

# Amana Takaful PLC

Interim Report

30th June 2020



## STATEMENT OF FINANCIAL POSITION

AS AT	Notes	Group		Company	
		Unaudited as at 30.06.2020 Rs.	Audited as at 31.12.2019 Rs.	Unaudited as at 30.06.2020 Rs.	Audited as at 31.12.2019 Rs.
<b>ASSETS</b>					
Intangible Assets		112,676,636	114,454,505	29,035,629	29,718,037
Property, Plant and Equipment		73,717,140	86,385,886	38,659,305	48,374,578
Right of use of Lease assets	3	248,416,043	255,334,446	11,686,098	13,818,976
Deferred Tax Asset	13	6,136,170	5,984,713	-	-
Investment Property		194,000,000	194,000,000	46,500,000	46,500,000
Investment in Subsidiary		-	-	1,052,867,811	1,052,867,811
Financial Assets	4	3,107,105,292	2,831,688,054	701,114,983	839,380,544
Financial Assets - Unit Linked	5	1,827,338,019	1,716,210,033	-	-
Retakaful (Reinsurance) Receivables		331,617,350	330,635,917	298,341,919	190,265,962
Contribution (Premium) Receivable		1,128,131,535	589,940,459	535,531,072	395,623,737
Other Assets		266,972,392	210,590,698	158,458,174	93,063,314
Cash and Bank Balances	11	152,344,708	260,272,858	40,006,022	167,389,849
Cash and Bank Balances - Unit Linked	11	8,625,332	38,197,730	-	-
<b>Total Assets</b>		<b>7,457,080,619</b>	<b>6,633,695,302</b>	<b>2,912,201,013</b>	<b>2,877,002,808</b>
<b>LIABILITIES</b>					
Insurance Contract Liabilities - Non Life		1,352,106,786	1,070,777,688	809,055,973	704,792,638
Insurance Contract Liabilities - Family Takaful Fund		458,921,192	471,280,391	-	-
Insurance Contract Liabilities- Family Takaful Unit Linked		1,860,550,672	1,747,559,594	-	-
Employee Benefits		74,248,714	82,572,410	37,350,536	38,851,542
Subordinated Debt		212,569,358	226,250,333	251,144,862	272,402,200
Other Liabilities - Unit Linked		60,908,542	50,986,682	-	-
Other Liabilities		1,197,761,953	831,819,801	289,504,526	174,652,121
Lease Liability	3	109,963,144	113,097,657	12,110,731	14,053,815
Short Term Borrowings		158,898	157,857,492	158,898	157,857,492
Bank Overdrafts		-	56,123,560	-	56,123,560
<b>Total Liabilities</b>		<b>5,327,189,259</b>	<b>4,808,325,606</b>	<b>1,399,325,526</b>	<b>1,418,733,368</b>
<b>SHAREHOLDERS' EQUITY</b>					
Stated Capital	20	1,860,001,339	1,860,001,339	1,860,001,339	1,860,001,339
Other Reserves		153,770,211	141,525,164	30,029,658	30,029,658
Revenue Reserves		(466,341,430)	(637,893,262)	(377,155,510)	(431,761,555)
		<b>1,547,430,120</b>	<b>1,363,633,241</b>	<b>1,512,875,487</b>	<b>1,458,269,442</b>
Non Controlling Interest		582,461,240	461,736,457	-	-
<b>Total Equity</b>		<b>2,129,891,360</b>	<b>1,825,369,698</b>	<b>1,512,875,487</b>	<b>1,458,269,442</b>
<b>Total Liabilities and Equity</b>		<b>7,457,080,619</b>	<b>6,633,695,302</b>	<b>2,912,201,013</b>	<b>2,877,002,808</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  
13 August 2020

Signed

.....

Shehan Feisal  
Chief Executive Officer

Signed

.....

