

# Amana Takaful PLC

Interim Report

30th June 2018



## STATEMENT OF FINANCIAL POSITION

AS AT	Notes	Group		Company	
		Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.
<b>ASSETS</b>					
Intangible Assets		23,888,002	31,812,197	6,217,801	6,665,391
Property, Plant and Equipment		77,946,403	76,724,518	45,109,442	53,168,306
Deferred Tax Asset	11	100,565,106	105,048,241	92,608,769	97,451,909
Investment Property		225,524,000	79,925,000	79,925,000	79,925,000
Investment in Subsidiary		-	-	1,052,867,811	1,074,322,352
Financial Assets	3	2,855,016,182	2,727,922,574	853,162,648	872,276,119
Financial Assets - Unit Linked	4	1,563,764,340	1,526,678,553	-	-
Retakaful (Reinsurance) Receivables		283,110,808	357,532,747	184,061,046	254,123,425
Contribution (Premium) Receivable		790,561,620	567,358,602	534,112,038	489,748,895
Other Assets		248,443,002	186,501,020	227,677,009	162,684,646
Cash and Bank Balances		169,887,235	269,133,976	80,808,858	110,981,837
Cash and Bank Balances - Unit Linked		17,531,411	7,370,003	-	-
<b>Total Assets</b>		<b>6,356,238,108</b>	<b>5,936,007,430</b>	<b>3,156,550,421</b>	<b>3,201,347,880</b>
<b>LIABILITIES</b>					
Insurance Contract Liabilities - Non Life		1,184,046,712	1,015,130,229	790,057,055	700,319,999
Insurance Contract Liabilities - Family Takaful Fund		564,157,128	580,710,123	-	-
Insurance Contract Liabilities- Family Takaful Unit Linked		1,563,351,294	1,525,135,501	-	-
Employee Benefits		51,680,949	50,016,182	29,911,671	28,996,165
Subordinated Debt		50,000,000	200,000,000	50,000,000	200,000,000
Other Liabilities - Unit Linked		52,762,309	51,844,853	-	-
Other Liabilities		827,489,073	548,767,363	215,333,626	266,963,102
Finance Lease Liability		5,021,108	6,379,446	501,408	1,244,605
Short Term Borrowings		199,467,217	187,698,284	199,467,217	187,698,284
Bank Overdrafts		-	37,426	-	37,426
<b>Total Liabilities</b>		<b>4,497,975,790</b>	<b>4,165,719,406</b>	<b>1,285,270,976</b>	<b>1,385,259,581</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		52,469,275	83,090,398	30,331,677	30,331,677
Revenue Reserves		(350,704,892)	(455,558,905)	(19,053,570)	(74,244,716)
		1,561,765,722	1,487,532,832	1,871,279,446	1,816,088,300
Non Controlling Interest		296,496,594	282,755,192	-	-
<b>Total Equity</b>		<b>1,858,262,316</b>	<b>1,770,288,024</b>	<b>1,871,279,446</b>	<b>1,816,088,300</b>
<b>Total Liabilities and Equity</b>		<b>6,356,238,108</b>	<b>5,936,007,430</b>	<b>3,156,550,421</b>	<b>3,201,347,880</b>

We 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

.....

Director

Colombo  
15th August 2018

Signed

.....

M. Fazal Ghaffoor  
Chief Executive Officer

Signed

.....

