



Your Security - Our Policy

Quarterly Report September 30, 2023
(Un-Audited)

Crescent Star Insurance Ltd.

ESTD: 1957

NATION WIDE BRANCH NETWORK

MOTOR

HEALTH

FIRE

MARINE

ENGG

TRAVEL

LIVESTOCK

CROP

CONTENTS

Vision / Mission Statements —————

Company Information —————

Directors' Report to the Members on Unconsolidated Financial Statements —————

Directors' Report to the Members on Unconsolidated Financial Statements (Urdu) —————

Unconsolidated Financial Statements —————

Directors' Report to the Members on Consolidated Financial Statements —————

Directors' Report to the Members on Consolidated Financial Statements (Urdu) —————

Consolidated Financial Statements —————

Branch Network —————

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 (Chief Executive Officer)* Mr. Tanveer Ahmed* Mr. Suhail Elahi* Mr. Shaikh Waqar Ahmed* Mr. Rashid Malik* Ms. Naveeda Mahmud* Ms. Huma Javaid* Ms. Rabia Omar Hassan*
Chief Executive Officer	Mr. Naim Anwar*
Management	Mr. Naim Anwar (Chief Executive Officer) 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	Mr. Shaikh Waqar Ahmed (Chairman) Ms. Naveeda Mahmud Ms. Huma Javaid
Board H.R & Remuneration Committee	Ms. Huma Javaid (Chairman) Mr. Naim Anwar Mr. Shaikh Waqar Ahmed
Board Investment Committee	Mr. Naim Anwar (Chairman) Mr. Shaikh Waqar Ahmed Ms. Huma Javaid
Chief Financial Officer & Company Secretary	Mr. Malik Mehdi Muhammad
Auditors	Crowe Hussain Chaudhury & Co. Chartered Accountants
Legal Advisor	Ms. Huma Naz, Soomro Law Associates
Bankers	Habib Bank Limited Faysal 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 nd Floor, Nadir House I. I. Chundrighar 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, 2023

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

On behalf of the Board of Directors, I am pleased to present to you the unaudited condensed interim unconsolidated financial statements for the nine months period ended 30 September 2023.

General Review

The gross premium written for the nine months has been Rs. 252.657 million as compared to Rs. 123.135 million for the corresponding figures last year (+105%). The net premium for the period has been recorded as Rs. 196.451 million against Rs.79.776 million (+146%) of the corresponding period. The profit after tax recorded at Rs. 143.437 million (+187%), Earnings per share stood at Rs. 1.33 (+190%).

The Company continues to maintain its reservations on Bank Enlistment / Limits matter which has been raised on every forum and in all presentations. In sheer violation of legislation the Banks and departments continue their selective policy hurting the penetration of Insurance in Pakistan which is one of the lowest as compared to other countries.

The merger petition of Crescent Star Foods (Pvt) Ltd with and into PICIC Insurance Ltd is still pending before the Honorable Sindh High Court, however, the Company is hopeful for an early hearing and completion of the approval process.

The Company is in process and awaits settlement of payment of the Advance against Issuance of Shares in Dost Steels Ltd (DSL). This will be possible as soon as the deal between sponsors and new investors in DSL achieves finality.

The Company by the grace of God maintains a low loss ratio as compared to the industry and competitors.

Performance Highlights

The comparative financial highlights for the nine months period ended 30 September 2023 and 2022 are presented below:-

Rupees in millions (except for EPS)	30 September	30 September	Increase / (Decrease)	
	2023	2022	Amount	%
Gross written premium	252.657	123.136	129.521	105.19
Net premium	196.451	79.776	116.675	146.25
Profit / (loss) before tax	140.468	68.552	71.916	104.91
Profit / (loss) after tax	143.437	49.998	93.439	186.89
Total assets	1,636.511	1,521.852	114.659	7.53
Paid-up capital	1,076.950	1,076.950	-	-
Earnings per share (EPS)	1.33	0.46	0.87	189.13

Future Outlook

Your Company is looking forward to the positive outcome of the merger and investment in DSL which can give a strong future strategy to open up areas of interest which can produce positive results favoring the stakeholders.

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.

Tanveer Ahmed

Director

Karachi: October 20, 2023

Naim Anwar

Managing Director & CEO

ممبران کے لئے غیر اشتمال شدہ مالیاتی گوشواروں پر ڈائریکٹران کی رپورٹ

میں بورڈ آف ڈائریکٹری کی جانب سے کریڈٹ اسٹار انشورنس لمیٹڈ (کمپنی) مجموعی مالیاتی گوشوارے برائے تیسری سہ ماہی مدت 30 ستمبر 2023 پیش کرتے ہوئے اظہار مسرت کرتا ہوں۔

عمومی جائزہ

تیسری سہ ماہی مدت کا مجموعی خام پربیم 252.657 ملین روپے ریکارڈ ہوا جبکہ گزشتہ سال 123.135 ملین روپے تھا (+105%)۔ تیسری سہ ماہی میں خالص پربیم 196.451 ملین روپے رہا جبکہ گزشتہ سال اسی مدت میں 79.776 ملین روپے تھا (+146%)۔ بعد از ٹیکس منافع 143.437 ملین روپے رہا (+187%)، فی حصص آمدنی 1.33 پیسے (+190%) پر رہی۔

بنک میں اندراج/حدود (پلسٹنٹ/لیمٹس) پر کمپنی اپنے تحفظات برقرار رکھے ہوئے ہے جو ہر فورم اور تمام پیشکشوں پر اٹھایا گیا ہے۔ قانون سازی کی سراسر خلاف ورزی کرتے ہوئے بنک اور محکمے اپنی منتخب پالیسی کو نقصان پہنچاتے رہتے ہیں۔ جس کے سبب پاکستان میں انشورنس کی رسائی دوسرے ممالک کے مقابلے سے کم ہے۔

کریڈٹ اسٹار نوڈز (پرائیویٹ) لمیٹڈ (CSF) کا پبلک انشورنس لمیٹڈ (PICIC) کے ساتھ انضمام سے متعلق کیس سندھ ہائی کورٹ میں زیر التوا ہے۔ کمپنی جلد سماعت اور منظوری کے لئے پرامید ہے۔

کمپنی عمل میں ہے اور دوست اسٹیل لمیٹڈ (DSL) کو جو حصص کے اجراء کے عوض پیشگی رقم ادا کی تھی اس کے تصفیے کا انتظار کر رہی ہے۔ جیسے ہی DSL کے اسپانسرز اور نئے سرمایہ کاروں کے درمیان ڈیل فائنل ہوگی یہ ممکن ہوگا۔

خدا کے فضل سے کمپنی حریفوں اور صنعت کے مقابلے میں کم نقصان کا تناسب برقرار رکھے ہوئے ہے۔

کارکردگی کی جھلکیاں

کمپنی کی مقابلہ مالیاتی جھلکیاں برائے سہ ماہی مدت 30 ستمبر 2023 اور 2022 درج ذیل ہیں:

روپے بلین (ماسوائے EPS)	30 ستمبر 2023	30 ستمبر 2022	اضافہ/(کمی)	رقم	%
خام پربیم	252.657	123.136	129.521	105.19	
خالص پربیم	196.451	79.776	116.675	146.25	
منافع/ (خسارہ) قبل از ٹیکس	140.468	68.552	71.916	104.91	
منافع/ (خسارہ) بعد از ٹیکس	143.437	49.998	93.439	186.89	
اداشدہ سرمایہ	1,636.511	1,521.852	114.659	7.53	
کل اثاثے	1,076.950	1,076.950	-	-	
منافع/ (خسارہ) فی حصص	1.33	0.46	0.87	189.13	

