

Amana Takaful PLC

Interim Report
31st December 2018



STATEMENT OF FINANCIAL POSITION

AS AT	Notes	Group		Company	
		Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.
ASSETS					
Intangible Assets		54,154,197	31,812,197	4,953,585	6,665,391
Property, Plant and Equipment		124,903,183	76,724,518	88,345,054	53,168,306
Deferred Tax Asset	11	106,784,384	105,048,241	97,451,909	97,451,909
Investment Property		221,099,000	79,925,000	75,500,000	79,925,000
Investment in Subsidiary		-	-	1,052,867,811	1,074,322,352
Financial Assets	3	2,862,356,501	2,727,922,574	830,631,634	872,276,119
Financial Assets - Unit Linked	4	1,621,208,188	1,526,678,553	-	-
Retakaful (Reinsurance) Receivables		437,579,229	357,532,747	410,365,133	254,123,425
Contribution (Premium) Receivable		711,244,731	567,358,602	529,532,922	489,748,895
Other Assets		126,063,037	186,501,020	139,660,836	162,684,646
Cash and Bank Balances		173,773,640	269,133,976	79,737,592	110,981,837
Cash and Bank Balances - Unit Linked		8,155,160	7,370,003	-	-
Total Assets		6,447,321,251	5,936,007,430	3,309,046,477	3,201,347,880
LIABILITIES					
Insurance Contract Liabilities - Non Life		1,394,786,725	1,015,130,229	972,644,129	700,319,999
Insurance Contract Liabilities - Family Takaful Fund		536,339,349	580,710,123	-	-
Insurance Contract Liabilities- Family Takaful Unit Linked		1,659,889,770	1,525,135,501	-	-
Employee Benefits		66,878,750	50,016,182	35,028,091	28,996,165
Subordinated Debt		46,599,805	200,000,000	90,163,500	200,000,000
Other Liabilities - Unit Linked		54,099,962	51,844,853	-	-
Other Liabilities		609,043,869	548,767,363	176,268,422	266,963,102
Finance Lease Liability		3,849,823	6,379,446	-	1,244,605
Short Term Borrowings		197,539,537	187,698,284	197,539,536	187,698,284
Bank Overdrafts		-	37,426	-	37,426
Total Liabilities		4,569,027,591	4,165,719,406	1,471,643,679	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		137,461,647	83,090,398	30,331,677	30,331,677
Revenue Reserves		(473,748,029)	(455,558,905)	(52,930,217)	(74,244,716)
		1,523,714,957	1,487,532,832	1,837,402,799	1,816,088,300
Non Controlling Interest		354,578,703	282,755,192	-	-
Total Equity		1,878,293,660	1,770,288,024	1,837,402,799	1,816,088,300
Total Liabilities and Equity		6,447,321,251	5,936,007,430	3,309,046,477	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
28th February 2019

