

# **Amana Takaful PLC**

**Interim Report**

**30th June 2017**



## STATEMENT OF FINANCIAL POSITION

AS AT	Notes	Group		Company	
		Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.
<b>ASSETS</b>					
Intangible Assets		34,612,709	36,658,107	7,449,328	8,215,697
Property, Plant and Equipment		83,322,663	101,870,083	65,519,717	81,974,142
Deferred Tax Asset	11	102,848,266	104,330,875	97,594,408	97,594,408
Investment Property		78,500,000	78,500,000	78,500,000	78,500,000
Investment in Subsidiary		-	-	1,074,322,352	1,074,322,352
Financial Assets	3	2,760,736,412	2,305,094,853	913,231,045	874,366,499
Financial Assets - Unit Linked	4	1,562,017,516	1,441,276,268	-	-
Retakaful (Reinsurance) Receivables		237,453,306	383,234,370	198,353,582	213,900,783
Contribution (Premium) Receivable		579,135,760	423,594,316	443,353,292	328,235,215
Other Assets		273,379,459	170,070,907	198,878,163	103,983,447
Other Assets - Unit Linked		47,027,844	32,055,415	-	-
Cash and Bank Balances		204,340,980	368,874,066	88,248,140	78,897,531
Cash and Bank Balances - Unit Linked		52,845,650	72,192,842	-	-
<b>Total Assets</b>		<b>6,016,220,565</b>	<b>5,517,752,102</b>	<b>3,165,450,027</b>	<b>2,939,990,074</b>
<b>LIABILITIES</b>					
Insurance Contract Liabilities - Non Life		922,639,645	917,870,374	644,819,853	650,675,481
Insurance Contract Liabilities - Family Takaful Fund		578,605,397	559,913,844	-	-
Insurance Contract Liabilities- Family Takaful Unit Linked		1,626,278,424	1,504,144,873	-	-
Employee Benefits		42,128,300	38,871,095	23,616,816	23,997,243
Subordinated Debt		212,000,000	200,000,000	212,000,000	200,000,000
Other Liabilities - Unit Linked		52,510,254	50,315,576	-	-
Other Liabilities		656,656,489	465,230,356	310,149,017	174,572,524
Murabaha Facility		-	-	-	-
Finance Lease Liability		9,538,082	12,503,061	3,842,835	6,302,143
Related Party Payable		-	-	-	-
Short Term Borrowings		15,153,381	87,657,018	15,153,381	87,657,018
Bank Overdrafts		167,341,309	40,892,192	167,341,309	38,493,174
<b>Total Liabilities</b>		<b>4,282,851,281</b>	<b>3,877,398,389</b>	<b>1,376,923,210</b>	<b>1,181,697,583</b>
<b>SHAREHOLDERS' EQUITY</b>					
Stated Capital		1,860,001,339	1,860,001,339	1,860,001,339	1,860,001,339
Other Reserves		88,572,304	85,869,346	30,331,677	34,331,677
Revenue Reserves		(493,557,924)	(567,429,563)	(101,806,200)	(136,040,525)
		1,455,015,719	1,378,441,122	1,788,526,816	1,758,292,491
Non Controlling Interest		278,353,566	261,912,591	-	-
<b>Total Equity</b>		<b>1,733,369,284</b>	<b>1,640,353,713</b>	<b>1,788,526,816</b>	<b>1,758,292,491</b>
<b>Total Liabilities and Equity</b>		<b>6,016,220,565</b>	<b>5,517,752,102</b>	<b>3,165,450,027</b>	<b>2,939,990,074</b>

I certify that the preparation and presentation of these Financial Statements comply with the requirements under Companies Act, No. 07 of 2007.

