



Your Security - Our Policy

Half Yearly Report June 30, 2023 (Un-Audited)

Crescent Star Insurance Ltd.

ESTD: 1957

NATION WIDE BRANCH NETWORK

MOTOR

HEALTH

FIRE

MARINE

ENGG

TRAVEL

LIVESTOCK

CROP

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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
June 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 half year ended 30 June 2023.

General Review

The gross premium written for the half year has been Rs. 181.734 million as compared to Rs. 64.867 million for the corresponding period. The net premium for the period has been recorded at Rs. 121.707 million against Rs. 48.071 million for last year. The profit after tax recorded at Rs. 96,185 million. Earnings per share stood at Rs. 0.89.

The Company continues to have the view on the following factors and hence continues its efforts in all respective areas identified as:

- 1) The Company has shown remarkable growth in Gross and Net Premium.
- 2) In continuation of its strategy to underwrite profitable classes of business the Company continues to record encouraging loss ratio and progress on strong grounds.
- 3) Bank enlistment and limit matter continues to be a challenge for Companies smaller in size and the support required from industry association / regulators and concerned authorities still seems missing and the Company continues its efforts to try to seek required assistance which may not only assist the Company but the industry. Level playing field of all registered insurers who comply with the regulations is the right of the industry.
- 4) Management is actively moving towards concluding the investment made in Dost Steels Ltd and looks forward to resolve this matter during the current year.
- 5) Merger of Crescent Star Foods (Pvt) Ltd with and into PICIC Insurance Limited is pending approval at Sindh High Court. The Company is hopeful for the approval of the Scheme of Arrangement during the current year

Performance Highlights

The comparative financial highlights for the half year ended 30 June 2023 and 2022 are presented below:-

Rupees in millions (except for EPS)	30 June	30 June	Increase / (Decrease)	
	2023	2022	Amount	%
Gross written premium	181.734	64.866	116.87	64
Net premium	121.703	48.071	73.63	61
Profit / (loss) before tax	97.706	41.597	56.11	57
Profit / (loss) after tax	96.185	30.977	65.21	68
Total assets	1,599.595	1,452.185	147.41	9
Paid-up capital	1,076.950	1,076.950	-	-
Earnings per share (EPS)	0.89	0.29	0.60	67

Auditors' Review Report

The Company has made an advance of Rs. 354.279 million for issuance of shares to DSL. Prudent management policy and in the interest of the Company, the Company has charged interest amounting to Rs. 330.235 million on the advance amount and demanded the same from DSL. However, due to non-availability of any written agreement between DSL and CSIL for charging of mark-up, the auditors have expressed their reservation in the auditors' review report. The management strongly believes that the interest charged will be accepted by DSL through revival of DSL once both managements decide on the progress of the various proposals floated for consideration.

Future Outlook

Your Company is looking forward to the positive outcome of the merger of Crescent Star Foods (Private) Limited with and into PICIC Insurance Limited and investment in DSL which can give a strong investment portfolio leading to profitable returns. The management also has positive indicators from cross border situation which has the potential the trade between Pakistan / Afghanistan, which can give a good boost to the core business of your Company.

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: August 29, 2023

Naim Anwar

Managing Director & CEO

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

میں بورڈ آف ڈائریکٹری کی جانب سے کرینٹ اسٹار انشورنس لمیٹڈ کے مجموعی مالیاتی گوشوارے برائے سہ ماہی مدت 30 جون 2023 پیش کرتے ہوئے اظہار مسرت کرتا ہوں۔

عمومی جائزہ

نصف سال کی مدت کا مجموعی خام پریمیم 181.734 ملین روپے ریکارڈ ہوا جبکہ گزشتہ سال 64.867 ملین روپے تھا۔ خالص پریمیم 121.707 ملین روپے پر ریکارڈ ہوا جبکہ گزشتہ سال اسی مدت میں 48.071 ملین روپے تھا۔ بعد از ٹیکس منافع 96,185 ملین روپے ریکارڈ ہوا۔ فی حصص آمدنی 0.89 پر رہی۔ کمپنی کا مندرجہ ذیل عوامل پر نظریہ برقرار ہے اور اس لئے ان تمام متعلقہ شعبوں میں اپنی کوششیں جاری رکھے ہوئے ہے۔

- 1) کمپنی نے مجموعی اور نیٹ پریمیم میں غیر معمولی ترقی دکھائی ہے۔
- 2) کاروبار کے منافع بخش طبقوں کو انڈر رائٹ کرنے کی اپنی حکمت عملی کے تسلسل میں کمپنی مضبوط بنیادوں پر حوصلہ افزا نقصان کے تناسب اور پیشرفت کو ریکارڈ کرتی رہتی ہے۔
- 3) بینکوں کی فہرست سازی اور حدود کا معاملہ چھوٹی کمپنیوں کے لئے ایک چیلنج ہے اور انڈسٹری ایسوسی ایشن / ریگولیٹرز اور متعلقہ حکام درکار تعاون اب بھی میسر نہیں ہے اور کمپنی مطلوبہ مدد حاصل کرنے کے لئے مستقل طور پر اپنی کوششیں جاری رکھے ہوئے ہے۔ چونکہ کمپنی بلکہ صنعت کی مدد کر سکتی ہے۔ ضوابط کی تعمیل کرنے والے تمام رجسٹرڈ بیمہ کنندگان کو میدان میں کھیلنے کا حق حاصل ہے۔
- 4) انتظامیہ دوست اسٹیلز لمیٹڈ میں کی گئی سرمایہ کاری کو مکمل کرنے کی جانب فعال طور پر آگے بڑھ رہی ہے اور رواں سال کے دوران اس معاملے کو حل کرنے کی امید رکھتی ہے۔
- 5) کرینٹ اسٹار فوڈز (پرائیوٹ) لمیٹڈ کے ساتھ پبلک انشورنس لمیٹڈ کا انضمام سندھ ہائی کورٹ میں منظوری کے لئے زیر التواء ہے۔ کمپنی رواں سال کے دوران اسکیم آف اربٹریٹ کی منظوری کے لئے پُر امید ہے۔

کارکردگی کی جھلکیاں

کمپنی کی متقابلہ مالیاتی جھلکیاں برائے سہ ماہی مدت 30 جون 2023 درج ذیل ہیں:

اضافہ / (کمی)	2022 جون 30	2023 جون 30	روپے پلین (ماسوائے EPS)
رقم			
%			
64	116.87	64.866	181.734
61	73.63	48.071	121.703
57	56.11	41.597	97.706
68	65.21	30.977	96.185
9	147.41	1,452.185	1,599.595
-	-	1,076.950	1,076.950
67	0.60	0.29	0.89

فی حصص آمدنی (EPS)

آڈیٹرز کی رپورٹ

کمپنی نے دوست اسٹیل لیمیٹڈ کو حصص جاری کر کے 354.279 ملین روپے کا ایڈوانس دیا ہے۔ محتاط انتظامی پالیسی اور کمپنی ایڈوانس کی رقم پر 330.235 ملین روپے کا سود لگایا ہے اور دوست اسٹیل لیمیٹڈ سے اس کا مطالبہ کیا ہے۔ تاہم CSIL اور DSL کے درمیان ایڈوانس کی رقم پر سود سے متعلق کوئی تحریری معاہدہ دستیاب نہیں ہے، اس لئے آڈیٹرز نے اپنے تحفظات کا اظہار کیا ہے۔ انتظامیہ کا پختہ یقین ہے کہ لگایا گیا سود دوست اسٹیل لیمیٹڈ کی بحالی کے ذریعے قبول کر لیا جائے گا ایک بار جب دونوں انتظامیہ مختلف تجاویز پر پیشرفت کے بارے میں فیصلہ کر لیں۔

مستقبل کی پیش بینی

آپ کی کمپنی کریڈٹ اسٹارٹ اپ (پرائیوٹ) لیمیٹڈ کے ساتھ پبلک انشورنس لیمیٹڈ کا انضمام اور دوست اسٹیل لیمیٹڈ میں 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 صورت حال 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: 29 اگست 2023

**INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF CRESENT STAR INSURANCE LIMITED**

**REPORT ON REVIEW OF CONDENSED INTERIM UNCONSOLIDATED
FINANCIAL STATEMENTS**

Introduction

We have reviewed the accompanying condensed interim unconsolidated statement of financial position of Crescent Star Insurance Limited (the 'Company'), as at June 30, 2023 and the related condensed interim unconsolidated statement of comprehensive income, condensed interim unconsolidated statement of changes in equity, and condensed interim unconsolidated statement of cash flows, and notes to the condensed interim unconsolidated financial statements for the six-months period then ended (here-in-after referred to as the "condensed unconsolidated interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these financial statements based on our review.

Scope of Review

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

Basis for qualified conclusion

- a) As stated in note 10.2 to the unconsolidated financial statements, the Company's carrying value of receivables on account of advance against issuance of shares amounts to Rs.80.868 million (as at December 31, 2022: Rs.80.157 million). The management has not carried out impairment testing as required by IAS – 36 "Impairment of Assets". No provision for any loss, if any, that may result, has been incorporated in the unconsolidated financial statements

- b) As stated in note 10.1 to the condensed interim unconsolidated financial statements as at June 30, 2023, the Company has recorded accrued interest amounting to Rs. 330.235 million (2022: Rs. 310.639 million) at the rate of 1 year KIBOR plus 3 percent per annum accrued on advance against issuance of shares to Dost Steels Limited. We have not been provided any documentary evidence to substantiate the Company's claim therefore recoverability of the accrued interest income could not be ascertained. Accordingly, profit before tax and total assets / solvency of the Company are overstated by Rs. 19.596 million (2022: Rs. 63.264 million) and Rs 330.235 million (2022: Rs. 310.639 million) respectively.

Qualified Conclusion

Based on our review, with the exception of the matter described in the preceding paragraph, nothing has come to our attention that causes us to believe that the accompanying condensed interim unconsolidated financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

The figures of the condensed interim unconsolidated statement of comprehensive income for the three months period ended June 30, 2023 and related comprehensive information have not been reviewed, as we are required to review only the cumulative figures for the six months period ended June 30, 2023.

The engagement partner on the audit resulting in this independent auditor's report is Imran Shaikh.

Crowe Hussain Chaudhury & Co.
Chartered Accountants

Karachi

Date: August 29, 2023

UDIN: RR2023102078kRbEvQI

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

ASSETS	Note	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
----- (Rupees) -----			
Property and equipment	7	9,268,568	9,758,461
Investments in subsidiaries	8	150,019,600	150,019,600
Investments			
Equity securities	9	125,515,371	109,602,600
Loans and other receivables	10	996,178,270	988,042,672
Insurance / reinsurance receivables			
Premium due but unpaid		234,255,105	190,370,042
Amounts due from other insurers / reinsurers		54,737,847	-
Deferred commission expense / acquisition cost		15,827,479	13,665,395
Prepayments		-	26,400
Cash and bank	11	13,792,482	5,606,296
Total assets		<u>1,599,594,722</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	321,426,346	232,117,464
Total equity		<u>1,198,726,756</u>	<u>1,109,417,874</u>
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		66,461,494	65,564,985
Unearned premium reserves		156,740,608	97,965,519
Premium deficiency reserves		-	1,878,957
Premium received in advance		2,413,137	1,440,726
Insurance / reinsurance payables		-	433,322
Other creditors and accruals	13	141,835,350	154,385,528
Provision for taxation		33,417,377	36,004,555
Total liabilities		<u>400,867,966</u>	<u>357,673,592</u>
Total equity and liabilities		<u>1,599,594,722</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 JUNE 30, 2023