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 31 DECEMBER	Notes	Group			Company		
		Unaudited 2018 Rs.	Audited 2017 Rs.	Change %	Unaudited 2018 Rs.	Audited 2017 Rs.	Change %
Gross Written Contribution (Premium)	5	4,213,899,865	3,640,635,095	16%	2,002,389,305	1,792,031,033	12%
Retakaful Contribution (Reinsurance Premium)		(832,576,855)	(792,904,261)	-5%	(388,004,377)	(378,254,928)	-3%
Net Written Contribution (Premium)		3,381,323,010	2,847,730,834	19%	1,614,384,928	1,413,776,106	14%
Net Change in Reserve for Un-Earned Contribution (Premium)		(156,111,084)	(185,078,348)	16%	(73,200,586)	(129,645,176)	44%
Net Earned Contribution (Premium)		3,225,211,925	2,662,652,487	21%	1,541,184,341	1,284,130,930	20%
Other Revenue							
Income from investments		304,110,468	381,997,687	-20%	116,562,564	111,637,172	4%
Other income		127,048,755	70,832,879	79%	29,223,638	14,103,727	107%
Total Revenue	6	3,656,371,149	3,115,483,053	17%	1,686,970,543	1,409,871,829	20%
Benefits, Losses and Expenses							
Takaful (Insurance) claims and benefits		(1,930,905,747)	(1,479,674,077)	-30%	(875,877,178)	(694,025,443)	-26%
Acquisition Cost (net of reinsurance commission)		(260,118,664)	(202,355,823)	-29%	(108,321,161)	(69,514,133)	-56%
Change in Family Takaful Contract Liability		33,305,464	(40,535,552)	182%	-	-	-
Other Operating and Administration Expenses		(1,350,453,073)	(1,160,331,051)	-16%	(619,295,368)	(528,567,401)	-17%
Depreciation		(32,154,435)	(30,809,410)	-4%	(20,962,200)	(24,332,695)	14%
Total Claims, Benefits and Expenses		(3,540,326,455)	(2,913,705,913)	22%	(1,624,455,907)	(1,316,439,672)	-23%
Profit from Operations		116,044,694	201,777,140	-42%	62,514,636	93,432,157	-33%
Finance cost		(39,880,437)	(31,872,998)	-25%	(39,133,401)	(30,710,869)	-27%
Profit Before Taxation	9	76,164,257	169,904,142	-55%	23,381,235	62,721,288	-63%
Income Tax Expenses	10	(27,811,385)	(14,899,924)	-87%	-	(142,500)	100%
Net Profit for the Period		48,352,872	155,004,218	-69%	23,381,235	62,578,788	-63%
Attributable to:							
Equity holders of the parent		3,391,727	126,501,045				
Non-Controlling Interest		44,961,144	28,503,068				
		48,352,872	155,004,218				
Dividend per share		Rs 0.02	Rs 0.70	-97%	Rs 0.13	Rs 0.35	-63%
Interim dividend paid per share		-	-	-	-	-	-
Final proposed dividend per share		-	-	-	-	-	-

OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31 DECEMBER	Group			Company		
	Unaudited 2018 Rs.	Audited 2017 Rs.	Change %	Unaudited 2018 Rs.	Audited 2017 Rs.	Change %
Profit/(Loss) for the period	48,352,872	155,004,218	-69%	23,381,235	62,578,788	-63%
Fair Value of Available for Sale Financial Assets reclassified to profit or loss	2,059,718	-	-100%	-	-	-
Fair Value of Available for Sale Financial Assets Transferred to Policyholder's Reserve	2,550,539	304,009	-739%	-	-	-
Defined Benefit Plan Actuarial Losses	(2,127,800)	(2,980,489)	29%	(2,066,736)	(4,782,978)	57%
Foreign Currency Translation Differences for Foreign Operations	98,856,817	2,220,094	4353%	-	-	-
Income Tax expense for Other Comprehensive Income	149,692,145	154,547,831	-3%	21,314,499	57,795,809	-63%
Total Comprehensive Income for the period	149,692,145	154,547,831	-3%	21,314,499	57,795,809	-63%
Attributable to:						
Equity holders of the parent	59,793,989	138,591,845				
Non-Controlling Interest	89,898,157	23,584,080				
	149,692,145	154,547,831				

STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

FOR THE QUARTER ENDED 31 DECEMBER	Group			Company		
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Gross Written Contribution (Premium)	1,004,506,385	856,247,036	17%	499,201,425	467,749,665	7%
Retakaful Contribution (Reinsurance Premium)	(201,729,388)	(163,153,295)	-24%	(70,687,656)	(80,515,637)	12%
Net Written Contribution (Premium)	802,776,997	693,093,741	16%	428,513,769	387,234,028	11%
Net Change in Reserve for Un-Earned Contribution (Premium)	44,798,958	(4,382,257)	1122%	13,929,346	(47,934,642)	129%
Net Earned Contribution (Premium)	847,575,955	688,711,485	23%	442,443,115	339,299,386	30%
Other Revenue						
Income from investments	109,605,869	92,666,462	18%	21,397,078	22,000,930	-3%
Fair Value Gains and Losses of Available For Sale Financial Assets	-	1,082,222	-100%	-	-	-
Other income	28,671,224	27,240,418	5%	15,001,644	10,373,366	45%
Total Revenue	985,853,047	809,700,587	22%	478,841,837	371,673,682	29%
Benefits, Losses and Expenses						
Takaful (Insurance) claims and benefits	(555,611,459)	(374,544,203)	-48%	(259,458,402)	(182,174,317)	-42%
Acquisition Cost (net of reinsurance commission)	(70,669,647)	(76,925,009)	8%	(47,243,015)	(15,187,037)	-211%
Change in Family Takaful Contract Liability	(72,055,453)	(43,778,211)	-65%	-	-	-
Other Operating and Administration Expenses	(329,152,169)	(258,653,003)	-27%	(196,316,935)	(144,325,523)	-36%
Depreciation	(8,239,951)	(4,440,089)	-86%	(3,146,202)	(5,998,437)	48%
Total Claims, Benefits and Expenses	(1,035,728,678)	(758,340,515)	-37%	(506,164,555)	(347,685,313)	-46%
Profit from Operations	(49,875,631)	51,360,072	-197%	(27,322,718)	23,988,369	-214%
Finance cost	(9,128,316)	(7,985,731)	-14%	(8,940,475)	(7,906,497)	-13%
Profit / (Loss) Before Taxation	(59,003,947)	43,374,341	-236%	(36,263,193)	16,081,872	-325%
Income Tax Expenses	(238,509)	307,389	-178%	5,139,540	-	100%
Net Profit / (Loss) for the Period	(59,242,456)	43,681,729	-236%	(31,123,653)	16,081,872	-294%
Attributable to:	Rs	Rs				
Equity holders of the parent	(59,599,225)	36,857,866				
Non-Controlling Interest	356,769	6,823,864				
	(59,242,456)	43,681,729				
Basic / Diluted Earnings / (Loss) Per Share - Weighted Average - To Equity Holders	(0.33)	0.20	-262%	(0.17)	0.09	-294%
Dividend per share	-	-	-	-	-	-
Interim dividend paid per share	-	-	-	-	-	-
Final proposed dividend per share	-	-	-	-	-	-

OTHER COMPREHENSIVE INCOME

FOR THE PERIOD ENDED 31ST DECEMBER	Group			Company		
	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %	Unaudited 2018 Rs.	Unaudited 2017 Rs.	Change %
Other Comprehensive Income						
Profit/(Loss) for the period	(59,242,456)	43,681,729	-236%	(31,123,653)	16,081,872	-294%
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	2,059,718	-	-100%	-	-	-
Fair Value of Available for Sale Financial Assets Transferred to Policyholder's Reserve	702,835	304,009	-131%	-	-	-
Defined Benefit Plan Actuarial Losses	(2,127,800)	(2,980,489)	29%	(2,066,736)	(2,295,478)	10%
Foreign Currency Translation Differences for Foreign Operations	94,316,614	(3,054,741)	3188%	-	-	-
Income Tax expense for Other Comprehensive Income	-	-	-	(33,190,389)	13,786,394	-341%
Total Comprehensive Income / (Loss) for the period	35,708,912	38,190,216	6%	(33,190,389)	13,786,394	-341%
Attributable to:						
Equity holders of the parent	19,639,901	31,387,111				
Non-Controlling Interest	16,069,010	6,803,105				
	35,708,912	38,190,216				

GROUP STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 31 DECEMBER 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 Reserve (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	-	-	-	-	-	126,501,150	28,503,068	155,004,218
Other Comprehensive Income								
Defined Benefit Plan Actuarial Losses						(5,467,989)	-	(5,467,989)
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders					1,011,745		112,416.00	1,124,161
Foreign Currency Translation Difference	-	-	1,221,052	-	-	-	999,042	2,220,094
Total Comprehensive Income	-	-	1,221,052	-	1,011,745	121,033,161	29,614,526	152,880,484
Transfer of revaluation surplus to retained earnings, at the disposal	-	(4,000,000)	-	-	-	4,000,000	-	-
Dividend Distributed	-	-	-	-	-	(14,174,248)	(8,771,926)	(22,946,174)
Balance as at 31st December 2017	1,860,001,339	30,234,871	52,855,527	98,276	(2,161,055)	(453,496,126)	282,755,191	1,770,288,023
Net Profit for the period	-	-	-	-	-	3,391,727	44,961,144	48,352,871
Other Comprehensive Income								
Defined Benefit Plan Actuarial Losses	-	-	-	-	-	(2,127,800)	-	(2,127,800)
Net Change in Fair Value of Available for Sale Financial Assets	-	-	-	1,132,845	-	-	926,873	2,059,718
Net Change in Fair Value of Available-for-Sale Financial Assets Transferred (to)/ from Policyholders Reserve	-	-	-	-	2,099,093	-	451,445	2,550,539
Foreign Currency Translation Difference	-	-	54,371,249	-	-	-	44,485,567	98,856,817
Total Comprehensive Income	-	-	54,371,249	1,132,845	2,099,093	1,263,927	90,825,030	149,692,144
Dividend Distributed						(22,684,989)	(19,001,519)	(41,686,508)
Balance as at 31st December 2018	1,860,001,339	30,234,871	107,226,776	1,231,121	(61,962)	(474,917,188)	354,578,703	1,878,293,660