Director

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30 JUNE	Notes	Group			Company		
		Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %
Gross Written Contribution (Premium)	6	2,430,047,705	2,464,927,648	-1%	929,775,319	1,002,692,209	-7%
Retakaful Contribution (Reinsurance Premium)		(802,897,268)	(678,456,711)	18%	(264,934,462)	(274,432,955)	-3%
Net Written Contribution (Premium)		1,627,150,436	1,786,470,937	-9%	664,840,857	728,259,254	-9%
Net Change in Reserve for Un-Earned Contribution (Premium)		(98,200,040)	(53,732,923)	83%	5,296,584	47,526,134	-89%
Net Earned Contribution (Premium)		1,528,950,396	1,732,738,014	-12%	670,137,442	775,785,388	-14%
<b>Other Revenue</b>							
Income from investments		174,544,226	162,462,790	7%	40,298,963	46,997,462	-14%
Other income		56,731,614	66,011,474	-14%	2,816,873	3,452,285	-18%
<b>Total Revenue</b>	7	1,760,226,236	1,961,212,277	-10%	713,253,277	826,235,135	-14%
<b>Benefits, Losses and Expenses</b>							
Takaful (Insurance) claims and benefits		(746,709,077)	(1,061,157,995)	-30%	(359,113,880)	(512,167,772)	-30%
Acquisition Cost (net of reinsurance commission)		(131,951,418)	(176,891,346)	-25%	(47,571,206)	(49,489,588)	-4%
Change in Family Takaful Contract Liability		(100,083,810)	(8,352,592)	1098%	-	-	-
Other Operating and Administration Expenses		(517,124,646)	(632,739,757)	-18%	(220,670,918)	(306,406,182)	-28%
Depreciation		(23,366,715)	(16,263,693)	44%	(9,947,528)	(9,738,737)	2%
<b>Total Claims, Benefits and Expenses</b>		(1,519,235,666)	(1,895,405,382)	-20%	(637,303,533)	(877,802,278)	-27%
<b>Profit / (Loss) from Operations</b>		240,990,571	65,806,895	266%	75,949,743	(51,567,144)	247%
Finance cost		(25,674,560)	(19,796,852)	30%	(21,343,698)	(20,186,725)	6%
<b>Profit/(Loss) Before Taxation</b>	10	215,316,010	46,010,043	368%	54,606,045	(71,753,869)	176%
Income Tax Expenses	12	(33,923,357)	(25,650,419)	32%	-	-	-
<b>Net Profit for the Period</b>		181,392,654	20,359,624	791%	54,606,045	(71,753,869)	176%
<b>Attributable to:</b>		<b>Rs</b>	<b>Rs</b>				
Equity holders of the parent		112,054,904	(30,325,180)				
Non-Controlling Interest		69,337,749	50,684,804				
		181,392,654	20,359,624				
Dividend per share		<b>Rs</b> 0.62	<b>Rs</b> (0.17)	470%	<b>Rs</b> 0.30	<b>Rs</b> (0.40)	176%
Interim dividend paid per share		-	-	-	-	-	-
Final proposed dividend per share		-	-	-	-	-	-

## OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 30 JUNE	Group			Company		
	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %
Profit/(Loss) for the period	181,392,654	20,359,624	791%	54,606,045	(71,753,869)	176%
Change in Fair Value of Available for Sale Financial Assets	108,413,550	-	100%	-	-	-
Fair Value of Available for Sale Financial Assets Transferred to Policyholder's Reserve	(158,595)	1,639,731	110%	-	-	-
Foreign Currency Translation Differences for Foreign Operations	22,263,723	(22,988,186)	197%	-	-	-
<b>Total Comprehensive Income for the period</b>	311,911,331	(988,831)	31643%	54,606,045	(71,753,869)	176%
<b>Attributable to:</b>						
Equity holders of the parent	183,796,881	(41,619,184)				
Non-Controlling Interest	128,114,450	40,630,353				
	311,911,331	(988,831)				

## STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 30 JUNE	Group			Company		
	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %
Gross Written Contribution (Premium)	1,276,299,578	1,354,884,563	-6%	436,181,194	483,435,680	-10%
Retakaful Contribution (Reinsurance Premium)	(490,626,369)	(437,852,706)	12%	(135,850,458)	(158,182,789)	-14%
Net Written Contribution (Premium)	785,673,209	917,031,857	-14%	300,330,736	325,252,890	-8%
Net Change in Reserve for Un-Earned Contribution (Premium)	(64,952,818)	(50,393,568)	29%	13,974,655	47,639,197	-71%
Net Earned Contribution (Premium)	720,720,391	866,638,289	-17%	314,305,391	372,892,087	-16%
<b>Other Revenue</b>						
Income from investments	110,161,330	80,024,149	38%	23,689,711	28,410,674	-17%
Other income	25,640,498	36,279,040	-29%	703,333	2,953,847	-76%
<b>Total Revenue</b>	<b>856,522,219</b>	<b>982,941,478</b>	<b>-13%</b>	<b>338,698,435</b>	<b>404,256,608</b>	<b>-16%</b>
<b>Benefits, Losses and Expenses</b>						
Takaful (Insurance) claims and benefits	(271,858,073)	(568,697,070)	-52%	(138,869,380)	(265,809,050)	-48%
Acquisition Cost (net of reinsurance commission)	(64,723,890)	(89,782,392)	-28%	(22,968,610)	(19,245,458)	19%
Change in Family Takaful Contract Liability	(78,225,931)	(13,806,278)	467%	-	-	-
Other Operating and Administration Expenses	(244,547,729)	(295,245,291)	-17%	(109,630,404)	(153,563,146)	-29%
Depreciation	(12,019,796)	(8,031,714)	50%	(5,224,744)	(5,016,303)	4%
<b>Total Claims, Benefits and Expenses</b>	<b>(671,375,420)</b>	<b>(975,562,744)</b>	<b>-31%</b>	<b>(276,693,137)</b>	<b>(443,633,956)</b>	<b>-38%</b>
<b>Profit / (Loss) from Operations</b>	<b>185,146,799</b>	<b>7,378,734</b>	<b>2409%</b>	<b>62,005,298</b>	<b>(39,377,348)</b>	<b>257%</b>
Finance cost	(12,427,453)	(8,430,294)	47%	(10,271,478)	(9,845,294)	4%
<b>Profit / (Loss) Before Taxation</b>	<b>172,719,346</b>	<b>(1,051,560)</b>	<b>16525%</b>	<b>51,733,820</b>	<b>(49,222,642)</b>	<b>205%</b>
Income Tax Expenses	(22,268,737)	(11,944,523)	86%	-	-	-
<b>Net Profit / (Loss) for the Period</b>	<b>150,450,608</b>	<b>(12,996,083)</b>	<b>1258%</b>	<b>51,733,820</b>	<b>(49,222,642)</b>	<b>205%</b>
<b>Attributable to:</b>						
Equity holders of the parent	Rs 101,313,445	Rs (36,151,736)				
Non-Controlling Interest	49,137,164	23,155,653				
	<b>150,450,608</b>	<b>(12,996,083)</b>				
Basic / Diluted Earnings / (Loss) Per Share - Weighted Average - To Equity Holders	Rs 0.56	Rs (0.20)	380%	Rs 0.29	Rs (0.27)	205%
Dividend per share	-	-	-	-	-	-
Interim dividend paid per share	-	-	-	-	-	-
Final proposed dividend per share	-	-	-	-	-	-

## OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 30 JUNE	Group			Company		
	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Change %
<b>Other Comprehensive Income</b>						
Profit/(Loss) for the period	150,450,608	(12,996,083)	1258%	51,733,820	(49,222,642)	205%
Change in Fair Value of Available for Sale Financial Assets	(65,826,420)	-	100%	-	-	-
Fair Value of Available for Sale Financial Assets Transferred to Policyholder's Reserve	1,476,068	1,096,439	35%	-	-	-
Foreign Currency Translation Differences for Foreign Operations	(19,302,155)	1,691,500	-1241%	-	-	-
<b>Total Comprehensive Income / (Loss) for the period</b>	<b>66,798,102</b>	<b>(10,208,144)</b>	<b>754%</b>	<b>51,733,820</b>	<b>(49,222,642)</b>	<b>205%</b>
<b>Attributable to:</b>						
Equity holders of the parent	55,629,803	(5,614,479)				
Non-Controlling Interest	11,168,299	(4,593,665)				
	<b>66,798,102</b>	<b>(10,208,144)</b>				

## GROUP STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 JUNE 2020

	Other Reserves			Revenue Reserves			Non Controlling Interest	Total Equity
	Stated Capital	Revaluation Reserve	Translation Reserve	Available For Sale Reserve	Policy Holder's Reserve	Accumulated Losses		
	(Rs)	(Rs)	(Rs)	(Rs)	(Rs)	(Rs)		
<b>Balance as at 1st January 2019</b>	1,860,001,339	33,728,956	107,226,776	1,259,430	(61,960)	(378,883,276)	353,846,144	1,977,117,331
Net Profit/ (Loss) for the period	-	-	-	-	-	(30,325,180)	50,684,804	20,359,624
<b>Other Comprehensive Income</b>								
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders	-	-	-	-	1,349,498	-	290,232	1,639,731
Foreign Currency Translation Difference	-	-	(12,643,502)	-	-	-	(10,344,683)	(22,988,186)
Defined Benefit Plan Actuarial Losses	-	-	-	-	-	-	-	-
<b>Total Comprehensive Income</b>	-	-	(12,643,502)	-	1,349,498	(30,325,180)	40,630,353	(988,831)
Effect of acquisitions, disposals and change in percentage holdings in subsidiaries	-	-	-	-	-	-	-	-
<b>Balance as at 30th June 2019</b>	1,860,001,339	33,728,956	94,583,274	1,259,430	1,287,538	(409,208,456)	394,476,497	1,976,128,500
Net Profit/ (Loss) for the period	-	-	-	-	-	(306,684,808)	9,155,065	(297,529,743)
Net Change in Fair Value of Property, plant & equipment	-	-	-	-	-	-	-	-
Foreign Currency Translation Difference	-	-	14,583,853	-	-	-	11,932,243	26,516,096
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders Reserve	-	-	-	-	1,348,850	-	290,093	1,638,943
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	73,478,940	-	-	60,119,132	133,598,072
Defined Benefit Plan Actuarial Losses	-	-	-	-	-	(745,670)	(359,990)	(1,105,660)
<b>Total Comprehensive Income</b>	-	-	14,583,853	73,478,940	1,348,850	(307,430,479)	81,136,466	(136,882,293)
Transfer of revaluation surplus to retained earnings, at the disposal	-	(1,370,919)	-	-	-	1,370,919	-	-
Dividend Distributed	-	-	-	-	-	-	(13,876,505)	(13,876,505)
<b>Total Changes in Ownership Interests</b>	-	(1,370,919)	-	-	-	1,370,919	(13,876,505)	(13,876,505)
<b>Balance as at 31st December 2019</b>	1,860,001,339	32,358,037	109,167,127	74,738,370	2,636,389	(715,268,022)	461,736,457	1,825,369,698
Net Profit/ (Loss) for the period	-	-	-	-	-	112,054,905	69,337,749	181,392,654
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	59,627,453	-	-	48,786,098	108,413,550
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders Reserve	-	-	-	-	(130,524)	-	(28,071)	(158,595)
Foreign Currency Translation Difference	-	-	12,245,048	-	-	-	10,018,675	22,263,723
<b>Total Comprehensive Income</b>	-	-	12,245,048	59,627,453	(130,524)	112,054,905	128,114,528	311,911,409
Dividend Distributed	-	-	-	-	-	-	(7,389,745)	(7,389,745)
<b>Total changes in ownership interests</b>	-	-	-	-	-	-	(7,389,745)	(7,389,745)
<b>Balance as at 30th June 2020</b>	1,860,001,339	32,358,037	121,412,174	134,365,822	2,505,864	(603,213,117)	582,461,240	2,129,891,360

## COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 30 JUNE 2020

	Stated Capital (Rs)	Other Reserves	Revenue Reserves	Total Equity (Rs)
		Revaluation Reserve (Rs)	Accumulated Profit/ (Losses) (Rs)	
<b>Balance as at 1st January 2019</b>	1,860,001,339	31,400,577	(52,570,012)	1,838,831,904
Net Profit/ (Loss) for the period	-	-	(71,753,869)	(71,753,869)
<b>Total Comprehensive Income</b>	-	-	(71,753,869)	(71,753,869)
<b>Balance as at 30th June 2019</b>	1,860,001,339	31,400,577	(124,323,881)	1,767,078,035
Net Profit/ (Loss) for the period	-	-	(309,736,773)	(309,736,773)
Defined Benefit Plan Actuarial Losses	-	-	928,180	928,180
Transfer from the Revaluation Reserve	-	(1,370,919)	1,370,919	-
<b>Total Comprehensive Income</b>	-	(1,370,919)	(307,437,674)	(308,808,593)
<b>Balance as at 31st December 2019</b>	1,860,001,339	30,029,658	(431,761,555)	1,458,269,442
Net Profit/ (Loss) for the period	-	-	54,606,045	54,606,045
<b>Total Comprehensive Income</b>	-	-	<b>54,606,045</b>	<b>54,606,045</b>
<b>Balance as at 30th June 2020</b>	<b>1,860,001,339</b>	<b>30,029,658</b>	<b>(377,155,510)</b>	<b>1,512,875,487</b>

**CASH FLOW STATEMENT**

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2020 Rs	Unaudited 2019 Rs	Unaudited 2020 Rs	Unaudited 2019 Rs
<b>Cash Flows from Operating Activities</b>				
Contribution (Premium) received from customers	2,141,799,205	2,309,790,790	1,121,302,017	1,246,316,844
Retakaful (Reinsurance) Premium paid	(386,050,396)	(356,927,921)	(213,555,085)	(231,221,658)
Claims, Benefits and Expenses paid	(656,191,419)	(999,774,036)	(419,131,372)	(679,679,988)
Retakaful (Reinsurance) Receipts in respect of Claims	184,191,593	163,654,049	168,694,276	110,938,127
Cash paid to and behalf of Employees	(446,565,924)	(473,016,247)	(236,849,057)	(290,011,498)
Profits received from Investments and Other Income	167,793,395	190,847,196	15,916,360	32,085,226
Dividends received	13,007,074	10,045,462	9,031,910	8,364,000
Finance Cost paid	(25,674,560)	(19,796,852)	(21,343,698)	(20,186,725)
Other operating cash receipts/ (payments)	(516,356,726)	(579,666,994)	(467,786,379)	(365,962,387)
<b>Cash Flow from/(used in) Operating Activities (Note A)</b>	<b>475,952,242</b>	<b>245,155,447</b>	<b>(43,721,028)</b>	<b>(189,358,060)</b>
Gratuity Paid	(3,356,077)	(1,711,683)	(3,356,077)	(1,711,683)
Income Tax Paid	(33,923,357)	(25,650,419)	-	-
<b>Net Cash Flow from/(used in) Operating Activities</b>	<b>438,672,809</b>	<b>217,793,344</b>	<b>(47,077,105)</b>	<b>(191,069,743)</b>
<b>Cash Flows from/(used in) Investing Activities</b>				
Purchase of Investment Securities	(926,110,877)	(955,116,631)	(284,184,425)	(102,079,338)
Sale of Investment Securities	459,460,400	590,754,401	373,576,179	114,504,303
Purchase of Intangible Assets	(795,179)	(1,769,126)	(795,179)	-
Purchase of Property, Plant & Equipment	(1,991,269)	(11,265,065)	(352,979)	(2,909,573)
Sale of Investment Property	-	29,500,000	-	29,500,000
<b>Net Cash Flow used in Investing Activities</b>	<b>(469,436,925)</b>	<b>(347,896,422)</b>	<b>88,243,596</b>	<b>39,015,392</b>
<b>Cash Flows from Financing Activities</b>				
Repayment of Lease Facility	(9,673,443)	3,296,415	(2,819,842)	-
Short term Loan Obtained	93,000,000	267,000,000	93,000,000	267,000,000
Obtained / (Repayments) of Subordinated Debt	(15,091,000)	63,639,892	(15,091,000)	35,658,000
Repayments of Short Term Borrowings	(256,458,862)	(216,654,353)	(256,458,862)	(216,654,353)
Dividend Paid	(16,421,655)	(15,095,271)	-	-
<b>Net cash flows from financing activities</b>	<b>(204,644,961)</b>	<b>102,186,683</b>	<b>(181,369,705)</b>	<b>86,003,647</b>
<b>(Increase)/Decrease in Cash and Cash Equivalents (Note B)</b>	<b>(235,409,080)</b>	<b>(27,916,396)</b>	<b>(140,203,214)</b>	<b>(66,050,703)</b>

