

Amana Takaful PLC

Interim Report
30th September 2018



STATEMENT OF FINANCIAL POSITION

AS AT	Notes	Group		Company	
		Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.
ASSETS					
Intangible Assets		53,002,504	31,812,197	6,217,801	6,665,391
Property, Plant and Equipment		95,108,072	76,724,518	59,285,252	53,168,306
Deferred Tax Asset	11	100,268,706	105,048,241	92,312,369	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	2,862,171,689	2,727,922,574	860,488,209	872,276,119
Financial Assets - Unit Linked	4	1,578,702,309	1,526,678,553	-	-
Retakaful (Reinsurance) Receivables		202,736,046	357,532,747	181,045,552	254,123,425
Contribution (Premium) Receivable		664,327,772	567,358,602	551,840,575	489,748,895
Other Assets		231,382,730	186,501,020	215,755,431	162,684,646
Cash and Bank Balances		197,101,924	269,133,976	64,581,634	110,981,837
Cash and Bank Balances - Unit Linked		1,274,542	7,370,003	-	-
Total Assets		6,211,600,296	5,936,007,430	3,164,319,633	3,201,347,880
LIABILITIES					
Insurance Contract Liabilities - Non Life		1,224,942,487	1,015,130,229	796,420,979	700,319,999
Insurance Contract Liabilities - Family Takaful Fund		550,655,174	580,710,123	-	-
Insurance Contract Liabilities- Family Takaful Unit Linked		1,569,603,064	1,525,135,501	-	-
Employee Benefits		51,857,268	50,016,182	29,676,894	28,996,165
Subordinated Debt		50,000,000	200,000,000	50,000,000	200,000,000
Other Liabilities - Unit Linked		49,270,239	51,844,853	-	-
Other Liabilities		633,973,411	548,767,363	210,617,761	266,963,102
Finance Lease Liability		4,613,271	6,379,446	421,665	1,244,605
Short Term Borrowings		206,589,146	187,698,284	206,589,146	187,698,284
Bank Overdrafts		-	37,426	-	37,426
Total Liabilities		4,341,504,060	4,165,719,406	1,293,726,445	1,385,259,581
SHAREHOLDERS' EQUITY					
Stated Capital		1,860,001,339	1,860,001,339	1,860,001,339	1,860,001,339
Other Reserves		85,587,509	83,090,398	30,331,677	30,331,677
Revenue Reserves		(402,125,355)	(455,558,905)	(19,739,827)	(74,244,716)
		1,543,463,493	1,487,532,832	1,870,593,189	1,816,088,300
Non Controlling Interest		326,632,742	282,755,192	-	-
Total Equity		1,870,096,235	1,770,288,024	1,870,593,189	1,816,088,300
Total Liabilities and Equity		6,211,600,296	5,936,007,430	3,164,319,633	3,201,347,880

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

Signed

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M. Rinaz Niyas
Head of Finance

Signed for and on behalf of the Board

Signed

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Director

Colombo
14th November 2018

Signed

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M. Fazal Ghaffoor
Chief Executive Officer

