

Amana Takaful Life PLC

Interim Report

30th September 2018



STATEMENT OF FINANCIAL POSITION

| AS AT | | Unaudited as at 30.09.2018 Rs. | Audited as at 31.12.2017 Rs. |
|--|-------|--------------------------------------|------------------------------------|
| | Notes | | |
| 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 | 3 | 853,040,824 | 1,040,576,008 |
| Financial Assets - Unit Linked | 4 | 1,578,702,309 | 1,526,678,553 |
| Retakaful (Reinsurance) Receivables | | - | 250,000 |
| Contribution (Premium) Receivable | | 30,264,597 | 33,059,196 |
| Other Assets | | 66,497,298 | 28,816,883 |
| Cash and Bank Balances | 5 | 49,761,355 | 129,461,472 |
| Cash and Bank Balances - Unit Linked | 5 | 1,274,542 | 7,370,003 |
| Total Assets | | 2,771,332,333 | 2,809,627,481 |
| LIABILITIES | | | |
| Insurance Contract Liabilities - Family Takaful Fund | | 550,655,174 | 580,710,123 |
| Insurance Contract Liabilities - Unit Linked | | 1,569,603,064 | 1,525,135,501 |
| Employee Benefits | | 7,173,359 | 6,013,000 |
| Other Liabilities - Unit Linked | | 49,270,239 | 51,844,853 |
| Other Liabilities | | 41,901,516 | 67,001,272 |
| Finance Lease Liability | | 4,191,603 | 5,134,842 |
| Total Liabilities | | 2,222,794,954 | 2,235,839,591 |
| SHAREHOLDERS' EQUITY | | | |
| Stated Capital | | 500,000,000 | 500,000,000 |
| Revaluation Reserve | | 120,142 | 120,142 |
| Revenue Reserves | | 48,417,237 | 73,667,748 |
| Total Equity | | 548,537,379 | 573,787,889 |
| Total Liabilities and Equity | | 2,771,332,333 | 2,809,627,481 |

The notes form an integral part of the Financial Statements.

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
Gehan Rajapakse
Chief Executive Officer

Signed for and on behalf of the Board,

Signed
Director

Signed
Director

Colombo
14th November 2018

STATEMENT OF COMPREHENSIVE INCOME

| FOR THE PERIOD ENDED 30TH SEPTEMBER | Notes | Unaudited 2018 Rs. | Unaudited 2017 Rs. | Change % |
|--|-------|--------------------------|--------------------------|--------------|
| Gross Written Contribution (Premium) | 6 | 614,222,641 | 582,604,049 | 5% |
| Retakaful Contribution (Reinsurance Premium) | | (22,741,199) | (20,329,810) | -12% |
| Net Written Contribution (Premium) | | 591,481,442 | 562,274,239 | 5% |
| Net Change in Reserve for Un-Earned Contribution (Premium) | | (676,745) | (617,072) | -10% |
| Net Earned Contribution (Premium) | | 590,804,697 | 561,657,167 | 5% |
| Other Revenue | | | | |
| Income from investments | | 117,855,940 | 191,865,903 | -39% |
| Other income | | 16,329,372 | 11,477,155 | 42% |
| Total Revenue | 7 | 724,990,009 | 765,000,225 | -5% |
| Benefits, Losses and Expenses | | | | |
| Takaful (Insurance) claims and benefits | | (402,208,047) | (328,885,585) | -22% |
| Acquisition Cost (net of reinsurance commission) | | (80,685,151) | (71,039,351) | -14% |
| Change in Family Takaful Contract Liability | | 105,360,917 | (121,028,974) | 187% |
| Other Operating and Administration Expenses | | (368,503,141) | (207,451,283) | -78% |
| Amortizations | | (5,493,606) | (3,869,020) | -42% |
| Total Claims, Benefits and Expenses | | (751,529,030) | (732,274,213) | -3% |
| Profit from Operations | | (26,539,021) | 32,726,012 | -181% |
| Finance cost | | (559,196) | (909,057) | 38% |
| Profit Before Taxation | 9 | (27,098,216) | 31,816,955 | -185% |
| Income Tax Expenses | 10 | - | - | - |
| Net Profit for the Period | | (27,098,216) | 31,816,955 | -185% |
| | | | | |
| Basic / Diluted Earnings Per Share To Equity Holders | 15 | Rs (0.54) | Rs 0.06 | -952% |
| Dividend per share | | | | |
| Interim dividend paid per share | | - | - | - |
| Final proposed dividend per share | | - | - | - |

