

# Amāna Takaful (Maldives) PLC

SECOND QUARTER REPORT

2013



**Amāna Takaful**  
*Insurance* **Redefined**



# Financial Statements

**Amana Takaful (Maldives) PLC**  
**INCOME STATEMENT**  
**For the quarter ended 30 June 2013**

	<b>2nd Qtr Ended</b> <b>30<sup>th</sup> June 13</b>	<b>1st Qtr Ended</b> <b>31<sup>st</sup> Mar 13</b>
	<i>Unaudited</i>	<i>Unaudited</i>
	<b>MVR</b>	<b>MVR</b>
Gross written contribution (premium)	18,566,693	15,872,936
Contribution (premium) ceded to re-takaful	8,595,280	5,623,681
<b>Net written contribution (premium)</b>	<b>9,971,413</b>	<b>10,249,255</b>
Net change in reserve for unearned contribution (premium)	(101,973)	(108,905)
<b>Net earned contribution (premium)</b>	<b>9,869,440</b>	<b>10,140,350</b>
<b>Benefits, losses and expenses</b>		
Takaful (insurance) claims and benefits	2,271,271	4,240,782
<b>Under-writing results</b>	<b>7,598,169</b>	<b>5,899,568</b>
<b>Other revenue</b>		
Investment & other income	258,971	430,559
<b>Expenses</b>		
Other operating, investment related and administrative expenses	(4,058,690)	(3,688,307)
Amortization of intangible assets - software	(80,517)	(80,517)
Selling and distribution cost	(61,193)	(46,906)
<b>Profit from operations</b>	<b>3,656,741</b>	<b>2,514,397</b>
Business Profit Tax	(547,925)	(302,746)
<b>Profit after taxation</b>	<b>3,108,816</b>	<b>2,211,651</b>
<b>Earnings Per Share</b>	<b>0.15</b>	<b>0.11</b>



**Amana Takaful (Maldives) PLC**  
**STATEMENT OF FINANCIAL POSITION**  
**As at 30<sup>th</sup> June 2013**

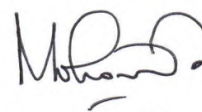
	<b>2<sup>nd</sup> Qtr Ended</b> <b>30<sup>th</sup> June 13</b> <b>Unaudited</b> <b>MVR</b>	<b>1<sup>st</sup> Qtr Ended</b> <b>31st Mar 13</b> <b>Unaudited</b> <b>MVR</b>
<b>Assets</b>		
Investments	50,269,780	46,866,245
Intangible assets - software	1,851,900	1,932,417
Property, plant and equipment	309,598	313,804
Deposit with Maldives Monetary Authority	2,000,000	2,000,000
Contribution (premium) receivable	4,785,487	4,254,569
Other assets	1,308,253	1,085,481
Amounts due from related parties	122,415	122,415
Cash and cash equivalents	7,067,985	5,401,054
<b>Total assets</b>	<b>67,715,418</b>	<b>61,975,985</b>
<b>Equity and liabilities</b>		
<b>Shareholders' equity</b>		
Issued share capital	26,314,583	26,314,583
Revenue reserve	14,078,704	12,943,482
<b>Total equity</b>	<b>40,393,287</b>	<b>39,258,065</b>
<b>Liabilities</b>		
Takaful (insurance) contract liabilities	13,687,896	14,497,798
Re takaful (re insurance) payable	7,849,583	5,211,128
Amounts due to related parties	(132,139)	(742,534)
Other liabilities	5,916,791	3,751,528
<b>Total liabilities</b>	<b>27,322,131</b>	<b>22,717,920</b>
<b>Total equity and liabilities</b>	<b>67,715,418</b>	<b>61,975,985</b>

**Amana Takaful (Maldives) PLC**  
**STATEMENT OF CASH FLOW**  
**For the quarter ended 30 June 2013**

	<b>2<sup>nd</sup> Qtr Ended 30<sup>th</sup> June 13 unaudited MVR</b>	<b>1<sup>st</sup> Qtr Ended 31st Mar 13 unaudited MVR</b>
<b>Operating activities</b>		
Profit for the period (PBT)	3,656,741	2,514,397
<b>Non-cash adjustment to reconcile profit to net cash flows</b>		
Depreciation	40,337	46,653
Amortization	80,517	80,517
Prior period adjustments	-	31,072
Mark to market valuation of investments	975,003	282,920
<b>Working capital adjustments:</b>		
(Increase)/decrease in receivables	(753,690)	3,871,085
Increase/ (decrease) in payable	4,056,287	190,748
<b>Net cash flows from operating activities</b>	<b>8,055,195</b>	<b>7,017,393</b>
<b>Investing activities</b>		
Investments in financial assets	(4,378,538)	(5,700,942)
Acquisition of property, plant and equipment	(36,132)	(36,607)
<b>Net cash used in investing activities</b>	<b>(4,414,670)</b>	<b>(5,737,549)</b>
<b>Cash flows from/(used in) financing activities</b>		
Dividend Payment	(1,973,594)	(657,865)
<b>Net Cash flows from/(used in) financing activities</b>	<b>(1,973,594)</b>	<b>(657,865)</b>
<b>Net Increase in cash and cash equivalents</b>	<b>1,666,931</b>	<b>621,979</b>
Cash and cash equivalents at the beginning of the period	5,401,053	4,779,075
<b>Cash and cash equivalents at the end of the period</b>	<b>7,067,985</b>	<b>5,401,054</b>



