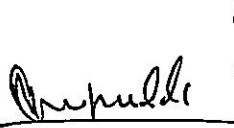


STATE LIFE INSURANCE CORPORATION OF PAKISTAN
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2022

		March 31, 2022 (Un-audited)	December 31, 2021 (Audited)
	Note	-----Rupees in '000-----	
Assets			
Property and equipment	3	857,387	881,186
Investment properties	4	3,593,819	3,618,967
Investment in subsidiaries		323,618	323,618
Investments			
Equity securities	5	89,468,545	88,913,774
Government securities	6	1,041,487,509	910,069,819
Debt securities	7	7,755,579	4,091,596
Mutual funds	8	8,489,118	8,554,292
Loans secured against life insurance policies		156,994,278	151,464,401
Insurance / reinsurance receivables	9	31,213,928	37,430,191
Loans and other receivables	10	58,558,627	56,221,789
Taxation - payments less provision		3,378,426	3,474,427
Prepayments	11	57,455	66,367
Cash and bank	12	26,328,350	101,002,030
Total Assets		1,428,506,639	1,366,112,457
Equity and Liabilities			
Capital and reserves attributable to Corporation's equity holders			
Ordinary share capital		4,900,000	4,900,000
Ledger account C & D		10,098,445	8,544,917
Reserves	13	308,305	4,725
Unappropriated profit		2,239,424	1,923,866
Capital contributed to statutory fund		100,000	100,000
Total Equity		17,646,174	15,473,508
Liabilities			
Insurance liabilities	14	1,371,340,882	1,310,641,293
Retirement benefit obligations		3,862,593	3,483,912
Deferred capital grant		40,620	15,886
Deferred taxation	15	4,084,381	3,489,579
Premium received in advance		5,100,573	5,569,399
Insurance / reinsurance payables	16	562,389	521,942
Other creditors and accruals	17	25,869,027	26,916,938
Total Liabilities		1,410,860,465	1,350,638,949
Total Equity and Liabilities		1,428,506,639	1,366,112,457
Contingencies and commitments	18		


CHAIRMAN
Chahab Javed Hussain

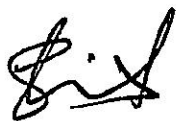

DIRECTOR
Moin M. Fudda


DIRECTOR
Humayun Bashir


CHIEF FINANCIAL OFFICER
Muhammad Rashid

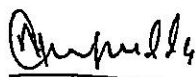
STATE LIFE INSURANCE CORPORATION OF PAKISTAN
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF
COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

	Note	Three-months period ended	
		Mar 31, 2022	Mar 31, 2021
		-----Rupees in '000 -----	
Premium revenue		60,501,036	30,286,662
Premium ceded to reinsurers		(198,828)	(80,639)
Net premium revenue	19	60,302,208	30,206,023
Investment income	20	26,249,019	23,619,772
Net realized fair value gain / (loss) on financial assets	21	97,169	5,524
Net fair value loss on financial assets at fair value through profit or loss	22	493,272	(2,485,593)
Net rental income*	23	212,098	241,883
Other income	24	4,938,816	2,773,172
		31,990,375	24,154,759
Net Income		92,292,583	54,360,782
Insurance benefits		(29,028,879)	(18,445,334)
Recoveries from reinsurers		94,609	65,365
Claim related expenses		(2,794)	(3,830)
Net Insurance Benefits	25	(28,937,064)	(18,383,799)
Net Change in Insurance Liabilities (other than outstanding claims)		(54,592,120)	(27,802,885)
Acquisition expenses	26	(3,139,252)	(3,202,366)
Marketing and administration expenses	27	(2,491,424)	(2,162,359)
Other expenses	28	(69,420)	(61,848)
Total Expenses		(60,292,216)	(33,229,457)
Profit before tax for the period		3,063,303	2,747,525
Income tax expense	29	(890,637)	(797,008)
Profit after tax for the period		2,172,666	1,950,517
Other comprehensive income		-	-
Total comprehensive income for the period		2,172,666	1,950,517
Earnings (after tax) per share - Rupees	30	44.34	42.40