مستقبل کی پیش بینی

آپ کی کمپنی دوست اسٹیل لمیٹڈ کے انضمام اور سرمایہ کاری کے مثبت نتائج کی منتظر ہے جو کہ ایک مضبوط سرمایہ کاری کا پورٹ فولیو دے سکتی ہے جس سے منافع بخش ریٹرن حاصل ہوگا۔ انتظامیہ کے پاس سرحد پار صورتحال سے مثبت اشارے بھی ہیں جو کہ پاکستان / افغانستان کے درمیان تجارت کی صلاحیت رکھتے ہیں، جو کہ آپ کی کمپنی کے بنیادی کاروبار کو اچھا فروغ دے سکتا ہے۔

اعتراف

کمپنی کے ڈائریکٹران اس موقع پر سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، پاکستان اسٹاک ایکسچینج، انشورنس ایسوسی ایشن آف پاکستان، اسٹیٹ بینک آف پاکستان، بینکوں اور مالیاتی اداروں کے مسلسل تعاون اور مدد پر ان کی شکرگزار ہے۔

نعیم انور

مینجنگ ڈائریکٹر اینڈ سی ای او

تنویر احمد

ڈائریکٹر

کراچی: 20 اکتوبر 2023

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

ASSETS	Note	September 30, 2023 (Un-audited)	December 31, 2022 (Audited)
(Rupees)			
Property and equipment	7	9,304,931	9,758,461
Investments in subsidiaries	8	212,119,200	150,019,600
Investments			
Equity securities	9	152,698,638	109,602,600
Loans and other receivables	10	948,610,590	988,042,672
Insurance / reinsurance receivables			
Premium due but unpaid		225,637,625	190,370,042
Amounts due from other insurers / reinsurers		66,773,149	-
Deferred commission expense / acquisition cost		15,448,519	13,665,395
Prepayments		-	26,400
Cash and bank	11	5,918,492	5,606,296
Total assets		<u>1,636,511,144</u>	<u>1,467,091,466</u>
EQUITY AND LIABILITIES			
Capital and reserves attributable to the Company's equity holders			
Ordinary share capital		1,076,950,410	1,076,950,410
Discount on issue of right shares		(199,650,000)	(199,650,000)
Reserves	12	375,689,160	232,117,465
Total equity		<u>1,252,989,570</u>	<u>1,109,417,875</u>
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		62,913,323	65,564,985
Unearned premium reserves		152,920,608	97,965,519
Premium deficiency reserves		-	1,878,957
Deferred taxation		-	-
Borrowings		-	-
Premium received in advance		2,348,565	1,440,726
Insurance / reinsurance payables		-	433,322
Other creditors and accruals	13	136,588,349	154,385,528
Provision for taxation		28,750,729	36,004,554
Total liabilities		<u>383,521,574</u>	<u>357,673,591</u>
Total equity and liabilities		<u>1,636,511,144</u>	<u>1,467,091,466</u>
Contingencies and commitments	14		

The annexed notes from 1 to 24 form an integral part of these unconsolidated financial statements.

Chief Executive/ Principal Officer Director Director Director Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Note	Quarter ended		Nine Months Period Ended	
		September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
		----- (Rupees) -----		----- (Rupees) -----	
Net insurance premium	15	74,743,346	31,704,720	196,450,693	79,776,564
Net insurance claims	16	119,330	(269,566)	(1,226,341)	(1,412,581)
Premium deficiency		-	-	1,878,957	-
Net commission expense and other acquisition costs	17	(3,088,819)	3,045,737	(11,986,039)	2,257,312
Insurance claims and acquisition expenses		(2,969,489)	2,776,171	(11,333,423)	844,731
Management expenses		(28,210,803)	(23,282,858)	(80,880,998)	(66,444,527)
Underwriting results		43,563,054	11,198,033	104,236,272	14,176,768
Investment income	18	602,062	59,454	16,784,853	8,976,920
Other income		338,894	17,631,531	22,334,297	48,307,160
Other expenses		(1,742,772)	(1,933,967)	(2,887,601)	(2,908,757)
Results of operating activities		42,761,238	26,955,051	140,467,821	68,552,091
Finance costs		-	-	-	-
Profit before tax		42,761,238	26,955,051	140,467,821	68,552,091
Taxation		1,448,101	(7,934,659)	2,969,443	(18,554,004)
Profit after tax		44,209,339	19,020,392	143,437,264	49,998,087
Other comprehensive income / (loss)					
Unrealized gain/(loss) on available for sale investments during the period - net of deferred tax		(6,741,926)	3,907,941	134,433	251,238
Reclassification adjustments relating to available for sale investments disposed off - net of deferred tax		-	-	-	-
Other comprehensive income / (loss) for the period		(6,741,926)	3,907,941	134,433	251,238
Total comprehensive income for the period		37,467,413	22,928,333	143,571,697	50,249,325
Earning per share	19	0.41	0.18	1.33	0.46

The annexed notes from 1 to 24 form an integral part of these unconsolidated financial statements.

Chief Executive/ Principal Officer

Director

Director

Director

Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	September 30, 2023	September 30, 2022
	----- (Rupees) -----	
Operating cash flows		
(a) Underwriting activities		
Insurance Premium received	218,297,653	62,667,324
Reinsurance premium paid	(68,458,087)	(273,726)
Claims paid	(3,878,003)	(2,925,514)
Commission paid	(13,988,196)	(3,732,117)
Commission received	219,033	-
Management expenses paid	(100,489,773)	(58,479,029)
Net cash flow from underwriting activities	31,702,627	(2,743,062)
(b) Other operating activities		
Income tax paid	(4,284,383)	(3,962,940)
Other operating payments	61,792,780	(5,061,983)
Net cash outflow from other operating activities	57,508,397	(9,024,923)
Total cash inflow from all operating activities	89,211,024	(11,767,985)
Investment activities		
Profit received	1,046,700	85,389
Dividend received	15,738,153	8,891,056
Proceeds from investments	(105,494,074)	(8,222,847)
Proceeds from / (Payments for) disposal of investments	432,868	-
Fixed capital expenditure	(622,475)	(45,500)
Proceeds from sale of property and equipment	-	-
Total cash inflow/(outflow) from investing activities	(88,898,828)	708,098
Financing activities		
Finance costs paid	-	-
Borrowing under Musharaka arrangements obtained - net	-	-
Total cash (outflow) from financing activities	-	-
Net cash inflow / (outflow) from all activities	312,196	(11,059,887)
Cash and cash equivalents at beginning of year	5,606,296	13,868,323
Cash and cash equivalents at end of period	5,918,492	2,808,436
Reconciliation to unconsolidated profit and loss account		
Operating cash flows	89,211,024	(11,767,985)
Depreciation expense	(1,076,005)	(1,217,536)
Amortization expense	-	-
Profit on disposal of property and equipments	-	-
Dividend income	15,738,154	8,891,531
Other investment and other income	1,046,700	85,389
Finance costs	-	-
Increase in assets other than cash	64,365,373	121,043,665
(Decrease) in liabilities other than borrowings	(33,101,808)	(52,445,913)
Provision for taxation	7,253,826	(14,591,064)
Profit after taxation for the period	143,437,264	49,998,087

The annexed notes from 1 to 24 form an integral part of these unconsolidated financial statements.