	Note	Half year ended		Quarter ended	
		June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
		----- (Rupees) -----		----- (Rupees) -----	
Net insurance premium	15	121,707,347	48,071,844	69,280,082	24,450,966
Net insurance claims	16	(1,345,671)	(1,143,015)	(218,754)	(569,299)
Premium deficiency		1,878,957	-	1,878,957	-
Net commission expense and other acquisition costs	17	(8,897,220)	(788,425)	(7,430,038)	307,993
Insurance claims and acquisition expenses		(8,363,934)	(1,931,440)	(5,769,835)	(261,306)
Management expenses		(52,670,195)	(43,161,669)	(27,375,707)	(21,754,155)
Underwriting results		60,673,218	2,978,735	36,134,540	2,435,505
Investment income	18	16,182,791	8,917,466	16,089,886	8,908,721
Other income		21,995,403	30,675,629	1,705,352	16,576,105
Other expenses		(1,144,829)	(974,790)	(538,451)	(730,371)
Profit before tax		97,706,583	41,597,040	53,391,327	27,189,960
Taxation		(1,521,342)	(10,619,345)	(866,001)	(6,754,173)
Profit after tax		96,185,241	30,977,695	52,525,326	20,435,787
Other comprehensive income / (loss)					
Unrealized gain on available for sale investments during the period - net of deferred tax		(6,876,359)	(3,656,703)	(10,438,768)	(5,965,885)
Other comprehensive income / (loss) for the period		(6,876,359)	(3,656,703)	(10,438,768)	(5,965,885)
Total comprehensive income for		89,308,882	27,320,992	42,086,558	14,469,902
Earning per share	19	0.89	0.29	0.49	0.19

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 JUNE 30, 2023

	June 30, 2023	June 30, 2022
	----- (Rupees) -----	
Operating cash flows		
(a) Underwriting activities		
Insurance Premium received	138,821,400	43,966,883
Reinsurance premium paid	(56,422,785)	-
Claims paid	(449,162)	(2,276,269)
Commission paid	(11,278,337)	(2,822,937)
Commission received	219,033	-
Management expenses paid	(65,669,834)	(45,738,564)
Net cash flow from underwriting activities	5,220,315	(6,870,887)
(b) Other operating activities		
Income tax paid	(4,108,520)	(3,865,369)
Other operating payments	13,886,205	(1,214,590)
Net cash outflow from other operating activities	9,777,685	(5,079,959)
Total cash inflow from all operating activities	14,998,000	(11,950,846)
Investment activities		
Profit received	642,317	26,410
Dividend received	15,540,475	8,891,056
Proceeds from investments	(23,221,999)	(8,223,740)
Proceeds from / (Payments for) disposal of investments	432,868	-
Fixed capital expenditure	(205,475)	(45,500)
Total cash inflow/(outflow) from investing activities	(6,811,814)	648,226
Net cash inflow /(outflow) from all activities	8,186,186	(11,302,620)
Cash and cash equivalents at beginning of year	5,606,296	13,868,323
Cash and cash equivalents at end of period	13,792,482	2,565,703
Reconciliation to unconsolidated profit and loss account		
Operating cash flows	14,998,000	(11,950,846)
Depreciation expense	(695,368)	(811,688)
Dividend income	15,540,474	8,891,056
Other investment and other income	642,317	26,410
Increase in assets other than cash	108,894,192	55,121,317
(Decrease) in liabilities other than borrowings	(45,781,552)	(13,544,578)
Provision for taxation	2,587,178	(6,753,976)
Profit after taxation for the period	96,185,241	30,977,695

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 JUNE 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	-	-	-	-	-	30,977,695	30,977,695
Other comprehensive income for the period	-	-	-	-	(3,656,703)	-	(3,656,703)
Balance as at June 30, 2022	1,076,950,410	(199,650,000)	1,767,568	24,497,265	(140,997)	202,499,200	1,105,923,446
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	-	-	-	-	-	96,185,241	96,185,241
Other comprehensive income for the period	-	-	-	-	(6,876,359)	-	(6,876,359)
Balance as at June 30, 2023	1,076,950,410	(199,650,000)	1,767,568	24,497,265	521,775	294,639,738	1,198,726,756

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 UN-CONSOLIDATED FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 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 six months period ended June 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 six months period ended June 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.

		June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	Note	----- (Rupees) -----	----- (Rupees) -----
7	PROPERTY AND EQUIPMENT		
	Operating assets	9,268,568	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		
	- Computers and related accessories	205,475	45,500
		205,475	45,500
	Less: Depreciation for the period / year	(695,369)	(1,623,379)
		(695,369)	(1,623,379)
		9,268,568	9,758,461
8	INVESTMENTS IN SUBSIDIARIES		
		Holdings	
	Crescent Star Foods (Private) Limited	50% 149,999,660	149,999,660
	Crescent Star Technologies (Private) Limited	99% 9,970	9,970
	Crescent Star Luxury (Private) Limited	99% 9,970	9,970
		150,019,600	150,019,600
9	INVESTMENTS IN EQUITY SECURITIES		
	Available for sale		
		9.1 125,515,371	109,602,600
9.1	Investments In Equity Securities:		
	Listed shares	128,421	45,807
	Mutual funds	9.1.1 125,386,950	109,556,793
		125,515,371	109,602,600
9.1.1	Securities having market value of Rs. 112.95 million (2022: Rs. 106.749 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.		
		2023	2022
		(Un-audited)	(Audited)
		----- (Rupees) -----	----- (Rupees) -----
10	LOANS AND OTHER RECEIVABLES		
	Considered good		
	Other Security deposits	5,159,438	5,159,438
	Loan to employees	160,923	38,717
	Advance to supplier	260,000	260,000
	Accrued interest on advance against issuance of shares	10.1 330,235,136	310,639,040
	Advance against issuance of shares	10.2 636,754,415	645,091,655
	Other receivable	23,608,358	26,853,822
		996,178,270	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:

	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	----- (Rupees) -----	
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	<u>330,235,136</u>	<u>310,639,040</u>

- 10.2** This represents advances against issue of shares given to the following parties:

	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	----- (Rupees) -----	
Name of the Company		
Dost Steels Limited	344,279,391	354,279,066
Crescent Star Foods (Private) Limited - Subsidiary	211,606,630	210,655,102
Crescent Star Luxury (Private) Limited - Subsidiary	74,200,463	73,759,556
Crescent Star Technologies (Private) Limited - Subsidiary	6,667,931	6,397,931
	<u>636,754,415</u>	<u>645,091,655</u>

11 CASH AND BANK

Cash and other equivalents

Cash in hand	56,708	14,567
Policy and revenue stamps	150,510	10,810
	<u>207,218</u>	<u>25,377</u>

Cash at bank

Current accounts	1,882,857	1,331,217
Savings accounts	12,024,826	4,572,121
	13,907,683	5,903,338
Less: provision against dormant accounts	(322,419)	(322,419)
	<u>13,585,264</u>	<u>5,580,919</u>
	<u>13,792,482</u>	<u>5,606,296</u>

- 11.1** These carry mark-up at the rate of 7.33% (2022: 8.82%) per annum.

