



Rating Action

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PACRA MAINTAINS INSURER FINANCIAL STRENGTH (IFS) RATING OF ATLAS INSURANCE LIMITED

The Pakistan Credit Rating Agency (PACRA) has maintained the IFS rating of Atlas Insurance Limited (AIL) at “A+” (single A plus). The rating denotes strong capacity to meet policyholder and contract obligations and risk factors are considered moderate.

The rating reflects AIL’s strong risk absorption capacity emanating from a sound financial profile and healthy solvency margins that adequately supports the company’s growth stance. The company’s underwriting performance, though remains under pressure, is still strong compared to peers. Meanwhile, the equities investment portfolio lends significant support to overall profitability. At the same time, the company continues to benefit from its association with Atlas group, as group companies account for a sizeable low-risk contribution to the overall business.

The company’s ability to maintain the growth momentum and successful and sustainable expansion in the product base, in turn, boosting AIL’s relative positioning within the insurance industry, will have positive implications for the rating.

About the company: (From Muslim Insurance Co. to Atlas Insurance)

Atlas Insurance Limited, is one of the oldest insurance companies operating since 1934. The company, listed on Karachi and Lahore Stock Exchanges, was acquired by Atlas group in 1980. However, the name was changed in 2006 to have synergy with Atlas Group companies. Atlas Group is well diversified with interests in banking, asset management, trading, engineering, power and automobile sector.

With a nationwide network of 20 branches, AIL underwrites all types of general insurance business. The current chief executive, holding this position since 2004, has extensive exposure to the insurance sector.

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