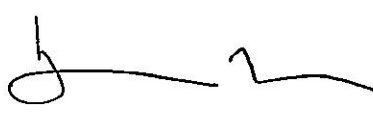
CHAIRMAN

Shoab Javed Hussain



DIRECTOR

Moin M. Fudda



DIRECTOR

Humayun Bashir



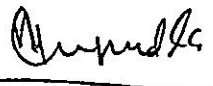
CHIEF FINANCIAL OFFICER

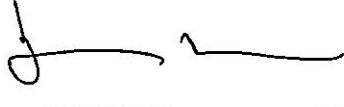
Mubsharraf Hussain


STATE LIFE INSURANCE CORPORATION OF PAKISTAN
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

	Three-months period ended	
	Mar 31, 2022	Mar 31, 2021
	-----Rupees in '000-----	
Operating Cash Flows		
(a) Underwriting activities		
Insurance Premiums received	76,248,666	33,057,846
Reinsurance premiums paid	(158,380)	(391,618)
Claims paid	(15,549,274)	(8,343,840)
Surrenders paid	(7,374,930)	(7,698,951)
Reinsurance and other recoveries received	94,846	177,656
Commissions paid	(5,311,108)	(3,989,968)
Other underwriting payments	(914,770)	(918,480)
Net cash flow generated from underwriting activities	47,035,050	11,892,645
(b) Other operating activities		
Income tax paid	(199,607)	7,562,000
General management expenses paid	(2,128,974)	(1,933,077)
Loans advanced	(17,578,205)	(5,328,340)
Loan repayments received	4,111,187	3,655,649
Other operating payments	170,376,000	37,657,800
Net cash flow used in other operating activities	(15,625,223)	(3,560,548)
Total cash flow used in operating activities	31,409,827	8,332,097
Investment Activities		
Profit / return received	21,507,480	28,185,456
Dividends received	2,533,237	1,956,790
Rentals received	883,328	320,017
Payments for investments	(132,298,245)	(64,252,057)
Proceeds from disposal of investments	1,404,776	1,247,409
Fixed capital expenditure	(23,219)	(86,550)
Proceeds from sale of property and equipment	-	(12,963)
Total cash flow used in investing activities	(105,992,643)	(32,641,897)
Finance Activities		
Dividend paid	-	-
Total cash flow from financing activities	-	-
Net cash flow from all activities	(74,582,816)	(24,309,801)
Cash and cash equivalents at beginning of the period	92,894,679	45,938,843
Cash and cash equivalents at end of the period	18,311,863	21,629,042
Reconciliation to Profit and Loss Account		
Operating cash flows	31,409,827	8,332,097
Depreciation expense	(37,636)	(35,370)
Investment income	31,990,375	24,154,757
Amortization/capitalization	138,507	111,328
Non cash adjustments (APL)	(2,067,294)	(2,067,294)
Decrease in assets other than cash	960,179	1,576,930
Decrease in liabilities other than running finance	(5,033,111)	(1,809,361)
Net change in insurance liabilities	(54,592,120)	(29,561,369)
Other adjustments	(596,061)	1,248,799,832
	2,172,666	1,950,517
Ledger account C & D	-	-
Profit after taxation	2,172,666	1,950,517


CHAIRMAN
Choaib Javed Hussain


DIRECTOR
Moin M. Fudda


DIRECTOR
Mumayun Bashir


CHIEF FINANCIAL OFFICER
Muhammad Rashid

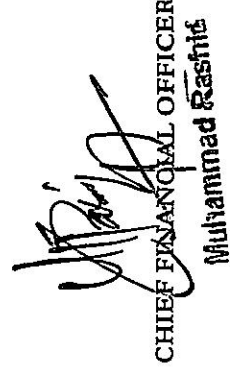
**STATE LIFE INSURANCE CORPORATION OF PAKISTAN
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022**

	Attributable to equity holders of the Corporation					Total
	Share capital	Capital contributed to statutory fund	Revenue reserves		Unappropriated profit	
			General reserves	Ledger account C & D [Refer Note]		
Balance as at January 01, 2021	4,600,000	-	304,725	3,943,311	1,460,496	10,308,532
Total comprehensive income for the period	-	-	-	-	1,950,517	1,950,517
Surplus for the period retained in statutory funds-net of tax	-	-	-	1,248,793	(1,248,793)	-
Transfer to general reserve	-	-	-	-	-	-
Dividend for the year ended December 31 2021	-	-	-	-	-	-
Balance as at March 31, 2021	<u>4,600,000</u>	<u>-</u>	<u>304,725</u>	<u>5,192,104</u>	<u>2,162,220</u>	<u>12,259,049</u>
Balance as at January 01, 2022	4,900,000	100,000	4,725	8,544,917	1,923,866	15,473,508
Total comprehensive income for the period	-	-	-	-	2,172,666	2,172,666
Surplus for the period retained in statutory funds-net of tax	-	-	-	1,553,528	(1,553,528)	-
Transfer to general reserve	-	-	303,580	-	(303,580)	-
Capital contributed to statutory fund	-	-	-	-	-	-
Balance as at March 31, 2022	<u>4,900,000</u>	<u>100,000</u>	<u>308,305</u>	<u>10,098,445</u>	<u>2,239,424</u>	<u>17,646,174</u>

Note: This includes balances maintained in accordance with the requirements of Section 35 of the Insurance Ordinance, 2000 read with Rule 14 of the Insurance Rules, 2017 (previously the SEC Insurance Rules, 2002) to meet solvency margins, which are mandatorily maintained for the carry on of the life insurance business.