Director

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30 JUNE	Notes	Group			Company		
		Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Gross Written Contribution (Premium)	5	2,267,381,050	1,935,444,073	17%	1,015,230,685	855,424,324	19%
Retakaful Contribution (Reinsurance Premium)		(502,852,008)	(483,574,453)	-4%	(201,011,420)	(209,992,828)	-4%
Net Written Contribution (Premium)		1,764,529,041	1,451,869,620	22%	814,219,266	645,431,496	26%
Net Change in Reserve for Un-Earned Contribution (Premium)		(203,150,015)	(142,790,834)	42%	(71,339,160)	(24,086,416)	196%
Net Earned Contribution (Premium)		1,561,379,027	1,309,078,786	19%	742,880,106	621,345,080	20%
<b>Other Revenue</b>							
Income from investments		182,040,284	220,271,551	-17%	63,105,211	54,508,506	16%
Other income		17,227,924	30,321,407	-43%	5,812,443	2,660,391	118%
<b>Total Revenue</b>	6	1,760,647,235	1,559,671,744	13%	811,797,761	678,513,977	19.6%
<b>Benefits, Losses and Expenses</b>							
Takaful (Insurance) claims and benefits		(830,000,293)	(701,004,242)	18%	(389,085,510)	(337,028,878)	15%
Acquisition Cost (net of reinsurance commission)		(113,620,009)	(80,845,510)	41%	(58,575,142)	(34,552,077)	70%
Change in Family Takaful Contract Liability		100,534,164	(138,487,706)	-173%	-	-	-
Other Operating and Administration Expenses		(720,276,435)	(514,494,610)	40%	(281,448,808)	(248,043,520)	13%
Amortization		(4,545,459)	(14,141,002)	-68%	(1,175,204)	(12,654,630)	-90.7%
<b>Total Claims, Benefits and Expenses</b>		(1,567,908,033)	(1,448,973,070)	8%	(730,284,663)	(632,279,105)	16%
<b>Profit from Operations</b>		192,739,202	110,698,674	74%	81,513,097	46,234,872	76%
Finance cost		(21,910,032)	(16,805,398)	30%	(21,478,811)	(16,000,547)	34%
<b>Profit / (Loss) Before Taxation</b>	9	170,829,171	93,893,276	82%	60,034,286	30,234,325	99%
Income Tax Expenses	10	(25,989,566)	(7,576,407)	243%	(4,843,140)	-	-
<b>Net Profit / (Loss) for the Period</b>		144,839,605	86,316,868	68%	55,191,146	30,234,325	83%
<b>Attributable to:</b>							
Equity holders of the parent		Rs 100,235,230	Rs 69,573,035				
Non-Controlling Interest		44,604,375	16,743,833				
		144,839,605	86,316,868				
Dividend per share		Rs 0.06	Rs 0.04	-44%	Rs 0.03	Rs 0.02	83%
Interim dividend paid per share		-	-	-	-	-	-
Final proposed dividend per share		-	-	-	-	-	-
		-	-	-	-	-	-

## OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30 JUNE	Group			Company		
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Profit/(Loss) for the period	144,839,605	86,316,868	68%	55,191,146	30,234,325	83%
Change in Fair Value of Available for Sale Financial Assets	-	(239,149)	100%	-	-	-
Fair Value of Available for Sale Financial Assets reclassified to profit or loss	-	-	-	-	-	-
Fair Value of Available for Sale Financial Assets Transferred to Policyholder's Reserve	1,288,475	477,929	-170%	-	-	-
Defined Benefit Plan Actuarial Losses	-	-	-	-	-	-
Foreign Currency Translation Differences for Foreign Operations	(55,674,769)	12,187,196	557%	-	-	-
Income Tax expense for Other Comprehensive Income	-	98,742,844	-8%	55,191,146	30,234,325	83%
<b>Total Comprehensive Income / (Loss) for the period</b>	90,453,311	98,742,844	-8%	55,191,146	30,234,325	83%
<b>Attributable to:</b>						
Equity holders of the parent	65,627,725	93,258,606				
Non-Controlling Interest	24,825,586	5,484,238				
	90,453,311	98,742,844				

**STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME**

FOR THE QUARTER ENDED 30 JUNE	Group			Company		
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Gross Written Contribution (Premium)	1,142,498,742	964,529,267	18%	493,528,459	419,201,606	18%
Retakaful Contribution (Reinsurance Premium)	(202,370,658)	(184,071,487)	10%	(91,944,403)	(91,756,477)	0%
Net Written Contribution (Premium)	940,128,084	780,457,780	20%	401,584,056	327,445,129	23%
Net Change in Reserve for Un-Earned Contribution (Premium)	(119,355,839)	(121,703,273)	-2%	(14,415,344)	(23,040,728)	-37%
Net Earned Contribution (Premium)	820,772,245	658,754,507	25%	387,168,711	304,404,401	27%
<b>Other Revenue</b>						
Income from investments	99,970,748	125,165,172	-20%	32,229,914	30,537,978	6%
Fair Value Gains and Losses of Available For Sale Financial Assets	-	239,149	-100%	-	-	-
Other income	10,238,886	16,881,418	-39%	3,420,387	1,257,999	172%
<b>Total Revenue</b>	<b>930,981,879</b>	<b>801,040,246</b>	<b>16%</b>	<b>422,819,013</b>	<b>336,200,378</b>	<b>26%</b>
<b>Benefits, Losses and Expenses</b>						
Takaful (Insurance) claims and benefits	(456,991,615)	(317,750,571)	44%	(201,078,897)	(163,583,859)	23%
Acquisition Cost (net of reinsurance commission)	(64,656,916)	(43,587,558)	48%	(35,829,934)	(20,164,120)	78%
Change in Family Takaful Contract Liability	135,136,504	(105,958,986)	-228%	-	-	-
Other Operating and Administration Expenses	(434,856,831)	(264,556,853)	64%	(135,390,785)	(124,752,816)	9%
Depreciation	(10,369,519)	(8,038,047)	29%	(12,152,550)	(7,663,350)	59%
<b>Total Claims, Benefits and Expenses</b>	<b>(831,738,377)</b>	<b>(739,892,015)</b>	<b>12%</b>	<b>(384,452,167)</b>	<b>(316,164,145)</b>	<b>22%</b>
<b>Profit from Operations</b>	<b>99,243,503</b>	<b>61,148,231</b>	<b>62%</b>	<b>38,366,846</b>	<b>20,036,233</b>	<b>91%</b>
Finance cost	(9,732,954)	(7,525,332)	29%	(9,529,831)	(7,048,474)	35%
<b>Profit / (Loss) Before Taxation</b>	<b>89,510,548</b>	<b>53,622,897</b>	<b>-67%</b>	<b>28,837,015</b>	<b>12,987,759</b>	<b>122%</b>
Income Tax Expenses	(16,929,609)	(6,158,197)	175%	(4,843,140)	-	-
<b>Net Profit / (Loss) for the Period</b>	<b>72,580,940</b>	<b>47,464,700</b>	<b>-53%</b>	<b>23,993,875</b>	<b>12,987,759</b>	<b>85%</b>
<b>Attributable to:</b>	<b>Rs</b>	<b>Rs</b>				
Equity holders of the parent	48,203,928	34,056,287				
Non-Controlling Interest	24,377,012	13,408,413				
	<b>72,580,940</b>	<b>47,464,700</b>				
Basic / Diluted Earnings / (Loss) Per Share - Weighted Average - To Equity Holders	<b>0.03</b>	<b>0.02</b>	<b>-42%</b>	<b>0.01</b>	<b>0.01</b>	<b>-85%</b>
Dividend per share						
Interim dividend paid per share	-	-	-	-	-	-
Final proposed dividend per share	-	-	-	-	-	-

## GROUP STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 JUNE 2018

	Other Reserves			Revenue Reserves			Non Controlling Interest (Rs)	Total Equity (Rs)
	Stated Capital (Rs)	Revaluation Reserve (Rs)	Exchange Fluctuation Reserve (Rs)	Available For Sale Reserve (Rs)	Policy Holder's Rserve (Rs)	Accumulated Losses (Rs)		
<b>Balance as at 1st January 2017</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/ (Loss) for the period	-	-	-	-	-	126,501,150	28,503,068	155,004,218
<b>Other Comprehensive Income</b>								
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders Reserve	-	-	-	-	1,011,745	-	112,416	1,124,161
Foreign Currency Translation Difference	-	-	1,221,052	-	-	-	999,042	2,220,094
Defined Benefit Plan Actuarial Losses, Net of Deferred Tax	-	-	-	-	-	(5,467,989)	-	(5,467,989)
<b>Total Comprehensive Income</b>	-	-	1,221,052	-	1,011,745	121,033,161	29,614,526	152,880,484
Transfer of revaluation surplus to retained earnings, at the disposal	-	(4,000,000)	-	-	-	4,000,000	-	-
Dividend Distributed	-	-	-	-	(14,174,248)	-	(8,771,926)	(22,946,174)
<b>Changes in ownership interests</b>	-	(4,000,000)	-	-	(14,174,248)	4,000,000	(8,771,926)	(22,946,174)
								-
<b>Balance as at 31st December 2017</b>	1,860,001,339	30,234,871	52,855,527	98,276	(16,335,303)	(439,321,878)	282,755,192	1,770,288,024
Net Profit for the period	-	-	-	-	-	100,235,230	44,604,375	144,839,605
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders Reserve	-	-	-	-	1,060,415	-	228,060	1,288,475
Foreign Currency Translation Difference	-	-	(30,621,123)	-	-	-	(25,053,646)	(55,674,769)
<b>Total Comprehensive Income</b>	-	-	(30,621,123)	-	1,060,415	100,235,230	19,778,789	90,453,311
Effect of acquisitions, disposals and change in percentage holdings in subsidiaries						10,989,440		10,989,440
Dividend Distributed						(7,431,072)	(6,037,388)	(13,468,460)
<b>Total changes in ownership interests</b>	-	-	-	-	-	3,558,368	(6,037,388)	(2,479,020)
<b>Balance as at 30th June 2018</b>	1,860,001,339	30,234,871	22,234,404	98,276	(15,274,888)	(335,528,280)	296,496,594	1,858,262,316

## COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 JUNE 2018

	Stated Capital (Rs)	Prepaid Share Reserve (Rs)	Revaluation Reserve (Rs)	Accumulated Profit/ (Losses) (Rs)	Available For Sale Reserve (Rs)	Total Equity (Rs)
<b>Balance as at 1st January 2017</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>	-	-	-	<b>30,234,325</b>	-	<b>30,234,325</b>
Transfer of revaluation surplus to Retained Earnings of the disposed	-	-	(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
Net Profit for the period	-	-	-	27,561,484	-	27,561,484
<b>Balance as at 31st December 2017</b>	1,860,001,339	-	30,331,677	(74,244,716)	-	1,816,088,300
Net Profit for the period	-	-	-	55,191,146	-	55,191,146
<b>Total Comprehensive Income</b>	-	-	-	<b>55,191,146</b>	-	<b>55,191,146</b>
Transfer of Revaluation Surplus to Retained Earnings, at the Disposal	-	-	-	-	-	-
<b>Balance as at 30th June 2018</b>	<b>1,860,001,339</b>	-	<b>30,331,677</b>	<b>(19,053,570)</b>	-	<b>1,871,279,446</b>

**CASH FLOW STATEMENT**

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2018 Rs	Unaudited 2017 Rs	Unaudited 2018 Rs	Unaudited 2017 Rs
<b>Cash Flows from Operating Activities</b>				
Contribution (Premium) received from customers	2,044,178,032	1,779,902,628	970,867,543	740,306,247
Retakaful (Reinsurance) Premium paid	(275,625,424)	(382,603,454)	(159,902,909)	(151,456,387)
Claims, Benefits and Expenses paid	(798,699,602)	(937,901,342)	(482,827,825)	(465,857,489)
Retakaful (Reinsurance) Receipts in respect of Claims	102,362,438	285,588,277	68,594,727	150,485,860
Cash paid to and behalf of Employees	(312,881,131)	(289,956,131)	(184,860,165)	(173,588,452)
Profits received from Investments and Other Income	109,766,888	122,672,526	24,218,800	11,390,447
Dividends received	18,733,459	8,826,841	7,431,072	6,674,985
Finance Cost paid	(21,910,032)	(4,805,398)	(21,478,811)	(4,000,547)
Other operating cash receipts/ (payments)	(638,598,451)	(239,424,539)	(193,542,943)	(122,253,820)
<b>Cash Flow from/(used in) Operating Activities (Note A)</b>	<b>227,326,178</b>	<b>342,299,408</b>	<b>28,499,489</b>	<b>(8,299,154)</b>
Gratuity Paid	(683,615)	(1,986,010)	(683,615)	(1,986,010)
Income Tax Paid	(21,146,426)	(3,988,138)	-	-
<b>Net Cash Flow from/(used in) Operating Activities</b>	<b>205,496,138</b>	<b>336,325,261</b>	<b>27,815,875</b>	<b>(10,285,164)</b>
<b>Cash Flows from/(used in) Investing Activities</b>				
Net Disposal/(Purchase) of Investment Securities	(110,712,433)	(576,382,807)	103,614,716	(98,104,587)
Purchase of Intangible Assets	(287,431)	-	-	-
Disposal of Intangible Assets	-	-	-	-
Purchase of Property, Plant & Equipment	(14,197,660)	(605,228)	(6,154,684)	(1,186,871)
Proceeds from Disposal of Property, Plant & Equipment	-	5,802,000	-	5,802,000
<b>Net Cash Flow used in Investing Activities</b>	<b>(125,197,524)</b>	<b>(571,186,036)</b>	<b>97,460,032</b>	<b>(93,489,457)</b>
<b>Cash Flows from Financing Activities</b>				
Repayment of Lease Facility	(1,358,338)	(2,964,983)	(891,742)	(2,459,308)
Short term Loan Obtained	280,000,000	-	280,000,000	-
Settlement/ (Repayments) of Short Term Borrowings	(434,519,718)	(72,503,636)	(434,519,718)	(72,503,637)
Dividend Paid	(13,468,460)	-	-	-
<b>Net cash flows from financing activities</b>	<b>(169,346,516)</b>	<b>(75,468,619)</b>	<b>(155,411,460)</b>	<b>(74,962,945)</b>
<b>(Increase)/Decrease in Cash and Cash Equivalents (Note B)</b>	<b>(89,047,904)</b>	<b>(310,329,394)</b>	<b>(30,135,553)</b>	<b>(178,737,567)</b>