STATEMENT OF OTHER COMPREHENSIVE INCOME

| FOR THE PERIOD ENDED 30TH SEPTEMBER | Unaudited 2018 Rs. | Unaudited 2017 Rs. | Change % |
|--|--------------------------|--------------------------|-------------|
| Other Comprehensive Income | | | |
| Profit for the period | (27,098,216) | 31,816,955 | -185% |
| Net Change in Fair Value of Available for Sale Financial Assets transfer (to)/ from Life Policyholder's Reserve | 1,847,704 | 278,785 | 563% |
| Total Comprehensive Income for the period | (25,250,512) | 32,095,740 | -179% |

STATEMENT OF COMPREHENSIVE INCOME

| FOR THE QUARTER ENDED 30TH SEPTEMBER | Unaudited 2018 Rs. | Unaudited 2017 Rs. | Change % |
|--|--------------------------|--------------------------|-------------|
| Gross Written Contribution (Premium) | 209,307,114 | 196,822,898 | 6% |
| Retakaful Contribution (Reinsurance Premium) | (6,442,992) | (6,203,740) | -4% |
| Net Written Contribution (Premium) | 202,864,122 | 190,619,158 | 6% |
| Net Change in Reserve for Un-Earned Contribution (Premium) | 1,903,491 | 1,713,724 | 11% |
| Net Earned Contribution (Premium) | 204,767,613 | 192,332,882 | 6% |
| Other Revenue | | | |
| Income from investments | 45,328,523 | 27,347,229 | 66% |
| Other income | 4,913,890 | 4,219,517 | 16% |
| Total Revenue | 255,010,026 | 223,899,627 | 14% |
| Benefits, Losses and Expenses | | | |
| Takaful (Insurance) claims and benefits | (174,035,025) | (132,664,211) | -31% |
| Acquisition Cost (net of reinsurance commission) | (25,640,284) | (24,745,918) | -4% |
| Change in Family Takaful Contract Liability | 4,826,753 | 17,458,731 | -72% |
| Other Operating and Administration Expenses | (89,066,017) | (74,360,006) | -20% |
| Depreciation | (2,303,281) | (1,601,397) | -44% |
| Total Claims, Benefits and Expenses | (286,217,854) | (215,912,801) | -33% |
| Profit from Operations | (31,207,828) | 7,986,826 | -491% |
| Finance cost | (127,975) | (278,044) | 54% |
| Profit Before Taxation | (31,335,803) | 7,708,782 | -506% |
| Income Tax Expenses | - | - | 0% |
| Net Profit for the Period | (31,335,803) | 7,708,782 | -506% |
| Basic / Diluted Earnings Per Share To Equity Holders | Rs (0.06) | Rs 0.02 | -506% |
| Dividend per share | | | |
| Interim dividend paid per share | - | - | - |
| Final proposed dividend per share | - | - | - |

STATEMENT OF OTHER COMPREHENSIVE INCOME

| FOR THE QUARTER ENDED 30TH SEPTEMBER | Unaudited 2018 Rs. | Unaudited 2017 Rs. | Change % |
|---|--------------------------|--------------------------|-------------|
| Other Comprehensive Income | | | |
| Profit for the period | (31,335,803) | 7,708,782 | -506% |
| Net Change in Fair Value of Available for Sale Financial Assets transfer (to)/ from Life Policyholder's Reserve | 559,230 | (199,144) | 381% |
| Total Comprehensive Income for the period | (30,776,573) | 7,509,639 | -510% |

