

# **Directors' Report**

## **For Nine Months Ended September 30, 2024**

**The Valued Shareholders,  
Pakistan Reinsurance Company Limited.**

On behalf of the Board of Directors of PRCL, I am pleased to present the condensed interim financial statements of Company for third quarter ended September 30, 2024.

### **Review of Conventional Business Activities**

The gross written premium is Rs. **21,282** million against an amount of Rs. 24,353 million for the corresponding period of last year, showing a decrease of Rs. 3,071 million (-12.6%). The net premium is Rs. **8,059** million against Rs. 6,998 million, showing an increase of Rs. 1,060 million (15.2%). The net commission expense for the period is Rs. **763** million as compared to Rs. 748 million, showing an increase of Rs. 15 million (1.9%). The net claims are Rs. **4,109** million against Rs. 4,326 million, showing an decrease of Rs. 216 million (-5.0%).

The underwriting results after management expenses for the period under review are Rs. **1,731** million as compared to Rs. 900 million for the corresponding periods last year showing an increase of Rs. 831 million. (92%)

The income from investment, rental, and other income for the period under review is recorded as Rs. **2,968** million, as compared to Rs. 2,180 million in the corresponding period of last year, showing an increase of Rs. 787 million (36%).

The profit before tax for the period under review is Rs. **4,741** million, as compared to Rs. 3,181 million recorded in the corresponding period last year, showing an increase of Rs. 1560 million (49%).

The profit after tax for the period under review is Rs. **2,639** million, as compared to Rs. 2,021 million in the corresponding period of last year showing a phenomenal increase of Rs. 618 million (30%) resulting in earnings per share of Rs. **2.93** as compared to earnings per share of Rs. 2.25 for the corresponding period of last year showing an increase of Rs. 0.68 per share.

## **Review of Window Re-Takaful Business Activities**

### **Participants' Re-takaful Fund**

The gross written contribution is Rs. 1,615 million against an amount of Rs. 1,221 million for the corresponding period of last year, showing an increase of Rs. 394 million (32.2%). The net contribution is Rs. 1,298 million against Rs. 994 million, showing an increase of Rs. 303 million (30%). The wakala expense for the period is Rs. 259 million as compared to Rs. 199 million, showing an increase of Rs. 60 million (30.52%). The net re-takaful benefit for the period is Rs. 311 million as compared to Rs. 433 million, showing a decrease of Rs. 121 million (-28%). The income from investment and others income for the period under review is recorded as Rs. 266 million, as compared to Rs. 102 million in the corresponding period of last year, showing an increase of Rs. 164 million (160%).

### **Operator's Re-takaful Fund**

The wakala income for the period is s Rs. 259 million as compared to Rs. 199 million, showing an increase of Rs. 60 million (30.52%). The commission expense for the period is Rs. 241 million as compared to Rs. 191 million, showing an increase of Rs. 49 million (25.87%). The general administrative & management expense for the period is Rs.13 million as compared to Rs. 17.7 million, showing a decrease of Rs. 4.7 million (-26%). The income from investment and others income for the period under review is recorded as Rs. 63 million, as compared to Rs. 34 million in the corresponding period of last year, showing increase of Rs. 29 million.

The profit after tax for the period under review is Rs. 82 million, as compared to Rs. 30 million in the corresponding period of last year showing an increase of Rs. 52 million (173%).

### **Future Outlook**

Since June 2024, the State Bank of Pakistan (SBP) has reduced the policy rate by 400bps to 17.5%. We anticipate further rate cuts as inflation continues to ease, and the Real Interest Rate (RIR) remains historically high at 9-10%. The SBP's forward guidance indicates inflation will remain subdued in the medium term, with projections below 11%. However, the Monetary Policy Committee (MPC) stressed the importance of maintaining a tight stance to ensure sustained inflation control. Despite MPC stance, we expect the Discount Rate to come down further in the coming months

This quarter also witnessed the IMF's approval of USD 7 billion fund arrangement for Pakistan, which is expected to bode well for the economy.

We are confident that with the recent easing of economic challenges, PRCL is well-positioned to capitalize on the positive trends in the economy. Despite facing substantial economic hurdles, we have consistently delivered strong profits.

### **Acknowledgment**

The Directors of your Company would like to take this opportunity to thank the Company's valued clients, cedants, retrocessionnaires, business partners, the Securities and Exchange Commission of Pakistan, and the Pakistan Stock Exchange for their professional assistance and guidance.

We also thank our shareholders who continue to place their trust and confidence in the Company and we assure them of our best efforts in the future. Finally, the Directors also wish to place on record their appreciation for the hard work, loyalty, and devotion of the officers and staff of the Company.

For and on behalf of the Board of Directors.



**Chairman Board**  
**Karachi: 30<sup>th</sup> October, 2024**



**Chief Executive Officer**

30 ستمبر 2024 کو اختتام پذیر نو ماہ کے لیے

محترم حصص کنندگان،

پاکستان ری انشورنس کمپنی لمیٹڈ

بورڈ کے ناظمین کی جانب سے 30 ستمبر 2024 کو اختتام پذیر تیسری سہ ماہی پر، ناظمین کی درمیانی مدت کی رپورٹ پیش کرتے ہوئے میں خوشی محسوس کرتا ہوں۔

روایتی کاروباری سرگرمیوں کا جائزہ

زیر غور جائزہ مدت کے دوران مجموعی پریمیم 21,282 ملین روپے ہو گیا جبکہ گذشتہ سال اسی مدت میں اس کی مالیت 24,353 ملین روپے تھا، جو 3,071 ملین روپے (12.6 فیصد) کی کمی دکھارہا ہے۔ خالص پریمیم 8,059 ملین روپے ہو گیا جبکہ سال اسی مدت میں اس کی مالیت 6,998 ملین روپے تھی، اس طرح سے اضافہ 1,060 ملین روپے (15.2 فیصد)۔ زیر غور مدت میں خالص کمیشن اخراجات 763 ملین روپے ہو گئے جبکہ گذشتہ سال اسی مدت میں اس کی مالیت 748 ملین روپے تھا، اس طرح سے کمی 15 ملین روپے (1.9 فیصد)۔ خالص دعوے کم ہو کر 4,109 ملین روپے ہو گئے جبکہ گذشتہ سال اسی مدت میں اس کی مالیت 4,326 ملین روپے تھا، جو 216 ملین روپے (5.0 فیصد) کی کمی دکھارہا ہے۔

