directives issued under the repealed Companies Ordinance, 1984, Insurance Ordinance, 2000, repealed SEC (Insurance) Rules, 2002 and as per format prescribed by the SECP vide Circular No. 7 of 2003. In case requirements differ, the provisions or directives of the repealed Companies Ordinance, 1984, Insurance Ordinance, 2000 and repealed SEC (Insurance) Rules, 2002 have been followed.

**2.2** The Companies Ordinance, 1984 was repealed by the enactment of the Companies Act, 2017 on 30 May 2017 SECP vide its Circular 23 of 2017 and its press release dated 04 October 2017 has clarified that all those companies whose financial year, including quarterly and other interim period, closes on or before 31 December 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. The Companies Act, 2017 requires enhanced disclosures and has also enhanced the definition of related parties.

**2.3** Securities and Exchange Commission of Pakistan ("SECP") vide S.R.O 88(1)/2017 and S.R.O 89(1)/2017 dated 9 February 2017 has issued the Insurance Accounting Regulations, 2017 and SEC Insurance Rules, 2017 (the new Rules and Regulations). the application of these Regulations and Rules for the purpose of preparation and presentation of the financial statements was effective from 1 April 2017.

The new Rules and Regulations require significant disclosures / requirements, which are relevant to the Company includes but not limited to presentation and disclosure of financial statements prescribed in Annexure II of the Insurance Rules, 2017, recognition of available-for-sale investments at fair value as per IAS 39 "Financial Instruments: Recognition and Measurement" (refer note 22), recognition of premium receivable under an insurance policy / cover note as written from the date of attachment of risk to the policy / cover note and insurance policy is required to be issued where premium has been received by the insurer either in full or installments.

However, SECP vide letter ID/OSM/Crescentstar/2017/12195, dated 06 October 2017 has granted exemption to the Company to prepare their accounts for the period ended 30 September 2017 in accordance with the requirements of Previous Rules [SEC (Insurance) Rules 2002]. Hence, the condensed interim financial statements for the period ended 30 September 2017 are prepared in accordance with the requirements of Previous Rules.

**2.4** The condensed interim financial information do not include all the information required in the full annual financial statements. Accordingly, these condensed interim financial information should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2016.

**2.5** These condensed interim financial information have been presented in Pakistani Rupees, which is also the functional currency of the Company.

**3. BASIS OF PRESENTATION**

This unconsolidated condensed interim financial statement has been prepared under the historical cost convention except that investments (Available for Sale) are stated at lower of cost and market value. Accrual basis of accounting has been used except for cash flow information.

These are separate unconsolidated condensed interim financial statements of the Company in which investment in subsidiary is accounted for on the basis of cost of investment rather than on the basis of reported results. Unreviewed consolidated interim financial information has been prepared and presented separately.

**4. ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of this unconsolidated 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 this unconsolidated condensed interim financial information, 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 were applied to the financial statements as at / for the year ended December 31, 2016.

**5. SIGNIFICANT ACCOUNTING POLICIES AND RISK MANAGEMENT**

The accounting policies and the methods of computation adopted in the preparation of this unconsolidated condensed interim financial information are the same as those applied in the preparation of the annual financial statements for the year ended December 31, 2016.

**6. INSURANCE AND FINANCIAL RISK MANAGEMENT**

The Company's insurance and financial risk management objectives and policies are consistent with those disclosed in annual financial statements of the Company for the year ended December 31, 2016.

**7. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL**

2017	2016		Un-Audited 30 Septmeber 2017	Audited 31 December 2016
---- (Number of shares) ----		Note	----- (Rupees) -----	
		Ordinary shares of Rs.10 each fully paid in cash		
<b>79,716,786</b>	59,045,953	Opening Balance	<b>797,167,860</b>	590,459,530
-	20,670,833	Issued during the period	-	206,708,330
<b>79,716,786</b>	79,716,786	Closing Balance	<b>797,167,860</b>	797,167,860
<b>2,966,547</b>	2,966,547	Ordinary shares of Rs.10 each issued as fully paid bonus shares	<b>29,665,470</b>	29,665,470
<b>82,683,333</b>	82,683,333		<b>826,833,330</b>	826,833,330

**8. DISCOUNT ON ISSUE OF RIGHT SHARES**

<b>199,650,000</b>	199,650,000
--------------------	-------------

The Company had issued right shares in the year 2014 with the approval of Board of Directors, SECP and KSE (now PSX) amounting to Rs. 499.125 million comprising of 49,912,500 ordinary shares of Rs. 10/- each at a discount of Rs. 4/- per share.

**9. RESERVES**

Reserve for exceptional losses	9.1	<b>1,767,568</b>	1,767,568
General reserve	9.2	<b>24,497,265</b>	24,497,265
		<b>26,264,833</b>	26,264,833

**9.1** The reserve for exceptional losses represents the amount set aside in prior years upto December 31, 1978, in order to avail the deduction while computing the taxable income under the old Income Tax Act of 1922. Subsequent to the introduction of repealed Income Tax Ordinance, 1979, which did not permit the said deduction, the company discontinued the setting aside of amounts as reserved for exceptional losses.

**9.2** These represent distributable profits transferred and utilizable at the discretion of the board of directors.

**10. AMOUNT DUE TO OTHER INSURERS/REINSURERS**

Foreign Reinsurers	<b>14,887,979</b>	9,985,380
Local Reinsurers	<b>17,308,158</b>	10,679,835
Co-insurers	<b>3,988,141</b>	3,824,544
	<b>36,184,278</b>	24,489,759

**11. OTHER CREDITORS AND ACCRUALS**

Federal insurance fee	<b>1,576,842</b>	1,561,056
Federal excise duty	<b>27,714,861</b>	29,422,428
Withholding tax	<b>39,880,367</b>	31,907,966
Payable to staff provident fund	<b>652,555</b>	431,860
Unpresented cheques	<b>257,232</b>	7,877,268
Margin against performance bonds	<b>3,635,494</b>	4,409,531
Other	11.1	<b>178,978,198</b>
		<b>252,695,549</b>

**11.1** This include balance payable to associated undertaking of Rs.147,443,457 (2016 : Rs. 83,263,321).

**12. CONTINGENCIES AND COMMITMENTS**

**12.1 CONTINGENCIES**

There have been no changes in the contingencies as disclosed in the annual financial statements of the Company for the year ended December 31, 2016.

**12.2 COMMITMENTS**

There were no commitments as at September 30, 2017 (2016 : Rs. Nil).

		Un-Audited 30 Septmeber 2017	Audited 31 December 2016
	<i>Note</i>	----- (Rupees) -----	
<b>13. CASH AND OTHER EQUIVALENTS</b>			
Cash with State Bank of Pakistan	13.1	51,238,047	51,238,047
Cash in hand		75,401	25,102
Policy stamps		578,899	600,328
		<u>51,892,347</u>	<u>51,863,477</u>
<b>13.1</b>	This represents deposit with State Bank of Pakistan pursuant to the requirements of clause (a) of sub - section 2 of section 29 of Insurance Ordinance, 2000.		
<b>14. CURRENT AND OTHER ACCOUNTS</b>			
Current accounts		2,812,407	3,348,619
PLS savings accounts		16,668,520	3,156,376
		<u>19,480,927</u>	<u>6,504,995</u>
<b>15. INVESTMENTS</b>			
<b>Held to maturity</b>			
Government Securities	15.1	21,265,737	21,761,809
<b>Available for sale</b>			
Ordinary equity securities & Mutual funds	15.2	12,361,226	78,519,113
Less: Provision for impairment		(508,740)	(484,998)
		11,852,486	78,034,115
<b>In Related Parties-at cost</b>			
<b>Subsidiary companies:</b>	<b>Holdings</b>		
Crescent Star Foods (Private) Limited	62%	184,999,630	88,667,990
Crescent Star Technologies (Private) Limited	99%	9,970	9,970
Crescent Star Luxury (Private) Limited	99%	9,970	-
		<u>218,137,793</u>	<u>188,473,884</u>
<b>15.1</b>	This represents amortised cost of three years Pakistan Investment Bond (PIB) having face value of Rs. 21 million (2016 : Rs. 21 million) issued by the State Bank of Pakistan through its authorized dealer Pak Oman Investment Company Limited. PIB carry mark up at the effective rate of 6.20% per annum (2016 : 6.20% per annum) with maturity date up till 26 March 2018 (2016 : 26 March 2018).		
	Government securities having amortised cost of Rs. 21.265 million (2016 : Rs. 22.040 million) are placed with State Bank of Pakistan as statutory deposit in accordance with the requirement of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000.		
<b>15.2</b>	Securities having book value of Rs. 11.731 million (2016 : Rs. 11.731 million) are placed with State Bank of Pakistan as statutory deposit in accordance with the requirement of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000.		
	It includes investment in associated undertaking (Dost Steels Limited) of 7,020 shares (2016 : 14,707,020 shares) having book value of Rs. 0.032 million (2016 : Rs. 66.190 million) and market value of Rs. 0.087 million (2016 : Rs. 178.249 million) with 0.00% of total equity of Dost Steels Limited.		
<b>16. PREMIUM DUE BUT UNPAID - Net - Unsecured</b>			
Considered good	16.1	171,701,167	179,887,393
Considered doubtful		62,427,039	54,663,496
		<u>234,128,206</u>	<u>234,550,889</u>
Provision for doubtful balances		(62,427,039)	(54,663,496)
		<u>171,701,167</u>	<u>179,887,393</u>
<b>16.1</b>	It includes an amount of Rs. 4,252,837 (2016 : Rs. 4,252,837) due from related parties.		