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

Profit/ (Loss) from Operations	192,739,202	110,698,674	81,513,097	46,234,872
Depreciation	12,485,532	14,141,002	12,485,532	12,654,630
Amortisations	4,545,459	2,045,398	1,175,204	766,369
Gain on Disposal of Property, Plant & Equipment	-	(790,354)	-	(815,333)
Provision for Gratuity	3,743,699	5,243,215	915,506	1,605,583
Unrealised (Income)/Losses	577,706	238,780	-	-
(Increase)/Decrease in Debtors and Other Assets	(195,783,055)	(128,041,362)	(134,218,618)	(194,465,592)
Provision for doubtful debts	-	-	-	-
Increase/(Decrease) Family Takaful (Long Term Insurance) Fund	(97,953,928)	140,818,502	-	-
Increase/(Decrease) in Unearned Contribution (Premium)	203,150,015	142,790,834	71,339,160	24,086,416
Increase/(Decrease) in IBNR & General Reserve Provision	-	-	-	-
Increase/(Decrease) in Claims Provision	(39,575,631)	(138,021,564)	(11,602,103)	(29,942,044)
Increase/(Decrease) in Other Creditors	165,307,212	197,981,681	28,370,524	135,576,493
Finance Cost Paid	(21,910,032)	(4,805,398)	(21,478,811)	(4,000,547)
(Gain)/Loss on Fair Value of Investment Property	-	-	-	-
Profit on Disposal of Subsidiary	-	-	-	-
<b>Cash Flows from/(used in) Operating Activities</b>	<b>227,326,178</b>	<b>342,299,410</b>	<b>28,499,489</b>	<b>(8,299,155)</b>

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

Cash at bank and in Hand and Cash Equivalents	187,418,646	257,186,630	80,808,858	140,678,981
Over drafts	-	(167,341,309)	-	(167,341,309)
Cash and Cash Equivalents at the end of the period	187,418,646	89,845,322	80,808,858	(26,662,328)
Cash and Cash Equivalents at the beginning of the year	276,466,553	400,174,716	110,944,411	152,075,239
Cash and Cash Equivalents transferred to Amana Takaful Life Ltd	-	-	-	-
<b>Decrease in Cash and Cash Equivalents</b>	<b>(89,047,904)</b>	<b>(310,329,394)</b>	<b>(30,135,553)</b>	<b>(178,737,567)</b>

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

<b>AS AT</b>	<b>Unaudited as at 30.06.2018 Rs.</b>	<b>Audited as at 31.12.2017 Rs.</b>
<b>ASSETS</b>		
Intangible Assets	21,613,409	22,250,369
Property, Plant and Equipment	23,567,341	21,164,995
Investment Property	145,599,000	-
Financial Assets	944,779,106	1,040,576,008
Financial Assets - Unit Linked	1,563,764,340	1,526,678,553
Retakaful Receivable	250,000	250,000
Contribution (Premium) Receivable	32,143,460	33,059,196
Other Assets	51,161,859	28,816,883
Cash and Bank Balances	19,649,747	129,461,472
Cash and Bank Balances - Unit Linked	17,531,411	7,370,003
<b>Total Assets</b>	<b>2,820,059,673</b>	<b>2,809,627,481</b>
<b>LIABILITIES</b>		
Insurance Contract Liability - Family Takaful Fund	564,157,128	580,710,123
Insurance Contract Liability - Family Takaful Linked Unit Linked	1,563,351,294	1,525,135,501
Employee Benefits	6,762,263	6,013,000
Finance Lease Liability	4,519,700	5,134,842
Other Liabilities	49,193,027	67,001,272
Other Liabilities - Unit Linked	52,762,309	51,844,853
<b>Total Liability</b>	<b>2,240,745,721</b>	<b>2,235,839,591</b>
<b>SHAREHOLDERS' EQUITY</b>		
Stated Capital	500,000,000	500,000,000
Other Reserves	120,142	(1,544,774)
Retained Earnings	79,193,810	75,332,664
<b>Total Equity</b>	<b>579,313,952</b>	<b>573,787,890</b>
<b>Total Equity &amp; Liability</b>	<b>2,820,059,673</b>	<b>2,809,627,481</b>



## NOTES TO THE FINANCIAL STATEMENTS

1. Figures in the Interim Financial Statements for the period ended 30th June 2018 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 2017 have been followed in preparation of these Interim Financial Statements. Comparative information has been re-valued/re-classified where necessary, to confirm to the current period recognition, measurement and presentation.