زیر غور سہ ماہی میں ضمانتی بیمہ (Underwriting) بعد از منجمنٹ کے اخراجات بڑھ کر 1,731 ملین روپے ہو گیا جبکہ اس کے مقابلے میں گذشتہ سال اسی مدت کے دوران 900 ملین تھا، اس طرح سے اضافہ 831 ملین روپے (92 فیصد)۔

زیر غور سہ ماہی میں سرمایہ کاری بشمول کرایہ داری اور دیگر آمدنی نے 2,968 ملین روپے کا اندراج کیا جبکہ گذشتہ سال اسی مدت کے دوران اس کی مالیت 2,180 ملین روپے تھی جو 787 ملین (36 فیصد) کا اضافہ ظاہر کر رہا ہے۔

زیر غور سہ ماہی میں منافع قبل از محصول 4,741 ملین روپے ہو گیا جبکہ گذشتہ سال اسی مدت کے دوران اس کی مالیت 3,181 ملین روپے تھا جو 1560 ملین روپے (49 فیصد) کا اضافہ ظاہر کر رہا ہے۔

زیر غور سہ ماہی میں منافع بعد از محصول 2,639 ملین روپے ہو گیا جبکہ گذشتہ سال اسی مدت کے دوران اس کی مالیت 2,021 ملین روپے تھا جو 618 ملین روپے (30 فیصد) کا غیر معمولی اضافہ ظاہر کر رہا ہے، جس کے نتیجے میں آمدنی فی حصص 2.93 روپے ہو گئی جبکہ گذشتہ سال اسی مدت کے دوران آمدنی فی حصص 2.25 روپے تھی جو 0.68 روپے فی حصص کا اضافہ دکھارہا ہے۔



### شرکت داری ری ٹکافل فنڈ

زیر غور سہ ماہی کے دوران مجموعی تحریری حصہ (contribution) بڑھ کر 1,615 ملین روپے ہو گیا جبکہ گزشتہ سال اسی مدت کے دوران اس کی مالیت 1,221 ملین روپے تھی، اضافہ 394 ملین روپے (32.2 فیصد) اضافہ ظاہر کر رہا ہے۔ خالص حصہ (contribution) بڑھ کر 1,298 ملین روپے ہو گیا جبکہ گزشتہ سال اسی مدت میں اس کی مالیت 994 ملین روپے تھی جو 303 ملین روپے (30 فیصد) کا اضافہ ظاہر کر رہا ہے۔ زیر غور مدت کے دوران وکالہ اخراجات 259 ملین روپے رہے اس کے مقابلے میں گزشتہ سال اسی مدت کے دوران اس کی مالیت 199 ملین روپے تھی، جو 60 ملین روپے (30.52 فیصد) کا اضافہ ظاہر کر رہا ہے۔ زیر غور مدت کے دوران خالص ری ٹکافل کا فائدہ 311 ملین روپے ہو گئے اس کے مقابلے میں گزشتہ سال اسی مدت کے دوران اس کی مالیت 433 ملین روپے تھی، جو 121 ملین روپے (28- فیصد) کی کمی ظاہر کر رہا ہے۔ زیر غور مدت کے لیے سرمایہ کاری اور دیگر ذرائع سے آمدنی نے 266 ملین روپے کا اندراج کیا جبکہ گزشتہ سال اسی مدت کے دوران یہ 102 ملین روپے تھا جو 164 ملین (160 فیصد) کا اضافہ دکھا رہا ہے۔

### آپریٹر کاری ٹکافل فنڈ

زیر غور سہ ماہی کے دوران وکالہ آمدنی بڑھ کر 259 ملین روپے ہو گیا جبکہ گزشتہ سال اسی مدت کے دوران اس کی مالیت 199 ملین روپے تھی، اضافہ 60 ملین روپے (30.52 فیصد) ظاہر کرتی ہے۔ کمیشن اخراجات بڑھ کر 241 ملین روپے ہو گیا جبکہ گزشتہ سال اسی مدت کے دوران اس کی مالیت 191 ملین روپے تھی جو اضافہ 49 ملین روپے (25.87 فیصد) ظاہر کرتی ہے۔ جنرل انتظامی اور مینجمنٹ اخراجات کم ہو کر 13 ملین روپے ہو گئے اس کے مقابلے میں گزشتہ سال اسی مدت کے دوران اس کی مالیت 17.7 ملین روپے تھی 4.7 ملین روپے (26- فیصد) کی کمی ظاہر کرتی ہے۔ زیر غور مدت کے لیے سرمایہ کاری اور دیگر ذرائع سے آمدنی نے 63 ملین روپے کا اندراج کیا جبکہ گزشتہ سال اسی مدت کے دوران یہ 34 ملین روپے تھا جو 29 ملین کا اضافہ دکھا رہا ہے۔

زیر غور سہ ماہی میں منافع بعد از محصول 82 ملین روپے ہو گیا جبکہ گزشتہ سال اسی مدت کے دوران اس کی مالیت 30 ملین روپے تھا جو 52 ملین روپے (173 فیصد) کا اضافہ ظاہر کر رہا ہے۔

### مستقبل کا منظر نامہ

جون 2024 سے، بینک دولت پاکستان پالیسی نرخ میں 400 بیس پوائنٹس کمی کر چکا ہے جس سے پالیسی نرخ 17.5 فیصد ہو گئے ہیں۔ جیسے جیسے افراط زر میں کمی کا عمل جاری ہے ہم پالیسی نرخ میں کمی کی توقع کر رہے ہیں اور حقیقی سودی شرح تاریخی طور پر 9-10 فیصد بلند ہے۔ بینک دولت پاکستان کی آئندہ کی رہنمائی ظاہر کرتی ہے کہ افراط زر کم رہے گا اور تخمینہ 11 فیصد سے کم رہے گا۔ تاہم، مالیاتی پالیسی کمیٹی سختی کا موقف برقرار رکھنے کی اہمیت پر زور دیتی ہے تاکہ تسلسل سے افراط زر کو کنٹرول کو یقینی بنایا جاسکے۔ مالیاتی پالیسی کمیٹی کے موقف کے باوجود ہم توقع کرتے ہیں کہ آنے والے مہینوں میں ڈسکاؤنٹ شرح کو مزید کم ہونا چاہیے۔