		Un-Audited 30 Septmeber 2017	Audited 31 December 2016
	<i>Note</i>	----- (Rupees) -----	
<b>17. Sundry Receivables- Unsecured</b>			
Considered good			
To employees		202,143	22,538
Advance against issuance of shares	17.1	99,468,152	49,494,792
Deposits		7,111,962	5,544,962
Others	17.2	491,397,605	408,858,244
		<u>598,179,862</u>	<u>463,920,536</u>

**17.1** These comprise of advance to Crescent Star Foods (Private) Limited (Subsidiary) amounting to Rs. 99,468,152 (2016 : Rs. 49,494,792).

**17.2 (a)** This includes balance due from associated companies :

Name	Status		
Crescent Star Technology (Private) Limited	Subsidiary	6,112,527	6,041,527
Crescent Star Luxury (Private) Limited	Subsidiary	54,437,221	-
Dost Steels Limited	Associate	412,170,357	386,378,894

**17.2 (b)** Includes an advance of Rs. 412.170 million which carries markup @ 1 year KIBOR plus 3% p.a.

**18. FIXED ASSETS - Tangible Owned**

Opening written down value		17,736,996	21,047,823
Additions during the period - at cost	18.1	6,952,230	432,370
Disposals during the period - at WDV	18.1	-	(58,185)
Depreciation charged		(2,574,989)	(3,685,012)
		<u>22,114,237</u>	<u>17,736,996</u>

**18.1 Additions & disposals**

	Additions (at cost)		Disposal (at WDV)	
	----- Rupees -----		----- Rupees -----	
	30 Septmeber 2017	31 December 2016	30 Septmeber 2017	31 December 2016
<b>Owned</b>				
Furniture and Fixture	4,972,450	-	-	-
Office Equipment	721,600	222,400	-	27,654
Computer & related equipment	118,180	209,970	-	30,531
Motor Vehicle	1,140,000	-	-	-
	<u>6,952,230</u>	<u>432,370</u>	<u>-</u>	<u>58,185</u>

Un-Audited  
**30 Septmeber**  
**2017**  
----- (Rupees) -----

Un-Audited  
30 September  
2016

**19. EARNINGS PER SHARE - BASIC AND DILUTED**

Profit for the period attributable to Ordinary shareholders	<u>90,323,441</u>	<u>5,266,068</u>
Weighted Average number of ordinary shares	<u>82,683,333</u>	<u>76,812,213</u>
Earnings Per Share	<u>1.09</u>	<u>0.07</u>

**19.1** No figure for diluted earnings/(loss) per share has been presented as the Company has not issued an instrument which would have an impact on earnings/(loss) per share, when exercised.

**20. TRANSACTIONS WITH RELATED PARTIES**

Related parties of the Company comprise the Directors, major shareholders and the companies owned by such shareholders, entities owned by the Directors of the Company where they also hold directorships, staff retirement funds and key management personnel. Related parties balances and investments have been disclosed in relevant notes.

	<b>Un-Audited 30 Septmeber 2017</b>	Un-Audited 30 September 2016
	----- ( <i>Rupees</i> ) -----	
<b>Movement in Related Party disclosure</b>		
Advances	<b>130,273,044</b>	7,900,110
Payables	<b>147,441,457</b>	23,045,321
<b>Key Management Personnel</b>		
Remuneration to directors, chief executive and executives of the company	<b>26,385,932</b>	26,943,231
<b>Staff retirement benefit</b>		
Provident fund contribution	<b>1,831,254</b>	2,037,975

21. SEGMENT REPORTING

	Fire & Property Damage		Marine Aviation & Transport		Motor		Accident & Health		Credit and suretyship		Miscellaneous		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	Un-Audited 30 September 2017	Audited 31 December 2016
	(Rupees)													
<b>Segment Assets</b>	<b>23,050,818</b>	23,818,762	<b>20,432,886</b>	22,677,044	<b>172,358,517</b>	132,340,536	<b>4,678,104</b>	43,515,875	<b>42,140,401</b>	43,264,229	<b>29,746,176</b>	18,845,347	<b>292,406,902</b>	284,461,793
Unallocated corporate assets	-	-	-	-	-	-	-	-	-	-	-	-	<b>901,251,865</b>	724,660,936
<b>Consolidated total assets</b>													<b>1,193,658,767</b>	<b>1,009,122,729</b>
<b>Segment Liabilities</b>	<b>14,792,062</b>	17,004,419	<b>13,112,095</b>	16,189,336	<b>110,605,091</b>	94,479,045	<b>3,002,011</b>	31,066,357	<b>27,042,139</b>	30,886,704	<b>19,088,576</b>	13,453,856	<b>187,641,974</b>	203,079,717
Unallocated corporate liabilities	-	-	-	-	-	-	-	-	-	-	-	-	<b>251,352,244</b>	141,701,904
<b>Consolidated total liabilities</b>													<b>438,994,218</b>	<b>344,781,621</b>

22. Financial Instruments - fair values

The additional disclosures due to the adoption of IFRS 13 *Fair value measurement* are as follows :

	Note	Carrying Amount			Fair Value		
		Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
Rupees							
<u>On-balance sheet financial instruments</u>							
30 June 2017 (Un-audited)							
<u>Financial assets measured at fair value</u>							
Investments - Available for sale		11,852,486	-	<b>11,852,486</b>	-	-	-
		<b>11,852,486</b>	-	<b>11,852,486</b>	-	-	-
<u>Financial assets not measured at fair value</u>							
Cash and other equivalents	22.1	51,892,347	-	<b>51,892,347</b>	-	-	-
Current and other accounts		19,480,927	-	<b>19,480,927</b>	-	-	-
Investments - other than available for sale		206,285,307	-	<b>206,285,307</b>	-	-	-
Premiums due but unpaid		171,701,167	-	<b>171,701,167</b>	-	-	-
Amounts due from other insurers / reinsurers		71,776,613	-	<b>71,776,613</b>	-	-	-
Accrued investment income		17,758	-	<b>17,758</b>	-	-	-
Reinsurance recoveries against outstanding claims		8,552,929	-	<b>8,552,929</b>	-	-	-
Sundry receivables		598,179,862	-	<b>598,179,862</b>	-	-	-
		<b>1,127,886,910</b>	-	<b>1,127,886,910</b>	-	-	-
<u>Financial liabilities measured at fair value</u>							
<u>Financial liabilities not measured at fair value</u>							
Provision for outstanding claims (including IBNR)	22.1	-	67,530,797	<b>67,530,797</b>	-	-	-
Amounts due to others insurers / reinsurers		-	36,184,278	<b>36,184,278</b>	-	-	-
Accrued expenses		-	6,442,703	<b>6,442,703</b>	-	-	-
Other creditors and accruals		-	252,695,549	<b>252,695,549</b>	-	-	-
Borrowing under musharaka arrangements		-	2,177,567	<b>2,177,567</b>	-	-	-
Unpresented dividend warrants		-	418,209	<b>418,209</b>	-	-	-
		-	<b>365,449,103</b>	<b>365,449,103</b>	-	-	-

22.1 The management considers the carrying amount of all financial assets and liabilities not measured at fair value at the end of the reporting period to approximate their fair value as at the reporting date.

23. GENERAL

23.1 Figures in these condensed interim financial statements have been rounded off to the nearest rupees.

23.2 The corresponding figures are rearranged wherever necessary for the purpose of comparison and are rounded off to nearest rupee. Appropriate disclosure is given in relevant note in case of material rearrangements.

24. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue by the Board of Directors of the Company in its meeting held on 27 October 2017.

Naim Anwar  
Chief Executive/Principal Officer

Dr. Fahim Lashkarwala  
Director

Bilal Anwar  
Director

Shahid Suleman Jan  
Director

# **CONSOLIDATED**

Financial Statements  
for the Period Ended  
September 30, 2017

## **Directors' Report to the Members on Consolidated Condensed Interim Financial Information**

On behalf of the Board of Directors, I am pleased to present the consolidated condensed interim financial information of Crescent Star Insurance Limited and its subsidiaries, Crescent Star Foods (Private) Limited, Crescent Star Luxury (Private) Limited and Crescent Star Technologies (Private) Limited for the nine months ended September 30, 2017.

The consolidated condensed interim financial information reflects Rs. (0.35) (September 30, 2016: Rs. (0.16)) earnings per share for the period under review.

The Directors of your Company would like to take this opportunity to thank all the stakeholders for their continued support and cooperation.

**Naim Anwar**  
Managing Director & CEO

Karachi: October 27, 2017

متوسط مالیاتی معلومات کے حوالے سے ممبران کیلئے ڈائریکٹرز کی رپورٹ: (مجموعی معلوماتی گوشوارے)  
بورڈ آف ڈائریکٹران کی جانب سے کریڈٹ اسٹار انشورنس لمیٹڈ اور الحاق شدہ ادارے کریڈٹ اسٹار فوڈز (پرائیوٹ) لمیٹڈ، کریڈٹ اسٹار ٹیکو لوجیز (پرائیوٹ) لمیٹڈ اور کریڈٹ اسٹار لکشری (پرائیوٹ) لمیٹڈ کے 30 ستمبر 2017ء کو ختم ہونے والے تیسرے سہ ماہی کیلئے معلوماتی حسابات پیش کرتا ہوں۔

یہ متوسط معلومات زیر جائزہ مدت کے لئے (0.35) روپے کی (30 ستمبر 2016ء: (0.16 روپے)) خسارہ فی شیئر ظاہر کی گئی ہے۔

اس موقع پر آپ کی کمپنی کے ڈائریکٹرز تمام اسٹیک ہولڈرز کا ان کی جانب سے مکمل سپورٹ اور تعاون کے لئے شکر گزار ہے۔

نعیم انور  
مینیجنگ ڈائریکٹر و چیف ایگزیکٹو آفیسر  
کراچی: 27 اکتوبر 2017ء

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM BALANCE SHEET (UN-AUDITED)**  
**AS AT SEPTEMBER 30, 2017**

	Un-Audited 30 Sept 2017	Audited 31 December 2016		Un-Audited 30 Sept 2017	Audited 31 December 2016
Note	------(Rupees)-----		Note	------(Rupees)-----	
<b>Share Capital and Reserves</b>			<b>Cash and Bank Deposits</b>		
<b>Authorised Capital</b>			Cash and other equivalents	13	59,498,186
115,000,000 (2016: 100,000,000) ordinary shares of Rs. 10/- each	<u>1,150,000,000</u>	<u>1,000,000,000</u>	Current and other accounts	14	20,255,076
					79,753,262
Issued, subscribed and paid-up share capital	7	826,833,330			
Discount on Issue of right shares	8	(199,650,000)	<b>Investments</b>	15	33,118,223
Reserves	9	26,264,833			99,795,924
Accumulated profit / (loss)		(20,392,675)	<b>Deferred Taxation</b>		6,705,568
Attributable to owners of the holding entity		633,055,488			13,543,178
Non-Controlling Interest		18,029,333			
<b>Total Equity</b>		651,084,821	<b>Current Assets - Others</b>		
<b>Underwriting Provisions</b>			Premiums due but unpaid - net - unsecured	16	171,701,167
Provision for outstanding claims (including IBNR)		67,530,797	Amounts due from other insurers / reinsurers		71,776,613
Provision for unearned premium		50,271,029	Accrued investment income		17,758
Premium deficiency reserve		728,671	Reinsurance recoveries against outstanding claims		8,552,929
<b>Total underwriting provisions</b>		118,530,497	Deferred commission expense		5,748,631
			Prepaid reinsurance premium ceded		12,513,324
<b>Creditors and Accruals</b>			Stock in trade		48,373,575
Premiums received in advance		1,592,301	Sundry receivables - unsecured	17	514,666,555
Amounts due to others insurers / reinsurers	10	36,184,278			833,350,552
Accrued expenses		6,492,703	<b>Fixed Assets -</b>		
Other creditors and accruals	11	333,447,209	<b>Tangible Owned</b>	18	110,980,385
Taxation - Provisions less payments		21,062,660	Furniture, fixtures and office equipment		11,629,062
<b>Borrowings</b>			Motor vehicles		43,276,056
Borrowing under musharaka arrangements		2,177,567	Leasehold Improvements		165,885,503
		400,956,718			77,439,075
<b>Other Liabilities</b>			<b>Intangible Owned</b>		52,177,136
Unpresented dividend warrants		418,209			74,523,679
<b>TOTAL LIABILITIES</b>		<u>519,905,424</u>	<b>TOTAL ASSETS</b>		<u>1,170,990,245</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,170,990,245</u>			<u>1,110,542,630</u>
<b>Contingencies and Commitments</b>	12				

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

Naim Anwar  
Chief Executive/Principal Officer

Dr. Fahim Lashkarwala  
Director

Bilal Anwar  
Director

Shahid Suleman Jan  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Credit and suretyship	Miscellaneous	Nine months period ended September 2017	
							30 September 2017 Aggregate	30 September 2016 Aggregate
Note -----(Rupees)-----								
<b>Revenue Account</b>								
Net premium revenue	6,986,538	4,489,733	56,012,169	1,616,037	11,570,884	9,321,170	<b>89,996,530</b>	157,017,822
Net claims	(117,655)	(4,082,983)	(18,139,480)	(6,716,966)	-	2,676,286	<b>(26,380,798)</b>	(37,221,722)
Premium deficiency expenses	25,389	(160,559)	-	-	-	-	<b>(135,170)</b>	-
Management expenses	(2,223,972)	(4,124,033)	(38,173,248)	(1,855,328)	(8,030,823)	(5,251,066)	<b>(59,658,470)</b>	(57,846,512)
Net commission	(1,478,270)	(1,522,553)	(5,001,680)	61,633	(1,600,314)	(1,734,392)	<b>(11,275,576)</b>	(17,186,212)
<b>Underwriting result</b>	<b>3,192,030</b>	<b>(5,400,395)</b>	<b>(5,302,239)</b>	<b>(6,894,624)</b>	<b>1,939,747</b>	<b>5,011,998</b>	<b>(7,453,484)</b>	44,763,376
Sales							<b>75,724,615</b>	43,506,156
Cost of Sales							<b>(157,849,897)</b>	(23,976,833)
Investment income							<b>138,103,881</b>	4,651,993
Other income							<b>27,674,145</b>	703,414
General and administrative expense							<b>(79,271,158)</b>	(79,932,229)
<b>Profit before tax</b>							<b>(3,071,898)</b>	(10,284,123)
Provision for taxation							<b>(25,974,294)</b>	(2,005,240)
<b>Profit after tax</b>							<b>(29,046,192)</b>	(12,289,363)
<b>Attributable to:</b>								
Owners of the holding company							<b>6,924,893</b>	(3,665,600)
Non-controlling interest							<b>(35,971,085)</b>	(8,623,763)
							<b>(29,046,192)</b>	(12,289,363)
<b>Profit and loss appropriation account - Parent Company</b>								
Balance at commencement of the year							<b>(27,317,568)</b>	(12,664,264)
Profit after tax for the period							<b>6,924,893</b>	(3,665,600)
<b>Balance accumulated profit / (loss) at end of the period</b>							<b>(20,392,675)</b>	(16,329,864)
<b>Earnings per share - basic and diluted</b>							<b>(0.35)</b>	(0.16)