**NOTE A**

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

Profit/ (Loss) from Operations	240,990,571	65,806,895	75,949,743	(51,567,144)
Depreciation	21,316,260	15,886,127	9,947,528	9,738,737
Amortisations	2,050,455	2,506,713	964,153	377,566
Provision for Gratuity	5,067,601	4,128,057	1,800,000	1,596,930
Unrealised (Income)/Losses	(1,083,326)	13,851,593	-	-
(Increase)/Decrease in Debtors and Other Assets	(535,554,204)	(293,850,448)	(145,302,195)	(204,997,557)
Increase/(Decrease) Family Takaful (Long Term Insurance) Fund	100,083,810	8,352,592	-	-
Increase/(Decrease) in Unearned Contribution (Premium)	98,200,040	53,732,923	(5,296,584)	(47,526,134)
Increase/(Decrease) in Claims Provision	183,129,058	139,755,233	(75,292,380)	99,644,605
Increase/(Decrease) in Other Creditors	387,426,538	254,782,612	114,852,404	23,561,662
Finance Cost Paid	(25,674,560)	(19,796,852)	(21,343,698)	(20,186,725)
<b>Cash Flows from/(used in) Operating Activities</b>	<b>475,952,242</b>	<b>245,155,447</b>	<b>(43,721,028)</b>	<b>(189,358,060)</b>

**NOTE B**

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

Cash at bank and in Hand and Cash Equivalents	541,986,965	654,978,088	236,438,999	313,609,209
Over drafts	-	-	-	-
Cash and Cash Equivalents at the end of the period	541,986,965	654,978,088	236,438,999	313,609,209
Cash and Cash Equivalents at the beginning of the year	777,396,045	682,894,487	376,642,211	379,659,911
Cash and Cash Equivalents transferred to Amana Takaful Life Ltd	-	-	-	-
<b>Decrease in Cash and Cash Equivalents</b>	<b>(235,409,080)</b>	<b>(27,916,396)</b>	<b>(140,203,214)</b>	<b>(66,050,703)</b>

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

AS AT	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.
<b>ASSETS</b>		
Intangible Assets	18,985,326	19,658,919
Property, Plant and Equipment	18,057,123	20,109,849
Right of use of Asset	13,364,872	16,063,681
Investment Property	147,500,000	147,500,000
Financial Assets	868,905,954	816,349,834
Financial Assets - Unit Linked	1,827,338,019	1,716,210,033
Contribution (Premium) Receivable	36,485,811	36,692,115
Other Assets	47,235,216	43,381,099
Cash and Bank Balances	43,921,398	70,324,846
Cash and Bank Balances - Unit Linked	8,625,332	38,197,730
<b>Total Assets</b>	<b>3,030,419,052</b>	<b>2,924,488,105</b>
<b>LIABILITIES</b>		
Insurance Contract Liability - Family Takaful Fund	457,161,527	471,280,391
Insurance Contract Liability - Family Takaful Linked Unit Linked	1,838,989,764	1,747,559,594
Employee Benefits	11,654,677	10,090,893
Finance Lease Liability	11,045,095	12,616,879
Subordinated Debt	81,417,058	81,417,058
Other Liabilities	111,377,393	62,683,754
Other Liabilities - Unit Linked	60,908,542	50,986,682
<b>Total Liability</b>	<b>2,572,554,054</b>	<b>2,436,635,251</b>
<b>SHAREHOLDERS' EQUITY</b>		
Stated Capital	500,000,000	500,000,000
Other Reserves	2,545,326	6,709,623
Retained Earnings	(44,680,329)	(18,856,770)
<b>Total Equity</b>	<b>457,864,997</b>	<b>487,852,853</b>
<b>Total Equity &amp; Liability</b>	<b>3,030,419,052</b>	<b>2,924,488,105</b>



## NOTES TO THE FINANCIAL STATEMENTS

1. Figures in the Interim Financial Statements for the period ended 30th June 2020 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 2019 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. Right of Use Lease Asset

3.1 Right of Use Lease Asset AS AT	Group		Company	
	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.
Balance as at 1st January	255,334,446	6,900,000	13,818,976	18,078,914
Effect of adoption of SLFRS 16 as at 1st January 2019	-	262,611,741	-	-
Net Depreciation for the period	(12,623,525)	(12,776,233)	(2,132,878)	(4,259,938)
Exchange Gain/loss	5,705,122	(1,401,062)	-	-
Closing Right of use lease asset as at 30th June	<b>248,416,043</b>	255,334,446	<b>11,686,098</b>	13,818,976

### 3.2 Lease Liability (Lease Creditor)

AS AT	Group		Company	
	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.
Balance as at 1st January	113,097,657	3,849,823	14,053,815	-
Effect of adoption of SLFRS 16 as at 1st January	-	118,285,501	-	16,859,633
Interest Expense recognised in Profit or Loss	4,366,499	5,229,050	876,759	2,218,765
Settlement through lease payment	(9,673,443)	(13,746,220)	(2,819,842)	(5,024,583)
Exchange Gain/loss	2,172,431	(520,497)	-	-
Closing lease Creditors at 30th June	<b>109,963,144</b>	113,097,657	<b>12,110,731</b>	14,053,815

