

DIRECTOR'S REPORT

Board of Directors of Postal Life Insurance Company Limited (PLICL) is pleased to present the 1st Annual Report together with the audited financial statements of the Company for the year ended December 31, 2020. These financial statements have been audited by the statutory auditors of the company and are accompanied by their audit report.

Postal Life Insurance being part of Pakistan Post is the oldest service of its kind in the subcontinent, established by the British Raj in 1884, initially to insure the lives of postal mail runners, its services were gradually extended to other government employees as well. After independence, Postal Life Insurance emerged as a key player in life insurance business and offered its services to general public as well through Pakistan Post.

Government of Pakistan (GoP) decided to establish a separate legal entity named "Postal Life Insurance Company Limited" (PLICL) independent from agency of Pakistan Post. The Company was incorporated in Pakistan on March 10, 2020 as a public limited company under the Companies Act, 2017. The Company was registered under the Securities & Exchange commission of Pakistan Insurance Division on August 26, 2020. The Company has not commenced life insurance operations till the end of financial year 2020.

The company maintains adequate capital to support its planned business activities. During the year the Company has issued 70 million ordinary shares of Rs. 10 each fully paid in cash. The company's paid-up capital has met the minimum capital requirement of Rs. 700 million as prescribed by SECP in section 11 of the Insurance Rules, 2017. During the year the company has also received Share Deposit Money amounting to Rs. 1 billion for issue of further shares.

The Company obtained approval of below insurance products from SECP during the financial period:

For Individuals:

- Anticipated Endowment Assurance Plan
- Child Protection Plan
- Education & marriage Endowment Assurance Plan
- Endowment Assurance Plan
- Joint Life Endowment Assurance Plan
- Whole Life Plan

Group Life:

- Group Life Insurance

It is our pleasure to inform you that the efforts of the Board towards rebuilding operational infrastructure of the company to enable it to effectively compete in the market and target due share of business have started to show results and Company now has the range of competitive products and distribution strategy.

Compliance with the Code of Corporate Governance

The requirements of the Code of Corporate Governance have been duly complied with. The Directors are pleased to confirm the following:

- The financial statements, prepared by the Company, present fairly its state of affairs, the results of its operation, cash flows and changes in equity.
- The Company has maintained proper books of accounts.

- The Company has consistently followed appropriate accounting policies in preparation of the financial statements. Changes, wherever made, have been adequately disclosed and accounting estimates are on the basis of prudent and reasonable judgment.
- International Accounting Standards as applicable in Pakistan have been followed in preparation of financial statements and any departure thereof has been adequately disclosed.
- The Company has implemented a sound system of internal control, which has been effectively monitored.
- The fundamentals of the Company are strong based on plans of potential investor(s) and there is no doubt about its ability to continue as a going concern.
- There has been no material departure from the best practices of corporate governance.
- There are no outstanding taxes and duties, other than those disclosed in the financial statements.

Board Meetings' Attendance:

During the year 2020, eleven meetings of the Board of Directors were held and attended as follows:

Sr.No.	Director's Name	Meetings Attended
1.	Mr. Arshad Ali Khan	5
2.	Mr. Irfan Anwar Baloch	5
3.	Mr. Zafar Ali Malik	11
4.	Syed Athar Ali Shah	5
5.	Muhammad Akhlaque Rana	6
6.	Mr. Khalid Khursheed Kunwar	6
7.	Mr. Khalid Javed	6

Pattern of shareholding

100% shares of the company are held by Government of Pakistan through Ministry of Communication.

Statutory Auditors

The external auditors of the company, M/S Ilyas Saeed & Co., Chartered Accountants have issued a clean audit report for the period ended from March 10, 2020 to December 31, 2020.

Note of Appreciation:

We take this opportunity to express our gratitude to SECP for their valuable assistance, support and guidance. Finally, our special thanks to Ministry of Finance and Ministry of Communication whose continued patronage has been a source of encouragement for the Company.

For and on behalf of the Board of Directors



Muhammad Naeem Akhtar
Chief Executive Officer



Khalid Javed
Director

Date: April 23, 2021