Signed

M. Rinaz Niyas  
Head of Finance

Signed for and on behalf of the Board

Signed

Dr. I.A. Ismail  
Director

Colombo  
11th August 2017

Signed

M. Fazal Ghaffoor  
Chief Executive Officer

Signed

M.H.M. Rafiq  
Director

## INCOME STATEMENT

FOR THE PERIOD ENDED 30TH JUNE	Notes	Group			Company		
		Unaudited 2017 Rs.	Unaudited 2016 Rs.	Change %	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Change %
Gross Written Contribution (Premium)	5	1,935,444,073	1,880,496,824	3%	855,424,324	776,901,448	10%
Retakaful Contribution (Reinsurance Premium)		(483,574,453)	(508,835,206)	5%	(209,992,828)	(177,465,402)	-18%
Net Written Contribution (Premium)		1,451,869,620	1,371,661,618	6%	645,431,496	599,436,046	8%
Net Change in Reserve for Un-Earned Contribution (Premium)		(142,790,834)	(55,483,363)	-157%	(24,086,416)	38,341,554	-163%
Net Earned Contribution (Premium)		1,309,078,785	1,316,178,255	-1%	621,345,079	637,777,600	-3%
<b>Other Revenue</b>							
Income from investments		220,271,551	120,387,493	83%	54,508,506	39,698,375	37%
Other income		30,321,407	27,470,880	10%	2,660,391	2,344,836	13%
<b>Total Revenue</b>	6	1,559,671,743	1,464,036,628	7%	678,513,976	679,820,811	-0.2%
<b>Benefits, Losses and Expenses</b>							
Takaful (Insurance) claims and benefits		(701,004,242)	(733,730,717)	4%	(337,028,878)	(463,572,757)	27%
Acquisition Cost (net of reinsurance commission)		(80,845,510)	(87,242,037)	7%	(34,552,077)	(33,821,674)	-2%
Change in Family Takaful Contract Liability		(138,487,706)	(149,269,152)	7%	-	-	-
Other Operating and Administration Expenses		(514,494,610)	(510,521,718)	-1%	(248,043,520)	(257,872,064)	4%
Depreciation		(14,141,002)	(14,991,006)	6%	(12,654,630)	(12,625,760)	-0.2%
<b>Total Claims, Benefits and Expenses</b>		(1,448,973,070)	(1,495,754,630)	3%	(632,279,104)	(767,892,255)	18%
<b>Profit from Operations</b>		110,698,673	(31,718,002)	449%	46,234,872	(88,071,445)	152%
Finance cost		(16,805,398)	(10,925,327)	-54%	(16,000,547)	(10,474,631)	-53%
<b>Profit / (Loss) Before Taxation</b>	9	93,893,275	(42,643,328)	320%	30,234,325	(98,546,076)	131%
Income Tax Expenses	10	(7,576,407)	(7,266,790)	-4%	-	-	-
<b>Net Profit / (Loss) for the Period</b>		86,316,868	(49,910,118)	273%	30,234,325	(98,546,076)	131%
<b>Attributable to:</b>		<b>Rs</b>	<b>Rs</b>				
Equity holders of the parent		69,573,035	(70,961,658)				
Non-Controlling Interest		16,743,833	21,051,540				
		86,316,868	(49,910,118)				
<b>Basic / Diluted Earnings / (Loss) Per Share - Weighted Average - To Equity Holders</b>		<b>Rs</b>	<b>Rs</b>		<b>Rs</b>	<b>Rs</b>	
Average - To Equity Holders		0.04	(0.05)	182%	0.02	(0.07)	126%
Dividend per share							
Interim dividend paid per share		-	-	-	-	-	-
Final proposed dividend per share		-	-	-	-	-	-

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30TH JUNE	Group			Company		
	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Change %	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Change %
<b>Other Comprehensive Income</b>						
Profit/(Loss) for the period	<b>86,316,868</b>	(49,910,118)	273%	<b>30,234,325</b>	(98,546,076)	131%
Change in Fair Value of Available for Sale Financial Assets	<b>(239,149)</b>	(12,308,342)	98%	-	(1,421,595)	100%
Fair Value of Available for Sale Financial Assets reclassified to profit or loss	-	2,498,478	-100%	-	2,498,478	-100%
Fair Value of Available for Sale Financial Assets Transferred to Policyholder's Reserve	<b>477,929</b>	(3,470,458)	114%	-	-	-
Foreign Currency Translation Differences for Foreign Operations	<b>12,187,196</b>	(8,556,715)	242%	-	-	-
<b>Total Comprehensive Income / (Loss) for the period</b>	<b>98,742,844</b>	(71,747,155)	238%	<b>30,234,325</b>	(97,469,193)	131%
<b>Attributable to;</b>						
Equity holders of the parent	<b>93,258,606</b>	(83,856,203)				
Non-Controlling Interest	<b>5,484,238</b>	12,109,048				
	<b>98,742,844</b>	(71,747,155)				

## INCOME STATEMENT

FOR THE QUARTER ENDED 30TH JUNE	Group			Company		
	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Change %	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Change %
Gross Written Contribution (Premium)	964,529,267	926,147,307	4%	419,201,606	381,613,973	10%
Retakaful Contribution (Reinsurance Premium)	(184,071,487)	(215,286,604)	-14%	(91,756,477)	(88,947,557)	3%
Net Written Contribution (Premium)	780,457,779	710,860,702	10%	327,445,129	292,666,416	12%
Net Change in Reserve for Un-Earned Contribution (Premium)	(121,703,273)	(47,780,219)	155%	(23,040,728)	28,133,194	-182%
Net Earned Contribution (Premium)	658,754,506	663,080,483	-1%	304,404,400	320,799,610	-5%
<b>Other Revenue</b>						
Income from investments	125,165,172	73,541,124	70%	30,537,978	22,978,583	33%
Fair Value Gains and Losses of Available For Sale Financial Assets	239,149	4,069,375	-94%	-	1,076,882	-100%
Other income	16,881,418	15,538,810	9%	1,257,999	1,376,755	-9%
<b>Total Revenue</b>	<b>801,040,244</b>	<b>756,229,792</b>	<b>6%</b>	<b>336,200,377</b>	<b>346,231,831</b>	<b>-3%</b>
<b>Benefits, Losses and Expenses</b>						
Takaful (Insurance) claims and benefits	(317,750,571)	(394,242,253)	-19%	(163,583,859)	(229,687,898)	-29%
Acquisition Cost (net of reinsurance commission)	(43,587,558)	(17,659,853)	147%	(20,164,120)	(16,941,632)	19%
Change in Family Takaful Contract Liability	(105,958,986)	(73,992,905)	43%	-	-	-
Other Operating and Administration Expenses	(264,556,853)	(289,547,332)	-9%	(124,752,816)	(136,052,877)	-8%
Depreciation	(8,038,047)	(7,490,507)	7%	(7,663,350)	(6,392,513)	20%
<b>Total Claims, Benefits and Expenses</b>	<b>(739,892,015)</b>	<b>(782,932,851)</b>	<b>-5%</b>	<b>(316,164,145)</b>	<b>(389,074,920)</b>	<b>-19%</b>
<b>Profit from Operations</b>	<b>61,148,229</b>	<b>(26,703,059)</b>	<b>-329%</b>	<b>20,036,232</b>	<b>(42,843,089)</b>	<b>-147%</b>
Finance cost	(7,525,332)	(6,131,306)	23%	(7,048,474)	(6,221,660)	13%
<b>Profit / (Loss) Before Taxation</b>	<b>53,622,897</b>	<b>(32,834,365)</b>	<b>263%</b>	<b>12,987,758</b>	<b>(49,064,749)</b>	<b>126%</b>
Income Tax Expenses	(6,158,197)	(1,171,704)	426%	-	-	-
<b>Net Profit / (Loss) for the Period</b>	<b>47,464,700</b>	<b>(34,006,069)</b>	<b>240%</b>	<b>12,987,758</b>	<b>(49,064,749)</b>	<b>126%</b>
<b>Attributable to:</b>	<b>Rs</b>	<b>Rs</b>				
Equity holders of the parent	34,056,287	(40,668,845)				
Non-Controlling Interest	13,408,413	6,662,776				
	<b>47,464,700</b>	<b>(34,006,069)</b>				
Basic / Diluted Earnings / (Loss) Per Share - Weighted Average - To Equity Holders	0.02	(0.03)	170%	0.01	(0.03)	122%
Dividend per share						
Interim dividend paid per share	-	-	-	-	-	-
Final proposed dividend per share	-	-	-	-	-	-