CHAIRMAN
Shoab Javed Hussain


DIRECTOR
Motin M. Fudda


CHIEF FINANCIAL OFFICER
Muhammad Rashtie

**STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022**

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 State Life Insurance Corporation of Pakistan (the Corporation) was incorporated in Pakistan on November 01, 1972 under the Life Insurance Nationalization Order, 1972 (LINO). The Corporation's principal office is located at State Life Building No. 9, Dr. Ziauddin Ahmad Road, Karachi. It operates in Pakistan through 33 zones for individual life business, 4 zones for group life business and in the gulf countries {comprising United Arab Emirates (UAE) and Kuwait} through zonal office located at Dubai (UAE).
- 1.2 The Corporation is engaged in the life insurance, health and accident insurance business. The brief description is defined in the note 3 of the unconsolidated financial statement for the year ended December 31, 2021.
- 1.3 The Corporation was issued the certificate of authorization for commencement of Window Takaful Operation under rule 6 of the Takaful rules, 2012 by Securities Exchange Commission of Pakistan (SECP) vide letter no. 0097, dated September 22, 2016. However the Corporation has launched the Window Takaful Operations at the reporting date i.e., January 01, 2021. For the purpose of carrying on the takaful business, the Corporation has formed an Individual Family Participant Takaful Fund (IFPTF) on August 18, 2017 under the Waqf deed and cede Rupees 1 million to the IFPTF. The Waqf deed governs the relationship of Corporation and participants for management of takaful operations.
- 1.4 The Presidential Order dated April 06, 2016 in respect of State Life (Reorganization and Conversion) Ordinance, 2016 was issued by Government of Pakistan Ministry of Law and Justice to provide for the re-organization and conversion of the Corporation into a Public Limited Company. After the commencement of this Ordinance, the Federal Government established a Company namely, State Life Insurance Company Limited under the repealed Companies Ordinance, 1984 (XLVII of 1984) with the objective of taking over the business, functions, contracts, policies, proceedings, undertakings, assets, liabilities. etc of the Corporation on fulfillment of the statutory requirements. The National Assembly converted the said Ordinance into Bill for the conversion of State Life Insurance Corporation of Pakistan to State Life Insurance Company Limited and sent the Bill to Senate for approval and the Senate, instead of passing the Bill, proposed few amendments in the Bill. For the consideration of the proposed amendments the matter was moved to National Assembly Standing Committee on Commerce and the matter is still pending with that Committee.

Under the new scheme all the assets, liabilities, contracts, policies, proceedings and undertakings of the Corporation shall stand transferred to and vest in the Company on a specific date which is uncertain. Accordingly, the Corporation is not expected to continue as going concern. Since there will be no change in operational activities of the Corporation pursuant to change in aforesaid legal structure, no adjustments are expected to the carrying amount of assets and liabilities.

2 BASIS OF PREPARATION

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual unconsolidated financial statements and should be read in conjunction with the Corporation's annual unconsolidated financial statements for the year ended December 31, 2021.

The figures in the unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cash flow statement and condensed interim unconsolidated statement of changes in equity together with the relevant notes to the unconsolidated condensed interim financial statements for the three-months period ended March 31, 2022 are not audited. Further, the

**STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022**

figures for the three-months period ended March 31, 2021 in the unconsolidated condensed interim statement of comprehensive income have also not been reviewed by the auditors.

These unconsolidated condensed interim financial statements does not include all the information and disclosures required in the annual unconsolidated financial statements, accordingly, these unconsolidated condensed interim financial statements should be read in conjunction with the Corporation's annual unconsolidated financial statements as at and for the year ended December 31, 2020.

2.1 STATEMENT OF COMPLIANCE

The unconsolidated condensed interim financial statements of the Corporation has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of;

- International Accounting Standard (IAS) 34, Interim Financial Reporting issued by the International Accounting and Standard Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012.

In case requirements differ, the provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017 and Takaful Rules, 2012 have been followed.

2.2 BASIS OF MEASUREMENT

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except the certain investments which are carried at fair value and the obligations under policy holder liability and certain employee benefits that are measured at present value. Accrual basis of accounting has been used except for cash flow statement.

2.3 FINANCIAL RISK MANAGEMENT / JUDGEMENT AND ESTIMATES

The financial risk management objectives and policies are consistent with those disclosed in the annual unconsolidated financial statements of the Corporation for the year ended December 31, 2021. In preparing this unconsolidated condensed interim financial statements, the management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Corporation's and the key sources of estimation uncertainty are the same as those that applied to the annual unconsolidated financial statements for the year ended December 31, 2021.