	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	----- (Rupees) -----	

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	294,639,738	198,454,497
Surplus on remeasurement of investments at FV-OCI	521,775	7,398,134
	<u>321,426,346</u>	<u>232,117,464</u>

	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
	----- (Rupees) -----	
13 OTHER CREDITORS AND ACCRUALS		
Federal insurance fees	3,380,408	3,516,185
Federal excise duty	49,089,631	47,515,253
Payable to staff provident fund	5,244,662	7,971,250
Withholding tax	59,407,700	55,715,172
Accrued expenses	9,024,528	18,980,260
Unclaimed dividend	418,209	418,209
Others	15,270,212	20,269,199
	<u>141,835,350</u>	<u>154,385,528</u>

14 CONTINGENCIES AND COMMITMENTS

The status of contingencies remain unchanged as disclosed in the annual unconsolidated financial statements as of December 31, 2022.

	Half year ended		Quarter ended	
	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)
----- (Rupees) -----				
15 NET INSURANCE PREMIUM				
Gross written premium	181,734,052	64,866,739	64,185,765	36,627,832
Add : Unearned contribution reserve opening	97,965,519	40,631,852	163,086,541	45,249,881
Less: Unearned contribution reserve closing	(156,740,608)	(57,426,747)	(156,740,608)	(57,426,747)
Premium earned	122,958,963	48,071,844	70,531,698	24,450,966
Less: Reinsurance premium ceded	1,251,616	-	1,251,616	-
Add: prepaid reinsurance premium ceded opening	-	-	-	-
Less: prepaid reinsurance premium ceded closing	-	-	-	-
Reinsurance expense	1,251,616	-	1,251,616	-
	121,707,347	48,071,844	69,280,082	24,450,966
16 NET INSURANCE CLAIMS EXPENSE				
Claim paid	449,162	2,276,269	(1,659,548)	1,049,329
Add : Outstanding claims including IBNR closing	66,461,494	66,569,105	66,461,494	66,569,105
Less: Outstanding claims including IBNR opening	(65,564,985)	(67,702,359)	(64,583,192)	(67,049,135)
Claims expense	1,345,671	1,143,015	218,754	569,299
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	-	-	-	-
	1,345,671	1,143,015	218,754	569,299
17 NET COMMISSION EXPENSE				
Commission paid or payable	11,278,337	2,822,937	3,116,259	1,308,519
Add : Deferred commission expense opening	13,665,395	5,699,999	20,360,291	6,117,999
Less: Deferred commission expense closing	(15,827,479)	(7,734,511)	(15,827,479)	(7,734,511)
Net commission expense	9,116,253	788,425	7,649,071	(307,993)
Less: Commission received or recoverable	(219,033)	-	(219,033)	-
Net commission expense	8,897,220	788,425	7,430,038	(307,993)
18 INVESTMENT INCOME				
Income from equity securities				
At Fair value through other comprehensive income:				
Dividend income	15,494,487	8,891,056	15,494,487	8,891,056
Gain on sale of investment	45,987	-	45,987	-
	15,540,474	8,891,056	15,540,474	8,891,056
Income from bank balances				
Return on bank balances	642,317	26,410	549,412	17,665
	642,317	26,410	549,412	17,665
Investment income	16,182,791	8,917,466	16,089,886	8,908,721

	<u>Quarter ended</u>		<u>Half year ended</u>	
	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)
----- (Rupees) -----				
19 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit after tax for the period	<u>52,525,326</u>	<u>20,435,787</u>	<u>96,185,241</u>	<u>30,977,695</u>
	----- Number -----			
Weighted average number of Ordinary shares	<u>107,695,041</u>	<u>107,695,041</u>	<u>107,695,041</u>	<u>107,695,041</u>
	----- (Rupees) -----			
Earnings per share - basic and diluted	<u>0.49</u>	<u>0.19</u>	<u>0.89</u>	<u>0.29</u>

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 encompass a range of entities, including group companies, directors along with their immediate family members, key management personnel, and significant shareholders of the Company. These affiliated companies become associated either due to their equity holdings, shared management, and/or common directorships. Any transactions involving related parties that arise in the regular course of business are executed based on mutually agreed terms and conditions.

Furthermore, transactions with key management personnel are conducted in accordance with their terms of employment or entitlements. Contributions towards employee retirement benefits are carried out in alignment with the provisions outlined in the respective 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:

	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)
----- (Rupees) -----		
20.1 Subsidiary Companies		
Crescent Star Foods (Private) Limited		
Advance against issuance of shares	951,528	1,721,993
Crescent Star Luxury (Private) Limited		
Advance against issuance of shares	440,907	215,000
Crescent Star Technologies (Private) Limited		
Advance against issuance of shares	270,000	25,000
Remuneration to Key Management Personnel	14,841,300	13,958,550
Staff retirement benefits		
Provident fund contribution	339,276	302,396

SEGMENT INFORMATION

	For the six months period ended June 30, 2023 (Un-audited)						
	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)	340,870	5,223,294	11,778,839	-	86,567,004	77,824,045	181,734,052
Insurance premium earned	217,410	4,991,347	6,130,888	-	75,169,800	36,449,518	122,958,963
Insurance premium ceded to reinsurers	-	-	-	-	(1,251,616)	-	(1,251,616)
Net insurance premium	217,410	4,991,347	6,130,888	-	73,918,185	36,449,518	121,707,347
Commission income	-	-	-	-	-	-	-
Net underwriting income	217,410	4,991,347	6,130,888	-	73,918,185	36,449,518	121,707,347
Insurance claims	(100)	(144,748)	(463,520)	-	-	(737,303)	(1,345,671)
Insurance claims recovered from reinsurers	-	-	-	-	-	-	-
Net claims	(100)	(144,748)	(463,520)	-	-	(737,303)	(1,345,671)
Commission expense	(61,599)	(1,869,753)	(1,006,715)	-	(3,739,355)	(2,219,798)	(8,897,220)
Management expense	(97,453)	(1,470,997)	(3,417,497)	-	(25,062,287)	(22,621,960)	(52,670,194)
Premium deficiency reversal / (expense)	-	561,427	409,383	-	-	908,147	1,878,957
Net insurance claims and expenses	(159,152)	(2,924,071)	(4,478,349)	-	(28,801,642)	(24,670,914)	(61,034,128)
Underwriting results	58,258	2,067,276	1,652,539	-	45,116,543	11,778,604	60,673,219
Net investment income							16,182,791
Other income							21,995,403
Other expenses							(1,144,829)
Result of operating activities							97,706,584
Finance costs							-
Profit before tax for the period							97,706,584