**GROUP STATEMENT OF CHANGES IN EQUITY**

FOR THE PERIOD ENDED 30TH JUNE 2017

	Stated Capital (Rs)	Other Reserves			Revenue Reserves			Non Controlling Interest (Rs)	Total Equity (Rs)
		Prepaid Share Reserve (Rs)	Revaluation Reserve (Rs)	Exchange Fluctuation Reserve (Rs)	Available For Sale Reserve (Rs)	Policy Holder's Reserve (Rs)	Accumulated Losses (Rs)		
<b>Balance as at 1st January 2016</b>	1,650,001,188	-	36,501,152	43,604,300	(5,568,308)	(98,867,00)	(420,838,634)	205,893,654	1,509,494,485
Net Profit/ (Loss) for the period	-	-	-	-	-	-	(70,961,658)	21,051,540	(49,910,118)
<b>Other Comprehensive Income</b>									
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	-	(7,216,371)	-	-	(5,091,971)	(12,308,342)
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred	-	-	-	-	2,498,478	-	-	-	2,498,478
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to) from Policyholders Reserve	-	-	-	-	-	(3,470,458)	-	-	(3,470,458)
Foreign Currency Translation Difference	-	-	-	(4,706,193)	-	-	-	(3,850,522)	(8,556,715)
<b>Total Comprehensive Income</b>	-	-	-	(4,706,193)	(4,717,893)	(3,470,458)	(70,961,658)	12,109,048	(71,747,155)
Proceeds Received on Right Issue	-	158,349,442	-	-	-	-	-	-	158,349,442
<b>Balance as at 30th June 2016</b>	1,650,001,188	158,349,442	36,501,152	38,898,107	(10,286,201)	(3,569,325)	(491,800,292)	218,002,702	1,596,096,772
Net Loss for the period	-	-	-	-	-	-	(83,472,531)	(12,775,647)	(96,248,178)
<b>Other Comprehensive Income</b>									
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	-	6,153,604	-	-	4,922,781	11,076,385
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred to Profit or Loss	-	-	-	-	4,230,873	(317,466)	-	8,112,121	12,025,528
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to) from Policyholders Reserve	-	-	-	-	-	704,104	-	(11,290)	692,814
Net Change in Revaluation of Property, plant and equipment	-	-	-	-	-	-	-	-	-
Transfer from the Revaluation Reserve	-	-	-	-	-	-	-	-	-
Defined Benefit Plan Actuarial Losses, Net of Deferred Tax	-	-	-	-	-	-	(2,488,663)	(163,724)	(2,652,387)
Foreign Currency Translation Difference	-	-	-	12,736,368	-	-	-	10,420,665	23,157,033
<b>Total Comprehensive Income</b>	-	-	-	12,736,368	10,384,477	386,638	(85,961,194)	10,504,905	(51,948,805)
Transfer of revaluation surplus to retained earnings, at the disposal	-	-	(2,049,333)	-	-	-	2,049,333	-	-
Dividend Distributed	-	-	-	-	-	-	-	(17,004,949)	(17,004,949)
Expenses on Initial Public Offer	-	-	-	-	-	-	(13,440,014)	-	(13,440,014)
Ordinary Shares issued	210,000,151	(158,349,442)	-	-	-	-	-	-	51,650,709
<b>Changes in ownership interests</b>									
Effect of acquisitions, disposals and change in percentage holdings in subsidiaries	-	-	(216,948)	-	-	9,887	24,797,128	50,409,933	75,000,000
<b>Total changes in ownership interests</b>	210,000,151	(158,349,442)	(2,266,281)	-	-	9,887	13,406,447	33,404,984	96,205,746
<b>Balance as at 31st December 2016</b>	1,860,001,339	-	34,234,871	51,634,475	98,276	(3,172,800)	(564,355,039)	261,912,591	1,640,353,713
Net Profit for the period	-	-	-	-	-	-	69,573,035	16,743,833	86,316,868
<b>Other Comprehensive Income</b>									
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	-	(131,532)	-	-	(107,617)	(239,149)
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred	-	-	-	-	-	430,136	-	47,793	477,929
Foreign Currency Translation Difference	-	-	-	6,702,958	-	-	-	5,484,238	12,187,196
<b>Total Comprehensive Income</b>	-	-	-	6,702,958	(131,532)	430,136	69,573,035	22,168,247	98,742,844
Dividend Distributed	-	-	-	-	-	-	-	(5,727,273)	(5,727,273)
Transfer of Revaluation Surplus to Retained Earnings, at the Disposal	-	-	(4,000,000)	-	-	-	4,000,000	-	-
<b>Balance as at 30th June 2017</b>	1,860,001,339	-	30,234,871	58,337,433	(33,256)	(2,742,664)	(490,782,004)	278,353,566	1,733,369,284

## COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30TH JUNE 2017

	Stated Capital	Prepaid Share Reserve	Revaluation Reserve	Accumulated Profit/ (Losses)	Available For Sale Reserve	Total Equity
	(Rs)	(Rs)	(Rs)	(Rs)	(Rs)	(Rs)
<b>Balance as at 1st January 2016</b>	1,650,001,188	-	34,331,677	5,579,511	3,546,564	1,693,458,940
Net Loss for the period	-	-	-	(98,546,075)	-	(98,546,075)
<b>Other Comprehensive Income</b>						
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	-	(992,851)	(992,851)
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred to Profit or Loss	-	-	-	-	2,498,478	2,498,478
<b>Total Comprehensive Income</b>	-	-	-	(98,546,075)	1,505,627	(97,040,449)
Proceeds Received on Right Issue	-	158,349,442	-	-	-	158,349,442
<b>Balance as at 30th June 2016</b>	1,650,001,188	158,349,442	34,331,677	(92,966,564)	5,052,191	1,754,767,933
Net Loss for the period	-	-	-	(40,627,290)	-	(40,627,290)
<b>Other Comprehensive Income</b>						
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	-	136,872	136,872
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred to Profit or Loss	-	-	-	-	(5,189,063)	(5,189,063)
Defined Benefit Plan Actuarial Losses, Net of Deferred Tax	-	-	-	(2,446,671)	-	(2,446,671)
<b>Total Comprehensive Income</b>	-	-	-	(43,073,961)	(5,052,191)	(48,126,151)
Ordinary Shares issued	210,000,151	(158,349,442)	-	-	-	51,650,709
<b>Total changes in ownership interests</b>	210,000,151	(158,349,442)	-	-	-	51,650,709
<b>Balance as at 31st December 2016</b>	1,860,001,339	-	34,331,677	(136,040,525)	-	1,758,292,491
Net Profit for the period	-	-	-	30,234,325	-	30,234,325
<b>Total Comprehensive Income</b>	-	-	-	30,234,325	-	30,234,325
Transfer of Revaluation Surplus to Retained Earnings, at the Disposal	-	-	(4,000,000)	4,000,000	-	-
<b>Balance as at 30th June 2017</b>	1,860,001,339	-	30,331,677	(101,806,200)	-	1,788,526,816

**CASH FLOW STATEMENT**

FOR THE PERIOD ENDED 30TH JUNE	Group		Company	
	Unaudited 2017 Rs	Unaudited 2016 Rs	Unaudited 2017 Rs	Unaudited 2016 Rs
<b>Cash Flows from Operating Activities</b>				
Contribution (Premium) received from customers	1,779,902,628	1,923,360,193	740,306,247	812,379,167
Retakaful (Reinsurance) Premium paid	(382,603,454)	(508,695,002)	(151,456,387)	(156,001,550)
Claims, Benefits and Expenses paid	(937,901,342)	(1,083,193,837)	(465,857,489)	(542,111,626)
Retakaful (Reinsurance) Receipts in respect of Claims	285,588,277	233,642,169	150,485,860	3,559,826
Cash paid to and behalf of Employees	(289,956,131)	(273,705,195)	(173,588,452)	(170,624,071)
Profits received from Investments and Other Income	122,672,526	250,754,117	11,390,447	38,940,359
Dividends received	8,826,841	6,128,384	6,674,985	2,263,643
Finance Cost paid	(4,805,398)	(925,327)	(4,000,547)	(474,631)
Other operating cash receipts/ (payments)	(239,424,539)	(345,442,494)	(122,253,820)	(178,940,102)
<b>Cash Flow from/(used in) Operating Activities (Note A)</b>	<b>342,299,408</b>	<b>201,923,009</b>	<b>(8,299,154)</b>	<b>(191,008,986)</b>
Gratuity Paid	(1,986,010)	(2,649,290)	(1,986,010)	(2,649,290)
Income Tax Paid	(3,988,138)	-	-	-
<b>Net Cash Flow from/(used in) Operating Activities</b>	<b>336,325,261</b>	<b>199,273,719</b>	<b>(10,285,164)</b>	<b>(193,658,276)</b>
<b>Cash Flows from/(used in) Investing Activities</b>				
Net Disposal/(Purchase) of Investment Securities	(576,382,807)	(524,536,543)	(98,104,587)	(117,506,093)
Purchase of Intangible Assets	-	(2,553,011)	-	-
Purchase of Property, Plant & Equipment	(605,228)	(11,251,680)	(1,186,871)	(2,202,989)
Proceeds from Disposal of Property, Plant & Equipment	5,802,000	-	5,802,000	-
<b>Net Cash Flow used in Investing Activities</b>	<b>(571,186,036)</b>	<b>(538,341,234)</b>	<b>(93,489,457)</b>	<b>(119,709,082)</b>
<b>Cash Flows from Financing Activities</b>				
Repayment of Lease Facility	(2,964,983)	(1,320,870)	(2,459,308)	(1,320,870)
Settlement/ (Repayments) of Short Term Borrowings	(72,503,636)	100,000,000	(72,503,637)	100,000,000
Proceeds from Rights Issue	-	158,349,442	-	158,349,442
<b>Net cash flows from financing activities</b>	<b>(75,468,619)</b>	<b>257,028,572</b>	<b>(74,962,945)</b>	<b>257,028,572</b>
<b>Decrease in Cash and Cash Equivalents (Note B)</b>	<b>(310,329,394)</b>	<b>(82,038,943)</b>	<b>(178,737,567)</b>	<b>(56,338,786)</b>