### 4. Financial Assets

AS AT	Group		Company	
	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.
Financial Assets at Fair Value Through Profit or Loss (4.1)	157,598,475	559,286,964	-	-
Available For Sale Financial Assets (4.2)	662,735,850	50,039,119	525,000	525,000
Loans & Receivables (4.3)	2,286,770,967	2,222,361,971	700,589,982	838,855,544
	<b>3,107,105,292</b>	2,831,688,054	<b>701,114,982</b>	839,380,544

AS AT	Group		Company	
	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.	Unaudited 30.06.2020 Rs.	Audited 31.12.2019 Rs.
<b>4.1 Financial Assets at Fair Value Through Profit &amp; Loss</b>				
Investments in Equity Securities	99,531,228	559,286,964	-	-
Investment in Bullion	58,067,247	-	-	-
	<b>157,598,475</b>	559,286,964	-	-
<b>4.2 Available For Sale Financial Assets</b>				
Investments in Equity Securities - Quoted	609,823,690	21,483,888	-	-
Unit Trust	52,387,160	28,030,231	-	-
Investments in Equity Securities - Unquoted	525,000	525,000	525,000	525,000
	<b>662,735,850</b>	50,039,119	<b>525,000</b>	525,000
<b>4.3 Loans and Receivable</b>				
Repurchase Agreements	381,016,925	571,002,297	196,432,977	265,375,922
Fixed Term Deposits	1,895,879,447	1,637,612,055	494,282,414	560,055,696
Advances to Company Officers	9,874,596	13,747,619	9,874,592	13,423,926
	<b>2,286,770,967</b>	2,222,361,971	<b>700,589,982</b>	838,855,544

4.4 Financial investments- Group, includes a provision of Rs. 75,658,959 (2019 - 75,658,959). The said provision will be revised upon recovery

## NOTES TO THE FINANCIAL STATEMENTS

### 5. Financial Assets - Unit Linked

AS AT	Unaudited as at 30.06.2020 Rs.	Audited as at 31.12.2019 Rs.	Unaudited as at 30.06.2020 Rs.	Audited as at 31.12.2019 Rs.
Financial Assets at Fair Value Through Profit or Loss (5.1)	52,090,144	58,391,703	-	-
Available For Sale Financial Assets (5.2)	29,702,057	28,900,391	-	-
Loans & Receivables (5.3)	1,745,545,818	1,628,917,941	-	-
	<b>1,827,338,019</b>	<b>1,716,210,033</b>		

  

AS AT	Unaudited as at 30.06.2020 Rs.	Audited as at 31.12.2019 Rs.	Unaudited as at 30.06.2020 Rs.	Audited as at 31.12.2019 Rs.
<b>5.1 Financial Assets at Fair Value Through Profit &amp; Loss</b>				
Investments in Equity Securities	52,090,144	58,391,703	-	-
	<b>52,090,144</b>	<b>58,391,703</b>		
<b>5.2 Available For Sale Financial Assets</b>				
Unit Trust	29,702,057	28,900,391	-	-
	<b>29,702,057</b>	<b>28,900,391</b>		
<b>5.3 Loans and Receivable</b>				
Repurchase Agreements	30,415,644	30,110,959	-	-
Fixed Term Deposits	1,715,130,174	1,598,806,981	-	-
	<b>1,745,545,818</b>	<b>1,628,917,941</b>		

5.4 Financial investments - Unit Linked, includes a provision of Rs. 6,183,604/- (2019 - 6,183,604).

### 6. Gross Written Premium (Contribution)

FOR THE PERIOD ENDED 30 JUNE	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Unaudited 2020 Rs.	Unaudited 2019 Rs.
<b>6.1 Non-Life (General Takaful)</b>				
Motor	528,469,753	549,646,406	492,269,250	514,359,556
Fire	624,940,151	541,923,525	150,845,621	175,110,150
Marine	154,463,167	149,905,508	72,943,497	62,175,732
Medical	613,693,428	629,082,261	114,487,896	114,761,954
Miscellaneous	150,978,417	180,535,989	99,229,055	136,284,818
	<b>2,072,544,916</b>	<b>2,051,093,688</b>	<b>929,775,319</b>	<b>1,002,692,209</b>
<b>6.2 Long Term Insurance (Family Takaful)</b>				
Unit Linked	321,058,583	366,521,817	-	-
Family Takaful	24,475,266	30,513,594	-	-
Mortgage & Group Family Takaful	11,968,937	16,798,549	-	-
	<b>357,502,787</b>	<b>413,833,960</b>		
<b>Total Gross Written Premium</b>	<b>2,430,047,705</b>	<b>2,464,927,648</b>	<b>929,775,319</b>	<b>1,002,692,209</b>