### 3. Financial Assets

AS AT	Group		Company	
	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.
Financial Assets at Fair Value Through Profit or Loss (3.1)	160,945,610	58,506,357	-	-
Available For Sale Financial Assets (3.2)	175,014,457	299,558,531	525,000	525,000
Loans & Receivables (3.3)	2,519,056,114	2,369,857,686	852,637,648	871,751,119
	<b>2,855,016,182</b>	<b>2,727,922,574</b>	<b>853,162,648</b>	<b>872,276,119</b>

AS AT	Group		Company	
	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.
<b>3.1 Financial Assets at Fair Value Through Profit &amp; Loss</b>				
Investments in Equity Securities	160,945,610	58,506,357	-	-
	<b>160,945,610</b>	<b>58,506,357</b>	<b>-</b>	<b>-</b>
<b>3.2 Available For Sale Financial Assets</b>				
Investments in Equity Securities - Quoted	-	34,561,038	-	-
Unit Trust	26,252,054	44,931,416	-	-
Investments in Equity Securities - Unquoted	148,762,403	220,066,078	525,000	525,000
	<b>175,014,457</b>	<b>299,558,531</b>	<b>525,000</b>	<b>525,000</b>
<b>3.3 Loans and Receivable</b>				
Repurchase Agreements	692,433,165	714,764,891	309,996,951	275,624,660
Murabaha Investments	840,002	250,930,016	-	-
Commercial Papers	31,503,830	241,580,148	-	101,000,000
Mudharabaha Investments	1,781,540,567	1,147,670,227	530,730,975	482,534,863
Bank Deposits	-	-	-	-
Advances to Company Officers	12,738,552	14,912,404	11,909,722	12,591,596
	<b>2,519,056,114</b>	<b>2,369,857,686</b>	<b>852,637,648</b>	<b>871,751,119</b>

Financial investments- Group, includes a provision of Rs. 15,658,959/- (2017 - Nil). The said provision will be revised upon recovery

### 4. Financial Assets - Unit Linked

AS AT	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.
Financial Assets at Fair Value Through Profit or Loss (4.1)	96,380,517	109,653,738	-	-
Available For Sale Financial Assets (4.2)	26,055,372	25,158,906	-	-
Loans & Receivables (4.3)	1,441,328,451	1,391,865,910	-	-
	<b>1,563,764,340</b>	<b>1,526,678,553</b>	<b>-</b>	<b>-</b>

AS AT	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.06.2018 Rs.	Audited as at 31.12.2017 Rs.
<b>4.1 Financial Assets at Fair Value Through Profit &amp; Loss</b>				
Investments in Equity Securities	96,380,517	109,653,738	-	-
	<b>96,380,517</b>	<b>109,653,738</b>	<b>-</b>	<b>-</b>
<b>4.2 Available For Sale Financial Assets</b>				
Unit Trust	26,055,372	25,158,906	-	-
	<b>26,055,372</b>	<b>25,158,906</b>	<b>-</b>	<b>-</b>
<b>4.3 Loans and Receivable</b>				
Repurchase Agreements	40,358,137	40,965,518	-	-
Mudharaba Investments	1,400,970,314	1,350,900,391	-	-
	<b>1,441,328,451</b>	<b>1,391,865,910</b>	<b>-</b>	<b>-</b>

Financial investments - Unit Linked, includes a provision of Rs. 109,512,337/- (2017 - 124,984,521/-). The said provision will be revised upon recovery

## NOTES TO THE FINANCIAL STATEMENTS

### 5. Gross Written Premium (Contribution)

FOR THE PERIOD ENDED 30 JUNE	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Unaudited 2018 Rs.	Unaudited 2017 Rs.
<b>5.1 Non-Life (General Takaful)</b>				
Motor	576,317,184	478,889,126	551,235,627	453,917,287
Fire	355,101,025	317,920,377	132,906,578	101,456,818
Marine	156,309,421	147,066,173	75,427,247	68,819,039
Medical	599,268,431	434,141,352	136,846,961	105,286,143
Miscellaneous	175,469,462	171,645,894	118,814,271	125,945,037
	<b>1,862,465,523</b>	<b>1,549,662,922</b>	<b>1,015,230,685</b>	<b>855,424,324</b>
<b>5.2 Long Term Insurance (Family Takaful)</b>				
Family Takaful	41,272,225	52,302,667	-	-
Mortgage & Group Family Takaful	20,126,996	25,182,350	-	-
Unit Linked	343,516,306	308,296,134	-	-
	<b>404,915,527</b>	<b>385,781,151</b>	<b>-</b>	<b>-</b>
<b>Total Gross Written Premium</b>	<b>2,267,381,050</b>	<b>1,935,444,073</b>	<b>1,015,230,685</b>	<b>855,424,324</b>