Signed

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Director

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30 SEPTEMBER	Notes	Group			Company		
		Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Gross Written Contribution (Premium)	5	3,209,393,480	2,784,388,059	15%	1,503,187,880	1,324,281,369	14%
Retakaful Contribution (Reinsurance Premium)		(630,847,467)	(629,750,966)	0%	(269,631,001)	(297,739,291)	9%
Net Written Contribution (Premium)		2,578,546,013	2,154,637,093	20%	1,233,556,879	1,026,542,078	20%
Net Change in Reserve for Un-Earned Contribution (Premium)		(200,910,042)	(180,696,091)	-11%	(87,129,932)	(81,710,533)	-7%
Net Earned Contribution (Premium)		2,377,635,971	1,973,941,002	20%	1,146,426,947	944,831,545	21%
Other Revenue							
Income from investments		262,330,765	285,629,262	-8%	95,165,486	86,695,091	10%
Other income		30,551,365	41,808,519	-27%	14,221,994	881,933	1513%
Total Revenue	6	2,670,518,101	2,301,378,783	16%	1,255,814,427	1,032,408,569	22%
Benefits, Losses and Expenses							
Takaful (Insurance) claims and benefits		(1,375,294,288)	(1,099,212,819)	-25%	(616,418,776)	(511,851,126)	-20%
Acquisition Cost (net of reinsurance commission)		(189,449,017)	(125,366,447)	-51%	(108,763,866)	(54,327,096)	-100%
Change in Family Takaful Contract Liability		105,360,917	(121,028,974)	187%	-	-	-
Other Operating and Administration Expenses		(1,023,012,710)	(780,919,606)	-31%	(424,690,240)	(377,913,749)	-12%
Depreciation		(22,202,678)	(21,682,142)	-2%	(16,104,191)	(18,984,997)	15%
Total Claims, Benefits and Expenses		(2,504,597,776)	(2,148,209,988)	17%	(1,165,977,073)	(963,076,968)	-21%
Profit from Operations		165,920,325	153,168,795	8%	89,837,354	69,331,601	30%
Finance cost		(30,752,121)	(24,588,615)	-25%	(30,192,925)	(23,505,720)	-28%
Profit / (Loss) Before Taxation	9	135,168,204	128,580,180	5%	59,644,429	45,825,881	30%
Income Tax Expenses	10	(27,572,876)	(9,629,599)	-186%	(5,139,540)	-	-100%
Net Profit / (Loss) for the Period		107,595,327	118,950,581	-10%	54,504,889	45,825,881	19%
Attributable to:							
Equity holders of the parent		Rs 63,603,043	Rs 94,367,459				
Non-Controlling Interest		43,992,284	24,583,122				
		107,595,327	118,950,581				
Dividend per share		Rs 0.35	Rs 0.52	33%	Rs 0.30	Rs 0.25	19%
Interim dividend paid per share		-	-	-	-	-	-
Final proposed dividend per share		-	-	-	-	-	-
		-	-	-	-	-	-

OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30 SEPTEMBER	Group			Company		
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Profit/(Loss) for the period	107,595,327	118,950,581	-10%	54,504,889	45,825,881	19%
Change in Fair Value of Available for Sale Financial Assets	-	(239,709)	-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	1,847,704	-	100%	-	-	-
Defined Benefit Plan Actuarial Losses	-	-	-	-	-	-
Foreign Currency Translation Differences for Foreign Operations	4,540,202	5,274,836	-14%	-	-	-
Income Tax expense for Other Comprehensive Income	-	123,985,708	-8%	54,504,889	45,825,881	19%
Total Comprehensive Income / (Loss) for the period	113,983,234	123,985,708	-8%	54,504,889	45,825,881	19%
Attributable to;						
Equity holders of the parent	67,620,816	101,776,262				
Non-Controlling Interest	46,362,418	22,209,446				
	113,983,234	123,985,708				

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 30 SEPTEMBER	Group			Company		
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Gross Written Contribution (Premium)	942,012,430	848,943,986	11%	487,957,194	468,857,045	4%
Retakaful Contribution (Reinsurance Premium)	(127,995,459)	(146,176,513)	12%	(68,619,581)	(87,746,462)	22%
Net Written Contribution (Premium)	814,016,972	702,767,474	16%	419,337,613	381,110,582	10%
Net Change in Reserve for Un-Earned Contribution (Premium)	2,239,972	(37,905,257)	106%	(15,790,773)	(57,624,117)	73%
Net Earned Contribution (Premium)	816,256,944	664,862,217	23%	403,546,840	323,486,465	25%
Other Revenue						
Income from investments	80,290,482	65,118,003	23%	32,060,275	32,186,585	0%
Fair Value Gains and Losses of Available For Sale Financial Assets	-	239,709	-100%	-	-	-
Other income	13,323,441	11,487,112	16%	8,409,551	(1,778,458)	573%
Total Revenue	909,870,866	741,707,041	23%	444,016,666	353,894,593	25%
Benefits, Losses and Expenses						
Takaful (Insurance) claims and benefits	(545,293,995)	(398,208,577)	-37%	(227,333,266)	(174,822,249)	-30%
Acquisition Cost (net of reinsurance commission)	(75,829,008)	(44,520,936)	-70%	(50,188,724)	(19,775,019)	-154%
Change in Family Takaful Contract Liability	4,826,753	17,458,732	72%	-	-	-
Other Operating and Administration Expenses	(316,512,741)	(266,424,996)	-19%	(157,017,897)	(129,870,230)	-21%
Depreciation	(3,880,753)	(7,541,140)	49%	(1,152,522)	(6,330,368)	82%
Total Claims, Benefits and Expenses	(936,689,743)	(699,236,918)	-34%	(435,692,410)	(330,797,865)	-32%
Profit from Operations	(26,818,877)	42,470,123	-163%	8,324,256	23,096,728	-64%
Finance cost	(8,842,089)	(7,783,217)	-14%	(8,714,114)	(7,505,173)	-16%
Profit / (Loss) Before Taxation	(35,660,966)	34,686,906	-203%	(389,858)	15,591,555	-103%
Income Tax Expenses	(1,583,311)	(2,053,192)	23%	(296,400)	-	-100%
Net Profit / (Loss) for the Period	(37,244,277)	32,633,713	-214%	(686,258)	15,591,555	-104%
Attributable to:	Rs	Rs				
Equity holders of the parent	(36,632,186)	27,205,242				
Non-Controlling Interest	(612,091)	5,428,472				
	(37,244,277)	32,633,713				
Basic / Diluted Earnings / (Loss) Per Share - Weighted Average - To Equity Holders	(0.20)	0.15	-235%	(0.00)	0.09	-104%
Dividend per share	-	-	-	-	-	-
Interim dividend paid per share	-	-	-	-	-	-
Final proposed dividend per share	-	-	-	-	-	-