	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident & Health	Credit and suretyship	Miscellaneous	Three months period ended September 2017	
							30 September 2017 Aggregate	30 September 2016 Aggregate
Note -----(Rupees)-----								
<b>Revenue Account</b>								
Net premium revenue	614,343	229,850	14,689,211	904,930	2,760,121	3,151,183	<b>22,349,637</b>	47,516,458
Net claims	(528,775)	(1,179,693)	(3,057,303)	(1,673,460)	-	114,163	<b>(6,325,068)</b>	(11,230,749)
Premium deficiency expenses	25,389	(160,559)	-	-	-	-	<b>(135,170)</b>	-
Management expenses	(969,017)	(816,100)	(7,493,473)	(716,070)	(5,565,315)	(2,063,852)	<b>(17,623,827)</b>	(20,221,853)
Net commission	(103,606)	(332,098)	(1,519,483)	10,353	(120,801)	(698,838)	<b>(2,764,473)</b>	(5,999,580)
<b>Underwriting result</b>	<b>(961,666)</b>	<b>(2,258,600)</b>	<b>2,618,952</b>	<b>(1,474,247)</b>	<b>(2,925,995)</b>	<b>502,656</b>	<b>(4,498,901)</b>	10,064,276
Sales							<b>31,377,529</b>	28,846,537
Cost of Sales							<b>(131,592,421)</b>	(15,482,884)
Investment income							<b>1,933,847</b>	919,603
Other income							<b>10,414,784</b>	136,702
General and administrative expense							<b>25,313,724</b>	(31,115,587)
<b>Profit before tax</b>							<b>(67,051,438)</b>	(6,631,353)
Provision for taxation							<b>(4,408,494)</b>	(763,630)
<b>Profit after tax</b>							<b>(71,459,932)</b>	(7,394,983)
<b>Attributable to:</b>								
Owners of the holding company							<b>(59,547,640)</b>	(3,508,123)
Non-controlling interest							<b>(11,912,292)</b>	(3,886,860)
							<b>(71,459,932)</b>	(7,394,983)
<b>Earnings per share - basic and diluted</b>							<b>(0.86)</b>	(0.10)

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

Naim Anwar  
Chief Executive/Principal Officer

Dr. Fahim Lashkarwala  
Director

Bilal Anwar  
Director

Shahid Suleman Jan  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	Three months period ended		Nine months period ended	
	30 September 2017	30 September 2016	30 September 2017	30 September 2016
	----- <i>(Rupees)</i> -----		----- <i>(Rupees)</i> -----	
Profit / (loss) after tax for the period	(71,459,932)	(7,394,983)	(29,046,192)	(12,289,363)
<b>Other comprehensive income:</b>				
Items that may not be subsequently reclassified to Profit and Loss Account	-	-	-	-
Items that may be subsequently reclassified to Profit and Loss Account	-	-	-	-
<b>Other comprehensive income for the period</b>	-	-	-	-
<b>Total comprehensive income / (loss) for the Period</b>	<b>(71,459,932)</b>	<b>(7,394,983)</b>	<b>(29,046,192)</b>	<b>(12,289,363)</b>
<b>Attributable to:</b>				
Owners of the holding company	(59,547,640)	(3,508,123)	6,924,893	(3,665,600)
Non-controlling interest	(11,912,292)	(3,886,860)	(35,971,085)	(8,623,763)
	<b>(71,459,932)</b>	<b>(7,394,983)</b>	<b>(29,046,192)</b>	<b>(12,289,363)</b>

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive /Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	<b>Share Capital</b>		<b>Capital Reserve</b>	<b>Revenue Reserve</b>				
	<b>Issued, subscribed and paid-up Capital</b>	<b>Discount on issue of right issue</b>	<b>Reserve for exceptional losses</b>	<b>General reserve</b>	<b>Accumulated (loss) / profit</b>	<b>Attributable to owners of the holding company</b>	<b>Non- controlling Interest</b>	<b>Total</b>
	-----( <i>Rupees</i> )-----							
<b>Balance as at January 01, 2016</b>	<b>620,125,000</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>(12,664,264)</b>	<b>434,075,569</b>	<b>-</b>	<b>434,075,569</b>
On Acquisition	-	-	-	-	-	-	<b>(1,742,819)</b>	<b>(1,742,819)</b>
On Further issue of capital	-	-	-	-	-	-	<b>61,668,010</b>	<b>61,668,010</b>
Issue of right share at par	206,708,330	-	-	-	-	<b>206,708,330</b>	-	<b>206,708,330</b>
Total comprehensive income for the period	-	-	-	-	<b>(3,665,600)</b>	<b>(3,665,600)</b>	<b>(8,623,763)</b>	<b>(12,289,363)</b>
<b>Balance as at September 30, 2016</b>	<b>826,833,330</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>(16,329,864)</b>	<b>637,118,299</b>	<b>51,301,428</b>	<b>688,419,727</b>
Total comprehensive income for the period	-	-	-	-	<b>(10,987,704)</b>	<b>(10,987,704)</b>	<b>(23,632,715)</b>	<b>(34,620,419)</b>
<b>Balance as at December 31, 2016</b>	<b>826,833,330</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>(27,317,568)</b>	<b>626,130,595</b>	<b>27,668,713</b>	<b>653,799,308</b>
On Acquisition	-	-	-	-	-	-	<b>30</b>	<b>30</b>
On Further issue of capital	-	-	-	-	-	-	<b>26,331,675</b>	<b>26,331,675</b>
Total comprehensive income for the period	-	-	-	-	<b>6,924,893</b>	<b>6,924,893</b>	<b>(35,971,085)</b>	<b>(29,046,192)</b>
<b>Balance as at September 30, 2017</b>	<b>826,833,330</b>	<b>(199,650,000)</b>	<b>1,767,568</b>	<b>24,497,265</b>	<b>(20,392,675)</b>	<b>633,055,488</b>	<b>18,029,333</b>	<b>651,084,821</b>

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS ( UN-AUDITED )**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	<b>30 September 2017</b>	<b>30 September 2016</b>
	<b>------(Rupees)-----</b>	
<b>Operating Cash Flows</b>		
<b>a) Underwriting activities</b>		
Premium received	88,834,924	162,383,714
Reinsurance premium paid	(13,805,177)	(25,127,713)
Claims paid	(29,891,297)	(47,883,205)
Reinsurance and other recoveries received	30,126	2,277,803
Commission paid	(8,544,529)	(19,546,624)
Commission received	-	413,856
Net cash inflow from underwriting activities	<b>36,624,047</b>	<b>72,517,831</b>
<b>b) Other operating activities</b>		
Proceeds from customers	75,724,615	43,506,156
Payments to suppliers	(186,624,224)	(55,416,228)
Income tax paid	13,163	2,941,717
General management expenses paid	(69,510,652)	(123,136,126)
Other operating payments	9,587,566	(1,541,968)
Net cash flows from other operating activities	<b>(170,809,533)</b>	<b>(133,646,449)</b>
Total cash inflow / (outflow) from all operating activities	<b>(134,185,485)</b>	<b>(61,128,618)</b>
<b>Investing activities</b>		
Profit / return received	1,218,204	7,181,473
Dividend received	24,420	8,603
Proceeds from / (Payments for) investments	26,827,779	27,878,816
Proceeds from / (Payments for) disposal of investments	203,379,994	-
Fixed capital expenditure	(101,839,282)	(141,361,290)
Proceeds from disposal of fixed assets	23,176,018	40,000
Total cash inflow / (outflow) from investing activities	<b>152,787,133</b>	<b>(106,252,398)</b>
<b>Financing activities</b>		
Borrowing under Musharaka arrangements	(830,273)	(1,760,193)
Proceeds from Right Share	-	219,051,360
Total cash inflow / (outflow) from financing activities	<b>(830,273)</b>	<b>217,291,167</b>
<b>Total cash inflow / (outflow) from all activities</b>	<b>17,771,375</b>	<b>49,910,152</b>
<b>Add: Cash at beginning of the year</b>	<b>61,981,887</b>	<b>11,752,638</b>
<b>Cash at the end of the period</b>	<b>79,753,262</b>	<b>61,662,790</b>
<b>Reconciliation to the Profit and Loss Account</b>		
Operating cash flows	(134,185,485)	(61,128,618)
Depreciation expense	(11,710,464)	(2,749,302)
Amortization expense	(852,915)	-
Gain/(loss) on disposal of fixed assets	-	(18,185)
Investment and other income	138,103,881	4,651,993
Provision for taxation	(25,974,294)	-
(Decrease) / increase in assets other than cash	50,415,611	48,439,040
Decrease / (increase) in liabilities other than running finance	(44,842,526)	(1,484,291)
Profit after tax for the period	<b>(29,046,192)</b>	<b>(12,289,363)</b>

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF PREMIUMS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