Chief Executive/ Principal Officer Director Director Director Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

Description	Share capital	Discount on issue of right shares	Capital reserves	Revenue reserves		Unappropriated profit	Total equity
			Reserve for exceptional losses	General reserve	Surplus on remeasurement of available for sale investments		
----- (Rupees) -----							
Balance as at January 01, 2022	1,076,950,410	(199,650,000)	1,767,568	24,497,265	3,515,706	171,521,505	1,078,602,454
Profit after tax for the period	-	-	-	-	-	49,998,087	49,998,087
Other comprehensive income for the period	-	-	-	-	251,238	-	251,238
Balance as at September 30, 2022	<u>1,076,950,410</u>	<u>(199,650,000)</u>	<u>1,767,568</u>	<u>24,497,265</u>	<u>3,766,944</u>	<u>221,519,592</u>	<u>1,128,851,779</u>
Balance as at January 01, 2023	1,076,950,410	(199,650,000)	1,767,568	24,497,265	7,398,134	198,454,497	1,109,417,874
Profit after tax for the period	-	-	-	-	-	143,437,263	143,437,263
Other comprehensive income for the period	-	-	-	-	134,433	-	134,433
Balance as at September 30, 2023	<u>1,076,950,410</u>	<u>(199,650,000)</u>	<u>1,767,568</u>	<u>24,497,265</u>	<u>7,532,567</u>	<u>341,891,760</u>	<u>1,252,989,570</u>

The annexed notes from 1 to 24 form an integral part of these unconsolidated financial statements.

Chief Executive/ Principal Officer

Director

Director

Director

Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

1 STATUS AND NATURE OF BUSINESS

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

The Company is engaged in providing non-life general insurance services mainly in spheres of fire and property damage, marine, aviation and transport, motor, credit and suretyship, accident and health and miscellaneous insurance.

2 BASIS OF PREPARATION

These unconsolidated condensed interim financial statements of the Company for the nine months period ended September 30, 2023 have been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards comprise of:

- International Accounting Standard 34 - "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

-Where the provisions of and directives issued under the Companies Act, 2017 differ, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017.

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the annual unconsolidated financial statements of the Company for the year ended December 31, 2022.

3 STATEMENT OF COMPLIANCE

These condensed interim unconsolidated financial statements of the Company for the nine months period ended September 30, 2023 are unaudited and have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000 and Insurance Rules, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017, Insurance Ordinance, 2000 and Insurance Rules, 2017 shall prevail.

4 BASIS OF MEASUREMENT

These condensed interim unconsolidated financial statements have been prepared under historical cost convention except for certain obligations under employee retirement benefits which are measured at present value and certain investments which are stated at their fair values. Accrual basis of accounting has been used except for cash flow information.

These are separate condensed interim unconsolidated financial statements of the Company in which investments in subsidiaries are accounted for on the basis of cost of investment rather than on the basis of reported results. Consolidated financial statements of the Company are prepared and presented separately.

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

5 ACCOUNTING ESTIMATES AND JUDGMENTS

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

In preparing these condensed interim unconsolidated financial statements, the estimates / judgments and associated assumptions made by management in applying the Company's accounting policies and reported amounts of assets, liabilities, income and expenses are the same as those applied in the annual unconsolidated financial statements as at and for the year ended December 31, 2022.

6 SIGNIFICANT ACCOUNTING POLICIES AND RISK MANAGEMENT

The accounting policies and the methods of computation adopted in the preparation of these condensed interim unconsolidated financial statements are the same as those applied in the preparation of the annual unconsolidated financial statements for the year ended December 31, 2022. The financial and insurance risk management objectives and policies are consistent with those disclosed in the annual unconsolidated financial statements of the Company for the year ended December 31, 2022.

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	December 31, 2022 (Audited)
		----- (Rupees) -----	
7	PROPERTY AND EQUIPMENT		
	Operating assets	9,304,931	9,758,461
7.1	Operating assets		
	Opening written down value	9,758,461	11,336,340
	Add: Additions during the period / year - at cost		
	- Motor vehicles	-	-
	- Computers and related accessories	622,475	45,500
	- Office equipment	-	-
	- Furniture and fixtures	-	-
		622,475	45,500
	Less: Written down value of deletions		
	Depreciation for the period / year	(1,076,006)	(1,623,379)
		(1,076,006)	(1,623,379)
		9,304,931	9,758,461
8	INVESTMENTS IN SUBSIDIARIES - at cost		
		Holdings	
	Crescent Star Foods (Private) Limited	212,099,260	149,999,660
	Crescent Star Technologies (Private) Limited	9,970	9,970
	Crescent Star Luxury (Private) Limited	9,970	9,970
		212,119,200	150,019,600
9	INVESTMENTS		
	Equity securities	152,698,638	109,602,600
	Debt securities	-	-
9.1	Equity securities		
	Available-for-sale	152,698,638	109,602,600
9.1.1	Others		
	Listed shares	265,665	45,807
	Mutual funds	152,432,973	109,556,793
		152,698,638	109,602,600
9.1.1.1	Securities having market value of Rs. 118.64 million (2022: Rs. 106.74 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.		
10	LOANS AND OTHER RECEIVABLES		
	Considered good		
	Other Security deposits	5,159,438	5,159,438
	Loan to employees	239,310	38,717
	Advance to supplier	260,000	260,000
	Accrued interest on advance against issuance of shares	330,235,136	310,639,040
	Advance against issuance of shares	582,838,120	645,091,655
	Other receivable	29,878,586	26,853,822
		948,610,590	988,042,672
10.1	This represents accrued interest on advances against issue of shares, given to Dost Steels Limited. Movement in advances is as follows:		
	Movement		
	Balance as at beginning of the year	310,639,040	247,374,404
	Income for the period	19,596,096	63,264,636
	Balance at the end of the period	330,235,136	310,639,040
10.2	This represents advances against issue of shares given to the following parties:		
	Name of the Company		
	Dost Steels Limited	286,511,391	354,279,066
	Crescent Star Foods (Private) Limited - Subsidiary	214,600,965	210,655,102
	Crescent Star Luxury (Private) Limited - Subsidiary	74,904,357	73,759,556
	Crescent Star Technologies (Private) Limited - Subsidiary	6,821,407	6,397,931
		582,838,120	645,091,655

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	September 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	----- (Rupees) -----	
11 CASH AND BANK		
Cash and other equivalents		
Cash in hand	47,612	14,567
Policy and revenue stamps	70,500	10,810
	118,112	25,377
Cash at bank		
Current accounts	2,297,023	1,331,217
Savings accounts	3,825,776	4,572,121
	6,122,799	5,903,338
Less: provision against dormant accounts	(322,419)	(322,419)
	5,800,380	5,580,919
	5,918,492	5,606,296
11.1 These carry mark-up at the rate of 10.55% (2022: 8.82%) per annum.		
12 RESERVES		
Capital reserves		
Reserve for exceptional losses	1,767,568	1,767,568
Revenue reserves		
General reserve	24,497,265	24,497,265
Unappropriated profit	341,891,760	198,454,497
Surplus on remeasurement of available for sale investments	7,532,567	7,398,134
	375,689,160	232,117,464
13 OTHER CREDITORS AND ACCRUALS		
Federal insurance fees	3,936,261	3,516,185
Federal excise duty	55,976,344	47,515,253
Payable to staff provident fund	3,694,550	7,971,250
Withholding tax	61,275,148	55,715,172
Accrued expenses	10,025,548	18,980,260
Unclaimed dividend	418,209	418,209
Others	1,262,289	20,269,199
	136,588,349	154,385,528
14 CONTINGENCIES AND COMMITMENTS		
The status of contingencies remain unchanged as disclosed in the annual unconsolidated financial statements as of December 31, 2022.		