**NOTE A**
**Reconciliation of Operating Profit/(Loss) with Cash Flows from Operations**

Profit/ (Loss) from Operations	110,698,673	(31,718,002)	46,234,872	(88,071,445)
Depreciation	14,141,002	14,991,006	12,654,630	12,625,760
Amortisations	2,045,398	334,176	766,369	312,607
Gain on Disposal of Property, Plant & Equipment	(790,354)	-	(815,333)	-
Provision for Gratuity	5,243,215	2,458,758	1,605,583	1,596,930
Unrealised (Income)/Losses	238,780	136,495,008	-	1,505,627
(Increase)/Decrease in Debtors and Other Assets	(128,041,362)	(242,527,405)	(194,465,592)	(233,931,112)
Increase in Family Takaful (Long Term Insurance) Fund	140,818,502	148,176,215	-	-
Increase/(Decrease) in Unearned Contribution (Premium)	142,790,834	55,483,363	24,086,416	(38,341,554)
Increase/(Decrease) in Claims Provision	(138,021,564)	20,610,378	(29,942,044)	86,926,020
Increase/(Decrease) in Other Creditors	197,981,681	98,544,839	135,576,493	66,842,811
Finance Cost Paid	(4,805,398)	(925,327)	(4,000,547)	(474,631)
<b>Cash Flows from/(used in) Operating Activities</b>	<b>342,299,408</b>	<b>201,923,009</b>	<b>(8,299,154)</b>	<b>(191,008,986)</b>

**NOTE B**
**Increase/ (Decrease ) in Cash and Cash Equivalents**

Cash at bank and in Hand and Cash Equivalents	257,186,630	766,648,691	140,678,981	364,189,192
Over drafts	(167,341,309)	-	(167,341,309)	-
Cash and Cash Equivalents at the end of the period	89,845,322	766,648,691	(26,662,328)	364,189,192
Cash and Cash Equivalents at the beginning of the year	400,174,716	848,687,634	152,075,239	420,527,978
<b>Decrease in Cash and Cash Equivalents</b>	<b>(310,329,394)</b>	<b>(82,038,943)</b>	<b>(178,737,567)</b>	<b>(56,338,786)</b>



**STATEMENT OF FINANCIAL POSITION  
FAMILY TAKAFUL / LIFE INSURANCE SEGMENT - SUPPLEMENTAL**

<b>AS AT</b>	<b>Unaudited as at 30.06.2017 Rs.</b>	<b>Audited as at 31.12.2016 Rs.</b>
<b>ASSETS</b>		
Intangible Assets	23,186,923	23,548,554
Property, Plant and Equipment	15,033,754	17,466,682
Financial Assets	1,089,568,789	1,018,398,153
Financial Assets - Unit Linked	1,562,017,516	1,441,276,267
Retakaful Receivable	5,160,854	2,250,872
Contribution (Premium) Receivable	32,431,889	27,199,034
Other Assets	33,139,993	38,754,561
Other Assets - Unit Linked	47,027,844	32,055,415
Cash and Bank Balances	31,822,469	34,456,620
Cash and Bank Balances - Unit Linked	52,845,650	72,192,842
<b>Total Assets</b>	<b>2,892,235,680</b>	<b>2,707,599,000</b>
<b>LIABILITIES</b>		
Insurance Contract Liability - Family Takaful Fund	578,605,397	559,913,844
Insurance Contract Liability - Family Takaful Linked Unit Linked	1,626,278,424	1,504,144,873
Employee Benefits	5,728,906	4,316,884
Finance Lease Liability	5,695,247	6,200,918
Other Liabilities	75,314,191	59,189,744
Other Liabilities - Unit Linked	52,510,254	50,315,575
<b>Total Liability</b>	<b>2,344,132,420</b>	<b>2,184,081,838</b>
<b>SHAREHOLDERS' EQUITY</b>		
Stated Capital	500,000,000	500,000,000
Other Reserves	(2,191,006)	(2,668,935)
Retained Earnings	50,294,267	26,186,097
<b>Total Equity</b>	<b>548,103,260</b>	<b>523,517,162</b>
<b>Total Equity &amp; Liability</b>	<b>2,892,235,680</b>	<b>2,707,599,000</b>

The above Long Term Insurance ( Family Takaful ) Balance Sheet is to be read in conjunction with the consolidated Statement of Financial Position.