اس سہ ماہی نے انٹر نیشنل مانیٹری فنڈ کی جانب سے 7 ارب امریکی ڈالر کے فنڈ کی پاکستان کے لیے منظوری دی ہے جس معیشت میں بہتری کی توقعات کی نشاندہی کرتا ہے۔

حالیہ معاشی مشکلات میں کمی آنے سے ہم پر اعتماد ہیں کہ PRCL اس وقت بہتر پوزیشن میں ہے کہ معیشت میں مثبت رجحان سے فائدہ اٹھائے۔ کافی معاشی رکاوٹوں کا سامنا کرنے کے باوجود، ہم مسلسل منافع دیتے رہے ہیں۔

## نتائش

آپ کے ناظمین اس موقع کا فائدہ اٹھاتے ہوئے کمپنی کے معزز گاہکوں، سیڈانٹس (cedants)، ریٹرو سیشنئر (retrocessionnaire)، کاروباری شراکت دار، سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور پاکستان اسٹاک ایکسچینج کی معاونت اور پیشہ ورانہ رہنمائی کا شکریہ ادا کرنا چاہتے ہیں۔ ہم اپنے حصص کنندگان کا بھی، ان کمپنی پر مسلسل اعتماد اور بھروسہ کرنے پر شکریہ ادا کرتے ہیں اور مستقبل میں اپنی بہترین کوششوں کا یقین دلاتے ہیں۔ آخر میں، ناظمین کی یہ بھی خواہش ہے کہ وہ کمپنی کے سی ای او، افسران اور اسٹاف کی سخت محنت، وفاداری اور لگن پر اپنے سر اسٹے کو قلم بند کریں۔

بورڈ آف ڈائریکٹرز کے لیے اور ان کی جانب سے



چیف ایگزیکٹو آفیسر








بورڈ کے چیئرمین

کراچی: 30 اکتوبر 2024

**Pakistan Reinsurance Company Limited**  
**Condensed Interim Statement of Financial Position (Unaudited)**  
**As at 30 September 2024**

		30 September 2024	31 December 2023
		Unaudited Rupees	Audited Rupees
<b>ASSETS</b>	<b>Note</b>		
Property and equipment	7	686,343,384	665,250,922
Intangible Assets	8	12,701,281	11,119,198
Right of use asset	9	1,786,759,211	1,939,910,000
Assest relating to Bangladesh	10	-	-
Investment property	11	798,450,467	798,450,467
Investments			
Equity securities	12	4,560,411,200	4,183,710,304
Debt securities	13	16,860,241,057	14,135,599,216
		21,420,652,257	18,319,309,520
Loans and other receivables	14	521,548,008	547,118,212
Receivable from Sindh Revenue Board	15	2,573,888,727	2,573,888,727
Insurance / Reinsurance receivables	16	19,663,966,867	16,621,405,847
Reinsurance recoveries against outstanding claims	17	16,557,095,648	18,206,185,158
Deferred Commission Expense / Acquisition cost	18	1,256,808,513	1,125,879,037
Prepayments	19	10,042,648,710	11,900,386,846
Cash & Bank	20	2,444,611,626	3,159,752,669
		77,765,474,699	75,868,656,603
<b>Total assets from Window Takaful Operations - OPF</b>		<b>1,174,000,207</b>	<b>1,018,749,110</b>
<b>Total Assets</b>		<b>78,939,474,906</b>	<b>76,887,405,713</b>
<b>EQUITY AND LIABILITIES</b>			
<b>Capital and reserves attributable to Company's equity holders</b>			
Ordinary share capital		9,000,000,000	9,000,000,000
Reserves		9,321,219,041	7,549,733,417
Revaluation surplus - net of tax		1,378,924,930	1,590,000,034
<b>Total Equity</b>		<b>19,700,143,971</b>	<b>18,139,733,451</b>
<b>Liabilities</b>			
<b>Underwriting Provisions</b>			
- Outstanding claims including IBNR	21	24,986,883,264	25,927,694,396
- Unearned premium reserves		14,823,041,948	16,235,915,117
- Unearned Reinsurance Commission		758,749,082	810,160,213
		40,568,674,294	42,973,769,726
Retirement benefit obligations		3,560,434,590	3,350,608,187
Taxation liabilities- provision less payments		742,152,130	603,756,603
Deferred taxation	22	1,796,956,682	1,434,851,979
Insurance / Reinsurance Payables	23	11,998,819,538	9,862,846,676
Lease liabilities		23,422,971	22,277,303
Unclaimed Dividend		96,147,439	92,036,186
Other Creditors and Accruals	24	147,276,815	171,691,110
<b>Total Liabilities</b>		<b>18,365,210,165</b>	<b>15,538,068,044</b>
<b>Total liabilities from Window Takaful Operations - OPF</b>		<b>305,446,477</b>	<b>235,834,492</b>
		59,239,330,936	58,747,672,262
<b>Total Equity and Liabilities</b>		<b>78,939,474,906</b>	<b>76,887,405,713</b>
Contingency(ies) and commitment(s)			

The annexed notes 1 to 41 form an integral part of this condensed interim financial information.