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Quarter ended		Nine Months Period Ended	
	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
----- (Rupees) -----				
15 NET INSURANCE PREMIUM				
Gross written premium	70,923,346	58,269,205	252,657,398	123,135,944
Add : Unearned contribution reserve opening	156,740,608	57,426,747	97,965,519	40,631,852
Less: Unearned contribution reserve closing	(152,920,608)	(83,991,232)	(152,920,608)	(83,991,232)
Premium earned	74,743,346	31,704,720	197,702,309	79,776,564
Less: Reinsurance premium ceded	-	-	1,251,616	-
Add: prepaid reinsurance premium ceded opening	-	-	-	-
Less: prepaid reinsurance premium ceded closing	-	-	-	-
Reinsurance expense	-	-	1,251,616	-
	74,743,346	31,704,720	196,450,693	79,776,564
16 NET INSURANCE CLAIMS EXPENSE				
Claim paid	3,428,841	649,245	3,878,003	2,925,514
Add : Outstanding claims including IBNR closing	62,913,323	66,569,105	62,913,323	66,189,426
Less: Outstanding claims including IBNR opening	(66,461,494)	(67,049,135)	(65,564,985)	(67,702,359)
Claims expense	(119,330)	169,215	1,226,341	1,412,581
Less: Reinsurance and others recoveries received	-	-	-	-
Less: Reinsurance and others recoveries in respect of outstanding claims closing	-	-	-	(2,595,202)
Add: Reinsurance and others recoveries in respect of outstanding claims opening	-	-	-	2,595,202
Reinsurance and recoveries revenue	-	-	-	-
	(119,330)	169,215	1,226,341	1,412,581
17 NET COMMISSION EXPENSE				
Commission paid or payable	2,709,859	909,180	13,988,196	3,732,117
Add : Deferred commission expense opening	15,827,479	7,734,511	13,665,395	5,699,999
Less: Deferred commission expense closing	(15,448,519)	(11,689,428)	(15,448,519)	(11,689,428)
Net commission expense	3,088,819	(3,045,737)	12,205,072	(2,257,312)
Less: Commission received or recoverable	-	-	(219,033)	-
Net commission expense	3,088,819	(3,045,737)	11,986,039	(2,257,312)
18 INVESTMENT INCOME				
Income from equity securities				
Available for sale financial assets				
Dividend income	158,810	-	15,653,297	8,891,056
Gain on sale of available for sale investments	38,869	475	84,856	475
	197,679	475	15,738,153	8,891,531
Income from bank balances				
Return on bank balances	404,383	58,979	1,046,700	85,389
	404,383	58,979	1,046,700	85,389
Less: Investment related expenses	-	-	-	-
Investment income	602,062	59,454	16,784,853	8,976,920

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Quarter ended		Nine Months Period Ended	
	September 30, 2023 (Un-audited)	September 30, 2022	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
	----- (Rupees) -----			
19 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit after tax for the period	44,209,339	19,020,392	143,437,264	49,998,087
	----- Number -----			
Weighted average number of Ordinary shares	107,695,041	107,695,041	107,695,041	107,695,041
	----- (Rupees) -----			
Earnings per share - basic and diluted	0.41	0.18	1.33	0.46

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

20 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of group companies, directors and their close family members its staff retirement funds, key management personnel and major shareholders of the Company. The associated companies are associated either based on its holding in equity or due to the same management and / or common directors. All transactions involving related parties arising in the normal course of business are conducted at agreed terms and conditions. Transactions with the key management personnel are made under their terms of employment / entitlements. Contributions to the employee retirement benefits are made in accordance with the terms of employee retirement benefit schemes.

Balances, including subsidiaries, are disclosed in relevant notes to these unconsolidated financial statements. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these unconsolidated financial statements, are as follows:

	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
	----- (Rupees) -----	
20.1 Subsidiary Companies		
Crescent Star Foods (Private) Limited		
Advance against issuance of shares	3,945,863	2,067,267
Crescent Star Luxury (Private) Limited		
Advance against issuance of shares	1,144,801	404,430
Crescent Star Technologies (Private) Limited		
Advance against issuance of shares	423,476	25,000
Remuneration to Key Management Personnel	26,201,052	21,209,562
Staff retirement benefits		
Provident fund contribution	534,360	641,672

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

21 SEGMENT INFORMATION

	For the period ended September 30, 2023						
	Fire and property damage	Marine, aviation and transport	Motor	Accident & health	Credit and suretyship	Miscellaneous	Total
Current period	----- (Rupees) -----						
Gross written premium (inclusive of administrative surcharges)	379,280	7,359,418	13,126,868	-	128,797,841	102,993,991	252,657,398
Insurance premium earned	326,008	7,026,888	10,100,801	-	117,899,928	62,348,683	197,702,308
Insurance premium ceded to reinsurers	-	-	-	-	(1,251,616)	-	(1,251,616)
Net insurance premium	326,008	7,026,888	10,100,801	-	116,648,313	62,348,683	196,450,692
Commission income	-	-	-	-	-	-	-
Net underwriting income	326,008	7,026,888	10,100,801	-	116,648,313	62,348,683	196,450,692
Insurance claims	(100)	(144,748)	(608,614)	-	235,000	(707,879)	(1,226,341)
Insurance claims recovered from reinsurers	-	-	-	-	-	-	-
Net claims	(100)	(144,748)	(608,614)	-	235,000	(707,879)	(1,226,341)
Commission expense	(82,697)	(2,592,236)	(1,391,292)	-	(4,282,934)	(3,636,880)	(11,986,039)
Management expense	(119,638)	(2,292,836)	(4,204,249)	-	(41,216,820)	(33,047,455)	(80,880,998)
Premium deficiency reversal / (expense)	-	561,427	409,383	-	-	908,147	1,878,957
Net insurance claims and expenses	(202,435)	(4,468,393)	(5,794,772)	-	(45,264,754)	(36,484,067)	(92,214,421)
Underwriting results	123,573	2,558,495	4,306,029	-	71,383,559	25,864,616	104,236,271
Net investment income							16,784,853
Other income							22,334,297
Other expenses							(2,887,601)
Result of operating activities							140,467,820
Finance costs							-
Profit before tax for the period							140,467,820

	For the period ended September 30, 2022						
	Fire and property damage	Marine, aviation and transport	Motor	Accident & health	Credit and suretyship	Miscellaneous	Total
Prior period	----- (Rupees) -----						
Gross written premium (inclusive of administrative surcharges)	263,857	5,944,105	7,435,093	-	85,376,768	24,116,121	123,135,944
Insurance premium earned	289,860	5,571,428	6,932,599	-	53,000,321	13,982,356	79,776,564
Insurance premium ceded to reinsurers	-	-	-	-	-	-	-
Net insurance premium	289,860	5,571,428	6,932,599	-	53,000,321	13,982,356	79,776,564
Commission income	-	-	-	-	-	-	-
Net underwriting income	289,860	5,571,428	6,932,599	-	53,000,321	13,982,356	79,776,564
Insurance claims	-	-	(1,181,178)	-	(65,000)	(166,403)	(1,412,581)
Insurance claims recovered from reinsurers	-	-	-	-	-	-	-
Net claims	-	-	(1,181,178)	-	(65,000)	(166,403)	(1,412,581)
Commission expense	(55,086)	(2,027,226)	(585,666)	-	4,229,300	695,990	2,257,312
Management expense	(139,034)	(3,109,789)	(3,988,731)	-	(46,417,932)	(12,789,041)	(66,444,527)
Premium deficiency reversal / (expense)	-	-	-	-	-	-	-
Net insurance claims and expenses	(194,120)	(5,137,015)	(5,755,575)	-	(42,253,632)	(12,259,454)	(65,599,796)
Underwriting results	95,740	434,413	1,177,024	-	10,746,689	1,722,902	14,176,768
Net investment income							8,976,920
Other income							48,307,160
Other expenses							(2,908,757)
Result of operating activities							68,552,091
Finance costs							-
Profit before tax for the period							68,552,091