	For the six months period ended June 30, 2022 (Un-audited)						
	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)	225,447	3,637,909	6,396,102	-	38,846,095	15,761,186	64,866,739
Insurance premium earned	202,901	3,556,590	4,710,322	-	31,953,401	7,648,630	48,071,844
Insurance premium ceded to reinsurers	-	-	-	-	-	-	-
Net insurance premium	202,901	3,556,590	4,710,322	-	31,953,401	7,648,630	48,071,844
Commission income	-	-	-	-	-	-	-
Net underwriting income	202,901	3,556,590	4,710,322	-	31,953,401	7,648,630	48,071,844
Insurance claims	-	-	(1,018,015)	-	(65,000)	(60,000)	(1,143,015)
Insurance claims recovered from reinsurers	-	-	-	-	-	-	-
Net claims	-	-	(1,018,015)	-	(65,000)	(60,000)	(1,143,015)
Commission expense	(38,316)	(1,280,323)	(390,531)	-	421,130	499,615	(788,425)
Management expense	(146,914)	(2,348,463)	(4,240,872)	-	(26,121,346)	(10,304,074)	(43,161,669)
Premium deficiency reversal / (expense)	-	-	-	-	-	-	-
Net insurance claims and expenses	-	-	-	-	-	-	(45,093,109)
Underwriting results	202,901	3,556,590	4,710,322	-	31,953,401	7,648,630	2,978,735
Net investment income							8,917,466
Other income							30,675,629
Other expenses							(974,790)
Result of operating activities							41,597,040
Finance costs							-
Profit before tax for the period							41,597,040

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:

June 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	-	125,515,371	-	-	125,515,371	125,515,371	-	-
Financial Assets - not measured at Fair Value									
Cash and bank	11	-	-	13,792,482	-	13,792,482	-	-	-
Insurance / reinsurance receivable		-	-	234,255,105	-	234,255,105	-	-	-
Reinsurance recoveries against outstanding claims		-	-	-	-	-	-	-	-
Loans and other receivables	10	-	-	996,178,270	-	996,178,270	-	-	-
		-	125,515,371	1,244,225,857	-	1,369,741,228	125,515,371	-	-
Financial liabilities measured at fair value									
		-	-	-	-	-	-	-	-
Financial liabilities - not measured at Fair Value									
Provision for outstanding claims including IBNR		-	-	-	66,461,494	66,461,494	-	-	-
Other creditors and accruals	13	-	-	-	141,835,350	141,835,350	-	-	-
Borrowings		-	-	-	-	-	-	-	-
		-	-	-	208,296,844	208,296,844	-	-	-

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		-	-	-	65,564,985	65,564,985	-	-	-
Other creditors and accruals	13	-	-	-	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 August 29, 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
June 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 June 30, 2023.

The condensed interim consolidated financial information reflects Rs. 0.84 (June 30, 2022: Rs. 0.25) earnings per share for the period under review.

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

	June 30, 2023	June 30, 2022
	----- Rupees -----	----- Rupees -----
Profit / (loss) before tax	93,194,609	35,879,178
Provision for taxation	(2,239,269)	(9,417,984)
Profit / (loss) after tax	90,955,340	26,461,194
Profit / (loss) attributable to non-controlling interest	(2,286,221)	(1,898,658)
Profit / (loss) attributable to ordinary shareholders	93,241,561	28,359,852
Loss per share	0.84	0.25

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: August 29, 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 لکڑری (پرائیویٹ) لمیٹڈ، کرینڈٹ اسٹار فوڈز (پرائیویٹ) لمیٹڈ اور کرینڈٹ اسٹار ٹیکنالوجیز (پرائیویٹ) لمیٹڈ کے مختتمہ مالیاتی گوشوارے برائے سہ ماہی مدت 30 جون 2023 پیش کرتے ہوئے اظہار مسرت کرتا ہوں۔

یہ متوسط معلومات زیر جائزہ مدت کے لئے 0.84 روپے (30 جون 2022 کو 0.25 روپے) منافع فی حصص ظاہر کیا گیا ہے۔

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

2022 جون 30	2023 جون 30	
----- روپے -----		
35,879,178	93,194,609	منافع / (خسارہ) قبل از ٹیکس
(9,417,984)	(2,239,269)	ٹیکس کے لئے اختصاص
26,461,194	90,955,340	منافع / (خسارہ) بعد از ٹیکس
(1,898,658)	(2,286,221)	منافع / (خسارہ) ناقابل گرفت سود سے متعلق
28,359,852	93,241,561	منافع / (خسارہ) عمومی حصص یافتگان سے متعلق
0.25	0.84	منافع / (خسارہ) فی حصص

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

نعیم انور
مینجنگ ڈائریکٹر اینڈ سی ای او

تنویر احمد
ڈائریکٹر
کراچی: 29 اگست 2023

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

ASSETS	Note	June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
----- (Rupees) -----			
Property and equipment	7	60,289,735	63,865,366
Intangible assets	8	40,071,889	40,686,160
Investments			
Equity securities	9	125,515,371	109,602,600
Loans and other receivables	10	768,546,161	762,072,998
Insurance / reinsurance receivables			
Premium due but unpaid		234,255,105	190,370,042
Amounts due from other insurers / reinsurers		54,737,847	-
Deferred commission expense / acquisition cost		15,827,479	13,665,395
Stock-in-trade		8,837,066	8,837,066
Deferred taxation		6,850,117	7,568,044
Prepayments		-	26,400
Cash and bank	11	14,230,092	6,048,092
Total assets		<u>1,329,160,862</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	9,851,427	(76,513,775)
Equity attributable to equity holders of the Parent		887,151,837	800,786,635
Non-controlling interest		(57,709,661)	(55,423,440)
Total shareholders' equity		829,442,176	745,363,195
Liabilities			
Underwriting Provisions			
Outstanding claims including IBNR		66,461,494	65,564,985
Unearned premium reserves		156,740,608	97,965,519
Premium deficiency reserves		-	1,878,957
Premium received in advance		2,413,137	1,440,726
Insurance / reinsurance payables		-	433,322
Other creditors and accruals	13	241,622,391	255,027,225
Provision for taxation		32,481,056	35,068,234
Total liabilities		499,718,686	457,378,968
Total equity and liabilities		<u>1,329,160,862</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 JUNE 30, 2023