## NOTES TO THE FINANCIAL STATEMENTS

1. Figures in the Interim Financial Statements for the period ended 30th June 2017 are provisional and unaudited.

2. These Interim Financial Statements of the Company and Group have been prepared in accordance with Sri Lanka Accounting Standards (SLAS) prefixed both SLFRS (corresponding to IFRS) and LKAS (corresponding to IAS), promulgated by the Institute of Chartered Accountants of Sri Lanka (ICASL) and comply with the requirements of the Companies Act, No. 7 of 2007 and the Regulation of Insurance Industry Act, No. 43 of 2000.

The same accounting policies and methods of computation as stated in the Annual Report 2016 have been followed in preparation of these Interim Financial Statements. Comparative information has been re-valued/re-classified where necessary, to conform to the current period recognition, measurement and presentation.

### 3. Financial Assets

AS AT	Group		Company	
	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.
Financial Assets at Fair Value Through Profit or Loss (3.1)	63,279,225	26,751,433	-	-
Available For Sale Financial Assets (3.2)	263,497,543	87,440,084	525,000	525,000
Loans & Receivables (3.3)	2,433,959,644	2,190,903,336	912,706,045	873,841,499
	2,760,736,412	2,305,094,853	913,231,045	874,366,499

AS AT	Group		Company	
	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.
<b>3.1 Financial Assets at Fair Value Through Profit &amp; Loss</b>				
Investments in Equity Securities	63,279,225	26,751,433	-	-
	63,279,225	26,751,433	-	-
<b>3.2 Available For Sale Financial Assets</b>				
Investments in Equity Securities - Quoted	-	37,593,383	-	-
Unit Trust	43,835,592	42,178,119	-	-
Investments in Equity Securities - Unquoted	219,661,951	7,668,582	525,000	525,000
Treasury Bills				
	263,497,543	87,440,084	525,000	525,000
<b>3.3 Loans and Receivable</b>				
Repurchase Agreements	479,251,037	503,228,391	225,558,677	218,928,769
Murabaha Investments	598,983,131	265,126,704	598,739,944	-
Commercial Papers	27,662,671	338,499,864	-	104,967,918
Mudharabaha Investments	1,325,137,019	1,071,917,784	88,407,424	538,790,356
Bank Deposits	-	-	-	-
Advances to Company Officers	2,925,786	12,130,593	-	11,154,456
	2,433,959,644	2,190,903,336	912,706,045	873,841,499

### 4. Financial Assets - Unit Linked

AS AT	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.
Financial Assets at Fair Value Through Profit or Loss (4.1)	137,368,665	96,108,686	-	-
Available For Sale Financial Assets (4.2)	24,140,397	21,669,060	-	-
Loans & Receivables (4.3)	1,400,508,454	1,323,498,522	-	-
	1,562,017,516	1,441,276,268	-	-

AS AT	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.	Unaudited as at 30.06.2017 Rs.	Audited as at 31.12.2016 Rs.
<b>4.1 Financial Assets at Fair Value Through Profit &amp; Loss</b>				
Investments in Equity Securities	137,368,665	96,108,686	-	-
	137,368,665	96,108,686	-	-
<b>4.2 Available For Sale Financial Assets</b>				
Unit Trust	24,140,397	21,669,060	-	-
	24,140,397	21,669,060	-	-
<b>4.3 Loans and Receivable</b>				
Repurchase Agreements	50,553,613	8,068,013	-	-
Mudharaba Investments	1,349,954,841	1,315,430,509	-	-
	1,400,508,454	1,323,498,522	-	-

## NOTES TO THE FINANCIAL STATEMENTS

### 5. Gross Written Premium (Contribution)

FOR THE PERIOD ENDED 30TH JUNE	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Unaudited 2017 Rs.	Unaudited 2016 Rs.
<b>5.1 Non-Life (General Takaful)</b>				
Motor	478,889,126	496,453,440	453,917,287	475,972,899
Fire	317,920,377	323,657,621	101,456,818	82,494,677
Marine	147,066,173	142,917,295	68,819,039	71,278,558
Medical	105,286,143	80,146,347	105,286,143	80,146,345
Miscellaneous	500,501,103	398,169,727	125,945,037	67,008,970
	<b>1,549,662,922</b>	<b>1,441,344,430</b>	<b>855,424,324</b>	<b>776,901,448</b>
<b>5.2 Long Term Insurance (Family Takaful)</b>				
Family Takaful	52,302,667	57,566,204	-	-
Mortgage & Group Family Takaful	25,182,350	32,799,792	-	-
Unit Linked	308,296,134	348,786,398	-	-
	<b>385,781,151</b>	<b>439,152,394</b>	<b>-</b>	<b>-</b>
<b>Total Gross Written Premium</b>	<b>1,935,444,073</b>	<b>1,880,496,824</b>	<b>855,424,324</b>	<b>776,901,448</b>

### 6. Revenue

#### 6.1 Revenue by Segment

FOR THE PERIOD ENDED 30TH JUNE	Group		Company	
	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Unaudited 2017 Rs.	Unaudited 2016 Rs.
<b>Segment</b>				
Amana Takaful PLC	678,513,976	679,820,811	678,513,976	679,820,811
Amana Takaful Life PLC	541,100,598	506,430,361	-	-
Amana Takaful (Maldives) PLC	347,057,169	287,277,659	-	-
Amana Global Ltd	2,850,000	3,507,798	-	-
Eliminations	(9,850,000)	(13,000,000)	-	-
	<b>1,559,671,743</b>	<b>1,464,036,628</b>	<b>678,513,976</b>	<b>679,820,811</b>