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM UNCONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

22 FAIR VALUE

22.1 IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

22.2 All assets and liabilities for which fair value is measured or disclosed in the condensed interim unconsolidated financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Following are the assets where fair value is only disclosed and is different from their carrying value:

September 30, 2023									
Note	Held to maturity	Fair Value through profit and loss	Available for Sale	Advances, Deposits and Prepayments	Other Financial Liabilities	Total	Level 1	Level 2	Level 3
Rupees									
Financial Assets - measured at Fair Value									
Investments	9	-	152,698,638	-	-	152,698,638	152,698,638	-	-
Financial Assets - not measured at Fair Value									
Cash and bank	11	-	-	5,918,492	-	5,918,492	-	-	-
Insurance / reinsurance receivable		-	-	225,637,625	-	225,637,625	-	-	-
Reinsurance recoveries against outstanding claims		-	-	-	-	-	-	-	-
Loans and other receivables	10	-	-	948,610,590	-	948,610,590	-	-	-
		-	152,698,638	1,180,166,707	-	1,332,865,345	152,698,638	-	-
Financial liabilities measured at fair value									
		-	-	-	-	-	-	-	-
Financial liabilities - not measured at Fair Value									
Provision for outstanding claims including IBNR	13	-	-	-	62,913,323	62,913,323	-	-	-
Other creditors and accruals		-	-	-	136,588,349	136,588,349	-	-	-
Borrowings		-	-	-	-	-	-	-	-
		-	-	-	199,501,672	199,501,672	-	-	-

December 31, 2022									
Note	Held to maturity	Fair Value through profit and loss	Available for Sale	Carrying Amount			Fair Value of Gain		
				Advances, Deposits and Prepayments	Other Financial Liabilities	Total	Level 1	Level 2	Level 3
Rupees									
Financial Assets - measured at Fair Value									
Investments	9	-	109,602,600	-	-	109,602,600	109,602,600	-	-
Financial Assets - not measured at Fair Value									
Cash and bank	11	-	-	5,606,296	-	5,606,296	-	-	-
Insurance / reinsurance receivable		-	-	202,376,462	-	202,376,462	-	-	-
Reinsurance recoveries against outstanding claims		-	-	-	-	-	-	-	-
Loans and other receivables	10	-	-	988,042,672	-	988,042,672	-	-	-
		-	109,602,600	1,196,025,430	-	1,305,628,030	109,602,600	-	-
Financial liabilities measured at fair value									
		-	-	-	-	-	-	-	-
Financial liabilities - not measured at Fair Value									
Provision for outstanding claims including IBNR	13	-	-	-	65,564,985	65,564,985	-	-	-
Other creditors and accruals		-	-	-	154,385,528	154,385,528	-	-	-
Borrowings		-	-	-	-	-	-	-	-
		-	-	-	219,950,513	219,950,513	-	-	-

23 DATE OF AUTHORISATION FOR ISSUE

These condensed interim unconsolidated financial statements have been approved by the Board of Directors of the Company and are authorised for issue on October 20, 2023.

24 GENERAL

Figures in these condensed interim unconsolidated financial statements have been rounded off to the nearest rupee, unless otherwise stated.

Chief Executive/ Principal Officer

Director

Director

Director

Chief Financial Officer

CONSOLIDATED

Financial Statements
for the Period Ended
September 30, 2023

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

On behalf of the Board of Directors, I am pleased to present the condensed Interim consolidated financial statements of Crescent Star Insurance Limited and its subsidiaries, Crescent Star Foods (Private) Limited, Crescent Star Technologies (Private) Limited and Crescent Star Luxury (Private) Limited for the period ended September 30, 2023.

The condensed interim consolidated financial information reflects Rs. 1.27 (September 30, 2022: Rs. 0.40) earnings per share for the period under review.

The following appropriation of profit has been recommended by the Board of Directors:

	September 30, 2023	September 30, 2022
	----- Rupees -----	
Profit / (loss) before tax	133,789,297	60,319,815
Provision for taxation	2,497,796	(16,810,761)
Profit / (loss) after tax	<u>136,287,093</u>	<u>43,509,054</u>
Profit / (loss) attributable to non-controlling interest	(1,597,253)	(2,731,888)
Profit / (loss) attributable to ordinary shareholders	<u><u>137,884,346</u></u>	<u><u>46,240,942</u></u>
Loss per share	<u>1.27</u>	<u>0.40</u>

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

Tanveer Ahmed
Director

Naim Anwar
Managing Director & CEO

Karachi: October 20, 2023

اشتمال شدہ مالیاتی گوشواں پر ڈائریکٹران کی رپورٹ

بورڈ آف ڈائریکٹرز کی جانب سے میں کرینڈٹ اسٹار انشورنس لمیٹڈ اور ذیلی کمپنیوں کرینڈٹ اسٹار گزری (پرائیویٹ) لمیٹڈ، کرینڈٹ اسٹار فوڈز (پرائیویٹ) لمیٹڈ اور کرینڈٹ اسٹار ٹیکنالوجیز (پرائیویٹ) لمیٹڈ کے مختتمہ مالیاتی گوشوارے برائے سہ ماہی مدت 30 ستمبر 2023 پیش کرتے ہوئے اظہار مسرت کرتا ہوں۔

یہ متوسط معلومات زیر جائزہ مدت کے لئے 1.27 روپے (30 ستمبر 2022 کو 0.40 روپے) منافع فی حصص ظاہر کیا گیا ہے۔

بورڈ آف ڈائریکٹرز نے منافع کے مندرجہ ذیل مصارف کی سفارش کی ہے:

30 ستمبر 2022	30 ستمبر 2023	
----- روپے -----		
60,319,815	133,789,297	منافع / (خسارہ) قبل از ٹیکس
(16,810,761)	2,497,796	ٹیکس کے لئے اختصاص
43,509,054	136,287,093	منافع / (خسارہ) بعد از ٹیکس
(2,731,888)	(1,597,253)	منافع / (خسارہ) ناقابل گرفت سود سے متعلق
46,240,942	137,884,346	منافع / (خسارہ) عمومی حصص یافتگان سے متعلق
0.40	1.27	منافع / (خسارہ) فی حصص

کمپنی کے ڈائریکٹران اس موقع پر تمام مستفیدان کے مسلسل تعاون اور مدد پر ان کے مشکور ہیں۔

نعیم انور
مینیجنگ ڈائریکٹر اینڈ سی ای او

تنویر احمد
ڈائریکٹر

کراچی: 20 اکتوبر 2023

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2023

ASSETS	Note	September 30, 2023 (Un-audited)	December 31, 2022 (Audited)
----- (Rupees) -----			
Property and equipment	7	59,227,681	63,865,366
Intangible assets	8	39,788,660	40,686,160
Investments			
Equity securities	9	152,698,638	109,602,600
Loans and other receivables	10	717,126,776	762,072,998
Insurance / reinsurance receivables			
Premium due but unpaid		225,637,625	190,370,042
Amounts due from other insurers / reinsurers		66,773,149	-
Deferred commission expense / acquisition cost		15,448,519	13,665,395
Stock-in-trade		8,837,066	8,837,066
Deferred taxation		7,096,396	7,568,044
Prepayments		-	26,400
Cash and bank	11	6,356,103	6,048,092
Total assets		<u>1,298,990,613</u>	<u>1,202,742,163</u>
EQUITY AND LIABILITIES			
Capital and reserves attributable to the Company's equity holders			
Ordinary share capital		1,076,950,410	1,076,950,410
Discount on issue of right shares		(199,650,000)	(199,650,000)
Reserves	12	61,505,004	(76,513,775)
Equity attributable to equity holders of the Parent		938,805,414	800,786,635
Non-controlling interest		(120,788,693)	(55,423,440)
Total shareholders' equity		818,016,721	745,363,195
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		62,913,323	65,564,985
Unearned premium reserves		152,920,608	97,965,519
Premium deficiency reserves		-	1,878,957
Premium received in advance		2,348,565	1,440,726
Insurance / reinsurance payables		-	433,322
Other creditors and accruals	13	234,966,140	255,027,225
Provision for taxation		27,825,256	35,068,234
Total liabilities		480,973,892	457,378,968
Total equity and liabilities		<u>1,298,990,613</u>	<u>1,202,742,163</u>
Contingencies and commitments	14		

The annexed notes from 1 to 24 form an integral part of these consolidated financial statements.