	Note	Quarter ended		Half year ended	
		June 30, 2023	June 30, 2022	June 30, 2023	June 30, 2022
		(Rupees)	(Rupees)	(Rupees)	(Rupees)
Net insurance premium	15	69,280,082	24,450,966	121,707,347	48,071,844
Net insurance claims	16	(218,754)	(569,299)	(1,345,671)	(1,143,015)
Premium deficiency		1,878,957	-	1,878,957	-
Net commission expense and other acquisition costs	17	(7,430,038)	307,993	(8,897,220)	(788,425)
Insurance claims and acquisition expenses		(5,769,835)	(261,306)	(8,363,934)	(1,931,440)
Management expenses		(27,375,707)	(21,754,155)	(52,670,195)	(42,993,556)
Underwriting results		36,134,540	2,435,505	60,673,218	3,146,848
Investment income	18	16,089,886	8,908,721	16,182,791	8,917,466
Other income		1,705,352	16,576,105	21,995,403	30,675,629
Other expenses		(3,001,964)	(3,639,677)	(5,656,803)	(6,860,765)
Results of operating activities		50,927,814	24,280,654	93,194,609	35,879,178
Finance costs		-	-	-	-
Profit before tax		50,927,814	24,280,654	93,194,609	35,879,178
Taxation		(1,224,964)	(6,153,492)	(2,239,269)	(9,417,984)
Profit after tax		49,702,850	18,127,162	90,955,340	26,461,194
Attributable to:					
Owners of the Holding Company		50,923,949	19,076,827	93,241,561	28,359,852
Non-controlling interest		(1,221,099)	(949,665)	(2,286,221)	(1,898,658)
		49,702,850	18,127,162	90,955,340	26,461,194
Other comprehensive income / (loss)					
Unrealized gain on available for sale investments during the period - net of deferred tax		(10,438,768)	(5,965,885)	(6,876,359)	(3,656,703)
Reclassification adjustments relating to available for sale investments disposed off - net of deferred tax		-	-	-	-
Other comprehensive income / (loss) for the period		(10,438,768)	(5,965,885)	(6,876,359)	(3,656,703)
Total comprehensive income for the period		39,264,082	12,161,277	84,078,981	22,804,491
Earning per share	19	0.46	0.17	0.84	0.25

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 JUNE 30, 2023

	June 30, 2023	June 30, 2022
	----- (Rupees) -----	
Operating cash flows		
(a) Underwriting activities		
Insurance Premium received	138,821,400	43,966,883
Reinsurance premium paid	(56,422,785)	-
Claims paid	(449,162)	(2,276,269)
Commission paid	(11,278,337)	(2,822,937)
Commission received	219,033	-
Management expenses paid	(67,310,055)	(45,738,564)
Net cash flow from underwriting activities	3,580,095	(6,870,887)
(b) Other operating activities		
Income tax paid	(4,108,520)	(3,865,369)
Other operating payments	15,522,240	(1,214,590)
Net cash outflow from other operating activities	11,413,720	(5,079,959)
Total cash inflow from all operating activities	14,993,815	(11,950,846)
Investment activities		
Profit received	642,317	26,410
Dividend received	15,540,474	8,891,056
Proceeds from investments	(23,221,999)	(8,223,740)
Proceeds from / (Payments for) disposal of investments	432,868	-
Fixed capital expenditure	(205,475)	(45,500)
Proceeds from sale of property and equipment	-	-
Total cash inflow/(outflow) from investing activities	(6,811,815)	648,226
Financing activities		
Finance costs paid	-	-
Borrowing under Musharaka arrangements obtained - net	-	-
Total cash (outflow) from financing activities	-	-
Net cash inflow / (outflow) from all activities	8,182,000	(11,302,620)
Cash and cash equivalents at beginning of year	6,048,092	13,868,323
Cash and cash equivalents at end of period	14,230,092	2,565,703
Reconciliation to consolidated profit and loss account		
Operating cash flows	14,993,815	(11,950,846)
Depreciation expense	(3,781,107)	(811,688)
Amortization expense	(614,271)	-
Profit on disposal of property and equipments	-	-
Dividend income	15,540,474	8,891,056
Other investment and other income	642,317	26,410
Finance costs	-	-
Increase in assets other than cash	106,513,830	55,121,317
(Decrease) in liabilities other than borrowings	(44,926,896)	(13,544,578)
Provision for taxation	2,587,178	(6,753,976)
Profit after taxation for the period	90,955,340	30,977,695

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 JUNE 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	-	-	-	-	(3,656,703)	28,359,852	24,703,149	(1,898,658)	22,804,491
Balance as at June 30, 2022	<u>1,076,950,410</u>	<u>(199,650,000)</u>	<u>1,767,568</u>	<u>24,497,265</u>	<u>(140,997)</u>	<u>(86,325,971)</u>	<u>817,098,275</u>	<u>(36,203,576)</u>	<u>780,894,699</u>
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
Total comprehensive income for the period	-	-	-	-	(6,876,359)	93,241,561	86,365,202	(2,286,221)	84,078,981
Balance as at June 30, 2023	<u>1,076,950,410</u>	<u>(199,650,000)</u>	<u>1,767,568</u>	<u>24,497,265</u>	<u>521,775</u>	<u>(16,935,181)</u>	<u>887,151,837</u>	<u>(57,709,661)</u>	<u>829,442,176</u>

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 JUNE 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	50%	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 six months period ended June 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 JUNE 30, 2023