Hareez Sulaiman  
**Managing Director/CEO**



Siraj Nizam  
**Manager Finance**



# Company Highlights

## **1. Annual General Meeting**

The 2<sup>nd</sup> Annual General Meeting was held on the 28<sup>th</sup> April 2013 at Nasandhura Palace Hotel. The meeting was chaired by the Chairman of the Board of the Directors, Mr. Tyeab Akbarally.

### ***Highlights of the AGM:***

- Approval of the audited financial statements and the Annual Report by the Board of Directors on the Affairs of the Company for the year ended 31<sup>st</sup> December 2012
- Retiring Auditors, Messers Ernst & Young, Chartered Accountants was re-appointed for the year 2013.
- Dr. Abdullah Shiham Hassan was re-elected as Independent Director of the Company as per the articles 61 of the Articles of Association.
- Announcement on interim dividends of 2.5% and final dividends of 7.5% on the face value of shares.
- Announcement on Free Personal Accident Insurance Cover to all shareholders of the company who held shares as of the AGM date.

## **2. Board Meetings**

A Board meeting was held on the 28<sup>th</sup> April 2013. There were no major decisions or resolutions approved by the Board for the period under review.

## **3. Changes in Members of the Board**

Dr. Abdullah Shiham was re-elected as Independent Director at the Annual General Meeting.

## **Market Highlights**

- Highest traded price: MVR 5.00
- Lowest traded price: MVR 2.00
- Weighted average traded price: MVR 2.86
- Market capitalization: MVR. 101,209,935
- Dividend Yield: 1.95%
- Price-Earnings Ratio (P/E ratio): 33.33

## **4. CSR Initiatives**

### **a. Free Seminar /Workshop on Takaful & Its Concept**

Amana Takaful (Maldives) PLC (ATM) believes in sharing, learning and insights with its clients and regulators. Although generally this confined to the topic of Takaful & its concept a unique project was under taken by the company based on numerous requests to conduct a work shop for the religious scholars on “Responsibilities of Ulama’ in Islamic finance & introduction to Takaful”.



The workshop was initiated by ATM in collaboration with the Ministry of Islamic Affairs and Capital Market Development Authority of Maldives.

The topics covered were Fiq'hul Mu'aamalat, operations of conventional insurance and the reasons for its prohibition, Islamic alternative insurance, Takaful models, Retakaful and the responsibilities of Ulama on for the contemporary issues related to Islamic Finance.

The Main purpose of the workshop was to create awareness among the Maldivian scholars about Takaful which was conducted by a renowned Sri Lankan scholar in Islamic Finance, Sheikh M. Murshid Mulaffar.

It was a fruitful, interactive-workshop that was appreciated by the participants.

#### **b. ATM Health Camp with Global Hospital**

A Health Camp was organized by ATM in alliance with Global Hospitals, India to provide information and medical advice related to Cardiovascular disease and Neurological disorders.

The main aim of this camp was to provide value additional services to our corporate clients to meet the specialized doctors. Invitation was also extended to local NGOs to avail this opportunity as part of ATM's CSR program.

Large number of participants consulted the doctors on one-to-one basis and benefited from the program.

#### **c. World Blood Donors day Rally**

Every year the "World Blood Donor Day" is celebrated on the 14<sup>th</sup> of June. To emphasize the need of voluntary blood donation, Maldivian Blood Services organized a Public Rally for which ATM was pleased to be the main sponsor.

ATM joined hands with organizer to convey the message that irrespective of nationality, religion or ethnicity, all of us as human beings have a duty to care for each other and foster a culture of blood donation.

#### **d. Public Blood Donation Camp**

ATM in collaboration with Maldivian Blood Services organized a public blood donation camp during the period under review.

It was initiated based on the request and encouragement from blood donors & government institutions. The event was more effective than expected, attracting Maldivians and the expatriate community in large numbers and making the event a success.



## **5. Recognition Awards**

To recognize the service rendered to Maldives National Defense Force (MNDF) an accolade was presented to Amana Takaful (Maldives) Plc.

This was held during the ceremony took place to mark the 121<sup>st</sup> Anniversary Celebration event of MNDF.

## **Corporate Governance Compliance**

Amana Takaful (Maldives) PLC is committed to adopting best practices in its endeavor to create shareholder wealth and gain market confidence.

## **Reporting Compliance**

This report has been prepared based on the CMDA's quarterly reporting guidelines.