COMPANY STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD ENDED 31 DECEMBER 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	-	-	-	62,578,787	-	62,578,787
Other Comprehensive Income						
Defined Benefit Plan Actuarial Losses	-	-	-	(4,282,978)	-	(4,282,978)
Total Comprehensive Income	-	-	-	57,795,809		57,795,809
Transfer of revaluation surplus to Retained Earnings of the disposed	-	-	(4,000,000)	4,000,000	-	-
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	-	-	-	23,381,235	-	23,381,235
Defined Benefit Plan Actuarial Losses	-	-	-	(2,066,736)	-	(2,066,736)
Total Comprehensive Income	-	-	-	21,314,499	-	21,314,499
Transfer of Revaluation Surplus to Retained Earnings, at the Disposal	-	-	-	-	-	-
Balance as at 31st December 2018	1,860,001,339	-	30,331,677	(52,930,217)	-	1,837,402,799

CASH FLOW STATEMENT

FOR THE PERIOD ENDED 31 DECEMBER	Group		Company	
	Unaudited 2018 Rs	Audited 2017 Rs	Unaudited 2018 Rs	Audited 2017 Rs
Cash Flows from Operating Activities				
Contribution (Premium) received from customers	4,070,013,736	3,496,870,810	1,964,567,888	1,630,517,354
Retakaful (Reinsurance) Premium paid	(524,806,482)	(691,152,262)	(332,534,410)	(254,793,855)
Claims, Benefits and Expenses paid	(2,060,438,062)	(1,843,108,519)	(1,275,531,234)	(955,417,123)
Retakaful (Reinsurance) Receipts in respect of Claims	291,481,088	386,167,793	215,291,799	225,327,012
Cash paid to and behalf of Employees	(635,263,575)	(421,522,439)	(356,808,733)	(235,882,228)
Profits received from Investments and Other Income	214,031,897	232,744,414	64,785,258	57,171,138
Dividends received	35,194,824	24,751,220	22,684,929	16,734,002
Finance Cost paid	(39,880,437)	(31,872,998)	(39,133,401)	(30,710,869)
Other operating cash receipts/ (payments)	(1,246,717,158)	(758,335,005)	(575,908,748)	(383,666,958)
Cash Flow from/(used in) Operating Activities (Note A)	103,615,832	394,543,014	(312,586,651)	69,278,472
Gratuity Paid	(2,998,184)	(7,554,728)	(2,998,184)	(6,024,204)
Income Tax Paid	(27,811,385)	(10,715,077)	-	-
Net Cash Flow from/(used in) Operating Activities	72,806,263	376,273,209	(315,584,834)	63,254,268
Cash Flows from/(used in) Investing Activities				
Net Disposal/(Purchase) of Investment Securities	(398,553,365)	(93,258,634)	74,918,080	84,074,809
Purchase of Intangible Assets	(32,265,738)	(7,209,338)	-	(6,790,500)
Disposal of Intangible Assets	-	-	-	-
Purchase of Property, Plant & Equipment	(39,063,531)	(8,922,976)	(26,731,628)	(1,146,670)
Proceeds from Disposal of Property, Plant & Equipment	-	5,763,411	-	10,450,000
Net Cash Flow used in Investing Activities	(469,882,634)	(103,627,537)	48,186,452	86,587,639
Cash Flows from Financing Activities				
Repayment of Lease Facility	(2,529,623)	(6,902,568)	(1,393,149)	(5,836,492)
Short term Loan Obtained	550,000,000	325,000,000	550,000,000	325,000,000
Settlement/ (Repayments) of Short Term Borrowings	(606,699,963)	(206,398,390)	(606,699,963)	(101,521,567)
Dividend Paid	(41,686,508)	(19,463,127)	-	-
Net cash flows from financing activities	(100,916,094)	92,235,916	(58,093,112)	217,641,941
(Increase)/Decrease in Cash and Cash Equivalents (Note B)	(497,992,467)	364,881,590	(325,491,495)	367,483,849