GROUP STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 SEPTEMBER 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)		
Balance as at 1st January 2017	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	-	-	-	-	-	94,367,459	24,583,122	118,950,581
Other Comprehensive Income								
Net Change in Fair Value of Available for Sale Financial Assets				(131,840)			(107,869)	(239,709)
Foreign Currency Translation Difference	-	-	2,901,160	-	-	-	2,373,676	5,274,836
Total Comprehensive Income	-	-	2,901,160	(131,840)	-	94,367,459	26,848,929	123,985,708
Transfer of revaluation surplus to retained earnings, at the disposal	-	(4,000,000)	-	-	-	4,000,000	-	-
Dividend Distributed	-	-	-	-	-	-	(6,013,636)	(6,013,636)
Balance as at 30th September 2017	1,860,001,339	30,234,871	54,535,635	(33,564)	(3,172,800)	(465,987,580)	282,747,884	1,758,325,785
Net Profit for the period	-	-	-	-	-	26,665,702	7,308	26,673,010
Foreign Currency Translation Difference	-	-	(1,680,108)	-	-	-	-	(1,680,108)
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	131,840	-	-	-	131,840
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders Reserve	-	-	-	-	(13,162,503)	-	-	(13,162,503)
Balance as at 31st December 2017	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	-	-	-	-	-	63,603,043	43,992,284	107,595,326
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders Reserve	-	-	-	-	1,520,660	-	327,044	1,847,704
Foreign Currency Translation Difference	-	-	2,497,111	-	-	-	2,043,091	4,540,202
Total Comprehensive Income	-	-	2,497,111	-	1,520,660	63,603,043	46,362,418	113,983,233
Dividend Distributed						(11,690,153)	(2,484,869)	(14,175,022)
Total changes in ownership interests	-	-	-	-	-	(11,690,153)	(2,484,869)	(14,175,022)
Balance as at 30th September 2018	1,860,001,339	30,234,871	55,352,638	98,276	(14,814,643)	(387,408,989)	326,632,742	1,870,096,235

COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 SEPTEMBER 2018

	Stated Capital (Rs)	Prepaid Share Reserve (Rs)	Revaluation Reserve (Rs)	Accumulated Profit/ (Losses) (Rs)	Available For Sale Reserve (Rs)	Total Equity (Rs)
Balance as at 1st January 2017	1,860,001,339	-	34,331,677	(136,040,525)	-	1,758,292,491
Net Profit for the period	-	-	-	45,825,880	-	45,825,880
Total Comprehensive Income	-	-	-	45,825,880	-	45,825,880
Transfer of revaluation surplus to Retained Earnings of the disposed	-	-	(4,000,000)	4,000,000	-	-
Balance as at 30th September 2017	1,860,001,339	-	30,331,677	(86,214,645)	-	1,804,118,371
Net Profit for the period	-	-	-	11,969,929	-	11,969,929
Balance as at 31st December 2017	1,860,001,339	-	30,331,677	(74,244,716)	-	1,816,088,300
Net Profit for the period	-	-	-	54,504,889	-	54,504,889
Total Comprehensive Income	-	-	-	54,504,889	-	54,504,889
Transfer of Revaluation Surplus to Retained Earnings, at the Disposal	-	-	-	-	-	-
Balance as at 30th September 2018	1,860,001,339	-	30,331,677	(19,739,827)	-	1,870,593,189