2.4 FUNCTIONAL AND PRESENTATION CURRENCY

These unconsolidated condensed interim financial statements are prepared and presented in Pakistani Rupees, which is the Corporation's functional and presentation currency.

2.5 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS

**STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022**

2.5.1 Standards, amendments and interpretations to the published standards that are relevant to the company and adopted in the current period

The Corporation has adopted the following new standards, amendments to published standards and interpretations of IFRSs which became effective during the current period.

Standard or Interpretation	Effective Date (Annual periods beginning on or after)
IFRS 14 'Regulatory Deferral accounts'	July 1, 2019
IFRS 3 'Definition of a business' Amendment to IFRS 3	January 01, 2020
IAS 1/IAS 8 'Definition of Material' (Amendments to IAS 1 and IAS 8)	January 01, 2020
Various Amendments to References to the Conceptual Framework in IFRS Standards	January 01, 2020

Adoption of the above standard have no significant effect on the amounts for the period ended March 31, 2022.

2.5.2 Standards, amendments and interpretations to the published standards that are relevant but not yet effective and not early adopted by the Corporation

There are no such new standards, amendments to published standards and interpretations that would be relevant but not yet effective.

2.5.3 Standards, amendments and interpretations to the published standards that are not yet notified by the Securities and Exchange Commission of Pakistan (SECP)

Following new standards have been issued by the International Accounting Standards Board (IASB) which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard or Interpretation	IASB effective date (Annual periods beginning on or after)
IFRS 17 'Insurance Contracts'	January 01, 2022
IFRS 1 'First-time Adoption of International Financial Reporting Standards'	July 1, 2009

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

	March 31, 2022 (Un-audited)	December 31,2021 (Audited)
-----Rupees in '000 -----		
3. PROPERTY AND EQUIPMENT		
Operating fixed assets		
Net book value as at the beginning of the period / year	881,186	850,816
Additions / adjustments during the period / year	16,467	284,793
Disposal during the period / year	(19,293)	(3,276)
Net depreciation charge during the period / year	(20,973)	(251,147)
Net book value as at the end of the period / year	<u>857,387</u>	<u>881,186</u>

	March 31, 2022 (Un-audited)	December 31,2021 (Audited)
-----Rupees in '000 -----		
4 INVESTMENT PROPERTIES		
Investment Properties	3,197,004	3,222,331
Less: Provision for impairment in value	(2,757)	(2,757)
	3,194,247	3,219,573
Capital work-in-progress	399,572	399,394
	<u>3,593,819</u>	<u>3,618,967</u>

4.1 The market value of the investment properties, owned by the Corporation as determined by the independent valuers on yearly basis, amounted to Rs.63,002 million (2021: Rs..63,002 million).

5 INVESTMENTS IN EQUITY SECURITIES

	March 31 2022 (Un-audited)			December 31 2021 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
-----Rupees in '000-----						
Fair value through profit or loss account						
Related parties						
Listed shares	3,517,424	-	17,431,440	3,517,424	-	15,980,373
Unlisted shares	5,000	-	5,000	5,000	-	5,000
Others						
Listed shares	30,399,261		71,971,484	26,072,745	-	72,867,269
Unlisted shares	276,097	(216,855)	59,242	275,897	(216,855)	59,656
Unlisted preference shares	3,743	(2,365)	1,378	3,743	(2,267)	1,476
	<u>34,201,524</u>	<u>(219,220)</u>	<u>89,468,545</u>	<u>29,874,809</u>	<u>(219,122)</u>	<u>88,913,774</u>

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

6 INVESTMENTS IN GOVERNMENT SECURITIES

	March 31, 2022(Un-audited)				December 31, 2021 (Audited)	
	Maturity Year	Effective Yield (%)	Amortized Cost	Principal Repayment	Carrying Value	Carrying Value
-----Rupees in '000-----						
<i>Held to maturity</i>						
Pakistan Investment Bond						
3 year Pakistan Investment Bonds	2022 - 2023	12.18% - 12.37%	53,626,105	54,090,000	53,626,105	53,457,214
5 year Pakistan Investment Bonds	2023 - 2025	12.10% - 12.39%	195,019,270	205,450,000	195,019,270	148,924,146
10 year Pakistan Investment Bonds	2022 - 2030	11.84% - 12.22%	501,384,821	514,986,600	501,384,821	467,877,767
15 year Pakistan Investment Bonds	2023 - 2035	12.37% - 12.70%	115,422,984	113,377,100	115,422,984	115,420,011
20 year Pakistan Investment Bonds	2024 - 2039	11.87% - 12.52%	70,629,435	69,461,000	70,629,435	70,604,408
30 year Pakistan Investment Bonds	2036 - 2038	12.01% - 12.36%	37,729,534	40,050,000	37,729,534	37,726,056
Islamic Republic of Pakistan Bonds			10,098,905	-	10,098,905	9,170,935
			983,911,055	997,414,700	983,911,055	903,180,537
Treasury Bills						
Treasury Bills	2022-2023	10.30% - 12.50%	57,301,568	60,500,000	57,301,568	6,714,396
Other						
Sukuk Bonds	2025		274,886	-	274,886	174,886
			1,041,487,509	1,057,914,700	1,041,487,509	910,069,819