Chief Executive/ Principal Officer Director Director Director Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Note	Quarter ended		Nine Months Period Ended	
		September 30, 2023	September 30, 2022	September 30, 2023	September 30, 2022
		----- (Rupees) -----		----- (Rupees) -----	
Net insurance premium	15	74,743,346	31,704,720	196,450,693	79,776,564
Net insurance claims	16	119,330	(269,566)	(1,226,341)	(1,412,581)
Premium deficiency		-	-	1,878,957	-
Net commission expense and other acquisition costs	17	(3,088,819)	3,045,737	(11,986,039)	2,257,312
Insurance claims and acquisition expenses		(2,969,489)	2,776,171	(11,333,423)	844,731
Management expenses		(28,210,803)	(23,450,971)	(80,880,998)	(66,444,527)
Underwriting results		43,563,054	11,029,920	104,236,272	14,176,768
Investment income	18	602,062	59,454	16,784,853	8,976,920
Other income		338,894	17,631,531	22,334,297	48,307,160
Other expenses		(3,909,322)	(4,280,268)	(9,566,125)	(11,141,033)
Results of operating activities		40,594,688	24,440,637	133,789,297	60,319,815
Finance costs		-	-	-	-
Profit before tax		40,594,688	24,440,637	133,789,297	60,319,815
Taxation		4,737,065	(7,392,777)	2,497,796	(16,810,761)
Profit after tax		45,331,753	17,047,860	136,287,093	43,509,054
Attributable to:					
Owners of the Holding Company		44,642,786	17,881,090	137,884,346	46,240,942
Non-controlling interest		688,968	(833,230)	(1,597,253)	(2,731,888)
		45,331,754	17,047,860	136,287,093	43,509,054
Other comprehensive income / (loss)					
Unrealized gain/(loss) on available for sale investments during the period - net of deferred tax		7,010,792	3,907,941	134,433	251,238
Reclassification adjustments relating to available for sale investments disposed off - net of deferred tax		-	-	-	-
Other comprehensive income / (loss) for the period		7,010,792	3,907,941	134,433	251,238
Total comprehensive income for the period		52,342,545	20,955,801	136,421,526	43,760,292
Earning per share	19	0.42	0.16	1.27	0.40

The annexed notes from 1 to 24 form an integral part of these consolidated financial statements.

Chief Executive/ Principal Officer

Director

Director

Director

Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	September 30, 2023	September 30, 2022
	----- (Rupees) -----	
Operating cash flows		
(a) Underwriting activities		
Insurance Premium received	218,297,653	62,667,324
Reinsurance premium paid	(68,458,087)	(273,726)
Claims paid	(3,878,003)	(2,925,514)
Commission paid	(13,988,196)	(3,732,117)
Commission received	219,033	-
Management expenses paid	(104,324,151)	(60,956,291)
Net cash flow from underwriting activities	27,868,250	(5,220,324)
(b) Other operating activities		
Income tax paid	(4,273,530)	(3,962,940)
Other operating payments	67,280,519	(2,584,722)
Net cash outflow from other operating activities	63,006,989	(6,547,662)
Total cash inflow from all operating activities	90,875,239	(11,767,986)
Investment activities		
Profit received	1,046,700	85,389
Dividend received	15,738,153	8,891,056
Proceeds from investments	(43,394,474)	(8,222,847)
Proceeds from / (Payments for) disposal of investments	432,868	-
Fixed capital expenditure	(622,475)	(45,500)
Proceeds from sale of property and equipment	-	-
Total cash inflow/(outflow) from investing activities	(26,799,228)	708,098
Financing activities		
Finance costs paid	-	-
Borrowing under Musharaka arrangements obtained - net	-	-
Increase / (decrease) in non-controlling interest	(63,768,000)	-
Total cash (outflow) from financing activities	(63,768,000)	-
Net cash inflow /(outflow) from all activities	308,011	(11,059,888)
Cash and cash equivalents at beginning of year	6,048,092	14,286,739
Cash and cash equivalents at end of period	6,356,103	3,226,851
Reconciliation to consolidated profit and loss account		
Operating cash flows	90,875,239	(11,767,986)
Depreciation expense	(5,260,161)	(8,130,733)
Amortization expense	(897,497)	(1,088,897)
Profit on disposal of property and equipments	-	-
Dividend income	15,738,154	8,891,531
Other investment and other income	1,046,700	85,389
Finance costs	-	-
Increase in assets other than cash	122,619,234	118,546,967
(Decrease) / increase in non-controlling interest	(63,768,000)	-
(Decrease) in liabilities other than borrowings	(30,837,902)	(48,436,153)
Provision for taxation	6,771,326	(14,591,064)
Profit after taxation for the period	136,287,093	43,509,054

The annexed notes from 1 to 24 form an integral part of these consolidated financial statements.

Chief Executive/ Principal Officer Director Director Director Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Attributable to equity holder of the Group								
	Share capital	Discount on issue of right shares	Capital reserves	Revenue reserves		Unappropriated profit	Attributable to the owners of the Holding Company	Non-controlling interest	Total shareholders' equity restated
Issued, subscribed and paid-up share capital	Reserve for exceptional losses		General reserve	Surplus on remeasurement of available for sale investments					
	(Rupees)								
Balance as at January 01, 2022	1,076,950,410	(199,650,000)	1,767,568	24,497,265	3,515,706	(114,685,823)	792,395,126	(34,304,918)	758,090,208
Total comprehensive income for the period	-	-	-	-	251,238	46,240,942	46,492,180	(2,731,888)	43,760,292
Balance as at September 30, 2022	1,076,950,410	(199,650,000)	1,767,568	24,497,265	3,766,944	(68,444,881)	838,887,306	(37,036,806)	801,850,500
Balance as at January 01, 2023	1,076,950,410	(199,650,000)	1,767,568	24,497,265	7,398,134	(110,176,742)	800,786,635	(55,423,440)	745,363,195
Transaction with owners									
Further acquisition by holding company	-	-	-	-	-	-	-	(62,099,600)	(62,099,600)
Advance against issue of shares	-	-	-	-	-	-	-	(1,668,400)	(1,668,400)
Total comprehensive income for the period	-	-	-	-	134,433	137,884,346	138,018,779	(1,597,253)	136,421,526
Balance as at September 30, 2023	1,076,950,410	(199,650,000)	1,767,568	24,497,265	7,532,567	27,707,604	938,805,414	(120,788,693)	818,016,721

The annexed notes from 1 to 24 form an integral part of these consolidated financial statements.