### 7. Revenue

#### 7.1 Revenue by Segment

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Unaudited 2020 Rs.	Unaudited 2019 Rs.
<b>Segment</b>				
Amana Takaful PLC	713,253,277	851,839,110	713,253,277	851,839,110
Amana Takaful Life PLC	467,120,369	519,408,470	-	-
Amana Takaful (Maldives) PLC	593,046,553	600,676,530	-	-
Amana Global Ltd	2,700,000	1,350,000	-	-
Eliminations	(15,893,962)	(12,061,832)	-	-
	<b>1,760,226,236</b>	<b>1,961,212,277</b>	<b>713,253,277</b>	<b>851,839,110</b>

#### 7.2 Revenue

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2020 Rs.	Unaudited 2019 Rs.	Unaudited 2020 Rs.	Unaudited 2019 Rs.
<b>Gross written Contribution (Premium)</b>	<b>2,430,047,705</b>	<b>2,464,927,648</b>	<b>929,775,319</b>	<b>1,002,692,209</b>
Less :				
Reinsurance premium	(802,897,268)	(678,456,711)	(264,934,462)	(274,432,955)
Net written premium	1,627,150,436	1,786,470,937	664,840,857	728,259,254
(Increase)/decrease in net unearned premium	(98,200,040)	(53,732,923)	5,296,584	47,526,134
<b>Net earned premium</b>	<b>1,528,950,396</b>	<b>1,732,738,014</b>	<b>670,137,442</b>	<b>775,785,388</b>
Income from investments	174,544,226	162,462,790	40,298,963	46,997,462
Other income	56,731,614	66,011,474	2,816,873	3,452,285
<b>Total Revenue</b>	<b>1,760,226,236</b>	<b>1,961,212,277</b>	<b>713,253,277</b>	<b>826,235,135</b>

## NOTES TO THE FINANCIAL STATEMENTS

8. The Company has not done a valuation of the insurance contract liabilities Life(FamilyTakaful) by the consultant actuary for the period ended 30th June 2020.Valuation will be performed annually.

9. The Company has not done a Liability Adequacy Test (LAT) in respect of Insurance Contract Liabilities - Non-Life Fund as per SLFRS 4 - Insurance Contracts as at 30th June 2020. LAT will be performed annually

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

FOR THE PERIOD ENDED 30 JUNE	Group		Company	
	Unaudited 2020	Unaudited 2019	Unaudited 2020	Unaudited 2019
<b>Segment</b>				
Amana Takaful PLC	<b>54,606,045</b>	(71,753,869)	<b>54,606,045</b>	(71,753,869)
Amana Takaful Life PLC	<b>(29,829,261)</b>	(19,680,495)	-	-
Amana Takaful Maldives PLC	<b>199,740,086</b>	146,024,311	-	-
Amana Global Ltd	<b>(168,949)</b>	(214,119)	-	-
Eliminations	<b>(9,031,910)</b>	(8,365,786)	-	-
<b>Total</b>	<b>215,316,010</b>	46,010,043	<b>54,606,045</b>	(71,753,869)

### 11. Cash and Cash Equivalents in Statement of Cash Flow

AS AT	Group		Company	
	Unaudited 30.06.2019	Audited 31.12.2019	Unaudited 30.06.2019	Audited 31.12.2019
Cash and Bank Balances	<b>152,344,708</b>	260,272,858	<b>40,006,022</b>	167,389,849
Cash and Bank Balances - Unit Linked	<b>8,625,332</b>	38,197,730	-	-
Bank Overdrafts	-	(56,123,560)	-	(56,123,560)
Investment in Government Securities	<b>381,016,925</b>	535,049,017	<b>196,432,977</b>	265,375,922
	<b>541,986,965</b>	777,396,045	<b>236,438,999</b>	376,642,211

12. 12.1 Amana Takaful PLC is liable to income tax at 24% (2019 - 28%)

12.2 Amana Global Ltd is liable to income tax at 24% (2019 -15%)

12.3 Amana Takaful Maldives PLC is liable to income tax at 15% (2019 - 15%)

12.4 Amana Takaful Life PLC is liable for income tax at 24% (2019 - 28%)

13. Amana Takaful PLC has recognised tax losses of which Deferred Tax Asset was not recognized amounting to Rs.1,400,912,691/- in 2019 (2018 - Rs.752,153,195/- ), The recognized taxable loss during the financial year 2019 is amounting to Rs.315,493,015 will be carried forward for another six years and the remaining accumulated tax loss as at 31 December 2018, is amounting to Rs. 1,096,288,898 will be carried forward for five years.

14. The nature of related party transactions in the current period is similar to those reported in the Annual Report 2019.

15. There has not been a significant change in the assets pledged as disclosed in the Annual Report 2019.

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

17. There has not been a significant change in the nature of the contingent liabilities as disclosed in the Annual Report 2019.