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 30 SEPTEMBER	Group		Company	
	Unaudited 2018 Rs	Unaudited 2017 Rs	Unaudited 2018 Rs	Unaudited 2017 Rs
Cash Flows from Operating Activities				
Contribution (Premium) received from customers	3,112,424,309	2,624,882,215	1,441,096,200	1,164,842,188
Retakaful (Reinsurance) Premium paid	(384,015,559)	(476,784,632)	(246,733,587)	(245,114,302)
Claims, Benefits and Expenses paid	(1,161,989,795)	(1,048,597,031)	(708,825,012)	(465,857,489)
Retakaful (Reinsurance) Receipts in respect of Claims	127,802,578	318,314,239	103,219,956	182,895,648
Cash paid to and behalf of Employees	(484,390,219)	(448,688,263)	(291,890,954)	(262,618,276)
Profits received from Investments and Other Income	121,518,754	202,407,076	15,424,850	45,230,155
Dividends received	23,151,069	14,823,851	11,690,153	6,674,985
Finance Cost paid	(30,752,121)	(24,588,615)	(30,192,925)	(23,505,720)
Other operating cash receipts/ (payments)	(1,256,688,534)	(867,123,628)	(296,247,510)	(468,342,434)
Cash Flow from/(used in) Operating Activities (Note A)	67,060,483	294,645,212	(2,458,830)	(65,795,245)
Gratuity Paid	(1,716,856)	(1,986,010)	(1,716,856)	(2,455,260)
Income Tax Paid	(22,433,336)	(3,997,471)	-	-
Net Cash Flow from/(used in) Operating Activities	42,910,290	288,661,731	(4,175,686)	(68,250,505)
Cash Flows from/(used in) Investing Activities				
Net Disposal/(Purchase) of Investment Securities	96,420,630	(670,163,769)	137,245,445	(109,907,936)
Purchase of Intangible Assets	(33,104,455)	-	-	-
Disposal of Intangible Assets	-	-	-	-
Purchase of Property, Plant & Equipment	(13,638,448)	(5,114,641)	(23,724,151)	(1,661,440)
Proceeds from Disposal of Property, Plant & Equipment	-	5,802,000	-	5,802,000
Net Cash Flow used in Investing Activities	49,677,727	(669,476,410)	113,521,294	(105,767,376)
Cash Flows from Financing Activities				
Repayment of Lease Facility	(1,766,175)	(4,197,008)	(971,485)	(3,417,972)
Short term Loan Obtained	490,000,000	-	490,000,000	-
Settlement/ (Repayments) of Short Term Borrowings	(644,736,901)	447,608	(644,736,901)	447,607
Dividend Paid	(14,175,022)	-	-	-
Net cash flows from financing activities	(170,678,098)	(3,749,400)	(155,708,386)	(2,970,365)
(Increase)/Decrease in Cash and Cash Equivalents (Note B)	(78,090,081)	(384,564,082)	(46,362,777)	(176,988,245)

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

Profit/ (Loss) from Operations	165,920,325	153,168,796	89,837,354	69,331,601
Depreciation	20,911,744	21,682,142	14,813,257	18,984,997
Amortisations	8,130,569	4,745,677	1,290,934	998,948
Gain on Disposal of Property, Plant & Equipment	-	(790,354)	-	(815,333)
Provision for Gratuity	4,326,719	7,521,803	680,729	1,934,798
Unrealised (Income)/Losses	1,847,704	(239,709)	-	-
(Increase)/Decrease in Debtors and Other Assets	(86,446,129)	(106,078,562)	(107,065,942)	(283,636,174)
Provision for doubtful debts	-	-	-	-
Increase/(Decrease) Family Takaful (Long Term Insurance) Fund	(105,360,917)	121,646,046	-	-
Increase/(Decrease) in Unearned Contribution (Premium)	200,910,042	180,696,091	87,129,932	81,710,533
Increase/(Decrease) in IBNR & General Reserve Provision	-	-	-	-
Increase/(Decrease) in Claims Provision	(195,058,888)	(198,581,066)	(97,391,914)	(92,160,639)
Increase/(Decrease) in Other Creditors	82,631,434	135,462,961	38,439,744	161,361,746
Finance Cost Paid	(30,752,121)	(24,588,615)	(30,192,925)	(23,505,720)
(Gain)/Loss on Fair Value of Investment Property	-	-	-	-
Profit on Disposal of Subsidiary	-	-	-	-
Cash Flows from/(used in) Operating Activities	67,060,483	294,645,212	(2,458,830)	(65,795,245)