Chief Executive/ Principal Officer

Director

Director

Director

Chief Financial Officer

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

1 STATUS AND NATURE OF BUSINESS

The Group Consists of:

Name of the Company	Status in the Group	Percentage of holdina	Acquisition date
Crescent Star Insurance Limited	Holding Company	-	
Crescent Star Foods (Private) Limited	Subsidiary Company	71%	June 30, 2016
Crescent Star Technologies (Private) Limited	Subsidiary Company	99.7%	February 23, 2016
Crescent Star Luxury (Private) Limited	Subsidiary Company	99.7%	December 15, 2016

- Crescent Star Insurance Limited

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

The Holding Company is engaged in providing non-life general insurance services mainly in spheres of fire and property damage, marine, aviation and transport, motor, credit and suretyship, accident and health and miscellaneous insurance.

- Crescent Star Foods (Private) Limited

Crescent Star Foods (Private) Limited (the Subsidiary Company) is a private limited company incorporated on February 20, 2015 in Pakistan under the Companies Ordinance, 1984 (now the Companies Act, 2017). The registered office of the company is located at 2nd floor, Nadir House, I.I. Chandigarh Road, Karachi, Pakistan. The Subsidiary Company has the business objective of running the Fast Food Restaurants throughout Pakistan and other ancillary activities.

- Crescent Star Technologies (Private) Limited

Crescent Star Technologies (Private) Limited (the Subsidiary Company) was incorporated in Pakistan as a private limited company on February 23, 2016 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The object of the Subsidiary 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

Crescent Star Luxury (Private) Limited (the Subsidiary Company) was incorporated in Pakistan as a private limited company on December 15, 2016 under the Companies Ordinance, 1984 (now the Companies Act, 2017). The object of the Subsidiary 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

The disclosures made in these condensed interim consolidated financial statements have, however, been limited based on a format prescribed by the Securities and Exchange Commission of Pakistan vide S.R.O. 89(I)2017 and International Accounting Standard 34 - Interim Financial Reporting. They do not include all the disclosures required for annual financial statements, and these condensed interim consolidated financial statements should be read in conjunction with the annual consolidated financial statements of the Company for the year ended December 31, 2022.

3 STATEMENT OF COMPLIANCE

These condensed interim consolidated financial statements of the Company for the nine months period ended September 30, 2023 are unaudited and have been prepared in accordance with the requirements of the International Accounting Standard 34 - Interim Financial Reporting and provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000 and Insurance Rules, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017, Insurance Ordinance, 2000 and Insurance Rules, 2017 shall prevail.

4 BASIS OF MEASUREMENT

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

5 ACCOUNTING ESTIMATES AND JUDGMENTS

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

In preparing these condensed interim consolidated financial statements, the estimates / judgments and associated assumptions made by management in applying the Company's accounting policies and reported amounts of assets, liabilities, income and expenses are the same as those applied in the annual consolidated financial statements as at and for the year ended December 31, 2022.

6 SIGNIFICANT ACCOUNTING POLICIES AND RISK MANAGEMENT

The accounting policies and the methods of computation adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied in the preparation of the annual financial statements for the year ended December 31, 2022. The financial and insurance risk management objectives and policies are consistent with those disclosed in the annual consolidated financial statements of the Company for the year ended December 31, 2022.

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	December 31, 2022 (Audited)
		----- (Rupees) -----	
7	PROPERTY AND EQUIPMENT		
	Operating assets	59,227,681	63,865,366
7.1	Operating assets		
	Opening written down value	63,865,366	117,116,332
	Add: Additions during the period / year - at cost		
	- Motor vehicles	-	-
	- Computers and related accessories	622,475	45,500
	- Office equipment	-	-
	- Furniture and fixtures	-	-
		622,475	45,500
	Less: Written down value of deletions	-	-
	Depreciation for the period / year	(5,260,161)	(9,475,264)
		(5,260,161)	(9,475,264)
	Less: Impairment of asset	-	(43,821,202)
		59,227,681	63,865,366
8	INTANGIBLE ASSETS		
	Goodwill at acquisition	28,742,847	28,742,849
	Franchise	851,923	11,036,121
	Computer software	10,193,890	907,190
		39,788,660	40,686,160
9	INVESTMENTS		
	Equity securities	152,698,638	109,602,600
	Debt securities	-	-
9.1	Equity securities		
	Available-for-sale	152,698,638	109,602,600
9.1.1	Others		
	Listed shares	265,665	45,807
	Mutual funds	152,432,973	109,556,793
		152,698,638	109,602,600
9.1.1.1	Securities having market value of Rs. 118.64 million (2022: Rs. 106.74 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.		
10	LOANS AND OTHER RECEIVABLES		
	Considered good		
	Other Security deposits	10,099,645	10,099,645
	Loan to employees	239,310	38,717
	Advance to supplier	53,397,482	53,397,482
	Accrued interest on advance against issuance of shares	330,235,136	310,639,040
	Advance against issuance of shares	286,511,391	354,279,066
	Other receivable	36,643,812	33,619,048
		717,126,776	762,072,998
10.1	This represents accrued interest on advances against issue of shares, given to Dost Steels Limited. Movement in advances is as follows:		
	Movement		
	Balance as at beginning of the year	310,639,040	247,374,404
	Income for the period	19,596,096	63,264,636
	Balance at the end of the period	330,235,136	310,639,040

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

		September 30, 2023 (Un-audited)	December 31, 2022 (Audited)
		----- (Rupees) -----	
11	CASH AND BANK		
	Cash and other equivalents		
	Cash in hand	396,620	14,567
	Policy and revenue stamps	70,500	10,810
		<u>467,120</u>	<u>25,377</u>
	Cash at bank		
	Current accounts	2,385,626	1,331,217
	Savings accounts	3,825,776	4,572,121
		<u>6,211,402</u>	<u>5,903,338</u>
	Less: provision against dormant accounts	<u>(322,419)</u>	<u>(322,419)</u>
		<u>5,888,983</u>	<u>5,580,919</u>
		<u>6,356,103</u>	<u>5,606,296</u>
11.1	These carry mark-up at the rate of 10.55% (2022: 8.82%) per annum.		
12	RESERVES		
	Capital reserves		
	Reserve for exceptional losses	1,767,568	1,767,568
	Revenue reserves		
	General reserve	24,497,265	24,497,265
	Unappropriated profit	27,707,604	(110,176,742)
	Surplus on remeasurement of available for sale investments	7,532,567	7,398,134
		<u>61,505,004</u>	<u>(76,513,775)</u>
13	OTHER CREDITORS AND ACCRUALS		
	Trade and related payables	42,872,349	44,705,141
	Federal insurance fees	3,936,261	3,516,185
	Federal excise duty	55,976,344	47,515,253
	Payable to staff provident fund	3,694,550	7,971,250
	Withholding tax	78,497,816	72,905,680
	Accrued expenses	46,151,912	55,733,648
	Unclaimed dividend	418,209	418,209
	Others	3,418,699	22,261,859
		<u>234,966,140</u>	<u>255,027,225</u>
14	CONTINGENCIES AND COMMITMENTS		
	The status of contingencies remain unchanged as disclosed in the annual consolidated financial statements as of December 31, 2022.		