 Chairman  
 Director  
 Director  
 Chief Executive Officer  
 Chief Financial Officer

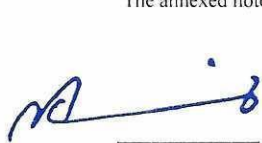
# Pakistan Reinsurance Company Limited


## Condensed Interim Statement of Profit and Loss Account (Unaudited)

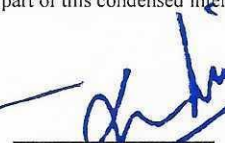
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

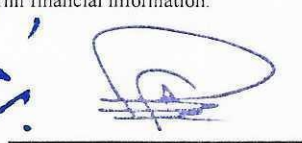
	Note	Nine months period ended			Three months period ended	
		September 30, 2024 Unaudited	September 30, 2023 Unaudited		September 30, 2024 Unaudited	September 30, 2023 Unaudited
Net insurance premium	26	8,059,554,082	6,998,644,459	15.2%	2,660,661,482	2,140,896,279
Net Insurance claims	27	(4,109,831,231)	51.0% (4,326,012,237)	-5.0%	(1,419,004,595)	(1,228,369,699)
Net Commission and other acquisition costs	28	(763,214,687)	9.5% (748,917,683)	1.9%	(232,704,498)	(184,696,084)
Insurance claims and acquisition expenses		(4,873,045,918)	60.5% (5,074,929,920)	-4.0%	(1,651,709,093)	(1,413,065,783)
Management Expenses	29	(1,454,753,410)	18.1% (1,023,199,086)	42.2%	(489,811,268)	(249,013,513)
Underwriting results		1,731,754,754	21.5% 900,515,453	92.3%	519,141,121	478,816,983
Investment income	30	2,519,954,826	31.3% 1,571,223,030	60.4%	840,910,454	617,220,911
Rental income - net	31	110,383,042	1.4% 123,482,733	-10.6%	40,042,217	50,555,165
Finance cost		(6,769,011)	(2,899,730)		(140,031)	(1,370,934)
Fair value gain on investment property		-	0.0% 80,841,173	-1.2%	-	-
Other income	32	337,848,438	4.2% 486,256,215	-31%	170,013,326	116,087,348
Other expenses	33	(33,507,726)	0.4% (8,650,754)	287%	(5,201,230)	(4,009,395)
<b>Profit before tax from general operations</b>		<b>4,659,664,322</b>	<b>57.8% 3,150,768,120</b>	<b>45.0%</b>	<b>1,564,765,857</b>	<b>1,257,300,078</b>
Profit from Window Retakaful Operations		82,268,818	1.0% 30,295,778	172%	25,781,721	(784,676)
<b>Profit before tax</b>		<b>4,741,933,140</b>	<b>58.8% 3,181,063,898</b>	<b>49%</b>	<b>1,590,547,578</b>	<b>1,256,515,402</b>
Income tax expense	34	(2,102,616,420)	26.1% (1,160,005,011)	16.6%	(629,551,828)	(477,424,415)
<b>Profit after tax</b>		<b>2,639,316,720</b>	<b>32.7% 2,021,058,887</b>	<b>31%</b>	<b>960,995,750</b>	<b>779,090,987</b>
Earnings (after tax) per share - Rupees	38	2.93	2.25		1.07	0.87


The annexed notes 1 to 41 form an integral part of this condensed interim financial information.

  
 Chairman

  
 Director

  
 Director



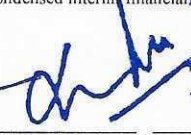
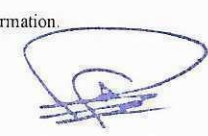

  
 Chief Executive Officer

  
 Chief Financial Officer

**Pakistan Reinsurance Company Limited**  
**Condensed Interim Statement of Total Comprehensive Income (Unaudited)**  
For the Nine months and Three months period ended September 30, 2024

	Nine months period ended		Three months period ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	----- Rupees -----		----- Rupees -----	
Profit for the Period	2,639,316,720	2,021,058,887	960,995,750	779,090,987
Other comprehensive income / (loss)				
Items that may not be reclassified subsequently to profit and loss account				
Unrealized gain on available for sale investments - net	213,348,645	191,497,003	149,644,928	242,434,326
Impact of deferred tax	(130,610,300)	19,865,556	(105,592,467)	-
	82,738,345	211,362,559	44,052,461	242,434,326
Impact of change in tax rate	(265,014,837)	-	-	-
Other Comprehensive Income Window Retakaful Operations	3,370,292	278,650	4,810,813	829,176
Total other comprehensive income / (loss) for the period	(178,906,200)	211,641,209	48,863,274	243,263,502
Total comprehensive income / (loss) for the period	2,460,410,520	2,232,700,096	1,009,859,024	1,022,354,489

The annexed notes 1 to 41 form an integral part of this condensed interim financial information.



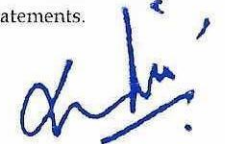


 Chairman  
 Director  
 Director  
 Chief Executive Officer  
 Chief Financial Officer



Pakistan Reinsurance Company Limited  
Condensed Interim Statement of Changes in Equity (Unaudited)  
For the Nine months period ended September 30, 2024

	Share capital	Reserves				Total reserves	Total equity	
	Issued subscribed and paid-up	Capital		Other	Revenue reserves			
		Reserve for exceptional losses	Unrealized gain on available for sale investment	Revaluation surplus	General reserve	Retained earnings		
----- Rupees -----								
Balance as at January 01, 2023	9,000,000,000	281,000,000	597,118,524	1,421,277,526	1,135,296,316	1,886,715,296	5,321,407,662	14,321,407,662
Total Comprehensive income for the period ended September 30, 2023	-	-	-	-	-	2,021,058,886	2,021,058,886	2,021,058,886
Unrealized loss on available for sale investments	-	-	211,641,209	-	-	211,641,209	211,641,209	211,641,209
	-	-	211,641,209	-	-	2,021,058,886	2,232,700,095	2,232,700,095
Effect of changes in deferred tax rate			(94,022,528)	(200,179,933)			(294,202,461)	(294,202,461)
Incremental depreciation								
- Right of use assets				(47,243,874)		47,243,874		
- Property and equipment				(6,025,691)		6,025,691		
				(53,269,565)		53,269,565		
Final cash dividend 2022: Rs.0.75 @ 7.5% (2021 : Rs.2.00 @20%) per share		-			-	(675,000,000)	(675,000,000)	(675,000,000)
Balance as at September 30, 2023	9,000,000,000	281,000,000	714,737,205	1,167,828,028	1,135,296,316	3,286,043,747	6,584,905,296	15,584,905,296
Balance as at January 01, 2024	9,000,000,000	281,000,000	1,384,637,060	1,590,000,034	1,135,296,316	4,748,800,041	9,139,733,451	18,139,733,451
Total Comprehensive income for the period ended September 30, 2024	-	-	-	-	-	2,639,316,720	2,639,316,720	2,639,316,720
Unrealized loss on available for sale investments	-	-	(36,518,137)	(142,388,063)	-	2,639,316,720	(178,906,200)	(178,906,200)
	-	-	(36,518,137)	(142,388,063)	-	2,639,316,720	2,460,410,520	2,460,410,520
Incremental depreciation								
- Right of use assets				(6,788,485)		6,788,485	-	-
- Property and equipment				(61,898,556)		61,898,556	-	-
				(68,687,041)		68,687,041	-	-
Final cash dividend 2023: Rs.1.00 @ 10% (2022 : Rs..0.75 @ 7.5%) per share	-	-			-	(900,000,000)	(900,000,000)	(900,000,000)
Balance as at September 30, 2024	9,000,000,000	281,000,000	1,348,118,923	1,378,924,930	1,135,296,316	6,556,803,802	10,700,143,971	19,700,143,971