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

Cash at bank and in Hand and Cash Equivalents	198,376,466	147,170,402	64,581,634	106,646,762
Over drafts	-	(131,559,768)	-	(131,559,768)
Cash and Cash Equivalents at the end of the period	198,376,466	15,610,634	64,581,634	(24,913,006)
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	-	-	-	-
Decrease in Cash and Cash Equivalents	(78,090,084)	(384,564,081)	(46,362,777)	(176,988,245)

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

AS AT	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.
ASSETS		
Intangible Assets	19,489,611	22,250,369
Property, Plant and Equipment	26,702,797	21,164,995
Investment Property	145,599,000	-
Financial Assets	853,040,824	1,040,576,008
Financial Assets - Unit Linked	1,578,702,309	1,526,678,553
Retakaful Receivable	-	250,000
Contribution (Premium) Receivable	30,264,595	33,059,196
Other Assets	66,497,298	28,816,883
Cash and Bank Balances	49,761,355	129,461,472
Cash and Bank Balances - Unit Linked	1,274,542	7,370,003
Total Assets	2,771,332,333	2,809,627,481
LIABILITIES		
Insurance Contract Liability - Family Takaful Fund	550,655,174	580,710,123
Insurance Contract Liability - Family Takaful Linked Unit Linked	1,569,603,064	1,525,135,501
Employee Benefits	7,173,358	6,013,000
Finance Lease Liability	4,191,606	5,134,842
Other Liabilities	41,901,516	67,001,272
Other Liabilities - Unit Linked	49,270,239	51,844,853
Total Liability	2,222,794,956	2,235,839,591
SHAREHOLDERS' EQUITY		
Stated Capital	500,000,000	500,000,000
Other Reserves	120,142	(1,544,774)
Retained Earnings	48,417,237	75,332,664
Total Equity	548,537,379	573,787,890
Total Equity & Liability	2,771,332,333	2,809,627,481

NOTES TO THE FINANCIAL STATEMENTS

1. Figures in the Interim Financial Statements for the period ended 30th September 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 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.
Financial Assets at Fair Value Through Profit or Loss (3.1)	199,762,004	58,506,357	-	-
Available For Sale Financial Assets (3.2)	182,608,930	299,558,531	525,000	525,000
Loans & Receivables (3.3)	2,479,800,755	2,369,857,686	859,963,209	871,751,119
30th September 2018	2,862,171,689	2,727,922,574	860,488,209	872,276,119

AS AT	Group		Company	
	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.
3.1 Financial Assets at Fair Value Through Profit & Loss				
Investments in Equity Securities	199,762,004	58,506,357	-	-
	199,762,004	58,506,357	-	-
3.2 Available For Sale Financial Assets				
Investments in Equity Securities - Quoted	-	34,561,038	-	-
Unit Trust	26,291,343	44,931,416	-	-
Investments in Equity Securities - Unquoted	156,317,586	220,066,078	525,000	525,000
	182,608,930	299,558,531	525,000	525,000
3.3 Loans and Receivable				
Repurchase Agreements	681,373,709	714,764,891	291,797,704	275,624,660
Murabaha Investments	1,649,516	250,930,016	-	-
Commercial Papers	-	241,580,148	-	101,000,000
Mudharabaha Investments	1,783,887,699	1,147,670,227	556,587,630	482,534,863
Bank Deposits	-	-	-	-
Advances to Company Officers	12,889,831	14,912,404	11,577,875	12,591,596
	2,479,800,755	2,369,857,686	859,963,209	871,751,119