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30TH SEPTEMBER 2018

| | Stated Capital (Rs) | Revaluation Reserve (Rs) | Revenue Reserves | | Total Equity (Rs) |
|--|---------------------------|--------------------------------|-------------------------------|--------------------------------------|----------------------|
| | | | Accumulated Profit (Rs) | Policy Holder's Rserve (Rs) | |
| Balance as at 01st January 2017 | 500,000,000 | 120,142 | 26,186,097 | (2,789,077) | 523,517,162 |
| Net Profit for the period | - | - | 31,816,955 | - | 31,816,955 |
| Other Comprehensive Income | | | | | |
| Net Change in Fair Value of Available for Sale Financial Assets transfer - (to)/ from Life Policyholder's Reserve | - | - | - | 278,785 | 278,785 |
| Net Change in Fair Value of Available for Sale Financial Assets - Transferred to the Income Statement | - | - | - | - | - |
| Defined Benefit Plan Actuarial Losses, Net of deferred Tax | - | - | - | - | - |
| Total Comprehensive Income | - | - | 31,816,955 | 278,785 | 32,095,740 |
| | | | | | |
| Balance as at 30th September 2017 | 500,000,000 | 120,142 | 58,003,052 | (2,510,292) | 555,612,902 |
| Net Profit for the period | | | 18,014,624 | | 18,014,624 |
| Other Comprehensive Income | | | | | |
| Net Change in Fair Value of Available for Sale Financial Assets - (to)/ from Life Policyholder's Reserve | | | | 845,376 | 845,376 |
| Net Change in Fair Value of Available for Sale Financial Assets - Transferred to the Income Statement | | | | | |
| Defined Benefit Plan Actuarial Losses, Net of deferred Tax | | | (685,011) | | (685,011) |
| Total Comprehensive Income | - | - | 17,329,613 | 845,376 | 18,174,989 |
| | | | | | |
| Balance as at 31st December 2017 | 500,000,000 | 120,142 | 75,332,665 | (1,664,916) | 573,787,889 |
| Net Profit for the period | - | - | (27,098,216) | - | (27,098,216) |
| Other Comprehensive Income | | | | | |
| Net Change in Fair Value of Available for Sale Financial Assets | - | - | | 1,847,704 | 1,847,704 |
| Defined Benefit Plan Actuarial Losses, Net of deferred Tax | | | - | | - |
| Total Comprehensive Income | - | - | (27,098,216) | 1,847,704 | (25,250,512) |
| | | | | | |
| Balance as at 30th September 2018 | 500,000,000 | 120,142 | 48,234,449 | 182,788 | 548,537,379 |

STATEMENT OF CASH FLOW

| FOR THE PERIOD ENDED 30TH SEPTEMBER 2018 | Notes | Unaudited 2018 Rs | Unaudited 2017 Rs |
|---|--------------|----------------------------------|----------------------------------|
| Cash Flows from Operating Activities | | | |
| Contribution (Premium) received from customers | | 609,976,851 | 583,137,032 |
| Retakaful (Reinsurance) Premium paid | | (24,996,627) | (17,955,053) |
| Claims and Benefits paid | | (378,789,520) | (324,263,435) |
| Cash paid to and behalf of Employees | | (118,124,003) | (107,385,457) |
| Profits received from Investments and Other Income | | 78,968,637 | 152,387,505 |
| Finance Cost paid | | (559,196) | (909,057) |
| Dividends received | | 627,456 | 8,017,218 |
| Other operating cash payments | | (240,572,663) | (154,306,831) |
| Cash Flow from Operating Activities (Note A) | | (73,469,065) | 138,721,922 |
| Gratuity Paid | | - | - |
| Net Cash Flow from Operating Activities | | (73,469,065) | 138,721,922 |
| Cash Flows from used in Investing Activities | | | |
| Net Disposal/(Purchase) of Investment Securities | | (18,308,172) | (134,297,107) |
| Purchase of Intangible Assets | | 2,112,874 | 94,939 |
| Purchase of Property, Plant & Equipment | | (10,132,509) | (5,046,262) |
| Proceeds from disposal of Property Plant & Equipment | | - | - |
| Net Cash Flows from used in Investing Activities | | (26,327,807) | (139,248,429) |
| Cash Flows used in Financing Activities | | | |
| Repayment of Finance Lease Liability | | (943,242) | (779,035) |
| Net cash flows used in Financing Activities | | (943,242) | (779,035) |
| Decrease in Cash and Cash Equivalents (Note B) | | (100,740,114) | (1,305,543) |