		June 30, 2023	December 31, 2022
		(Un-audited)	(Audited)
		----- (Rupees) -----	
7	PROPERTY AND EQUIPMENT		
	Operating assets	60,289,735	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	205,475	45,500
	- Office equipment	-	-
	- Furniture and fixtures	-	-
		205,475	45,500
	Less: Written down value of deletions	-	-
	Depreciation for the period / year	(3,781,107)	(9,475,264)
		(3,781,107)	(9,475,264)
	Less: Impairment of asset	-	(43,821,202)
		60,289,735	63,865,366
8	INTANGIBLE ASSETS		
	Goodwill at acquisition	28,742,849	28,742,849
	Franchise	873,767	11,036,121
	Computer software	10,455,273	907,190
		40,071,889	40,686,160
9	INVESTMENTS		
	Equity securities	125,515,371	109,602,600
	Debt securities	-	-
9.1	Equity securities		
	Available-for-sale	125,515,371	109,602,600
9.1.1	Others		
	Listed shares	128,421	45,807
	Mutual funds	125,386,950	109,556,793
		125,515,371	109,602,600
9.1.1.1	Securities having market value of Rs. 112.95 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	160,923	53,397,482
	Advance to supplier	53,397,482	38,717
	Accrued interest on advance against issuance of shares	330,235,136	310,639,040
	Advance against issuance of shares	344,279,391	354,279,066
	Other receivable	30,373,584	33,619,048
		768,546,161	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 JUNE 30, 2023

		June 30, 2023 (Un-audited)	December 31, 2022 (Audited)
		----- (Rupees) -----	
11	CASH AND BANK		
	Cash and other equivalents		
	Cash in hand	406,015	14,567
	Policy and revenue stamps	150,510	10,810
		<u>556,525</u>	<u>25,377</u>
	Cash at bank		
	Current accounts	1,971,160	1,331,217
	Savings accounts	12,024,826	4,572,121
		<u>13,995,986</u>	<u>5,903,338</u>
	Less: provision against dormant accounts	<u>(322,419)</u>	<u>(322,419)</u>
		<u>13,673,567</u>	<u>5,580,919</u>
		<u>14,230,092</u>	<u>5,606,296</u>
11.1	These carry mark-up at the rate of 7.33% (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	(16,935,181)	198,454,497
	Surplus on remeasurement of available for sale investments	521,775	7,398,134
		<u>9,851,427</u>	<u>232,117,464</u>
13	OTHER CREDITORS AND ACCRUALS		
	Trade and related payables	44,036,599	44,705,141
	Federal insurance fees	3,380,408	3,516,185
	Federal excise duty	49,089,631	47,515,253
	Payable to staff provident fund	5,244,662	7,971,250
	Withholding tax	76,630,368	72,905,680
	Accrued expenses	45,395,892	55,733,648
	Unclaimed dividend	418,209	418,209
	Others	17,426,622	22,261,859
		<u>241,622,391</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 JUNE 30, 2023

	Quarter ended		Half year ended	
	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)
----- (Rupees) -----				
15 NET INSURANCE PREMIUM				
Gross written premium	64,185,765	36,627,832	181,734,052	64,866,739
Add : Unearned contribution reserve opening	163,086,541	45,249,881	97,965,519	40,631,852
Less: Unearned contribution reserve closing	(156,740,608)	(57,426,747)	(156,740,608)	(57,426,747)
Premium earned	70,531,698	24,450,966	122,958,963	48,071,844
Less: Reinsurance premium ceded	1,251,616	-	1,251,616	-
Add: prepaid reinsurance premium ceded opening	-	-	-	-
Less: prepaid reinsurance premium ceded closing	-	-	-	-
Reinsurance expense	1,251,616	-	1,251,616	-
	69,280,082	24,450,966	121,707,347	48,071,844
16 NET INSURANCE CLAIMS EXPENSE				
Claim paid	(1,659,548)	1,049,329	449,162	2,276,269
Add : Outstanding claims including IBNR closing	66,461,494	66,569,105	66,461,494	66,569,105
Less: Outstanding claims including IBNR opening	(64,583,192)	(67,049,135)	(65,564,985)	(67,702,359)
Claims expense	218,754	569,299	1,345,671	1,143,015
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	-	-	-	-
	218,754	569,299	1,345,671	1,143,015
17 NET COMMISSION EXPENSE				
Commission paid or payable	3,116,259	1,308,519	11,278,337	2,822,937
Add : Deferred commission expense opening	20,360,291	6,117,999	13,665,395	5,699,999
Less: Deferred commission expense closing	(15,827,479)	(7,734,511)	(15,827,479)	(7,734,511)
Net commission expense	7,649,071	(307,993)	9,116,253	788,425
Less: Commission received or recoverable	(219,033)	-	(219,033)	-
Net commission expense	7,430,038	(307,993)	8,897,220	788,425
18 INVESTMENT INCOME				
Income from equity securities				
Available for sale financial assets				
Dividend income	15,494,487	8,891,056	15,494,487	8,891,056
Gain on sale of available for sale investments	45,987	-	45,987	-
	15,540,474	8,891,056	15,540,474	8,891,056
Income from bank balances				
Return on bank balances	549,412	17,665	642,317	26,410
	549,412	17,665	642,317	26,410
Less: Investment related expenses	-	-	-	-
Investment income	16,089,886	8,908,721	16,182,791	8,917,466

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

	Quarter ended		Half year ended	
	June 30, 2023 (Un-audited)	June 30, 2022	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)
	----- (Rupees) -----			
19 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit after tax for the period	49,702,850	18,127,162	90,955,340	26,461,194
	----- 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	0.46	0.17	0.84	0.25

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 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:

	June 30, 2023 (Un-audited)	June 30, 2022 (Un-audited)
	----- (Rupees) -----	
20.1 Remuneration to Key Management Personnel	14,841,300	13,958,550
Staff retirement benefits		
Provident fund contribution	339,276	302,396