The annexed notes 1 to 41 form an integral part of these financial statements.

				
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

**Pakistan Reinsurance Company Limited**  
**Condensed Interim Statement of Cash Flows (Unaudited)**  
For the Nine months period ended September 30, 2024

	30-Sep 2024 Unaudited (Rupees)	30-Sep 2023 Unaudited (Rupees)
<b>Operating Cash Flows:</b>		
<b>Underwriting activities:-</b>		
Premium received	18,234,064,287	27,678,940,537
Reinsurance premium paid	(10,646,272,638)	(17,951,831,631)
Claims paid	(6,693,856,375)	(5,369,013,999)
Reinsurance and other recoveries received	3,292,303,522	3,174,429,648
Commission paid	(1,941,229,492)	(1,934,212,099)
Commission received	995,674,198	1,217,141,501
Other underwriting payments (management expenses)	(1,461,522,421)	(1,026,098,816)
<b>Net cash flows generated from underwriting activities</b>	<b>1,779,161,080</b>	<b>5,789,355,141</b>
<b>Other Operating Activities</b>		
Income tax paid	(1,997,741,326)	(969,086,045)
General management expenses paid	(28,087,746)	(8,650,754)
Other operating (payments) / receipts	307,944,413	98,374,323
Advances to employees	5,975,878	(3,996,897)
<b>Net cash used in other operating activities</b>	<b>(1,711,908,781)</b>	<b>(883,359,373)</b>
<b>Total cash flow generated from all operating activities</b>	<b>67,252,299</b>	<b>4,905,995,768</b>
<b>Investment activities</b>		
Fixed Capital expenditure	(65,279,478)	(150,867,069)
Acquisition of investments	(9,724,584,469)	(12,393,641,809)
Rental income received - net of expenses	82,227,412	104,560,996
Dividend income received	324,581,320	222,463,079
Interest income on bank deposits	436,804,487	12,114,540
Investment income received - net of expenses	1,917,268,261	1,483,213,609
Proceeds on sale/ maturity of investments	7,142,477,873	8,422,101,406
<b>Total cash used in investing activities</b>	<b>113,495,406</b>	<b>(2,300,055,248)</b>
<b>Financing activities</b>		
Dividend paid	(895,888,747)	(672,275,094)
Payments of finance leases	-	-
<b>Total cash generated used in financing activities</b>	<b>(895,888,747)</b>	<b>(672,275,094)</b>
<b>Net cash generated from all activities</b>	<b>(715,141,042)</b>	<b>1,933,665,426</b>
<b>Cash at beginning of the period</b>	<b>3,159,752,669</b>	<b>3,030,890,556</b>
<b>Cash at end of the period</b>	<b>2,444,611,627</b>	<b>4,964,555,982</b>

The annexed notes 1 to 41 form an integral part of these financial statements.

	30-Sep 2024 Unaudited (Rupees)	30-Sep 2023 Unaudited (Rupees)
<b>Reconciliation to profit and loss account</b>		
Operating cash flows	67,252,299	4,905,995,768
Depreciation expense		
-Fixed assets	(195,755,722)	(143,569,855)
Exchange gain	(9,464,994)	234,094,508
Rental income	110,383,042	123,482,733
Reinsurance recoveries against outstanding claims	(1,649,089,510)	(1,970,667,930)
Provision for outstanding claims	940,811,132	(160,759,956)
Provision for unearned premium	1,412,873,169	(2,896,517,564)
Prepaid reinsurance	(1,862,583,868)	1,519,674,285
Provision for employee benefits	(209,826,403)	31,151,466
Dividend income	343,545,908	222,463,079
Investment income	168,820,771	9,183,165
Interest income	1,833,355,151	1,249,558,066
Amortization of premium	121,436,515	90,018,720
Increase/ (Decrease) in operating assets other than cash	2,914,517,120	(3,320,569,669)
(Increase)/Decrease in operating liabilities	(1,377,148,095)	2,288,145,259
	2,661,922,996	2,181,682,075
<u>Other adjustments:</u>		
Income tax paid	1,997,741,326	969,086,045
	1,997,741,326	969,086,045
Profit/ (Loss) before taxation	4,659,664,322	3,150,768,120
Provision for taxation	(2,136,136,853)	(1,189,938,264)
Deferred tax (income) / expense	33,520,433	29,933,253
<b>Profit/(Loss) after taxation</b>	2,557,047,902	1,990,763,109
Profit from Window Retakaful Operations - Operator's Fund	82,268,818	30,295,778
<b>Profit after taxation for the period</b>	<u>Rupees 2,639,316,720</u>	<u>2,021,058,887</u>

#### Definition of cash

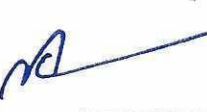




Cash comprises of cash in hand, policy stamps, postage stamps, revenue stamp, bank balances and other deposits which are readily convertible to cash in hand and which are used in the cash management function on a day-to-day basis.

Cash for the purpose of the statement of cash flow consist of:

#### Cash and cash equivalents:

Cash and other equivalent	671,107	621,917
Current and other accounts	2,443,940,520	4,963,934,065
	<u>Rupees 2,444,611,627</u>	<u>4,964,555,982</u>

The annexed notes 1 to 41 form an integral part of these financial statements.