NOTE A

| Reconciliation of Operating Profit with Cash Flows from Operations | | | |
|---|---|----------------------------------|----------------------------------|
| FOR THE PERIOD ENDED 30TH SEPTEMBER | | Unaudited 2018 Rs | Unaudited 2017 Rs |
| Profit from Operations | | (26,539,021) | 32,726,012 |
| Depreciation | | 4,516,904 | 4,516,904 |
| Amortisations | | 647,884 | 647,884 |
| Provision for Gratuity | | 801,390 | 2,118,033 |
| Unrealised (Income)/Losses | | 1,847,704 | 278,785 |
| (Increase)/Decrease in Debtors and Other Assets | | 78,173,996 | (39,119,916) |
| Increase in Family Takaful (Long Term Insurance) Fund | | (105,361,100) | 121,028,791 |
| Increase/(Decrease) in Unearned Contribution (Premium) | | 676,745 | 617,072 |
| Increase/(Decrease) in Other Creditors | | (27,674,370) | 16,817,414 |
| Finance Cost Paid | | (559,197) | (909,057) |
| | | | - |
| Cash Flows from Operating Activities | | (73,469,065) | 138,721,922 |
| Note B | | | |
| Increase/(Decrease) in Cash and Cash Equivalents | | | |
| Cash at bank and in Hand and Cash Equivalents | | | |
| Cash and Cash Equivalents at the end of the period | 5 | 226,539,663 | 295,792,221 |
| Cash and Cash Equivalents at the beginning of the year | | 327,279,777 | 297,097,764 |
| Decrease in Cash and Cash Equivalents | | (100,740,114) | (1,305,543) |