7 INVESTMENTS IN DEBT SECURITIES

	Note	March 31 2022 (Un-audited)			December 31 2021 (Audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
-----Rupees in '000-----							
<i>Held to maturity</i>							
Debentures	7.1	7,573	(7,573)	-	7,573	(7,573)	-
Foreign fixed income securities		7,755,579	-	7,755,579	4,091,596	-	4,091,596
		7,763,152	(7,573)	7,755,579	4,099,169	(7,573)	4,091,596

- 7.1 Debentures include an amount of Rs. 7.573 million (December 31, 2021: Rs. 7.573 million) pertaining to those companies which are in liquidation process since 1974. Further, a court case is in process against the Colony Textile Mills Limited against debenture loan amounting to Rs. 0.678 million (December 31, 2021: Rs. 0.678 million). The Corporation had made full provision against these debentures.

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

8 INVESTMENT IN MUTUAL FUNDS

	March 31 2022 (Un-audited)			December 31 2021 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	-----Rupees in '000-----					
Fair value through profit or loss						
<i>Listed</i>						
Open ended mutual fund	3,282,446	-	6,571,269	3,282,446	-	6,627,281
<i>Unlisted</i>						
Close end mutual fund	594,190	-	1,917,849	594,190	-	1,927,011
	<u>3,876,637</u>	<u>-</u>	<u>8,489,118</u>	<u>3,876,636</u>	<u>-</u>	<u>8,554,292</u>

	Note	March 31,	December
		2022	31,2021
		(Un-audited)	(Audited)
		-----Rupees in '000-----	
9	INSURANCE / REINSURANCE RECEIVABLES		
	<i>Unsecured and considered good</i>		
	Due from insurance contract holders	30,840,032	37,056,058
	Less: provision for impairment of receivables from Insurance contract holders	-	-
	Due from other insurers / reinsurers	373,896	374,133
	Less: provision for impairment of due from other insurers / reinsurers	-	-
		<u>31,213,928</u>	<u>37,430,191</u>
10	LOANS AND OTHER RECEIVABLES		
	Accrued investment income	52,758,828	52,173,604
	Loans to agents	90,472	81,736
	Loans to employees	941,688	953,738
	Advance to contractors & security deposit	445,133	432,265
	Other receivables	3,776,506	2,034,446
	Deposit against bank guarantee	546,000	546,000
		<u>58,558,627</u>	<u>56,221,789</u>

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

	March 31, 2022 (Un-audited)	December 31,2021 (Audited)
11 PREPAYMENTS	Note -----Rupees in '000 -----	
Prepaid rent	44,012	50,438
Prepaid miscellaneous expenses	13,443	15,929
	<u>57,455</u>	<u>66,367</u>
12 CASH AND BANK		
<i>Cash and Cash Equivalent</i>		
- Cash in hand	37,956	9,635
- Cash in transit	11,511	33,118
- Policy & Revenue stamps, Bond papers	-	-
	49,467	42,753
Cash at bank		
- Current accounts	11,590,541	30,491,571
- Savings accounts	6,671,855	62,360,355
- Fixed deposits maturing after 12 months	8,016,487	8,107,351
	<u>26,328,350</u>	<u>101,002,030</u>
12.1 Cash and cash equivalent include the following for the purposes of the cash flow statement:		
<i>Cash and cash equivalent</i>		
- Cash in hand	37,956	9,635
- Cash in transit	11,511	33,118
- Policy & Revenue stamps, Bond papers	-	-
	49,467	42,753
Cash at bank		
- Current accounts	11,590,541	30,491,571
- Savings accounts	6,671,855	62,360,355
	<u>18,311,863</u>	<u>92,894,679</u>
12.2 These carry mark-up ranging from 9.50% to 9.55% (2021: 6.60% to 18.00%) per annum.		
	March 31, 2022 (Un-audited)	December 31,2021 (Audited)
13 RESERVES	-----Rupees in '000 -----	
Revenue reserves		
General reserve	308,305	4,725
14 INSURANCE LIABILITIES		
Reported outstanding claims (including claims in payment)	60,571,893	54,464,424
Incurred but not reported claims	7,334,462	7,264,935
Investment Component of Unit Linked and Account Value Policies	92,589	73,839
Liabilities under Individual Conventional Insurance Contracts	1,277,959,197	1,240,729,899
Liabilities under group insurance contracts (other than investment linked)	5,447,461	6,859,785
Other insurance liabilities	19,935,280	1,248,411
	<u>1,371,340,882</u>	<u>1,310,641,293</u>