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

Profit/ (Loss) from Operations	116,044,694	201,777,141	62,514,636	93,432,157
Depreciation	30,442,629	30,809,410	19,250,394	24,332,695
Amortisations	7,924,543	5,369,888	1,711,806	1,550,306
Gain on Disposal of Property, Plant & Equipment	-	(3,415,418)	-	(3,415,418)
Provision for Gratuity	16,975,043	13,046,710	6,961,184	6,240,148
Unrealised (Income)/Losses	483,803	(456,386)	(2,066,736)	(2,295,478)
(Increase)/Decrease in Debtors and Other Assets	(93,494,628)	(57,078,089)	(216,754,580)	(171,892,613)
Increase/(Decrease) Family Takaful (Long Term Insurance) Fund	(33,305,464)	64,202,606	-	-
Increase/(Decrease) in Unearned Contribution (Premium)	156,111,084	185,078,347	73,200,586	129,645,176
Increase/(Decrease) in IBNR & General Reserve Provision	29,394,518	9,513,079	(16,367,869)	6,640,580
Increase/(Decrease) in Claims Provision	(154,036,568)	(97,331,572)	(166,876,198)	(86,641,238)
Increase/(Decrease) in Other Creditors	62,531,615	76,321,296	(39,451,474)	99,227,070
Finance Cost Paid	(39,880,437)	(31,872,998)	(39,133,401)	(30,710,869)
(Gain)/Loss on Fair Value of Investment Property	4,425,000	(1,425,000)	4,425,000	(1,425,000)
Profit on Disposal of Subsidiary	-	-	-	-
Cash Flows from/(used in) Operating Activities	103,615,832	394,543,013	(312,586,651)	64,687,516

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

Cash at bank and in Hand and Cash Equivalents	569,183,016	1,067,175,486	194,067,592	519,559,087
Over drafts	-	-	-	-
Cash and Cash Equivalents at the end of the period	569,183,016	1,067,175,486	194,067,592	519,559,087
Cash and Cash Equivalents at the beginning of the year	1,067,175,486	702,293,899	519,559,087	152,075,239
Cash and Cash Equivalents transferred to Amana Takaful Life Ltd	-	-	-	-
Decrease in Cash and Cash Equivalents	(497,992,467)	364,881,590	(325,491,495)	367,483,849

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

AS AT	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.
ASSETS		
Intangible Assets	19,191,878	22,250,369
Property, Plant and Equipment	28,041,358	21,164,995
Investment Property	145,599,000	-
Financial Assets	878,698,879	1,040,576,008
Financial Assets - Unit Linked	1,621,208,188	1,526,678,553
Retakaful Receivable	-	250,000
Contribution (Premium) Receivable	39,676,268	33,059,196
Other Assets	45,427,309	28,816,883
Cash and Bank Balances	56,705,477	129,461,474
Cash and Bank Balances - Unit Linked	8,155,160	7,370,003
Total Assets	2,842,703,517	2,809,627,481
LIABILITIES		
Insurance Contract Liability - Family Takaful Fund	536,339,349	580,710,123
Insurance Contract Liability - Family Takaful Linked Unit Linked	1,659,889,770	1,525,135,501
Employee Benefits	7,078,884	6,013,000
Finance Lease Liability	3,849,823	5,134,842
Subordinated Debt	32,051,250	-
Other Liabilities	34,567,925	67,001,272
Other Liabilities - Unit Linked	54,099,962	51,844,853
Total Liability	2,327,876,962	2,235,839,591
SHAREHOLDERS' EQUITY		
Stated Capital	500,000,000	500,000,000
Other Reserves	120,142	120,142
Retained Earnings	14,706,412	73,667,748
Total Equity	514,826,555	573,787,890
Total Equity & Liability	2,842,703,517	2,809,627,481

NOTES TO THE FINANCIAL STATEMENTS

1. Figures in the Interim Financial Statements for the period ended 31st December 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 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.
Financial Assets at Fair Value Through Profit or Loss (3.1)	88,086,418	58,506,357	-	-
Available For Sale Financial Assets (3.2)	318,521,552	299,558,531	525,000	525,000
Loans & Receivables (3.3)	2,455,748,541	2,369,857,686	830,106,634	871,751,119
	2,862,356,501	2,727,922,574	830,631,634	872,276,119