Class of Business	Premiums written	Unearned		Premiums earned	Reinsurance ceded	Prepaid reinsurance		Reinsurance expense	Nine months period ended September 2017	
		premium reserve				premium ceded			30 September 2017	30 September 2016
		Opening	Closing			Opening	Closing		Net premium revenue	Net premium revenue
		----- (Rupees) -----								
<b>Direct and facultative</b>										
Fire and property damage	3,629,668	6,918,779	2,585,611	7,962,836	4,893,918	1,577,205	5,494,825	976,298	<b>6,986,538</b>	2,615,536
Marine, aviation and transport	6,792,847	1,301,636	1,036,004	7,058,479	4,893,918	(1,426,288)	898,884	2,568,746	<b>4,489,733</b>	9,843,083
Motor	44,512,163	44,524,636	29,496,067	59,540,732	3,937,500	1,997,521	2,406,458	3,528,563	<b>56,012,169</b>	77,037,854
Accident and health	2,952,518	767,153	2,103,634	1,616,037	-	-	-	-	<b>1,616,037</b>	34,788,460
Credit and suretyship	13,112,902	10,735,328	9,290,955	14,557,275	3,262,614	1,740,003	2,016,226	2,986,391	<b>11,570,884</b>	
Miscellaneous	8,689,745	7,344,740	5,758,758	10,275,727	3,262,614	(611,125)	1,696,932	954,557	<b>9,321,170</b>	32,732,889
<b>Total</b>	<b>79,689,843</b>	<b>71,592,272</b>	<b>50,271,029</b>	<b>101,011,086</b>	<b>20,250,564</b>	<b>3,277,316</b>	<b>12,513,324</b>	<b>11,014,556</b>	<b>89,996,530</b>	<b>157,017,822</b>

Class of Business	Premiums written	Unearned		Premiums earned	Reinsurance ceded	Prepaid reinsurance		Reinsurance expense	Three months period ended September 2017	
		premium reserve				premium ceded			30 September 2017	30 September 2016
		Opening	Closing			Opening	Closing		Net premium revenue	Net premium revenue
		----- (Rupees) -----								
<b>Direct and facultative</b>										
Fire and property damage	1,672,237	1,716,364	2,585,611	802,990	1,631,306	4,052,166	5,494,825	188,647	<b>614,343</b>	2,386,322
Marine, aviation and transport	1,593,610	1,036,004	1,036,004	1,593,610	1,631,306	631,338	898,884	1,363,760	<b>229,850</b>	3,588,194
Motor	11,140,620	34,062,806	29,496,067	15,707,359	1,312,500	2,112,106	2,406,458	1,018,148	<b>14,689,211</b>	26,327,597
Accident and health	1,215,805	1,792,759	2,103,634	904,930	-	-	-	-	<b>904,930</b>	2,716,622
Credit and suretyship	9,177,980	3,939,203	9,290,955	3,826,228	1,087,538	1,994,795	2,016,226	1,066,107	<b>2,760,121</b>	-
Miscellaneous	3,667,672	5,489,984	5,758,758	3,398,898	1,087,538	857,109	1,696,932	247,715	<b>3,151,182</b>	12,497,723
<b>Total</b>	<b>28,467,924</b>	<b>48,037,120</b>	<b>50,271,029</b>	<b>26,234,015</b>	<b>6,750,188</b>	<b>9,647,514</b>	<b>12,513,324</b>	<b>3,884,378</b>	<b>22,349,637</b>	<b>47,516,458</b>

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

**Naim Anwar**  
Chief Executive/Principal Officer

**Dr. Fahim Lashkarwala**  
Director

**Bilal Anwar**  
Director

**Shahid Suleman Jan**  
Director

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF CLAIMS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

Class of Business	Claims paid	Outstanding claims		Claim expense/ (income)	Re-insurance and other recoveries received	Re-insurance and other recoveries in respect of outstanding claims		Re-insurance and other recoveries revenue	Nine months period ended September 2017	
		Opening	Closing			Opening	Closing		30 September 2017	30 September 2016
						Net Claims expense	Net Claims expense			
<b>Direct and facultative</b>										
Fire and property damage	91,575	17,599,731	17,625,811	117,655	-	2,634,755	2,634,755	-	117,655	5,748,827
Marine, aviation and transport	4,314,691	7,352,797	7,121,089	4,082,983	-	1,430,360	1,430,360	-	4,082,983	5,817,175
Motor	19,608,474	25,545,247	24,106,379	18,169,606	30,126	2,300,000	2,300,000	30,126	18,139,480	22,946,988
Accident and health	5,419,184	13,797,978	15,095,760	6,716,966	-	-	-	-	6,716,966	3,057,683
Credit and suretyship	-	-	-	-	-	-	-	-	-	-
Miscellaneous	457,373	6,715,417	3,581,758	(2,676,286)	-	2,187,814	2,187,814	-	(2,676,286)	(348,951)
<b>Total</b>	<b>29,891,297</b>	<b>71,011,170</b>	<b>67,530,797</b>	<b>26,410,924</b>	<b>30,126</b>	<b>8,552,929</b>	<b>8,552,929</b>	<b>30,126</b>	<b>26,380,798</b>	<b>37,221,722</b>

Class of Business	Claims paid	Outstanding claims		Claim expense/ (income)	Re-insurance and other recoveries received	Re-insurance and other recoveries in respect of outstanding claims		Re-insurance and other recoveries revenue	Three months period ended September 2017	
		Opening	Closing			Opening	Closing		30 September 2017	30 September 2016
						Net Claims expense	Net Claims expense			
<b>Direct and facultative</b>										
Fire and property damage	43,775	17,140,811	17,625,811	528,775	-	2,634,755	2,634,755	-	528,775	3,799,735
Marine, aviation and transport	673,693	6,615,089	7,121,089	1,179,693	-	1,430,360	1,430,360	-	1,179,693	1,699,695
Motor	3,988,495	25,037,571	24,106,379	3,057,303	-	2,300,000	2,300,000	-	3,057,303	8,234,295
Accident and health	1,166,979	14,589,279	15,095,760	1,673,460	-	-	-	-	1,673,460	(1,049,202)
Credit and suretyship	-	-	-	-	-	-	-	-	-	-
Miscellaneous	128,340	3,824,261	3,581,758	(114,163)	-	2,187,814	2,187,814	-	(114,163)	(1,453,774)
<b>Total</b>	<b>6,001,282</b>	<b>67,207,011</b>	<b>67,530,797</b>	<b>6,325,068</b>	<b>-</b>	<b>8,552,929</b>	<b>8,552,929</b>	<b>-</b>	<b>6,325,068</b>	<b>11,230,749</b>

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

**Naim Anwar**  
**Chief Executive/Principal Officer**

**Dr. Fahim Lashkarwala**  
**Director**

**Bilal Anwar**  
**Director**

**Shahid Suleman Jan**  
**Director**

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF EXPENSES (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

Class of Business	Commission paid or payable	Deferred commission		Net commission expense	Management expenses	Underwriting expense	Commissions from re-insurers	Nine months period ended September 2017	
		Opening	Closing					30 September 2017	30 September 2016
								Net Underwriting expense	Net Underwriting expense
-----( <i>Rupees</i> )-----									
Direct and facultative									
Fire and property damage	611,636	1,383,756	517,122	1,478,270	2,223,972	3,702,242	-	3,702,242	7,861,517
Marine, aviation and transport	1,469,427	260,327	207,201	1,522,553	4,124,033	5,646,586	-	5,646,586	7,876,294
Motor	3,498,823	4,452,464	2,949,607	5,001,680	38,173,248	43,174,928	-	43,174,928	39,827,379
Accident and health	5,191	38,358	105,182	(61,633)	1,855,328	1,793,695	-	1,793,695	1,840,350
Credit and suretyship	1,383,658	1,610,299	1,393,643	1,600,314	8,030,823	9,631,137	-	9,631,137	
Miscellaneous	1,575,794	734,474	575,876	1,734,392	5,251,066	6,985,458	-	6,985,458	17,627,184
<b>Total</b>	<b>8,544,529</b>	<b>8,479,678</b>	<b>5,748,631</b>	<b>11,275,576</b>	<b>59,658,470</b>	<b>70,934,046</b>	<b>-</b>	<b>70,934,046</b>	<b>75,032,724</b>

Class of Business	Commission paid or payable	Deferred commission		Net commission expense	Management expenses	Underwriting expense	Commissions from re-insurers	Three months period ended September 2017	
		Opening	Closing					30 September 2017	30 September 2016
								Net Underwriting expense	Net Underwriting expense
-----( <i>Rupees</i> )-----									
Direct and facultative									
Fire and property damage	277,455	343,273	517,122	103,606	969,017	1,072,623	-	1,072,623	3,017,507
Marine, aviation and transport	332,098	207,201	207,201	332,098	816,100	1,148,198	-	1,148,198	4,363,564
Motor	1,062,809	3,406,281	2,949,607	1,519,483	7,493,473	9,012,956	-	9,012,956	12,427,401
Accident and health	5,191	89,638	105,182	(10,353)	716,070	705,717	-	705,717	(1,053,777)
Credit and suretyship	923,564	590,880	1,393,643	120,801	5,565,315	5,686,116	-	5,686,116	-
Miscellaneous	725,716	548,998	575,876	698,838	2,063,852	2,762,690	-	2,762,690	7,466,738
<b>Total</b>	<b>3,326,833</b>	<b>5,186,271</b>	<b>5,748,631</b>	<b>2,764,473</b>	<b>17,623,827</b>	<b>20,388,300</b>	<b>-</b>	<b>20,388,300</b>	<b>26,221,433</b>

The annexed notes from 1 to 24 form an integral part of the consolidated condensed interim financial information.