### 6. Revenue

#### 6.1 Revenue by Segment

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Unaudited 2018 Rs.	Unaudited 2017 Rs.
<b>Segment</b>				
Amana Takaful PLC	811,797,761	678,513,977	811,797,761	678,513,977
Amana Takaful Life PLC	469,979,983	541,100,598	-	-
Amana Takaful (Maldives) PLC	491,346,022	347,057,169	-	-
Amana Global Ltd	2,700,000	2,850,000	-	-
Eliminations	(15,176,530)	(9,850,000)	-	-
	<b>1,760,647,235</b>	<b>1,559,671,744</b>	<b>811,797,761</b>	<b>678,513,977</b>

#### 6.2 Revenue

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Unaudited 2018 Rs.	Unaudited 2017 Rs.
<b>Gross written Contribution (Premium)</b>	<b>2,267,381,050</b>	<b>1,935,444,073</b>	<b>1,015,230,685</b>	<b>855,424,324</b>
Less :				
Reinsurance premium	(502,852,008)	(483,574,453)	(201,011,420)	(209,992,828)
Net written premium	<b>1,764,529,041</b>	<b>1,451,869,620</b>	<b>814,219,265</b>	<b>645,431,496</b>
(Increase)/decrease in net unearned premium	(203,150,015)	(142,790,834)	(71,339,160)	(24,086,416)
<b>Net earned premium</b>	<b>1,561,379,027</b>	<b>1,309,078,786</b>	<b>742,880,106</b>	<b>621,345,080</b>
Income from investments	182,040,284	220,271,551	63,105,211	54,508,506
Other income	17,227,924	30,321,407	5,812,443	2,660,391
<b>Revenue</b>	<b>1,760,647,235</b>	<b>1,559,671,744</b>	<b>811,797,761</b>	<b>678,513,977</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 2018. 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 30 June 2018. LAT valuation will be performed annually

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

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2018	Unaudited 2017	Unaudited 2018	Unaudited 2017
<b>Segment</b>				
Amana Takaful PLC	60,034,286	30,234,325	60,034,286	30,234,325
Amana Takaful Life PLC	4,237,586	24,108,173	-	-
Amana Takaful Maldives PLC	118,600,475	44,784,926	-	-
Amana Global Ltd	(347,897)	984,602	-	-
Eliminations	(11,695,280)	(6,218,750)	-	-
<b>Total</b>	<b>170,829,171</b>	<b>93,893,276</b>	<b>60,034,286</b>	<b>30,234,325</b>

## NOTES TO THE FINANCIAL STATEMENTS

- 10. 10.1** Amana Takaful PLC is liable to income tax at 28% (2017 - 28%)  
**10.2** Amana Global Ltd. which is approved under Section 17 of the BOI Law is liable to income tax at 15% (2017 -15%)  
**10.3** Amana Takaful Maldives PLC is liable to income tax at 15% (2017 - 15%)  
**10.4** Amana Takaful Life PLC is liable for income tax at 28% (2017 - 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. 894,697,382/- ( 2016 - Rs.641,114,691/- ).

- 12.** The nature of related party transactions in the current period is similar to those reported in the Annual Report 2017.  
**13.** There has not been a significant change in the assets pledged as disclosed in the Annual Report 2017.  
**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 2017.  
**16.** No events have occurred since the reporting date that necessitates adjustments to or disclosure in the Financial Statements.