AS AT	Group		Company	
	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.
3.1 Financial Assets at Fair Value Through Profit & Loss				
Investments in Equity Securities	88,086,418	58,506,357	-	-
	88,086,418	58,506,357	-	-
3.2 Available For Sale Financial Assets				
Investments in Equity Securities - Quoted	28,956,551	34,561,038	-	-
Unit Trust	26,561,501	44,931,416	-	-
Investments in Equity Securities - Unquoted	263,003,500	220,066,078	525,000	525,000
	318,521,552	299,558,531	525,000	525,000
3.3 Loans and Receivable				
Repurchase Agreements	688,360,995	714,764,891	284,967,601	275,624,660
Commercial Papers	-	241,580,148	-	101,000,000
Fixed Term Deposits	1,753,863,877	1,398,600,243	532,037,583	482,534,863
Advances to Company Officers	13,523,668	14,912,404	13,101,450	12,591,596
	2,455,748,541	2,369,857,686	830,106,634	871,751,119

Financial investments- Group, includes a provision of Rs. 75,658,959/- (2017 - Nil). The said provision will be revised upon recovery

4. Financial Assets - Unit Linked

AS AT	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.
Financial Assets at Fair Value Through Profit or Loss (4.1)	61,432,832	109,653,738	-	-
Available For Sale Financial Assets (4.2)	27,007,989	25,158,906	-	-
Loans & Receivables (4.3)	1,532,767,368	1,391,865,910	-	-
	1,621,208,188	1,526,678,553	-	-

AS AT	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.	Unaudited as at 31.12.2018 Rs.	Audited as at 31.12.2017 Rs.
4.1 Financial Assets at Fair Value Through Profit & Loss				
Investments in Equity Securities	61,432,832	109,653,738	-	-
	61,432,832	109,653,738	-	-
4.2 Available For Sale Financial Assets				
Unit Trust	27,007,989	25,158,906	-	-
	27,007,989	25,158,906	-	-
4.3 Loans and Receivable				
Repurchase Agreements	20,056,658	40,965,518	-	-
Mudharaba Investments	1,512,710,710	1,350,900,391	-	-
	1,532,767,368	1,391,865,910	-	-

Financial investments - Unit Linked, includes a provision of Rs. 29,812,494/- (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 31 DECEMBER	Unaudited 2018 Rs.	Audited 2017 Rs.	Unaudited 2018 Rs.	Audited 2017 Rs.
5.1 Non-Life (General Takaful)				
Motor	1,151,749,974	974,887,675	1,100,224,880	930,150,452
Fire	509,372,045	468,184,901	203,715,986	170,321,257
Marine	275,647,717	174,258,235	151,199,448	134,033,797
Medical	1,077,660,719	255,280,089	303,896,054	255,280,089
Miscellaneous	371,521,651	975,850,592	243,352,937	302,245,439
	3,385,952,106	2,848,461,492	2,002,389,305	1,792,031,033
5.2 Long Term Insurance (Family Takaful)				
Unit Linked	712,282,772	651,384,097	-	-
Family Takaful	79,332,431	101,059,718	-	-
Mortgage & Group Family Takaful	36,332,555	39,729,789	-	-
	827,947,758	792,173,604	-	-
Total Gross Written Premium	4,213,899,865	3,640,635,095	2,002,389,305	1,792,031,033

6. Revenue

6.1 Revenue by Segment

FOR THE PERIOD ENDED 31 DECEMBER	Group		Company	
	Unaudited 2018 Rs.	Audited 2017 Rs.	Unaudited 2018 Rs.	Audited 2017 Rs.
Segment				
Amana Takaful PLC	1,686,970,543	1,409,871,829	1,686,970,543	1,409,871,829
Amana Takaful Life PLC	1,017,691,839	1,034,103,415	-	-
Amana Takaful (Maldives) PLC	990,428,653	681,272,479	-	-
Amana Global Ltd	5,400,000	6,134,166	-	-
Eliminations	(44,119,887)	(15,898,836)	-	-
	3,656,371,149	3,115,483,053	1,686,970,543	1,409,871,829