				
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer



**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

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**1 STATUS AND NATURE OF BUSINESS**

Pakistan Reinsurance Company Limited (the Company) was incorporated in Pakistan as a public limited company on March 30, 2000 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company is engaged in providing reinsurance and other insurance business. The shares of the Company are quoted on Pakistan Stock Exchange Limited.

With effect from February 15, 2001, the Company took over all the assets and liabilities of former Pakistan Insurance Corporation (PIC) vide SRO No.98(1)/2000 dated February 14, 2001 of the Ministry of Commerce issued in terms of Pakistan Insurance Corporation (Re-organization) Ordinance, 2000 to provide for conversion of Pakistan Insurance Corporation into Pakistan Reinsurance Company Limited which was established in 1952 as Pakistan Insurance Corporation (PIC) under PIC Act 1952. Accordingly, PIC has been dissolved and ceased to exist and the operations and undertakings of PIC are being carried out by the Company.

The Company was granted authorisation on September 26, 2018 under Rule 6 of the Takaful Rules, 2012 to undertake Window Retakaful Operations in respect of general retakaful products by the Securities and Exchange Commission of Pakistan (SECP).

The Company is under administrative control of Ministry of Commerce (Government of Pakistan). The Ministry of Commerce holds 51% shares of the Company. The Cabinet Committee on Privatisation (CCoP) on August 21, 2020 approved divestment of 20% of government stakes in the Company through public offerings.

**2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS**

The registered office of the Company is situated at PRC Towers, 32-A, Lalazar Drive, Maulvi Tamizuddin Khan Road, Karachi.

**3 BASIS OF PREPARATION**

**3.1 Basis of measurement**

These condensed interim financial statements have been prepared under the historical convention, except that 'held to maturity' investments are stated at amortised cost and investment 'at fair value through profit or loss - held for trading' are stated at fair value and investment at available for sale are stated at market value.

These condensed interim financial statements have been prepared following accrual basis of accounting except for condensed interim cash flow information.

**3.2 Functional and presentation currency**

These condensed interim financial statements have been prepared and presented in Pakistan Rupees, which is the Company's functional and presentation currency.

**3.3 Statement of compliance**

These condensed interim financial statements are unaudited and are being submitted to the shareholders as required under section 237 of the Companies Act, 2017 and the listing regulations of the Pakistan Stock Exchange.

These condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended December 31, 2023 which have been prepared in accordance with approved accounting standards as applicable to insurance companies in Pakistan.

These condensed interim financial statements of the Company for the Nine months period ended September 30, 2024 has been prepared in accordance with the requirements of the International Accounting Standard 34 – (IAS 34) Interim Financial Reporting, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017 and the insurance Accounting Regulation, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2017 have been followed.

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

The comparative statement of financial position presented in this condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended December 31, 2023, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statements for the Nine months ended September 30, 2023.

Total assets, total liabilities and profit of the Window Retakaful Operations of the Company referred to as the Operator's retakaful fund have been presented in these financial statement in accordance with the requirements of Circular 25 of 2015 dated July 09, 2015. A separate set of financial statements of the Window Retakaful Operations has been reported which is annexed to these financial statements as per the requirements of the SECP Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019.

**4 SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies and method of computation adopted by the Company in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the preceding annual audited financial statements of the Company as at and for the year ended December 31, 2023.

Amendments to certain existing standards and new standards and interpretations on approved accounting standards became effective during the period either were not relevant to the Company's operations or did not have any significant impact on the accounting policies of the Company.

**4.1 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS**

There are certain adoptions, amendments and interpretations with respect to the approved accounting standards that are not yet effective and are not expected to have any material impact on the Company's condensed interim financial statements in the period of initial application.

**4.2 Standards, amendments and interpretations to the published standards that are relevant but not yet effective and not early adopted by the Company**

The following amendments to the approved accounting standards as applicable in Pakistan would be effective from the dates mentioned below against the respective standard:

Standard or Interpretation	Effective date (annual periods beginning on or after)
IFRS 17 Insurance Contracts	January 1, 2025

**5 USE OF ESTIMATES AND JUDGMENTS**

The preparation of these condensed interim financial statements are in conformity with the requirements of approved accounting standards as applicable in Pakistan and requires management to make judgments / estimates and associated assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The judgments / estimates and associated assumptions are based on historical experience, current trends and various other factors that are believed to be reasonable under the circumstances, the result of which form the basis of making the estimate about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on-going basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

In preparing these condensed interim financial statements, the significant judgments made by management in applying the Company's accounting policies and the key sources of estimating uncertainty were the same as those applied to the financial statements of the Company for the year ended December 31, 2023.

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

**6 FINANCIAL RISK MANAGEMENT**

The financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Company for the period ended December 31, 2023.

		(Unaudited) Sep 30, 2024	(Audited) Dec 31, 2023
	Note	----- Rupees -----	
<b>7 PROPERTY AND EQUIPMENT</b>			
Operating Fixed Assets	7.1	633,772,524	642,119,354
Capital work in progress PRC Tower	7.2	52,570,860	23,131,568
		<u>686,343,384</u>	<u>665,250,922</u>

**7.1 PROPERTY AND EQUIPMENT**

**Operating fixed assets - WDV**

Opening balance		642,119,354	445,440,436
Addition during the period:		<u>34,116,477</u>	<u>141,529,705</u>
Transfer from Investment Property		-	10,940,000
		34,116,477	152,469,705
Revaluation Surplus		-	88,544,204
-Depreciation charge for the period/year		<u>(42,463,307)</u>	<u>(44,334,991)</u>
Closing balance		<u>633,772,524</u>	<u>642,119,354</u>

**7.2 The movement in capital work in progress PRC Tower is as follows:**

Balance at beginning of the year		23,131,568	23,131,568
Additions during the year		<u>29,439,292</u>	-
Closing balance		<u>52,570,860</u>	<u>23,131,568</u>

**8 INTANGIBLE ASSETS**

Computer Software	8.1	1,360,519	502,146
Capital work in progress- Computer Software	8.2	<u>11,340,762</u>	<u>10,617,052</u>
		<u>12,701,281</u>	<u>11,119,198</u>