Financial investments- Group, includes a provision of Rs. 45,658,949/- (2017 - Nil). The said provision will be revised upon recovery

4. Financial Assets - Unit Linked

AS AT	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.
Financial Assets at Fair Value Through Profit or Loss (4.1)	59,258,320	109,653,738	-	-
Available For Sale Financial Assets (4.2)	26,575,313	25,158,906	-	-
Loans & Receivables (4.3)	1,492,868,676	1,391,865,910	-	-
	1,578,702,309	1,526,678,553	-	-

AS AT	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 30.09.2018 Rs.	Audited as at 31.12.2017 Rs.
4.1 Financial Assets at Fair Value Through Profit & Loss				
Investments in Equity Securities	59,258,320	109,653,738	-	-
	59,258,320	109,653,738	-	-
4.2 Available For Sale Financial Assets				
Unit Trust	26,575,313	25,158,906	-	-
	26,575,313	25,158,906	-	-
4.3 Loans and Receivable				
Repurchase Agreements	41,507,945	40,965,518	-	-
Mudharaba Investments	1,451,360,731	1,350,900,391	-	-
	1,492,868,676	1,391,865,910	-	-

Financial investments - Unit Linked, includes a provision of Rs. 79,512,336/- (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 SEPTEMBER	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Unaudited 2018 Rs.	Unaudited 2017 Rs.
5.1 Non-Life (General Takaful)				
Motor	876,677,651	735,629,592	840,092,133	701,383,761
Fire	415,187,813	396,035,977	162,887,649	138,705,376
Marine	215,424,692	199,415,074	112,020,619	100,893,193
Medical	282,846,577	168,830,920	204,729,854	168,830,920
Miscellaneous	805,034,105	701,339,463	183,457,624	214,468,119
	2,595,170,839	2,201,251,027	1,503,187,880	1,324,281,369
5.2 Long Term Insurance (Family Takaful)				
Family Takaful	61,133,479	77,347,556	-	-
Mortgage & Group Family Takaful	27,567,700	32,075,294	-	-
Unit Linked	525,521,461	473,714,182	-	-
	614,222,641	583,137,032	-	-
Total Gross Written Premium	3,209,393,480	2,784,388,059	1,503,187,880	1,324,281,369

6. Revenue

6.1 Revenue by Segment

FOR THE PERIOD ENDED 30 SEPTEMBER	Group		Company	
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Unaudited 2018 Rs.	Unaudited 2017 Rs.
Segment				
Amana Takaful PLC	1,255,814,427	1,032,408,569	1,255,814,427	1,032,408,569
Amana Takaful Life PLC	724,990,009	765,000,225	-	-
Amana Takaful (Maldives) PLC	717,438,716	514,469,989	-	-
Amana Global Ltd	4,050,000	4,935,097	-	-
Eliminations	(31,775,051)	(15,435,097)	-	-
	2,670,518,101	2,301,378,783	1,255,814,427	1,032,408,569

6.2 Revenue

FOR THE PERIOD ENDED 30 SEPTEMBER	Group		Company	
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Unaudited 2018 Rs.	Unaudited 2017 Rs.
Gross written Contribution (Premium)	3,209,393,480	2,784,388,059	1,503,187,880	1,324,281,369
Less :				
Reinsurance premium	(630,847,467)	(629,750,966)	(269,631,001)	(297,739,291)
Net written premium	2,578,546,013	2,154,637,093	1,233,556,879	1,026,542,078
(Increase)/decrease in net unearned premium	(200,910,042)	(180,696,091)	(87,129,932)	(81,710,533)
Net earned premium	2,377,635,971	1,973,941,002	1,146,426,947	944,831,545
Income from investments	262,330,765	285,629,262	95,165,486	86,695,091
Other income	30,551,365	41,808,519	14,221,994	881,933
Revenue	2,670,518,101	2,301,378,783	1,255,814,427	1,032,408,569

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 September 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 September 2018. LAT valuation will be performed annually