#### 6.2 Revenue

FOR THE PERIOD ENDED 30TH JUNE	Group		Company	
	Unaudited 2017 Rs.	Unaudited 2016 Rs.	Unaudited 2017 Rs.	Unaudited 2016 Rs.
<b>Gross written Contribution (Premium)</b>	<b>1,935,444,073</b>	<b>1,880,496,824</b>	<b>855,424,324</b>	<b>776,901,448</b>
Less :				
Reinsurance premium	(483,574,453)	(508,835,206)	(209,992,828)	(177,465,402)
Net written premium	<b>1,451,869,620</b>	<b>1,371,661,618</b>	<b>645,431,496</b>	<b>599,436,046</b>
(Increase)/decrease in net unearned premium	(142,790,834)	(55,483,363)	(24,086,416)	38,341,554
<b>Net earned premium</b>	<b>1,309,078,785</b>	<b>1,316,178,255</b>	<b>621,345,079</b>	<b>637,777,600</b>
Income from investments	220,271,551	120,387,493	54,508,506	39,698,375
Other income	30,321,407	27,470,880	2,660,391	2,344,836
<b>Revenue</b>	<b>1,559,671,743</b>	<b>1,464,036,628</b>	<b>678,513,976</b>	<b>679,820,811</b>

7. The Company has not done a valuation of the insurance contract liabilities - Life (Family Takaful) by the consultant actuary for the period ended 30th June 2017. Valuation will be performed annually.

8. The Company has not done a Liability Adequacy Test (LAT) in respect of Insurance Contract Liabilities - Non-Life Fund as required by SLFRS 4 - Insurance Contracts as at 30th June 2017. LAT will be performed annually.

#### 9. Profit/ (Loss) Before Taxation by Segment

	Group		Company	
	Unaudited 2017	Unaudited 2016	Unaudited 2017	Unaudited 2016
<b>Segment</b>				
Amana Takaful PLC	30,234,324	(98,546,076)	30,234,324	(98,546,076)
Amana Takaful Life PLC	24,108,173	11,811,936	-	-
Amana Takaful Maldives PLC	44,784,926	54,047,990	-	-
Amana Global Ltd	984,602	(738,428)	-	-
Eliminations	(6,218,750)	(9,218,750)	-	-
<b>Total</b>	<b>93,893,275</b>	<b>(42,643,328)</b>	<b>30,234,325</b>	<b>(98,546,076)</b>

## NOTES TO THE FINANCIAL STATEMENTS

- 10. 10.1** Amana Takaful PLC is liable to income tax at 28% (2016 - 28%)
- 10.2** Amana Global Ltd. which is approved under Section 17 of the BOI Law is liable to income tax at 15% (2016 -15%)
- 10.3** Amana Takaful Maldives PLC is liable to income tax at 15% (2016 - 15%)
- 10.4** Amana Takaful Life PLC is liable for income tax at 28% (2016 - 28%)
- 11.** Deferred tax assets are recognised for unused tax losses to the extent that it is probable that future taxable profit will be available against which the losses can be utilised. Significant management judgement is required to determine the amount of deferred tax assets that can be recognised, based on the likely timing and the level of future taxable profits together with future tax planning strategies.
- The Deferred tax assets has been recognised only for the general insurance segment and no deferred tax asset is recognised for the life segment on the tax losses amounting to Rs. Rs.641,114,691/- (2015 - Rs.678,337,421/- ).
- 12.** The nature of related party transactions in the current period is similar to those reported in the Annual Report 2016.
- 13.** There has not been a significant change in the assets pledged as disclosed in the Annual Report 2016.
- 14.** Comparative figures have been restated wherever necessary to conform to the current periods presentation.
- 15.** There has not been a significant change in the nature of the contingent liabilities as disclosed in the Annual Report 2016.
- 16.** No events have occurred since the reporting date that necessitates adjustments to or disclosure in the Financial Statements.
- 17.** Stated Capital as at 30th June 2017 is represented by shares in issue as given below:

	<b>Unaudited 30.06.2017</b>	<b>Audited 31.12.2016</b>
Number of shares as at		
Ordinary shares - Voting	<b>1,800,001,296</b>	1,800,001,296

### 18. Share Information

	<b>Group</b>		<b>Company</b>	
	<b>30.06.2017 Rs.</b>	<b>31.12.2016 Rs.</b>	<b>30.06.2017 Rs.</b>	<b>31.12.2016 Rs.</b>
Net asset value per share	<b>0.96</b>	0.91	<b>0.99</b>	0.98
Market price per share as at	<b>0.90</b>	0.90	-	-
Highest price per share for the period	<b>1.30</b>	1.30	-	-
Lowest price per share for the period	<b>0.70</b>	0.80	-	-