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
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	March 31, 2022 (Un-audited)	December 31,2021 (Audited)
15 DEFERRED TAXATION	-----Rupees in '000 -----	
Deferred tax credit arising in respect of On retained balance on Ledger Account D	<u>4,084,381</u>	<u>3,489,579</u>

	Balance as at January 1,2022	Recognized in statement of comprehensive income	Recognized in Other Comprehensive Income	Balance as at March 31, 2022
	----- Rupees in '000 -----			
Defer credit arising in respect of On Retained Balance on Ledger Account D	<u>3,489,579</u>	<u>594,802</u>		<u>4,084,3</u>

	Balance as at January 1,2021	Recognized in statement of comprehensive income	Recognized in Other Comprehensive Income	Balance as at December 31, 2021
	----- Rupees in '000 -----			
Defer credit arising in respect of On Retained Balance on Ledger Account D	<u>1,610,642</u>	<u>1,878,937</u>	-	<u>3,489,5</u>

	March 31, 2022 (Un-audited)	December 31,2021 (Audited)
16 INSURANCE / REINSURANCE PAYABLES	-----Rupees in '000 -----	
Due to other insurers / reinsurers	<u>562,389</u>	<u>521,942</u>
17 OTHER CREDITORS AND ACCRUALS		
Agents commission payable	2,036,582	4,928,208
Accrued expenses	10,518,916	10,499,148
Other liabilities	<u>13,313,529</u>	<u>11,489,582</u>
	<u>25,869,027</u>	<u>26,916,938</u>

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

18.1.1 There is no change in the status of contingencies as reported in note 22.1 to the annual unconsolidated financial statements of the Corporation for the year ended 31 December, 2021, except specified below:-

i. Returns of taxable income, being a deemed assessment order u/s 120(1) of the Income Tax Ordinance were duly submitted by SLIC to FBR for tax year 2003 and 2006.

Notices dated 12th August, 2008 and 22nd May, 2012 were issued by the ACIR to SLIC u/s 122(5A)/122(9) of the Ordinance for tax year 2003 and 2006 respectively for amendment of above mentioned deemed assessment orders on the grounds that surplus attributable to the policyholders was not paid within three years from the year of its appropriation and hence it should be added back in the taxable income of the Corporation under the provisions of section 34(5) of the Ordinance.

Corporation submitted detailed explanation/information along with relevant supporting documents against above notices to the tax authorities. ACIR passed amended assessment orders u/s 122(5A) of the Ordinance dated 29th September, 2008 and 30th June, 2012 and determined tax demand of Rs. 2,126,249,999 and Rs. 1,401,200,326 for tax year 2003 and 2006 respectively.

Appeals against amended assessment orders passed by the ACIR were filed by SLIC before the CIRA. The CIRA deleted the above tax demands vide orders dated 04th July, 2012 and 31st October, 2012 for tax years 2003 and 2006 respectively.

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Inland Revenue Department filed appeals before Appellate Tribunal Inland Revenue against the orders of CIRA which were also decided in favour of the Corporation vide consolidated order dated 21st September, 2016. Inland Revenue Department has filed Income Tax Reference Applications before Honorable High Court of Sindh, Karachi against the order of ATIR which are pending adjudication.

- 18.2 With reference to the contingency disclosed in note 22.1.13 of the annual unconsolidated accounts for Dec 31, 2021, in view of the opinion of the legal advisor and pending the adjudication of the petitions filed, the Corporation has neither billed its customers nor recognized the contingent liability for sales tax in Sindh, Punjab, Balochistan & KP which, calculated on the basis of the risk premium and excluding the investment amount allocated to policies as per the opinion of the legal advisors, aggregated to Rs. 4,238.15 million (2021: Rs. 3,882.37 million) in its books of account. The management contends that should the administrative efforts fail, the amount will be charged to the policyholders.