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

19. 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

20. Stated Capital as at 30th June 2020 is represented by shares in issue as given below:

	<b>Unaudited 30.06.2020</b>	Audited 31.12.2019
Number of shares as at		
Ordinary shares - Voting	<b>180,000,130</b>	180,000,130

**21. Share Information**

	<b>Group</b>		<b>Company</b>	
	<b>30.06.2020 Rs.</b>	<b>31.12.2019 Rs.</b>	<b>30.06.2020 Rs.</b>	<b>31.12.2019 Rs.</b>
Net asset value per share	<b>8.60</b>	7.58	<b>8.40</b>	8.10
Market price per share as at	<b>5.80</b>	5.30	-	-
Highest price per share for the period	<b>6.10</b>	6.50	-	-
Lowest price per share for the period	<b>3.50</b>	5.10	-	-

## NOTES TO THE FINANCIAL STATEMENTS

### Twenty Largest Shareholders as at 30th June 2020

Name of Shareholder	No. of Shares	%
Mr. Osman Kassim/Mrs. K. Kassim	33,300,024	18.50
Mr. Sattar Kassim	30,855,752	17.14
Mr. Shafik Kassim	30,468,567	16.93
Amana Bank PLC	27,009,180	15.01
Seylan Bank PLC/Senthilverl Holdings (Pvt) Ltd	16,350,509	9.08
Alpha Investment Holdings Limited	13,889,678	7.72
Sampath Bank PLC/Dr.T.Senthilverl	4,864,313	2.70
Falcon Trading (Pvt) Ltd	2,861,302	1.59
Dr. Thirugnanasambandar Senthilverl	2,389,330	1.33
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. Farook Kassim	325,000	0.18
Mr. Sithambaram Pillai Jayakumar/Mrs.P.Meena	300,000	0.17
Mr. Ravindra Earl Rambukwella	299,220	0.17
Mrs. Nabeela Haroon	270,000	0.15
Mr. Gajath Chrysantha Goonetilleke	256,031	0.14
Mr. Mohamed Hussain Mohamed Nazeer	241,017	0.13
Mr. Senthilverl Senthimaaran	236,505	0.13
	<hr/>	
	165,640,142	92.02
Others	14,359,988	7.98
Total	<hr/>	
	180,000,130	100.00

Public Shareholding	30.06.2020	31.12.2019
Float Adjusted Market Capitalisation (Rs.)*	413,923,861	378,357,370
Percentage of Shares held by the Public	39.65%	39.66%
Number of Public Shareholders	5,636	5,741

The Company Complies with the minimum public shareholding required under option 02 of section 7.13.1 (b) of the Listing Rules.

\* Float Adjusted Market Capitalisation = Market Capitalisation X Public Holding Percentage

Directors' Shareholdings	No. of Shares 30.06.2020	No. of Shares 31.12.2019
Mr. Osman Kassim	33,300,024	33,300,024
Mr. M.H.M. Rafiq (Retired w.e.f. 14.07.2020)	2	2
Dato' Mohd. Fadzli Yusof (Retired w.e.f. 14.07.2020)	Nil	Nil
Dr. A.A.M. Haroon	4	4
Mr. M.R.M. Nayeem	Nil	Nil
Mr. M.H. Sattar Kassim - Managing Director	22,000	Nil
Mr. Syed Rizwan Hussain	Nil	Nil
Mr. M. Zulficar Ghouse (Appointed w.e.f. 03.06.2020)	Nil	Nil
<b>CEO's Shareholding</b>		
Mr. Ahmed Shehan Feisal - CEO (Appointed w.e.f. 20.07.2020)	Nil	Nil
Mr. Zaid Ibnu Aboobucker - Interim Acting CEO (Retired w.e.f. 20.07.2020)	Nil	Nil

## CORPORATE INFORMATION

### NAME OF THE COMPANY

Amana Takaful PLC

### REGISTERED OFFICE

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

### LEGAL STATUS

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

### SUBSIDIARY

Amana Takaful Life PLC  
No. 660 - 1/1, Galle Road, Colombo 03, Sri Lanka  
Amana Takaful (Maldives) PLC  
H. Mialani, Sosun Mogu, Male, Republic of Maldives

### 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. Osman Kassim - Chairman  
Mr. M.H. Sattar Kassim - Managing Director  
(Retired w.e.f. 14.07.2020) Dato' Mohd Fadzli Yusof  
Dr. A.A.M. Haroon  
(Retired w.e.f. 14.07.2020) Mr. M.H.M. Rafiq  
Mr. M.R.M. Nayeem  
Mr. Syed Rizwan Hussain  
(Appointed w.e.f. 03.06.2020) Mr. M. Zulficar Ghouse

### SHARIAH ADVISORY COUNCIL

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

### CHIEF EXECUTIVE OFFICER - Amana Takaful PLC

(Appointed w.e.f. 20.07.2020) Mr. Ahmed Shehan Feisal - CEO  
(Retired w.e.f. 20.07.2020) Mr. Zaid Ibnu Aboobucker - Interim Acting CEO

### CHIEF EXECUTIVE OFFICER - Amana Takaful Life PLC

Mr. Gehan Shivantha Rajapakse

### AUDITORS

Ernst & Young Chartered Accountants

### CONSULTANT ACTUARIES - LONG-TERM INSURANCE

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

### CONSULTANT ACTUARIES – GENERAL INSURANCE

NMG Financial Services Consulting Pte Limited  
65 Chulia Street  
#37-07/08, OCBC Centre  
Singapore 049513

### REINSURANCE PANEL

Swiss Reinsurance Company Ltd  
Labuan Reinsurance (L) Ltd, Labuan, Malaysia  
Asian Re  
GIC Retakaful  
Ocean Re  
Saudi Re  
Tunis 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