STATEMENT OF FINANCIAL POSITION - SEGMENTAL ANALYSIS

| AS AT 30.09.2018 | Unaudited | | | |
|--|-------------------------------|------------------------------|----------------------|----------------------|
| | Family Takaful Fund Rs. | Shareholders' Fund Rs. | Adujstments Rs. | Total Rs. |
| ASSETS | | | | |
| Intangible Assets | - | 19,489,611 | - | 19,489,611 |
| Property, Plant and Equipment | - | 26,702,797 | - | 26,702,797 |
| Investment Property | - | 145,599,000 | - | 145,599,000 |
| Financial Assets | 560,651,120 | 292,389,704 | - | 853,040,825 |
| Contribution (Premium) Receivable | 30,264,597 | - | - | 30,264,597 |
| Other Assets | 9,606,803 | 56,890,496 | - | 66,497,298 |
| Other Assets - Unit Linked | - | - | - | - |
| Financial Assets - Unit Linked | 1,578,702,309 | - | - | 1,578,702,309 |
| Management Fee Receivable | - | 116,903,359 | (116,903,359) | - |
| Interfund Receivable | 81,855,966 | - | (81,855,966) | - |
| Cash and Bank Balances | 49,342,025 | 419,329 | - | 49,761,355 |
| Cash and Bank Balances - Unit Linked | 1,274,542 | - | - | 1,274,542 |
| Total Assets | 2,311,697,361 | 658,394,297 | (198,759,324) | 2,771,332,333 |
| LIABILITIES | | | | |
| Insurance Contract Liability - Family Takaful Fund | 550,655,174 | - | - | 550,655,174 |
| Insurance Contract Liability - Family Takaful Linked Unit Linked | 1,569,603,064 | - | - | 1,569,603,064 |
| Inter Fund Payables | - | 81,855,968 | (81,855,968) | - |
| Intercompany Payables | - | - | - | - |
| Employee Benefits | - | 7,173,359 | - | 7,173,359 |
| Finance Lease Liability | - | 4,191,603 | - | 4,191,603 |
| Management Fee Payable | 116,903,359 | - | (116,903,359) | - |
| Other Liabilities | 25,082,729 | 16,818,784 | - | 41,901,514 |
| Other Liabilities - Unit Linked | 49,270,239 | - | - | 49,270,239 |
| Total Liability | 2,311,514,565 | 110,039,713 | (198,759,327) | 2,222,794,953 |
| SHAREHOLDERS' EQUITY | | | | |
| Stated Capital | - | 500,000,000 | - | 500,000,000 |
| Revaluation Reserve | - | 120,142 | - | 120,142 |
| Revenue Reserves | 182,788 | 48,234,449 | - | 48,417,238 |
| Total Equity | 182,788 | 548,354,591 | - | 548,537,380 |
| Total Equity and Liability | 2,311,697,361 | 658,394,297 | (198,759,324) | 2,771,332,333 |

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

STATEMENT OF FINANCIAL POSITION - SEGMENTAL ANALYSIS

| AS AT 31.12.2017 | Audited | | | |
|--|-------------------------------|-----------------------------|----------------------|----------------------|
| | Family Takaful Fund Rs. | Shareholders Fund Rs. | Adujstments Rs. | Total Rs. |
| ASSETS | | | | |
| Intangible Assets | - | 22,250,369 | - | 22,250,369 |
| Property, Plant and Equipment | - | 21,164,995 | - | 21,164,995 |
| Financial Investments | 646,906,154 | 393,669,854 | - | 1,040,576,007 |
| Retakaful Receivable | 250,000 | - | - | 250,000 |
| Contribution (Premium) Receivable | 33,059,196 | - | - | 33,059,196 |
| Other Assets | 8,073,008 | 20,743,876 | - | 28,816,884 |
| Financial Assets - Unit Linked | 1,526,678,553 | - | - | 1,526,678,553 |
| Management Fee Receivable | - | 153,241,806 | (153,241,806) | - |
| Interfund Receivable | 58,292,174 | - | (58,292,174) | - |
| Cash and Bank Balances | 83,522,111 | 45,939,364 | - | 129,461,474 |
| Cash and Bank Balances - Unit Linked | 7,370,003 | - | - | 7,370,003 |
| Total Assets | 2,364,151,198 | 657,010,264 | (211,533,981) | 2,809,627,481 |
| LIABILITIES | | | | |
| Insurance Contract Liability - Family Takaful Fund | 580,710,123 | - | - | 580,710,123 |
| Insurance Contract Liability - Family Takaful Linked Unit Linked | 1,525,135,501 | - | - | 1,525,135,501 |
| Inter Fund Payables | - | 58,292,174 | (58,292,174) | - |
| Employee Benefits | - | 6,013,000 | - | 6,013,000 |
| Finance Lease Liability | - | 5,134,842 | - | 5,134,842 |
| Management Fee Payable | 153,241,806 | - | (153,241,806) | - |
| Other Liabilities | 54,883,831 | 12,117,441 | - | 67,001,273 |
| Other Liabilities - Unit Linked | 51,844,853 | - | - | 51,844,853 |
| Total Liability | 2,365,816,115 | 81,557,457 | (211,533,981) | 2,235,839,591 |
| SHAREHOLDERS' EQUITY | | | | |
| Stated Capital | - | 500,000,000 | - | 500,000,000 |
| Revaluation Reserve | - | 120,142 | - | 120,142 |
| Revenue Reserves | (1,664,917) | 75,332,664 | - | 73,667,748 |
| Total Equity | (1,664,917) | 575,452,806 | - | 573,787,890 |
| Total Equity and Liability | 2,364,151,198 | 657,010,264 | (211,533,981) | 2,809,627,481 |

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 September 2018 are provisional and unaudited.