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

		March 31, 2022 (Un-audited)	March 31, 2021 (Un-audited)
19	NET PREMIUM REVENUE		
		-----Rupees in '000 -----	
	Gross Premiums		
	Regular premium individual policies		
	First year	2,477,283	2,641,116
	Second year renewal	2,139,010	1,729,782
	Subsequent year renewal	19,318,381	19,029,766
	Group policies with cash values	-	-
	Group policies without cash values	43,475,125	9,899,115
	Less: experience refund	(6,908,763)	(3,013,117)
	Total Gross Premiums	<u>60,501,036</u>	<u>30,286,662</u>
	Less: Reinsurance Premiums Ceded		
	On individual life first year business	(75,170)	(6,802)
	On individual life second year business	(7,151)	(3,216)
	On individual life renewal business	(29,245)	(24,912)
	On group life business	(87,262)	(45,709)
		<u>(198,828)</u>	<u>(80,639)</u>
	Net Premium revenue	<u>60,302,208</u>	<u>30,206,023</u>
20	INVESTMENT INCOME		
	Income from equity securities		
	<i>Fair value through profit or loss</i>		
	- Dividend income	2,647,035	1,993,356
	Income from government and debt securities		
	<i>Held to maturity</i>		
	- Return on government and debt securities	23,601,984	21,626,417
		<u>26,249,019</u>	<u>23,619,772</u>
21	NET REALISED FAIR VALUE GAIN / (LOSS) ON FINANCIAL ASSETS		
	<i>Fair value through profit or loss</i>		
	Realised gain / (loss) on equity securities	97,169	5,524
22	NET FAIR VALUE LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		
	Net unrealised loss on investments at fair value through profit or loss	507,674	(2,472,184)
	Investment related expenses	(14,402)	(13,409)
		<u>493,272</u>	<u>(2,485,593)</u>
23	NET RENTAL INCOME		
	Rental income	385,224	351,282
	Less: Expenses of investment property	(173,125)	(109,399)
		<u>212,098</u>	<u>241,883</u>
24	OTHER INCOME		
	Return on bank balances	1,556,558	380,894
	Return on loans to employees	10,993	13,165
	Return on loans to policyholders	2,825,456	2,067,304
	Exchange gain on revaluation	524,301	295,350
	Miscellaneous income	21,508	16,459
		<u>4,938,816</u>	<u>2,773,172</u>

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FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

		March 31, 2022 (Un-audited)	March 31, 2021 (Un-audited)
25	NET INSURANCE BENEFITS		
		-----Rupees in '000 -----	
	Gross Claims		
	Claims under individual policies		
	- by death	2,230,790	2,373,450
	- by insured event other than death	71,035	69,351
	- by maturity	3,305,661	2,901,625
	- by surrender	7,374,930	7,698,951
	- annuity payments	2,478	7,059
	Total gross individual policy claims	12,984,894	13,050,436
	Claims under group policies		
	- by death	2,026,023	1,264,354
	- by insured event other than death	14,017,846	4,129,515
	- by maturity	-	283,000
	- by surrender	116	700
	- annuity payments	-	46
	- experience premium refund	-	-
	Total gross policy claims	16,043,985	5,394,898
	Total Gross Claims	29,028,879	18,445,334
	Less: Reinsurance Recoveries		
	-on individual life claims	(2,993)	(8,330)
	-on group life claims	(91,616)	(57,035)
		(94,609)	(65,365)
	Claim related expenses	2,794	3,830
	Net insurance benefit	28,937,064	18,383,799
26	ACQUISITION EXPENSES		
	Remuneration to insurance intermediaries on individual policies:		
	- commission to agent on first year premiums	1,240,494	1,236,516
	- commission to agent on second year premiums	259,335	210,898
	- commission to agent on subsequent renewal premiums	777,650	763,006
	- other benefits to insurance intermediaries	140,846	72,654
	- branch overhead	438,600	618,603
	Remuneration to insurance intermediaries on group policies:		
	- commission	1,155	812
	- other benefits to insurance intermediaries	-	-
	Other acquisition costs		
	- Stamp duty and medical fee	281,172	299,877
		3,139,252	3,202,366
27	MARKETING AND ADMINISTRATION EXPENSES		
	Employee benefit cost	27.1 1,992,676	1,812,777
	Travelling expenses	48,354	47,200
	Advertisement and sales promotion	3,112	674
	<i>Balance carry forward</i>	2,044,142	1,860,651

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
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FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