21 SEGMENT INFORMATION

	For the six months period ended June 30, 2023										
	Fire and property damage	Marine, aviation and transport	Motor	Accident & health	Credit and suretyship	Miscellaneous	Total	Foods	Technologies	Luxury	Aggregate
	(Rupees)										
Current period											
Gross written premium (inclusive of administrative surcharges)	340,870	5,223,294	11,778,839	-	86,567,004	77,824,045	181,734,052	-	-	-	181,734,052
Insurance premium earned	217,410	4,991,347	6,130,888	-	75,169,799	36,449,518	122,958,962	-	-	-	122,958,962
Insurance premium ceded to reinsurers	-	-	-	-	(1,251,616)	-	(1,251,616)	-	-	-	(1,251,616)
Net insurance premium	217,410	4,991,347	6,130,888	-	73,918,184	36,449,518	121,707,346	-	-	-	121,707,346
Commission income	-	-	-	-	-	-	-	-	-	-	-
Net underwriting income	217,410	4,991,347	6,130,888	-	73,918,184	36,449,518	121,707,346	-	-	-	121,707,346
Insurance claims	(100)	(144,748)	(463,520)	-	-	(737,303)	(1,345,671)	-	-	-	(1,345,671)
Insurance claims recovered from reinsurers	-	-	-	-	-	-	-	-	-	-	-
Net claims	(100)	(144,748)	(463,520)	-	-	(737,303)	(1,345,671)	-	-	-	(1,345,671)
Commission expense	(61,599)	(1,869,753)	(1,006,715)	-	(3,739,355)	(2,219,798)	(8,897,220)	-	-	-	(8,897,220)
Management expense	(97,453)	(1,470,997)	(3,417,497)	-	(25,062,287)	(22,621,960)	(52,670,194)	-	-	-	(52,670,194)
Premium deficiency reversal / (expense)	-	561,427	409,383	-	-	908,147	1,878,957	-	-	-	1,878,957
Net insurance claims and expenses	(159,152)	(2,924,071)	(4,478,349)	-	(28,801,642)	(24,670,914)	(61,034,128)	-	-	-	(61,034,128)
Underwriting results	58,258	2,067,276	1,652,539	-	45,116,542	11,778,604	60,673,218	-	-	-	60,673,218
Net investment income	-	-	-	-	-	-	-	-	-	-	16,182,791
Other income	-	-	-	-	-	-	-	-	-	-	21,995,403
Other expenses	-	-	-	-	-	-	(1,144,829)	(3,850,547)	(102,636)	(558,791)	(5,656,803)
Result of operating activities											93,194,609
Finance costs	-	-	-	-	-	-	-	-	-	-	-
Profit before tax for the period											93,194,609
	For the six months period ended June 30, 2022										
	Fire and property damage	Marine, aviation and transport	Motor	Accident & health	Credit and suretyship	Miscellaneous	Total	Foods	Technologies	Luxury	Aggregate
	(Rupees)										
Prior period											
Gross written premium (inclusive of administrative surcharges)	225,447	3,637,909	6,396,102	-	38,846,095	15,761,186	64,866,739	-	-	-	64,866,739
Insurance premium earned	202,901	3,556,590	4,710,322	-	31,953,401	7,648,630	48,071,844	-	-	-	48,071,844
Insurance premium ceded to reinsurers	-	-	-	-	-	-	-	-	-	-	-
Net insurance premium	202,901	3,556,590	4,710,322	-	31,953,402	7,648,630	48,071,844	-	-	-	48,071,844
Commission income	-	-	-	-	-	-	-	-	-	-	-
Net underwriting income	202,901	3,556,590	4,710,322	-	31,953,402	7,648,630	48,071,844	-	-	-	48,071,844
Insurance claims	-	-	(1,018,015)	-	(65,000)	(60,000)	(1,143,015)	-	-	-	(1,143,015)
Insurance claims recovered from reinsurers	-	-	-	-	(65,000)	(60,000)	(1,143,015)	-	-	-	(1,143,015)
Net claims	-	-	(1,018,015)	-	(65,000)	(60,000)	(1,143,015)	-	-	-	(1,143,015)
Commission expense	(38,316)	(1,280,323)	(390,531)	-	421,130	499,615	(788,425)	-	-	-	(788,425)
Management expense	(146,341)	(2,339,315)	(4,224,354)	-	(26,019,605)	(10,263,941)	(42,993,556)	-	-	-	(42,993,556)
Premium deficiency reversal / (expense)	-	-	-	-	-	-	-	-	-	-	-
Net insurance claims and expenses	(184,657)	(3,619,638)	(5,632,900)	-	(25,663,475)	(9,824,326)	(44,924,996)	-	-	-	(44,924,996)
Underwriting results	18,244	(63,048)	(922,578)	-	6,289,927	(2,175,696)	3,146,848	-	-	-	3,146,848
Net investment income	-	-	-	-	-	-	-	-	-	-	8,917,466
Other income	-	-	-	-	-	-	-	-	-	-	30,675,629
Other expenses	-	-	-	-	-	-	(1,142,903)	(4,994,337)	(103,768)	(619,757)	(6,860,765)
Result of operating activities											35,879,178
Finance costs	-	-	-	-	-	-	-	-	-	-	-
Profit before tax for the period											35,879,178

CRESCENT STAR INSURANCE LIMITED
NOTES TO THE CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENT
FOR THE PERIOD ENDED JUNE 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 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:

June 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	-	125,515,371	-	-	125,515,371	125,515,371	-	-
Financial Assets - not measured at Fair Value									
Cash and bank	11	-	-	14,230,092	-	14,230,092	-	-	-
Insurance / reinsurance receivable		-	-	234,255,105	-	234,255,105	-	-	-
Reinsurance recoveries against outstanding claims		-	-	-	-	-	-	-	-
Loans and other receivables	10	-	-	768,546,161	-	768,546,161	-	-	-
		-	125,515,371	1,017,031,358	-	1,142,546,729	125,515,371	-	-
Financial liabilities measured at fair value									
		-	-	-	-	-	-	-	-
Financial liabilities - not measured at Fair Value									
Provision for outstanding claims including IBNR	13	-	-	-	66,461,494	66,461,494	-	-	-
Other creditors and accruals		-	-	-	241,622,391	241,622,391	-	-	-
Borrowings		-	-	-	-	-	-	-	-
		-	-	-	308,083,885	308,083,885	-	-	-
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	-	-	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 JUNE 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 August 29, 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

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