**Naim Anwar**  
**Chief Executive/Principal Officer**

**Dr. Fahim Lashkarwala**  
**Director**

**Bilal Anwar**  
**Director**

**Shahid Suleman Jan**  
**Director**

**CRESCENT STAR INSURANCE LIMITED**  
**CONSOLIDATED CONDENSED INTERIM STATEMENT OF INVESTMENT INCOME (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

	<b>Three months period ended</b>		<b>Nine months period ended</b>	
	<b>30 September</b>	30 September	<b>30 September</b>	30 September
	<b>2017</b>	2016	<b>2017</b>	2016
	----- <i>(Rupees)</i> -----		----- <i>(Rupees)</i> -----	
<b>Income from Non-Trading Investments</b>				
<b>Held-to-maturity</b>				
Return on government securities	-	631,693	<b>665,000</b>	3,792,096
Return on fixed income securities and deposits	<b>20,755</b>	282,034	<b>216,096</b>	865,481
	<b>20,755</b>	913,727	<b>881,096</b>	4,657,577
<b>Available-for-sale</b>				
Dividend income	<b>24,420</b>	8,173	<b>24,420</b>	8,603
Gain / (loss) on sale of available for sale investments	<b>1,925,019</b>	-	<b>137,605,155</b>	-
	<b>1,949,439</b>	8,173	<b>137,629,575</b>	8,603
Reversal / (provision) for impairment in Value of investments	<b>(9,909)</b>	-	<b>(23,738)</b>	6,110
Investment related expenses	<b>(26,438)</b>	(2,297)	<b>(383,052)</b>	(20,297)
<b>Net investment income</b>	<b><u>1,933,847</u></b>	<u>919,603</u>	<b><u>138,103,881</u></b>	<u>4,651,993</u>

**Naim Anwar**  
**Chief Executive /Principal Officer**

**Dr. Fahim Lashkarwala**  
**Director**

**Bilal Anwar**  
**Director**

**Shahid Suleman Jan**  
**Director**

**CRESCENT STAR INSURANCE LIMITED**  
**NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL**  
**STATEMENTS (UN-AUDITED)**  
**FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2017**

**1. THE COMPANY AND ITS OPERATIONS**

Crescent Star Insurance Limited (the Company) was incorporated in Pakistan as a Public Limited Company in the year 1957 under the Companies Act, 1913 (now the Companies Act, 2017) listed on the Pakistan Stock Exchange (PSX) and its registered office is situated at 2nd Floor, Nadir House, I.I. Chundrigar Road, Karachi, Pakistan.

The Company is engaged in providing general insurance services mainly in spheres of Fire and property damage; Marine, aviation and transport; Motor; Accident & Health, Credit & Suretyship and Miscellaneous.

The Group Consists of:

	Acquisition Date
- Crescent Star Insurance Limited - the holding company;	
- Crescent Star Foods (Private) Limited (Subsidiary Company) - holding of 62%;	30 June 2016
- Crescent Star Technologies (Private) Limited - (Subsidiary Company) - holding of 99%;	23 February 2016
- Crescent Star Luxury (Private) Limited - (Subsidiary Company) - holding of 99%;	15 December 2016

**Crescent Star Foods (Private) Limited**

The 'Crescent Star Foods (Private) Limited' is a private limited company incorporated on February 20, 2015 in Pakistan under the Companies Ordinance, 1984. The registered office of the company is located at 2nd floor, Nadir House, I.I. Chandigarh Road, Karachi, Pakistan. The company has the business objective of running the Fast Food Restaurants throughout Pakistan and other ancillary activities.

**Crescent Star Technologies (Private) Limited**

The 'Crescent Star Technologies (Private) Limited' was incorporated in Pakistan as a Private Limited Company on February 23, 2016 under the Companies Ordinance, 1984. The object of the company is to carry on business of vehicle tracking, fleet management services including supply and installation/trading of devices based on various technologies such as GPS and GSM. Its registered office is located at 2nd Floor, Nadir House, I.I Chundrigar Road, Karachi.

**Crescent Star Luxury (Private) Limited**

The 'Crescent Star Luxury (Private) Limited' was incorporated in Pakistan as a Private Limited Company on December 15, 2016 under the Companies Ordinance, 2016. The object of the company is to carry on business of beauty, skincare products and fashion accessories as permissible under the law and such other allied business. Its registered office is located at 2nd Floor, Nadir House, I.I Chundrigar Road, Karachi.

**2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE**

- 2.1** These consolidated condensed interim financial information has been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting as applicable in Pakistan, provisions of and directives issued under the repealed Companies Ordinance, 1984, Insurance Ordinance, 2000, repealed SEC (Insurance) Rules, 2002 and as per format prescribed by the SECP vide Circular No. 7 of 2003. In case requirements differ, the provisions or directives of the repealed Companies Ordinance, 1984, Insurance Ordinance, 2000 and repealed SEC (Insurance) Rules, 2002 have been followed.
- 2.2** The Companies Ordinance, 1984 was repealed by the enactment of the Companies Act, 2017 on 30 May 2017 SECP vide its Circular 23 of 2017 and its press release dated 04 October 2017 has clarified that all those companies whose financial year, including quarterly and other interim period, closes on or before 31 December 2017 shall prepare their financial statements in accordance with the provisions of the repealed Companies Ordinance, 1984. The Companies Act, 2017 requires enhanced disclosures and has also enhanced the definition of related parties.
- 2.3** Securities and Exchange Commission of Pakistan ("SECP") vide S.R.O 88(1)/2017 and S.R.O 89(1)/2017 dated 9 February 2017 has issued the Insurance Accounting Regulations, 2017 and SEC Insurance Rules, 2017 (the new Rules and Regulations). the application of these Regulations and Rules for the purpose of preparation and presentation of the financial statements was effective from 1 April 2017.

The new Rules and Regulations require significant disclosures / requirements, which are relevant to the Company includes but not limited to presentation and disclosure of financial statements prescribed in Annexure II of the Insurance Rules, 2017, recognition of available-for-sale investments at fair value as per IAS 39 "Financial Instruments: Recognition and Measurement" (refer note 22), recognition of premium receivable under an insurance policy / cover note as written from the date of attachment of risk to the policy / cover note and insurance policy is required to be issued where premium has been received by the insurer either in full or installments.

However, SECP vide letter ID/OSM/Crescentstar/2017/12195, dated 06 October 2017 has granted exemption to the Company to prepare their accounts for the period ended 30 September 2017 in accordance with the requirements of Previous Rules [SEC (Insurance) Rules 2002]. Hence, the condensed interim financial statements for the period ended 30 September 2017 are prepared in accordance with the requirements of Previous Rules.

**2.4** The consolidated condensed interim financial information do not include all the information required in the full annual financial statements. Accordingly, these condensed interim financial information should be read in conjunction with annual financial statements of the Company for the year ended 31 December 2016.

**2.5** These consolidated condensed interim financial information have been presented in Pakistani Rupees, which is also the functional currency of the Company.

### **3. BASIS OF PRESENTATION**

This consolidated condensed interim financial statement has been prepared under the historical cost convention except that investments (Available for Sale) are stated at lower of cost and market value. Accrual basis of accounting has been used except for cash flow information.

### **4. ACCOUNTING ESTIMATES AND JUDGMENTS**

The preparation of this consolidated 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 this consolidated condensed interim financial information, the significant judgments made by management in applying the Group Company's accounting policies and the key sources of estimation uncertainty were the same as those that were applied to the financial statements as at / for the year ended December 31, 2016.