## NOTES TO THE FINANCIAL STATEMENTS

### Twenty Largest Shareholders as at 30th June 2017

Name of Shareholder	No. of Shares	%
Amana Holdings Limited	1,100,365,633	61.13
Amana Bank PLC	274,614,686	15.26
Dr. Thirugnanasambandar Senthilverl	84,992,681	4.72
Expolanka Holdings PLC	79,096,234	4.39
Falcon Trading (Pvt) Ltd	23,686,801	1.32
Mr. Hitihami Koralage Pushpakumara	7,774,250	0.43
Mr. Osman Kassim	6,691,624	0.37
Mr. Mohamed Haji Omar	5,515,137	0.31
Mr. Mohamed Imtiaz Samsudeen	4,411,267	0.25
Mrs. Pattini Deva Ashoka Swarna Kanthie Beruwelage	4,226,846	0.23
Seylan Bank PLC/Jayantha Dewage	4,143,082	0.23
Waldock Mackenzie Limited/Mr.M.I.Samsudeen	3,631,000	0.20
Mr. Riyaz Mohamed Sangani	3,401,461	0.19
Mr. Joseph Rohan Victoria	3,340,094	0.19
Mrs. Mohamed Fazeel Mujahira/Mr.M.F.M.Faleel	3,267,000	0.18
Ms. Yoosuf Ali Shameela	3,102,000	0.17
Mr. Sithambaram Pillai Jayakumar	3,000,000	0.17
Mrs. Nabeela Haroon	2,700,000	0.15
Mr. Gajath Chrysantha Goonetilleke	2,560,314	0.14
Mr. Mohamed Hussain Mohamed Nazeer	2,410,174	0.13
	<u>1,622,930,284</u>	<u>90.16</u>
Others	177,071,012	9.84
<b>Total</b>	<u>1,800,001,296</u>	<u>100.00</u>

The percentage of shares held by the public as at 30th June 2017 was 23.19% (31.12.2016 - 24.67%), where the number of shareholders was 6,470 (31.12.2016 - 6,654).

Directors' Shareholdings	No. of Shares	No. of Shares
	30.06.2017	31.12.2016
Mr. Tyeab Akbarally	120	120
Mr. Osman Kassim	6,691,624	6,691,624
Mr. M.H.M. Rafiq	20	20
Dato' Mohd. Fadzli Yusof	Nil	Nil
Dr. A.A.M. Haroon	40	40
Mr. A.S.M. Muzzammil	Nil	Nil
Dr.I.A. Ismail	Nil	Nil
Mr. R. Gopinath	Nil	Nil
Mr. M.H. Sattar Kassim	Nil	Nil
Mr. M.R.M. Nayeem	Nil	Nil

## CORPORATE INFORMATION

### NAME OF THE COMPANY

Amana Takaful PLC

### REGISTERED OFFICE

No. 660 - 1/1, Galle Road, Colombo 03, Sri Lanka

### LEGAL STATUS

Public Quoted Company with Limited Liability incorporated in Sri Lanka on 7th December 1998. Registered under the Companies Act, No. 07 of 2007 on 27th June 2007.

### SUBSIDIARY

Amana Takaful Life PLC  
No. 660 - 1/1, Galle Road, Colombo 03, Sri Lanka

Amana Takaful (Maldives) PLC

H. Mialani, Sosun Mogu, Male, Republic of Maldives

Amana Global Limited

No. 6, Glen Aber Place, Colombo 04, Sri Lanka

### COMPANY REGISTRATION NUMBER

PQ 23

### TAX PAYER IDENTIFICATION NUMBER(TIN)

134007958

### STOCK EXCHANGE LISTING

The shares of the Company are listed in the Second Board of the Colombo Stock Exchange, Sri Lanka in November 2006. Stock Exchange Code for Amana Takaful PLC shares is 'ATL'.

### DIRECTORS

Mr. Tyeab Akbarally - Chairman

Mr. Osman Kassim

Dato' Mohd Fadzli Yusof

Dr. A.A.M. Haroon

Mr. M.H.M. Rafiq

Mr. M. Ehsan Zaheed ( Resigned w.e.f. 17.04.2017)

Mr. A.S.M. Muzzammil

Dr. I.A. Ismail

Mr. R. Gopinath

Mr. M.R.M. Nayeem

Mr. M.H. Sattar Kassim

### SHARIAH ADVISORY COUNCIL

Mufti M.I.M. Rizwe - Chairman

Ash-Sheikh Fazil Farook

Ash-Sheikh Murshid Mulaffar- Secretary

### CHIEF EXECUTIVE OFFICER - Amana Takaful PLC

Mr. M. Fazal Ghaffoor

### CHIEF EXECUTIVE OFFICER - Amana Takaful PLC

Mr. Gehan Shivantha Rajapakse

### AUDITORS

Ernst & Young Chartered Accountants

### CONSULTANT ACTUARIES - LONG-TERM INSURANCE

Actuarial Partners Consulting Sdn Bhd

Suite 17.02 Kenanga International

Jalan Sultan Ismail

50250 Kuala Lumpur, Malaysia

### CONSULTANT ACTUARIES - GENERAL INSURANCE

NMG Financial Services Consulting Pte Limited

65 Chulia Street

#37-07/08, OCBC Centre

Singapore 049513

### REINSURANCE PANEL

Swiss Re

Emirates Re

GIC Retakaful

Labuan Reinsurance (L) Ltd

Trust International Bahrain

Ironshore

Score Re

Hannover Re

### SECRETARIES

Managers & Secretaries (Pvt) Ltd

### PRINCIPAL BANKERS

Amana Bank PLC/Pan Asia Bank/NDB/Bank of Ceylon

Commercial Bank/Sampath Bank/HNB/Nations Trust Bank/Deutsche Bank