2. These Interim Financial Statements of the Company 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 principal activities of the Company are underwriting of Family (Life) Takaful Insurance businesses.

The same accounting policies and methods of computation as stated in the Audited Financial Statements 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 | 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) | 45,201,648 | 17,038,280 |
| Available For Sale Financial Assets (3.2) | 26,291,343 | 25,860,050 |
| Loans & Receivables (3.3) | 781,547,833 | 997,677,678 |
| | 853,040,824 | 1,040,576,008 |

| AS AT | 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 | 45,201,648 | 17,038,280 |
| | 45,201,648 | 17,038,280 |
| 3.2 Available For Sale Financial Assets | | |
| Unit Trust | 26,291,343 | 25,860,050 |
| | 26,291,343 | 25,860,050 |
| 3.3 Loans and Receivable | | |
| Repurchase Agreements | 306,163,049 | 371,730,407 |
| Commercial Papers | - | 140,580,148 |
| Mudharaba Investments | 475,384,783 | 485,367,123 |
| | 781,547,833 | 997,677,678 |

Financial Investments, includes a provision of Rs. 45,658,959/- (2017-Nil). The said provision will be revised upon recovery

NOTES TO THE FINANCIAL STATEMENTS

4. Financial Assets - Unit Linked

| AS AT | 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 | 1,391,865,909 |
| | 1,578,702,309 | 1,526,678,553 |

| | 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 | 1,391,865,909 |

Financial Investments - Unit Linked, includes a provision of Rs. 79,512,336.72/- (2017 - 124,984,521/-). The said provision will be revised upon recovery

5. Cash and Cash Equivalents in Statement of Cash Flow

| | 30.09.2018 Rs. | 31.12.2017 Rs. |
|--------------------------------------|--------------------|--------------------|
| Cash and Bank Balances | 49,761,355 | 129,461,472 |
| Cash and Bank Balances - Unit Linked | 1,274,542 | 7,370,003 |
| Investment in Government Securities | 175,503,766 | 382,094,256 |
| | 226,539,663 | 518,925,731 |

NOTES TO THE FINANCIAL STATEMENTS

6. Gross Written Premium (Contribution)

| FOR THE PERIOD ENDED 30TH SEPTEMBER | Unaudited 2018 Rs. | Unaudited 2017 Rs. |
|---|--------------------------|--------------------------|
| 6.1 Long Term Insurance (Family Takaful) | | |
| Family Takaful | 61,133,479 | 76,776,586 |
| Mortgage & Group Family Takaful | 27,567,700 | 32,075,294 |
| Unit Linked | 525,521,461 | 473,752,169 |
| Total Gross Written Premium | 614,222,641 | 582,604,049 |

7. Revenue

7.1 Revenue by Segment

| FOR THE PERIOD ENDED 30TH SEPTEMBER | Unaudited 2018 Rs. | Unaudited 2017 Rs. |
|-------------------------------------|--------------------------|--------------------------|
| Segment | | |
| Long Term (Family Takaful) | 684,820,215 | 720,210,922 |
| Shareholders' Fund | 40,169,794 | 44,789,303 |
| | 724,990,009 | 765,000,225 |