**17.**In terms of Direction for Identification and Treatment of One-Off Surplus issued by the Insurance Regulatory Commission of Sri Lanka (Direction # 16 – 20.03.2018), the Long-Term Insurance Business of the Company has generated a One-Off Surplus of Rs.28,963,821 as at 1st January 2016. The One-Off Surplus amount remaining after relevant additions and deductions is retained in the Policyholders Liability in the Long Term Insurance Fund

**18.** Stated Capital as at 30th June 2018 is represented by shares in issue as given below:

	<b>Unaudited 30.06.2018</b>	<b>Audited 31.12.2017</b>
Number of shares as at		
Ordinary shares - Voting	<b>1,800,001,296</b>	1,800,001,296

### 19. Share Information

	<b>Group</b>		<b>Company</b>	
	<b>30.06.2018 Rs.</b>	<b>31.12.2017 Rs.</b>	<b>30.06.2018 Rs.</b>	<b>31.12.2017 Rs.</b>
Net asset value per share	<b>0.87</b>	0.84	<b>1.04</b>	1.01
Market price per share as at	<b>0.80</b>	0.80	-	-
Highest price per share for the period	<b>1.00</b>	0.90	-	-
Lowest price per share for the period	<b>0.70</b>	0.70	-	-

**20.** According to Articles 6 of the Articles of Association of the company the shareholders have approved a consolidation of every 10 existing issued Ordinary Shares into 1 Share on 30th July 2018. Subsequently the issued number of Shares will reduce from One Billion Eight Hundred Million One thousand Two Hundred and Ninety Six (1,,800,001,296) fully paid Shares to One Hundred and Eighty Million One Hundred and Thirty (180,000,130) fully paid Shares

## NOTES TO THE FINANCIAL STATEMENTS

### Twenty Largest Shareholders as at 30 June 2018

Name of Shareholder	No. of Shares	%
Hatton National Bank PLC/Amana Holdings Ltd	550,145,185	30.56
Amana Bank PLC	271,096,338	15.06
Mr. Osman Kassim And Mrs. K. Kassim	186,990,975	10.39
Mr. Sattar Kassim	162,548,257	9.03
Mr. Shafik Kassim	158,676,405	8.82
Expolanka Holdings PLC	79,096,234	4.39
Sampath Bank PLC/ Dr.T.Senthilverl	48,643,135	2.70
Seylan Bank PLC/Dr.Thirugnanasambandar Senthilverl	38,925,866	2.16
Dr. Thirugnanasambandar Senthilverl	35,282,797	1.96
Amana Holdings Limited	26,779,411	1.49
Falcon Trading (Pvt) Ltd	23,686,801	1.32
Mr. Mohamed Haji Omar	5,515,137	0.31
Mr. Mohamed Kalif Rahim	4,722,952	0.26
Mrs. Pattini Deva Asoka Swarnakanthi Beruwalage	4,226,846	0.23
Seylan Bank PLC/Jayantha Dewage	4,143,082	0.23
Mr. Joseph Rohan Victoria	3,352,094	0.19
Mrs. Mujahira Mohamed Fazeel And Mr. M.F. Mohamed Fazeel	3,267,000	0.18
Mr. Sithambaram Pillai Jayakumar And Mrs. P. Meena	3,000,000	0.17
Mrs. Nabeela Haroon	2,700,000	0.15
Mr. Gajath Chrysantha Goonetilleke	2,560,314	0.14
	<hr/>	
	1,615,358,829	89.74
Others	184,642,467	10.26
Total	<hr/>	
	1,800,001,296	100.00

The percentage of shares held by the public as at 30th June 2018 was 42.44% (31.12.2017 - 23.01%), where the number of shareholders was 6,339 (31.12.2017 - 6,434)

### Directors' Shareholdings

	No. of Shares 30.06.2018	No. of Shares 31.12.2017
Mr. Tyeab Akbarally	144	144
Mr. Osman Kassim	186,990,975	158,840,975
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

### 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.

### 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. 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  
Mufti M.I.M. Jakhura  
Ash-Sheikh Murshid Mulaffar- Secretary

### CHIEF EXECUTIVE OFFICER - ATPLC

Mr. M. Fazal Ghaffoor

### CHIEF EXECUTIVE OFFICER - ATLPLC

Mr. Gehan Shivantha Rajapakse

### REGISTERED OFFICE

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

### 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

### 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 Reinsurance Company Ltd  
Labuan Reinsurance (L) Ltd, Labuan, Malaysia  
Trust International Insurance & Reinsurance Co, B.S.C. (C), Bahrain.  
General Insurance Corporation of India, Mumbai  
Kenya Re  
Ironshore Insurance Ltd, Singapore Branch  
Scor Re  
Hannover Re

### SECRETARIES

Managers & Secretaries (Pvt) Ltd

### PRINCIPAL BANKERS

Amana Bank PLC/Pan Asia Bank/NDB Bank/Bank of Ceylon  
Commercial Bank/Sampath Bank/HNB/Nations Trust Bank/Deutsche Bank