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Quarter ended		Nine Months Period Ended	
	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
----- (Rupees) -----				
15 NET INSURANCE PREMIUM				
Gross written premium	70,923,346	58,269,205	252,657,398	123,135,944
Add : Unearned contribution reserve opening	156,740,608	57,426,747	97,965,519	40,631,852
Less: Unearned contribution reserve closing	(152,920,608)	(83,991,232)	(152,920,608)	(83,991,232)
Premium earned	74,743,346	31,704,720	197,702,309	79,776,564
Less: Reinsurance premium ceded	-	-	1,251,616	-
Add: prepaid reinsurance premium ceded opening	-	-	-	-
Less: prepaid reinsurance premium ceded closing	-	-	-	-
Reinsurance expense	-	-	1,251,616	-
	74,743,346	31,704,720	196,450,693	79,776,564
16 NET INSURANCE CLAIMS EXPENSE				
Claim paid	3,428,841	649,245	3,878,003	2,925,514
Add : Outstanding claims including IBNR closing	62,913,323	66,569,105	62,913,323	66,189,426
Less: Outstanding claims including IBNR opening	(66,461,494)	(67,049,135)	(65,564,985)	(67,702,359)
Claims expense	(119,330)	169,215	1,226,341	1,412,581
Less: Reinsurance and others recoveries received	-	-	-	-
Less: Reinsurance and others recoveries in respect of outstanding claims closing	-	-	-	(2,595,202)
Add: Reinsurance and others recoveries in respect of outstanding claims opening	-	-	-	2,595,202
Reinsurance and recoveries revenue	-	-	-	-
	(119,330)	169,215	1,226,341	1,412,581
17 NET COMMISSION EXPENSE				
Commission paid or payable	2,709,859	909,180	13,988,196	3,732,117
Add : Deferred commission expense opening	15,827,479	7,734,511	13,665,395	5,699,999
Less: Deferred commission expense closing	(15,448,519)	(11,689,428)	(15,448,519)	(11,689,428)
Net commission expense	3,088,819	(3,045,737)	12,205,072	(2,257,312)
Less: Commission received or recoverable	-	-	(219,033)	-
Net commission expense	3,088,819	(3,045,737)	11,986,039	(2,257,312)
18 INVESTMENT INCOME				
Income from equity securities				
Available for sale financial assets				
Dividend income	158,810	-	15,653,297	8,891,056
Gain on sale of available for sale investments	38,869	475	84,856	475
	197,679	475	15,738,153	8,891,531
Income from bank balances				
Return on bank balances	404,383	58,979	1,046,700	85,389
	404,383	58,979	1,046,700	85,389
Less: Investment related expenses	-	-	-	-
Investment income	602,062	59,454	16,784,853	8,976,920

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

	Quarter ended		Nine Months Period Ended	
	September 30, 2023 (Un-audited)	September 30, 2022	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
	----- (Rupees) -----			
19 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit after tax for the period	45,331,753	17,047,860	136,287,093	43,509,054
	----- Number -----			
Weighted average number of Ordinary shares	107,695,041	107,695,041	107,695,041	107,695,041
	----- (Rupees) -----			
Earnings per share - basic and diluted	0.42	0.16	1.27	0.40

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

20 TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of group companies, directors and their close family members its staff retirement funds, key management personnel and major shareholders of the Company. The associated companies are associated either based on its holding in equity or due to the same management and / or common directors. All transactions involving related parties arising in the normal course of business are conducted at agreed terms and conditions. Transactions with the key management personnel are made under their terms of employment / entitlements. Contributions to the employee retirement benefits are made in accordance with the terms of employee retirement benefit schemes.

Balances, including subsidiaries, are disclosed in relevant notes to these consolidated financial statements. Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these consolidated financial statements, are as follows:

	September 30, 2023 (Un-audited)	September 30, 2022 (Un-audited)
	----- (Rupees) -----	
20.1 Remuneration to Key Management Personnel	26,201,052	21,209,562
Staff retirement benefits		
Provident fund contribution	534,360	641,672

22 FAIR VALUE

22.1 IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

22.2 All assets and liabilities for which fair value is measured or disclosed in the condensed interim consolidated financial statements are categorized within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

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

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable

Following are the assets where fair value is only disclosed and is different from their carrying value:

September 30, 2023									
Note	Held to maturity	Fair Value through profit and loss	Available for Sale	Advances, Deposits and Prepayments	Other Financial Liabilities	Total	Level 1	Level 2	Level 3
Rupees									
Financial Assets - measured at Fair Value									
Investments	9	-	152,698,638	-	-	152,698,638	152,698,638	-	-
Financial Assets - not measured at Fair Value									
Cash and bank	11	-	-	6,356,103	-	6,356,103	-	-	-
Insurance / reinsurance receivable		-	-	225,637,625	-	225,637,625	-	-	-
Reinsurance recoveries against outstanding claims		-	-	-	-	-	-	-	-
Loans and other receivables	10	-	-	717,126,776	-	717,126,776	-	-	-
		-	152,698,638	949,120,504	-	1,101,819,142	152,698,638	-	-
Financial liabilities measured at fair value									
		-	-	-	-	-	-	-	-
Financial liabilities - not measured at Fair Value									
Provision for outstanding claims including IBNR	13	-	-	-	62,913,323	62,913,323	-	-	-
Other creditors and accruals		-	-	-	234,966,140	234,966,140	-	-	-
Borrowings		-	-	-	-	-	-	-	-
		-	-	-	297,879,463	297,879,463	-	-	-
December 31, 2022									
Note	Held to maturity	Fair Value through profit and loss	Available for Sale	Advances, Deposits and Prepayments	Other Financial Liabilities	Total	Level 1	Level 2	Level 3
Rupees									
Financial Assets - measured at Fair Value									
Investments	9	-	109,602,600	-	-	109,602,600	109,602,600	-	-
Financial Assets - not measured at Fair Value									
Cash and bank	11	-	-	6,048,092	-	6,048,092	-	-	-
Insurance / reinsurance receivable		-	-	190,370,042	-	190,370,042	-	-	-
Reinsurance recoveries against outstanding claims		-	-	-	-	-	-	-	-
Loans and other receivables	10	-	-	762,072,998	-	762,072,998	-	-	-
		-	109,602,600	958,491,132	-	1,068,093,732	109,602,600	-	-
Financial liabilities measured at fair value									
		-	-	-	-	-	-	-	-
Financial liabilities - not measured at Fair Value									
Provision for outstanding claims including IBNR	13	-	-	-	65,564,985	65,564,985	-	-	-
Other creditors and accruals		-	-	-	255,027,225	255,027,225	-	-	-
Borrowings		-	-	-	-	-	-	-	-
		-	-	-	320,592,210	320,592,210	-	-	-

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED SEPTEMBER 30, 2023

23 DATE OF AUTHORISATION FOR ISSUE

These condensed interim consolidated financial statements have been approved by the Board of Directors of the Company and are authorised for issue on October 20, 2023.

24 GENERAL

Figures in these condensed interim consolidated financial statements have been rounded off to the nearest rupee, unless otherwise stated.

Chief Executive/ Principal Officer

Director

Director

Director

Chief Financial Officer

HEAD OFFICE

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

BRANCH NAME	ADDRESS	CONTACT NO
NADIR HOUSE	3RD FLOOR, NADIR HOUSE, I. I. CHUNDRIGR ROAD, KARACHI.	(021) 32415471-3
CENTRAL CORPORATE	3RD FLOOR, NADIR HOUSE, I. I. CHUNDRIGR ROAD, KARACHI.	(021) 32415471-3
LAHORE MAIN	OFFICE # 9, 4TH FLOOR, AL-HAFEEZ TOWER, M. M. ALAM ROAD, GULBERG III, LAHORE.	042-35785337-38
ISLAMABAD	OFFICE NO.05, 2ND FLOOR, HAQ CENTER, D- BLOCK, 5TH ROAD, SATLLITE TOWN, RAWALPINDI.	0312-5595674
SIALKOT	OFFICE # 309-310, SECOND FLOOR, TARIQ SQUARE, KASHMIR ROAD, SIALKOT.	0300-6150051



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

URL : www.cstarinsurance.com