7.2 Revenue

| FOR THE PERIOD ENDED 30TH SEPTEMBER | Unaudited 2018 Rs. | Unaudited 2017 Rs. |
|---|--------------------------|--------------------------|
| Gross written Contribution (Premium) | 614,222,641 | 582,604,049 |
| Less : | | |
| Reinsurance premium | (22,741,199) | (20,329,810) |
| Net written premium | 591,481,442 | 562,274,239 |
| (Increase)/decrease in net unearned premium | (676,745) | (617,072) |
| Net earned premium | 590,804,697 | 561,657,168 |
| Income from investments | 117,855,940 | 191,865,902 |
| Other income | 16,329,372 | 11,477,155 |
| Revenue | 724,990,009 | 765,000,225 |

9. Profit Before Taxation by Segment

| FOR THE PERIOD ENDED 30TH SEPTEMBER | Unaudited 2018 Rs. | Unaudited 2017 Rs. |
|-------------------------------------|--------------------------|--------------------------|
| Segment | | |
| Shareholders' Fund | (27,098,216) | 31,816,955 |
| Total | (27,098,216) | 31,816,955 |

NOTES TO THE FINANCIAL STATEMENTS

10. Amana Takaful Life PLC is liable for income tax at 28% (2017 - 28%)

11. The nature of related party transactions in the current period is similar to those reported in the issued Financial Statements 2017.

12. Comparative figures have been restated wherever necessary to conform to the current periods presentation.

13. There has not been a significant change in the nature of the contingent liabilities as disclosed in the issued Financial Statements 2017.

14. No events have occurred since the reporting date that necessitates adjustments to or disclosure in the Financial Statements.

15. Basic Earnings per Share is calculated by dividing the net profit for the period attributable to ordinary shareholders by the the weighted average number of ordinary shares outstanding during the period.

16. According to the Articles 9 of the company, the shareholders have approved a consolidation of every 10 existing issued ordinary shares in to 1 share without any change to the Share Capital of the Company on 30th July 2018. Consequently the issued number of shares will reduce from 500,000,000 fully paid shares to 50,000,000 fully paid shares.

| | Unaudited 30.09.2018 | Unaudited 31.12.2017 |
|--|---------------------------------|---------------------------------|
| Amount used as the Numerator | | |
| Net Profit attributable to Ordinary Shareholders (Rs.) | (27,098,216) | 31,816,955 |
| Number of Ordinary Shares used as Denominator: | | |
| Ordinary shares - Voting | 50,000,000 | 500,000,000 |

17. Share Information

| | 30.09.2018 | 31.12.2017 |
|--|-------------------|-------------------|
| | Rs. | Rs. |
| Net asset value per share | 10.97 | 1.15 |
| Market price per share as at | 9.00 | 1.10 |
| Highest price per share for the period | 13.50 | 1.50 |
| Lowest price per share for the period | 1.10 | 1.00 |

18. One Off Surplus

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.

NOTES TO THE FINANCIAL STATEMENTS

19. Twenty Largest Shareholders as at 30th September 2018

| Name of Shareholder | No. of Shares | % |
|---|-------------------|---------------|
| Amana Takaful Plc | 41,150,000 | 82.30 |
| Aberdeen Holdings (Pvt) Limited | 3,850,000 | 7.70 |
| Seylan Bank Plc/Dr.Thirugnanasambandar Senthilverl | 2,742,744 | 5.49 |
| Sampath Bank Plc/ Dr.T.Senthilverl | 335,686 | 0.67 |
| Mr.Behman Pestonjee | 196,200 | 0.39 |
| Dr.Thirugnanasambandar Senthilverl | 156,216 | 0.31 |
| Deutsche Bank Ag As Trustee To Amana Candor Shariah Balanced Fund | 100,000 | 0.20 |
| Mr.Abdul Azees Mohamed Anas | 49,100 | 0.10 |
| Mr.Ahamad Mohamed Subair | 34,400 | 0.07 |
| Mr.Mohamed Sahabdeen Mohamed Ikram | 31,900 | 0.06 |
| Mr.Mohamed Fazal | 28,653 | 0.06 |
| Mrs.Epa Ranasinghe Imiya Appuhamilage Anoja Ranasinghe | 24,600 | 0.05 |
| Mr.Manchanayaka Appuhamilage Tharindu Ganganath Manchanayaka | 24,600 | 0.05 |
| Miss.Manchanayaka Appuhamilage Yasassri Rangana Manchanayaka | 24,600 | 0.05 |
| Miss.Manchanayake Appuhamilage Buddima Chathuri Manchanayake | 24,600 | 0.05 |
| Mr.Mohamed Luthufur Rahman | 24,600 | 0.05 |
| Mr.Mohamed Nizamdeen Mohamed Nazir | 24,600 | 0.05 |
| Mr.Muhammadu Muyeess Muhammadu Abdul Cader | 24,600 | 0.05 |
| Mr.Ravindra Erle Rambukwella | 21,800 | 0.04 |
| Miss.Ashanthi Samarasinghe | 20,272 | 0.04 |
| | 48,889,171 | 97.78 |
| Others | 1,110,829 | 2.22 |
| Total | 50,000,000 | 100.00 |