		March 31, 2022 (Un-audited)	March 31, 2021 (Un-audited)
	Note	-----Rupees in '000 -----	
<i>Balance brought forward</i>		2,044,142	1,860,651
Printing and stationery		12,332	11,681
Depreciation		36,800	33,819
Rent, rates and taxes		73,410	61,107
Legal and professional charges - business related		238,663	121,388
Electricity, gas and water		37,660	30,841
Office repair and maintenance		3,622	3,119
Bank charges		7,576	7,500
Postages, telegrams and telephone charges		22,780	17,975
Appointed Actuary fees		1,939	1,778
Annual Supervision fees SECP		12,500	12,500
		<u>2,491,424</u>	<u>2,162,359</u>
27.1 Employee benefit cost			
Salaries, allowances and other benefits		1,811,487	1,566,503
Charges for post employment benefit		181,189	246,274
		<u>1,992,676</u>	<u>1,812,777</u>
28 OTHER EXPENSES			
Auditors' remuneration	28.1	2,900	1,752
Training expense		5,977	4,189
Revenue stamps		6,188	6,591
Insurance charges		20,026	20,073
Office maintenance		15,995	15,490
Other rent, rates and taxes		8,488	4,571
Miscellaneous		9,846	9,182
		<u>69,420</u>	<u>61,848</u>
28.1 Auditors' remuneration			
Business within Pakistan			
BDO Ebrahim & Co.		913	700
Grant Thornton Anjum Rahman		1,163	700
		2,076	1,401
BDO Ebrahim & Co.		206	176
Grant Thornton Anjum Rahman		206	176
		412	351
Business outside Pakistan			
Nabeel AL-Saie Public Accountants		412	-
Out of pocket expense		-	-
		412	-
		<u>2,900</u>	<u>1,752</u>

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
 NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
 FINANCIAL STATEMENTS (UN-AUDITED)
 FOR THE THREE-MONTHS PERIOD ENDED MARCH 31, 2022

		March 31, 2022 (Un-audited)	March 31, 2021 (Un-audited)
29	INCOME TAX EXPENSE	Note	-----Rupees in '000 -----
	For the period		
	Current	295,835	287,320
	Deferred	594,802	509,689
		890,637	797,008
30	EARNINGS PER SHARE		
	Profit (after tax) for the period	2,172,666	1,950,517
	Weighted average outstanding number of ordinary shares as at period end	49,000	46,000
	Earnings per share (Rupees)	44.34	42.40

31 DATE OF AUTHORIZATION FOR ISSUE

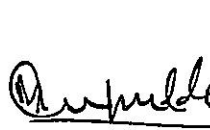
These unconsolidated condensed interim financial statements were approved and authorized for issue on 31 MAY 2022 by the Board of Directors of the Corporation.

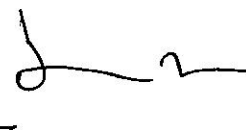
32 GENERAL


Figures in these unconsolidated condensed interim financial statements have been rounded off to nearest thousand of Rupees unless otherwise stated.


 CHAIRMAN

Shoalb Javed Hussain


 DIRECTOR
 Mo'in M. Fudda


 DIRECTOR
 Humayun Bashir



 CHIEF FINANCIAL OFFICER
 Muhammad Rashid

Statement by the Appointed Actuary

required under Section 52(2) (a) & (b) of the Insurance Ordinance, 2000

In my opinion,

- a. The policyholders liabilities / technical liabilities included in the balance sheet of State Life Insurance Corporation of Pakistan as at March 31, 2022 have been determined in accordance with the provisions of the Insurance Ordinance, 2000; and
- b. Each statutory fund of the State Life Insurance Corporation of Pakistan complies with the solvency requirements of the Insurance Ordinance, 2000.



(Shujaat Siddiqui)

Appointed Actuary of the Corporation

Dated: May 25, 2022

Statement of Directors

(As per requirement of Section 46(6) and Section 52(2) (C)
of the Insurance Ordinance, 2000)

Section 46 (6)

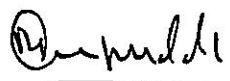
- a. In our opinion the financial statements of the State Life Insurance Corporation of Pakistan for the three months ended March 31, 2022, set out in the forms attached to the statement have been drawn up in accordance with the Insurance Ordinance, and any rules made there under;
- b. State Life Insurance Corporation of Pakistan has at all times in the period complied with the provisions of the Insurance Ordinance and the Insurance Rules made there under relating to paid-up-capital, solvency and re-insurance / retakaful arrangements; and
- c. As at March 31, 2022, State Life Insurance Corporation of Pakistan continues to be in compliance with the provisions of the Ordinance and the rules made there under relating to paid-up-capital, solvency and reinsurance / retakaful arrangements.

Section 52 (2) (C)

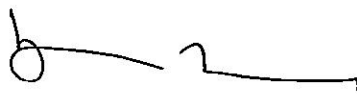
- d. In our opinion, each statutory fund of the State Life Insurance Corporation of Pakistan complies with the solvency requirements of the Insurance Ordinance, 2000 and the Insurance Rules, 2017.



CHAIRMAN
Shoalb Javed Hussain



DIRECTOR
Moiz M. Fudda



DIRECTOR
Humayun Bashir



CHIEF FINANCIAL OFFICER

Muneeb Ullah