### **5. SIGNIFICANT ACCOUNTING POLICIES AND RISK MANAGEMENT**

The accounting policies and the methods of computation adopted in the preparation of this consolidated condensed interim financial information are the same as those applied in the preparation of the annual financial statements for the year ended December 31, 2016.

### **6. INSURANCE AND FINANCIAL RISK MANAGEMENT**

The Company's insurance and financial risk management objectives and policies are consistent with those disclosed in annual financial statements of the Company for the year ended December 31, 2016.

**7. ISSUED, SUBSCRIBED AND PAID-UP SHARE CAPITAL**

2017	2016		Un-Audited 30 Septmeber 2017	Audited 31 December 2016
---- (Number of shares) ----		Note	----- (Rupees) -----	
		Ordinary shares of Rs.10 each fully paid in cash		
<b>79,716,786</b>	59,045,953	Opening Balance	<b>797,167,860</b>	590,459,530
-	20,670,833	Issued during the period	-	206,708,330
<b>79,716,786</b>	79,716,786	Closing Balance	<b>797,167,860</b>	797,167,860
<b>2,966,547</b>	2,966,547	Ordinary shares of Rs.10 each issued as fully paid bonus shares	<b>29,665,470</b>	29,665,470
<b>82,683,333</b>	82,683,333		<b>826,833,330</b>	826,833,330

**8. DISCOUNT ON ISSUE OF RIGHT SHARES**

**199,650,000**      199,650,000

The Company had issued right shares in the year 2014 with the approval of Board of Directors, SECP and KSE (now PSX) amounting to Rs. 499.125 million comprising of 49,912,500 ordinary shares of Rs. 10/- each at a discount of Rs. 4/- per share.

**9. RESERVES**

Reserve for exceptional losses	9.1	<b>1,767,568</b>	1,767,568
General reserve	9.2	<b>24,497,265</b>	24,497,265
		<b>26,264,833</b>	26,264,833

**9.1** The reserve for exceptional losses represents the amount set aside in prior years upto December 31, 1978, in order to avail the deduction while computing the taxable income under the old Income Tax Act of 1922. Subsequent to the introduction of repealed Income Tax Ordinance, 1979, which did not permit the said deduction, the company discontinued the setting aside of amounts as reserved for exceptional losses.

**9.2** These represent distributable profits transferred and utilizable at the discretion of the board of directors.

**10. AMOUNT DUE TO OTHER INSURERS/REINSURERS**

Foreign Reinsurers	<b>14,887,979</b>	9,985,380
Local Reinsurers	<b>17,308,158</b>	10,679,835
Co-insurers	<b>3,988,141</b>	3,824,544
	<b>36,184,278</b>	24,489,759

**11. OTHER CREDITORS AND ACCRUALS**

Federal insurance fee	<b>1,576,842</b>	1,561,056
Federal excise duty	<b>27,714,861</b>	29,422,428
Withholding tax	<b>40,826,586</b>	31,907,966
Payable to staff provident fund	<b>652,555</b>	431,860
Advance against issue of shares	11.1	<b>1,668,400</b>
Unpresented cheques	<b>1,692,498</b>	7,877,268
Margin against performance bonds	<b>3,635,494</b>	4,409,531
Trade & related payables	<b>62,894,876</b>	59,331,638
Other	11.2	<b>192,785,097</b>
		<b>333,447,209</b>

**11.1** This represents amount advance from associated company - Din Corporation (Private) Limited - to facilitate payment of expenses and purchase of fixed assets with the understanding that these would be utilized/adjusted against future issue of shares at the convenience of subsidiary company - Crescent Star Foods (Private) Limited.

**11.2** This include balance payable to associated undertaking of Rs.147,443,457 (2016 : Rs. 83,263,321).

**12. CONTINGENCIES AND COMMITMENTS**

**12.1 CONTINGENCIES**

There have been no changes in the contingencies as disclosed in the annual financial statements of the Company for the year ended December 31, 2016.

**12.2 COMMITMENTS**

There were no commitments as at September 30, 2017 (2016 : Rs. Nil).

		<b>Un-Audited 30 Septmeber 2017</b>	Audited 31 December 2016
	<i>Note</i>	<i>----- (Rupees) -----</i>	
<b>13. CASH AND OTHER EQUIVALENTS</b>			
Cash with State Bank of Pakistan	<i>13.1</i>	<b>51,238,047</b>	51,238,047
Cash in hand		<b>7,681,240</b>	2,893,353
Policy stamps		<b>578,899</b>	600,328
		<b><u>59,498,186</u></b>	<b><u>54,731,728</u></b>
<b>13.1</b>	This represents deposit with State Bank of Pakistan pursuant to the requirements of clause (a) of sub - section 2 of section 29 of Insurance Ordinance, 2000.		
<b>14. CURRENT AND OTHER ACCOUNTS</b>			
Current accounts		<b>3,586,556</b>	4,093,783
PLS savings accounts		<b>16,668,520</b>	3,156,376
		<b><u>20,255,076</u></b>	<b><u>7,250,159</u></b>
<b>15. INVESTMENTS</b>			
<b>Held to maturity</b>			
Government Securities	<i>15.1</i>	<b>21,265,737</b>	21,761,809
<b>Available for sale</b>			
Ordinary equity securities & Mutual funds	<i>15.2</i>	<b>12,361,226</b>	78,519,113
Less: Provision for impairment		<b>(508,740)</b>	(484,998)
		<b><u>11,852,486</u></b>	<b><u>78,034,115</u></b>
		<b><u>33,118,223</u></b>	<b><u>99,795,924</u></b>
<b>15.1</b>	This represents amortised cost of three years Pakistan Investment Bond (PIB) having face value of Rs. 21 million (2016 : Rs. 21 million) issued by the State Bank of Pakistan through its authorized dealer Pak Oman Investment Company Limited. PIB carry mark up at the effective rate of 6.20% per annum (2016 : 6.20% per annum) with maturity date up till 26 March 2018 (2016 : 26 March 2018).		
	Government securities having amortised cost of Rs. 21.265 million (2016 : Rs. 22.040 million) are placed with State Bank of Pakistan as statutory deposit in accordance with the requirement of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000.		
<b>15.2</b>	Securities having book value of Rs. 11.731 million (2016 : Rs. 11.731 million) are placed with State Bank of Pakistan as statutory deposit in accordance with the requirement of clause (a) of sub section 2 of section 29 of the Insurance Ordinance, 2000.		
	It includes investment in associated undertaking (Dost Steels Limited) of 7,020 shares (2016 : 14,707,020 shares) having book value of Rs. 0.032 million (2016 : Rs. 66.190 million) and market value of Rs. 0.087 million (2016 : Rs. 178.249 million) with 0.00% of total equity of Dost Steels Limited.		
<b>16. PREMIUM DUE BUT UNPAID - Net - Unsecured</b>			
Considered good	<i>16.1</i>	<b>171,701,167</b>	179,887,393
Considered doubtful		<b>62,427,039</b>	54,663,496
		<b><u>234,128,206</u></b>	<b><u>234,550,889</u></b>
Provision for doubtful balances		<b>(62,427,039)</b>	(54,663,496)
		<b><u>171,701,167</u></b>	<b><u>179,887,393</u></b>
<b>16.1</b>	It includes an amount of Rs. 4,252,837 (2016 : Rs. 4,252,837) due from related parties.		

	Note	Un-Audited 30 Septmeber 2017	Audited 31 December 2016
----- (Rupees) -----			
<b>17. Sundry Receivables- Unsecured</b>			
Considered good			
To employees		202,143	22,538
To suppliers		54,892,797	48,979,780
Deposits		26,165,079	32,388,254
Others	17.1	433,406,536	415,189,404
		<u>514,666,555</u>	<u>496,579,976</u>

17.1 (a) This includes balance due from associated companies :

Name	Status		
Dost Steels Limited	Associate	412,170,357	386,378,894

17.1 (b) Includes an advance of Rs. 412.170 million which carries markup @ 1 year KIBOR plus 3% p.a.