The percentage of shares held by the public as at 30th September 2018 was 17.7% (31.12.2017 - 10%), where the number of shareholders was 1,043 (31.12.2017 - 1,004)

20. Directors' Shareholdings

| | No. of Shares 30.09.2018 | No. of Shares 31.12.2017 |
|---|-----------------------------|-----------------------------|
| Dato' Mohd. Fadzli Yusof | Nil | Nil |
| Mr. M.H.M. Rafiq | Nil | Nil |
| Dr.I.A. Ismail (Resigned w.e.f. 30-09-2018) | Nil | Nil |
| Mr. R. Gopinath | Nil | Nil |
| Mr. M. Fazal Ghaffoor | Nil | Nil |
| Mr. Ammar Kassim | Nil | Nil |
| Mr. M.R.M.Nayeem | Nil | Nil |
| Mr.D.A Wijesundera | Nil | Nil |
| Mr.Osman Kassim (Appointed w.e.f. 10-09-2018) | Nil | Nil |

CORPORATE INFORMATION

NAME OF THE COMPANY

Amana Takaful Life PLC

LEGAL STATUS

Public Quoted Company with Limited Liability incorporated in Sri Lanka on 10th July 2014.

COMPANY REGISTRATION NUMBER

PB 5202 PQ

TAX PAYER IDENTIFICATION NUMBER(TIN)

139052021

STOCK EXCHANGE LISTING

The shares of the Company are listed in the Second Board of the Colombo Stock Exchange, Sri Lanka on 18th August 2016. Stock Exchange Code for Amana Takaful Life PLC shares is 'ATLL'.

DIRECTORS

Dato' Mohd Fadzli Yusof (Acting Chairman)

Mr. M.H.M. Rafiq

Dr.I.A. Ismail (Resigned w.e.f. 30-09-2018)

Mr. R. Gopinath

Mr. M. Fazal Ghaffoor

Mr. Ammar Kassim

Mr. M.R.M. Nayeem

Mr.D.A Wijesundera

Mr.Osman Kassim (Appointed w.e.f. 10-09-2018)

REGISTERED OFFICE

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

AUDITORS

Ernst & Young Chartered Accountants

SECRETARIES

Managers & Secretaries (Pvt) Ltd

REINSURANCE PANEL

Score Re

Hannover Re

Munich Re

CONSULTANT ACTUARIES - LONG-TERM INSURANCE

Actuarial Partners Consulting Sdn Bhd
Suite 17.02 Kenanga International Jalan
Sultan Ismail 50250
Kuala Lumpur, Malaysia

SHARIAH ADVISORY COUNCIL

Mufti M.I.M. Rizwe - Chairman

Ash-Sheikh Murshid Mulaffar- Secretary

Mufti M.I.M. Jakhura - Member

CHIEF EXECUTIVE OFFICER

Mr. Gehan Shivantha Rajapakse

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/MCB Bank