6.2 Revenue

FOR THE PERIOD ENDED 31 DECEMBER	Group		Company	
	Unaudited 2018 Rs.	Audited 2017 Rs.	Unaudited 2018 Rs.	Audited 2017 Rs.
Gross written Contribution (Premium)	4,213,899,865	3,640,635,095	2,002,389,305	1,792,031,033
Less :				
Reinsurance premium	(832,576,855)	(792,904,261)	(388,004,377)	(378,254,928)
Net written premium	3,381,323,010	2,847,730,834	1,614,384,928	1,413,776,105
(Increase)/decrease in net unearned premium	(156,111,084)	(185,078,348)	(73,200,586)	(129,645,176)
Net earned premium	3,225,211,925	2,662,652,487	1,541,184,341	1,284,130,929
Income from investments	304,110,468	381,997,687	116,562,564	111,637,172
Other income	127,048,755	70,832,879	29,223,638	14,103,727
Revenue	3,656,371,149	3,115,483,053	1,686,970,543	1,409,871,829

7. The Company is in the process of valuing the insurance contract liabilities - Life (Family Takaful) by the consultant actuary for the period ended 31st December 2018.

8. The Company is in the process of performing the Liability Adequacy Test (LAT) in respect of Insurance Contract Liabilities - Non-Life Fund as required by SLFRS 4 - Insurance Contracts as at 31st December 2018.

9. Profit/ (Loss) Before Taxation by Segment

FOR THE PERIOD ENDED 31 DECEMBER	Group		Company	
	Unaudited 2018	Audited 2017	Unaudited 2018	Audited 2017
Segment				
Amana Takaful PLC	23,381,236	62,721,288	23,381,236	62,721,288
Amana Takaful Life PLC	(61,450,811)	50,591,542	-	-
Amana Takaful Maldives PLC	151,895,691	66,090,089	-	-
Amana Global Ltd	(504,471)	(562,443)	-	-
Eliminations	(37,157,387)	(8,936,335)	-	-
Total	76,164,257	169,904,142	23,381,236	62,721,288

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. 908,331,494/- (2017 - Rs.750,899,577/-).

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 31st December 2018 is represented by shares in issue as given below:

	Unaudited 31.12.2018	Audited 31.12.2017
Number of shares as at		
Ordinary shares - Voting	180,000,130	1,800,001,296

19. Share Information

	Group		Company	
	31.12.2018 Rs.	31.12.2017 Rs.	31.12.2018 Rs.	31.12.2017 Rs.
Net asset value per share	8.47	0.84	10.21	1.01
Market price per share as at	6.80	0.80	-	-
Highest price per share for the period	7.20	0.90	-	-
Lowest price per share for the period	5.80	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 31st December 2018

Name of Shareholder	No. of Shares	%
Mr. Sattar Kassim	30,855,752	17.14
Mr. Shafik Kassim	30,468,567	16.93
Amana Bank PLC	27,159,633	15.09
Mr. Osman Kassim & Mrs. K Kassim	21,399,097	11.89
ATL Investment Holdings Limited	13,889,678	7.72
Mr. Osman Kassim	11,900,927	6.61
Expolanka Holdings PLC	7,909,623	4.39
Seylan Bank PLC/Dr.Thirugnanasambandar Senthilvel	7,778,961	4.32
Sampath Bank PLC/ Dr.T.Senthilvel	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	333,148	0.19
Mrs. Mujahira Mohamed Fazeel & 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 Earl Rambukwella	290,953	0.16
Mrs. Nabeela Haroon	270,000	0.15
	<hr/>	
	162,657,368	90.37
Others	17,342,762	9.63
Total	<hr/>	
	180,000,130	100.00

The percentage of shares held by the public as at 31st December 2018 was **81.45%** (31.12.2017 - 23.01%), where the number of shareholders was **5,891** (31.12.2017 - 6,434)

Directors' Shareholdings

	No. of Shares 31.12.2018	No. of Shares 31.12.2017
Mr. Tyeab Akbarally	14	144
Mr. Osman Kassim	33,300,024	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
Mr. R. Gopinath	Nil	Nil
Mr. M.H. Sattar Kassim	Nil	Nil
Mr. M.R.M. Nayeem	Nil	Nil
Dr. I. A. Ismail (Resigned w.e.f 30.09.2018)	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
Mr. R. Gopinath
Mr. M.R.M. Nayeem
Mr. M.H. Sattar Kassim
Dr. I. A. Ismail (Resigned w.e.f 30.09.2018)

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
Hannover Re
Munich Re
Scor 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