#### 18. FIXED ASSETS

Opening written down value		151,962,754	21,047,823
Additions during the period - at cost	18.1	101,839,282	140,390,904
Disposals during the period - at WDV	18.1	(23,176,018)	(58,185)
Depreciation charged		(11,710,464)	(6,993,280)
Amortization		(852,915)	(2,424,508)
		<u>218,062,639</u>	<u>151,962,754</u>

#### 18.1 Additions & disposals

	Additions (at cost)		Disposal (at WDV)	
	----- Rupees -----			
	30 Septmeber 2017	31 December 2016	30 Septmeber 2017	31 December 2016
<b>Tangible Owned</b>				
Furniture and Fixture	54,672,002	43,347,400	270,000	-
Office Equipment	4,269,615	4,471,550	-	27,654
Computer & related equipment	4,277,360	3,985,192	-	30,531
Motor Vehicle	1,140,000	3,000,000	-	-
Leasehold improvements	36,067,915	8,638,575	-	-
<b>Intangible Owned</b>	1,412,390	76,948,187	22,906,018	-
	<u>101,839,282</u>	<u>140,390,904</u>	<u>23,176,018</u>	<u>58,185</u>

Un-Audited 30 Septmeber 2017	Un-Audited 30 September 2016
----- (Rupees) -----	

#### 19. EARNINGS PER SHARE - BASIC AND DILUTED

Profit for the period attributable to Ordinary shareholders	(29,046,192)	(12,289,363)
Weighted Average number of ordinary shares	82,683,333	76,812,213
Earnings Per Share	(0.35)	(0.16)

19.1 No figure for diluted earnings/(loss) per share has been presented as the Company has not issued an instrument which would have an impact on earnings/(loss) per share, when exercised.

**20. TRANSACTIONS WITH RELATED PARTIES**

Related parties of the Company comprise the Directors, major shareholders and the companies owned by such shareholders, entities owned by the Directors of the Company where they also hold directorships, staff retirement funds and key management personnel. Related parties balances and investments have been disclosed in relevant notes.

	<b>Un-Audited 30 Septmeber 2017</b>	Un-Audited 30 September 2016
	----- ( <i>Rupees</i> ) -----	
<b>Movement in Related Party disclosure</b>		
Advances	<b>25,791,463</b>	-
Payables	<b>147,441,457</b>	23,045,321
<b>Key Management Personnel</b>		
Remuneration to directors, chief executive and executives of the company	<b>26,385,932</b>	38,193,231
<b>Staff retirement benefit</b>		
Provident fund contribution	<b>1,831,254</b>	2,037,975

21. SEGMENT REPORTING

	Fire & Property Damage		Marine Aviation & Transport		Motor		Accident & Health		Credit and suretyship		Miscellaneous		Total		Food		Technologies		Luxury		Total	
	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016	2017	2016
	(Rupees)																					
Segment Assets	23,050,818	23,818,762	20,432,886	22,677,044	172,358,517	132,340,536	4,678,104	43,515,875	42,140,401	43,264,229	29,746,176	18,845,347	292,406,902	284,461,793	231,762,584	216,754,779	122,147	136,550	61,741,369	-	586,033,002	501,353,122
Unallocated corporate assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	584,957,243	609,189,508
<b>Consolidated total assets</b>																					<b>1,170,990,245</b>	<b>1,110,542,630</b>
Segment Liabilities	14,792,062	17,004,419	13,112,095	16,189,336	110,605,091	94,479,045	3,002,011	31,066,357	27,042,139	30,886,704	19,088,576	13,453,856	187,641,974	203,079,717	42,534,332	111,886,703	46,800	75,000	32,962,151	-	263,185,257	315,041,420
Unallocated corporate liabilities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	256,720,167	141,701,903
<b>Consolidated total liabilities</b>																					<b>519,905,424</b>	<b>456,743,323</b>

22. Financial Instruments - fair values

The additional disclosures due to the adoption of IFRS 13 Fair value measurement are as follows :

	Note	Carrying Amount			Fair Value		
		Loans and receivables	Other financial liabilities	Total	Level 1	Level 2	Level 3
Rupees							
<b>On-balance sheet financial instruments</b>							
<b>30 June 2017 (Un-audited)</b>							
<b>Financial assets measured at fair value</b>							
Investments - Available for sale		11,852,486	-	11,852,486	-	-	
		<b>11,852,486</b>		<b>11,852,486</b>			
<b>Financial assets not measured at fair value</b>	22.1						
Cash and other equivalents		59,498,186	-	59,498,186	-	-	
Current and other accounts		20,255,076	-	20,255,076	-	-	
Investments - other than available for sale		21,265,737	-	21,265,737	-	-	
Premiums due but unpaid		171,701,167	-	171,701,167	-	-	
Amounts due from other insurers / reinsurers		71,776,613	-	71,776,613	-	-	
Accrued investment income		17,758	-	17,758	-	-	
Reinsurance recoveries against outstanding claims		8,552,929	-	8,552,929	-	-	
Sundry receivables		514,666,555	-	514,666,555	-	-	
		<b>867,734,021</b>		<b>867,734,021</b>			
<b>Financial liabilities measured at fair value</b>							
		-	-	-	-	-	
<b>Financial liabilities not measured at fair value</b>	22.1						
Provision for outstanding claims (including IBNR)		-	67,530,797	67,530,797	-	-	
Amounts due to others insurers / reinsurers		-	36,184,278	36,184,278	-	-	
Accrued expenses		-	6,492,703	6,492,703	-	-	
Other creditors and accruals		-	333,447,209	333,447,209	-	-	
Borrowing under musharaka arrangements		-	2,177,567	2,177,567	-	-	
Unrepresented dividend warrants		-	418,209	418,209	-	-	
		-	<b>446,250,763</b>	<b>446,250,763</b>	-	-	

22.1 The management considers the carrying amount of all financial assets and liabilities not measured at fair value at the end of the reporting period to approximate their fair value as at the reporting date.

23. GENERAL

23.1 Figures in these condensed interim financial statements have been rounded off to the nearest rupees.

23.2 The corresponding figures are rearranged wherever necessary for the purpose of comparison and are rounded off to nearest rupee. Appropriate disclosure is given in relevant note in case of material rearrangements.

24. DATE OF AUTHORIZATION FOR ISSUE

This condensed interim financial information was authorized for issue by the Board of Directors of the Company in its meeting held on 27 October 2017.

Naim Anwar  
Chief Executive/Principal Officer

Dr. Fahim Lashkarwala  
Director

Bilal Anwar  
Director

Shahid Suleman Jan  
Director

**HEAD OFFICE**

2ND FLOOR, NADIR HOUSE, I.I. CHUNDRIGR ROAD, KARACHI P.O. BOX NO. 4616 KARACHI, PAKISTAN  
U.A.N.: 111-274-000 PHONES: 32415471-3 FAX (92-21) 32415474

<b>BRANCH NAME</b>	<b>ADDRESS</b>	<b>CONTACT NO</b>
<b>NADIR HOUSE</b>	3RD FLOOR, NADIR HOUSE, I.I. CHUNDRIGR ROAD, KARACHI.	(021) 32415471-3
<b>CENTRAL CORPORATE</b>	2ND FLOOR, NADIR HOUSE, I.I. CHUNDRIGR ROAD, KARACHI.	(021) 32415471-3
<b>KARACHI CENTRAL</b>	3RD FLOOR, NADIR HOUSE, I.I. CHUNDRIGR ROAD, KARACHI.	(021) 32415471-3
<b>LAHORE MAIN</b>	OFFICE # 701, 7TH FLOOR, AL-HAFEEZ SHOPPING MALL, 82-D-I, MAIN BOULEVARD, GULBERG-III, LAHORE.	(042) 35779568-69
<b>LAHORE CENTRAL</b>	OFFICE # 702, 7TH FLOOR, AL-HAFEEZ SHOPPING MALL, 82-D-I, MAIN BOULEVARD, GULBERG-III, LAHORE.	(042) 35779568-69
<b>ISLAMABAD</b>	SUIT NO 2, 2ND FLOOR RATTA MENSION FAZAL-E-HAQ ROAD, BLUE AREA, ISLAMABAD	(051) 2806293-95
<b>CAPITAL BRANCH ISLAMABAD</b>	OFFICE NO 11,3RD FLOOR MUZAFFAR CHAMBER NEAR TEHZEEB BAKERY A-K FAZAL HAQ ROAD, BLUE AREA ISLAMABAD.	(051) 8356655
<b>RAWALPINDI AUTO DIVISION</b>	OFFICE NO. 502, 5TH FLOOR, PLAZA NO. 153-D, CIVIC CENTER, PHASE-IV, BAHRIA TOWN, RAWALPINDI	(051) 5733148-49
<b>FAISALABAD</b>	P-14, 1ST FLOOR, CHENAB MARKET, MADINA TOWN, FAISALABAD.	(041) 8559696-7
<b>MULTAN</b>	OPP: HAJVERI ARCADE, KUTCHERY ROAD, MULTAN.	(061) 4571338
<b>SIALKOT</b>	FIRST FLOOR, AL-REHMAN CENTRE, DEFENCE ROAD SIALKOT.	(052) 3240271-3