9. Profit/ (Loss) Before Taxation by Segment

FOR THE PERIOD ENDED 30 SEPTEMBER	Group		Company	
	Unaudited 2018	Unaudited 2017	Unaudited 2018	Unaudited 2017
Segment				
Amana Takaful PLC	59,644,429	45,825,881	59,644,429	45,825,881
Amana Takaful Life PLC	(27,098,216)	31,816,954	-	-
Amana Takaful Maldives PLC	130,852,598	57,428,034	-	-
Amana Global Ltd	(505,556)	2,837,437	-	-
Eliminations	(27,725,051)	(9,328,125)	-	-
Total	135,168,204	128,580,180	59,644,429	45,825,881

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 September 2018 is represented by shares in issue as given below:

	Unaudited 30.09.2018	Audited 31.12.2017
Number of shares as at		
Ordinary shares - Voting	180,000,130	1,800,001,296

19. Share Information

	Group		Company	
	30.09.2018 Rs.	31.12.2017 Rs.	30.09.2018 Rs.	31.12.2017 Rs.
Net asset value per share	8.57	0.84	10.39	1.01
Market price per share as at	6.80	0.80	-	-
Highest price per share for the period	9.40	0.90	-	-
Lowest price per share for the period	0.70	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 has reduced 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 30th September 2018

Name of Shareholder	No. of Shares	%
ATL Investment Holdings Limited	30,842,459	17.13
Amana Bank PLC	27,159,633	15.09
Mr. Sattar Kassim	25,204,825	14.00
Mr. Shafik Kassim	24,817,640	13.79
Mr. Osman Kassim & Mrs. K Kassim	21,399,097	11.89
Expolanka Holdings PLC	7,909,623	4.39
Seylan Bank Plc/Dr.Thirugnanasambandar Senthilverl	7,427,607	4.13
Mr. Osman Kassim	6,250,000	3.47
Sampath Bank Plc/ Dr.T.Senthilverl	4,864,313	2.70
Falcon Trading (Pvt) Ltd	2,861,302	1.59
Mr. Mohamed Haji Omar	551,513	0.31
Mrs. Pattini Deva Asoka Swarnakanthi Beruwalage	422,684	0.23
Seylan Bank Plc/Jayantha Dewage	414,308	0.23
Mr. Joseph Rohan Victoria	335,209	0.19
Mr. Mohamed Kalif Rahim	333,932	0.19
Mrs. Mujahira Mohamed Fazeel And Mr. M F Mohamed Fazeel	326,700	0.18
Mr. Farook Kassim	325,000	0.18
Mr. Sithambaram Pillai Jayakumar & Mrs. P Meena	300,000	0.17
Mr. Ravindra Erle Rambukwella	286,000	0.16
Mrs. Nabeela Haroon	270,000	0.15
	<hr/>	
	162,301,845	90.17
Others	17,698,285	9.83
Total	<hr/>	
	180,000,130	100.00

The percentage of shares held by the public as at 30th September 2018 was 84.58% (31.12.2017 - 23.01%), where the number of shareholders was 5,929 (31.12.2017 - 6,434)

Directors' Shareholdings

	No. of Shares 30.09.2018	No. of Shares 31.12.2017
Mr. Tyeab Akbarally	14	144
Mr. Osman Kassim	27,649,097	158,840,975
Mr. M.H.M. Rafiq	2	20
Dato' Mohd. Fadzli Yusof	Nil	Nil
Dr. A.A.M. Haroon	4	40
Mr. A.S.M. Muzzammil	Nil	Nil
Dr. I. A. Ismail (Resigned w.e.f 30.09.2018)	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 (Resigned w.e.f 30.09.2018)
Mr. R. Gopinath
Mr. M.R.M. Nayeem
Mr. M.H. Sattar Kassim

SHARIAH ADVISORY COUNCIL

Mufti M.I.M. Rizwe - Chairman
Ash-Sheikh Murshid Mulaffar- Secretary
Mufti M.I.M. Jakhura - Member

CHIEF EXECUTIVE OFFICER - ATPLC

Mr. Mohamed 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. 660 - 1/1, Galle Road, Colombo 03, 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
Ironshore Insurance Ltd, Singapore Branch
Scor Re
Hannover Re
Munich Re

SECRETARIES

Managers & Secretaries (Pvt) Ltd

PRINCIPAL BANKERS

Amana Bank PLC/Pan Asia Bank/National Development Bank/
Bank of Ceylon/Commercial Bank/Sampath Bank/Hatton National Bank
/Nations Trust Bank/Deutsche Bank/ Seylan Bank/MCB Bank