**8.1 INTANGIBLE ASSETS-COMPUTER SOFTWARE**

Opening Balance		502,146	627,682
Additions during the year		<u>1,000,000</u>	-
Ammortization		<u>(141,627)</u>	<u>(125,536)</u>
Closing balance		<u>1,360,519</u>	<u>502,146</u>

**8.2 The movement in capital work in progress Computer Software is as follows:**

Balance at beginning of the year		10,617,052	10,083,343
Additions during the year		<u>723,710</u>	<u>533,709</u>
Closing balance		<u>11,340,762</u>	<u>10,617,052</u>

**8.3** This relates to implementation of ERP (Enterprise resources planning) and development of customized system solution which includes Reinsurance, Administration, Human Resource, Audit, Accounting and Finance, Investment, Corporate Affairs and Retakaful modules

**9 RIGHT OF USE ASSETS**

**Assets - Leasehold land**

Net carrying value basis			
Opening net book value		1,939,910,000	1,639,605,577
Revaluation gain during the year		-	456,457,334
Depreciation		<u>(153,150,789)</u>	<u>(156,152,911)</u>
Closing net book value		<u>1,786,759,211</u>	<u>1,939,910,000</u>

**9.1** The Company has entered into lease arrangement with Karachi Port Trust (KPT) for lease of land. The remaining lease term (useful life) of the right of use asset is 9.5 years.

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

**10 ASSETS RELATING TO BANGLADESH**

Total assets		15,974,000	15,974,000
Total liabilities	9.1	<u>(5,761,000)</u>	<u>(5,761,000)</u>
		10,213,000	10,213,000
Provision for loss on assets in Bangladesh		<u>(10,213,000)</u>	<u>(10,213,000)</u>
		<u>-</u>	<u>-</u>

**10.1** These include claims related to Bangladesh amounting to Rs.4,952,000 (December 31, 2023 : Rs.4,952,000).

**11 INVESTMENT PROPERTIES**

Opening balance		<b>798,450,467</b>	722,274,602
Transfer for the period/year		-	(11,474,604)
Revaluation Surplus		<u>-</u>	<u>87,650,469</u>
		<u><b>798,450,467</b></u>	<u>798,450,467</u>

## 12 INVESTMENT IN EQUITY SECURITIES

	September 30,2024				Dec 31,2023			
	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value
	Rupees				Rupees			
Available for sale								
-Listed shares	500,332,759	-	2,018,445,906	2,518,778,665	509,998,496	-	1,856,358,686	2,366,357,182
-Unlisted Shares	2,608,106	(1,990,491)		617,615	2,608,106	(1,990,491)	-	617,615
-Mutual Funds	1,592,488,810	(52,824,712)	227,249,302	1,766,913,400	1,592,488,811	(170,415,673)	187,420,875	1,609,494,013
Sub Total	2,095,429,675	(54,815,203)	2,245,695,208	4,286,309,680	2,105,095,413	(172,406,164)	2,043,779,561	3,976,468,810
	September 30,2024				Dec 31,2023			
	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value
	Rupees				Rupees			
Held For Trading								
-Listed Share	251,749,887	-	22,351,633	274,101,520	134,211,185	-	73,030,309	207,241,494
Sub Total	251,749,887		22,351,633	274,101,520	134,211,185		73,030,309	207,241,494
Grand Total	2,347,179,562	(54,815,203)	2,268,046,841	4,560,411,200	2,239,306,598	(172,406,164)	2,116,809,870	4,183,710,304

## 13 Investments in Debt Securities - Held For Maturity

		Amortized cost	Market value	Amortized cost	Market value
		September 30,2024		Dec 31,2023	
		Rupees		Rupees	
1	Pakistan Investment Bonds - Fixed	10,288,480,096	10,288,480,096	6,312,124,697	6,476,024,006
2	PIB (Floater)	175,059,963	175,059,963	176,287,099	175,122,913
3	Term Finance Certificate	-	-	99,800,000	99,800,000
4	Treasury Bills	6,250,698,850	6,250,698,850	6,891,347,300	7,252,443,200
	Total Debt Securities	16,714,238,909	16,714,238,909	13,479,559,096	14,003,390,119

## Investments in Debt Securities - Available for Sale

1	Pakistan Investment Bonds (AFS)	146,002,148	146,002,148	133,386,750	132,209,097
	Total	16,860,241,057	16,860,241,057	13,612,945,846	14,135,599,216

PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

		(Unaudited) September 30, 2024	(Audited) Dec. 31, 2023
	Note	Rupees -----	
<b>14 LOANS AND OTHER RECEIVABLES - Considered good</b>			
Accrued investment income		66,480,570	182,868,530
Loans to employees		79,830,648	85,806,526
Sundry receivables - Net		164,371,521	95,733,515
Receivable from tenants		210,865,271	182,709,641
		<u>521,548,009</u>	<u>547,118,212</u>
<b>15 RECEIVABLE FROM SINDH REVENUE BOARD</b>			
Receivable from Sindh Revenue Board		<u>2,573,888,727</u>	<u>2,573,888,727</u>
The aggregate of Rs.2,573.889 million (December 31, 2023: Rs.2,573.889 million) paid has been recorded as "receivable from SRB" in the financial statements. Moreover, the Company has not recorded provision against the orders passed by SRB in pursuance of Appellate Order dated February 01, 2016 in Appeal No. AT-02/2013 and order dated February 03, 2016 in Appeal No. AT-109/2015.			
<b>16 INSURANCE / REINSURANCE RECEIVABLES</b>			
Balance at period	16.1	20,392,873,855	17,344,892,855
Less: Provision for impairment in due from other insurers/reinsurers	16.2	<u>(728,906,988)</u>	<u>(723,487,008)</u>
		<u>19,663,966,867</u>	<u>16,621,405,847</u>
<b>16.1</b> This includes an amount of Rs. 12,972,841,295 (December 31, 2023: Rs. 10,468,216,843) due from related party National Insurance Company Limited. The age analysis of amount due from related party is as follows:			
Up to 3 months		12,250,941,251	8,871,838,652
Over 3 months and above		<u>721,900,044</u>	<u>1,596,273,283</u>
		<u>12,972,841,295</u>	<u>10,468,111,935</u>
<b>16.2 Movement of provision for impairment</b>			
Balance at the beginning of the period/year		723,487,008	506,687,816
Provisions made during the period/year		<u>5,419,980</u>	<u>216,799,192</u>
Balance at the end of the period/year		<u>728,906,988</u>	<u>723,487,008</u>
<b>17 REINSURANCE RECOVERIES AGAINST OUTSTANDING CLAIMS</b>			
Facultative business	17.1	15,863,864,624	17,350,545,680
Treaty		<u>693,231,024</u>	<u>855,639,478</u>
		<u>16,557,095,648</u>	<u>18,206,185,158</u>
<b>17.1 Facultative business</b>			
Fire		419,304,945	713,250,470
Marine cargo		-	-
Marine hull		48,493,968	17,106,508
Accident		9,504,871	9,504,871
Aviation		2,570,824,147	2,878,857,616
Engineering		<u>12,815,736,693</u>	<u>13,731,826,215</u>
		<u>15,863,864,624</u>	<u>17,350,545,680</u>

PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

		(Unaudited) September 30, 2024	(Audited) Dec. 31, 2023
	Note	Rupees	Rupees
<b>18 DEFERRED COMMISSION EXPENSE</b>			
Facultative business	18.1	567,537,408	495,135,566
Treaty		689,271,105	630,743,471
		<u>1,256,808,513</u>	<u>1,125,879,037</u>
<b>18.1 Facultative business</b>			
Fire		116,129,309	103,659,001
Marine cargo		2,332,858	1,564,013
Marine hull		10,349,189	4,902,836
Accidents and others		40,597,753	27,057,018
Aviation		62,400,703	156,676,845
Engineering		335,727,596	201,275,853
		<u>567,537,408</u>	<u>495,135,566</u>
<b>19 PREPAYMENTS</b>			
Prepaid reinsurance ceded - facultative business	19.1	9,274,817,632	11,311,474,470
Prepaid reinsurance ceded - treaty business		762,808,325	588,735,355
		<u>10,037,625,957</u>	<u>11,900,209,825</u>
Other prepayments		5,022,753	177,021
		<u>10,042,648,710</u>	<u>11,900,386,846</u>
<b>19.1 Prepayment reinsurance ceded - facultative business</b>			
Fire		1,442,505,305	788,452,964
Marine Cargo		-	-
Marine hull		153,271,056	73,320,788
Accidents and others		716,000,159	441,422,065
Aviation		2,352,906,125	5,854,244,079
Engineering		4,610,134,987	4,154,034,574
		<u>9,274,817,632</u>	<u>11,311,474,470</u>
<b>20 CASH AND BANK</b>			
Cash in hand		671,107	676,987
Saving accounts			
- Local currency		533,635,289	442,105,498
- Foreign currency		1,500,326,519	955,751,677
		<u>2,033,961,808</u>	<u>1,397,857,175</u>
Current accounts			
- Local currency		290,156,933	1,655,955,746
Dividend accounts			
- Saving accounts		89,053,124.85	78,605,360
- Current accounts		30,768,653.95	26,657,401
		<u>119,821,778.80</u>	<u>105,262,761</u>
		<u>2,444,611,626</u>	<u>3,159,752,669</u>
<b>21 OUTSTANDING CLAIMS INCLUDING IBNR</b>			
Facultative business	21.1	21,373,039,575	22,512,494,004
Treaty		3,618,795,689	3,420,152,392
		<u>24,991,835,264</u>	<u>25,932,646,396</u>
Claims related to Bangladesh, adjusted in Note 9		(4,952,000)	(4,952,000)
		<u>24,986,883,264</u>	<u>25,927,694,396</u>
<b>21.1 Facultative business</b>			
Fire		3,722,346,160	4,146,521,448
Marine cargo		73,318,137	70,913,769
Marine hull		150,896,057	124,041,223
Accident and others		429,732,628	350,040,714
Aviation		2,802,576,616	3,138,534,650
Engineering		14,194,169,977	14,682,442,200
		<u>21,373,039,575</u>	<u>22,512,494,004</u>

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

	(Unaudited) September 30, 2024	(Audited) Dec. 31, 2023
	----- Rupees -----	
<b>22 DEFERRED TAXATION</b>		
Deferred tax liabilities on taxable temporary differences:		
Accelerated tax depreciation		
Property and equipment	26,009,546	35,046,441
Intangible assets	-	-
Right of use assets	4,404,932	3,934,319
Revaluation surplus on property and equipment	169,266,980	146,898,365
Revaluation surplus on Right-of-use assets - net of tax	712,340,763	636,235,981
Investment Property	301,451,980	255,074,753
Unrealized gain on investments	927,684,328	698,547,257
	<u>2,141,158,529</u>	<u>1,775,737,116</u>
Deferred tax assets on deductible temporary differences:		
Provision for doubtful debts	(31,319,379)	(26,501,013)
Provision for impairment of insurers / reinsurers receivable	(284,273,725)	(238,750,713)
Provision for impairment of receivables from other insurers / reinsurers	(9,684,337)	(8,194,439)
Lease liabilities	9,134,959	(7,351,510)
Notional interest on interest free loans	(20,476,214)	(3,193,428)
Provision for impairment in available for sale investments	(7,583,151)	(56,894,034)
	<u>(344,201,847)</u>	<u>(340,885,137)</u>
	<u>1,796,956,682</u>	<u>1,434,851,979</u>
<b>23 INSURANCE / REINSURANCE PAYABLES</b>		
Due to other insurers/reinsurers	11,982,995,182	9,847,022,320
Premium and claim reserves retained from retrocessionaires	15,824,356	15,824,356
	<u>11,998,819,538</u>	<u>9,862,846,676</u>
<b>24 OTHERS CREDITORS AND ACCRUALS</b>		
Other creditors and accruals	38,896,714	42,080,598
Rent Payable	-	39,383,040
Security deposits	39,600,417	44,718,092
Accrued expenses	67,704,122	44,433,819
Surplus profit payable	1,075,561	1,075,561
	<u>147,276,815</u>	<u>171,691,110</u>
<b>25 CONTINGENCIES AND COMMITMENTS</b>		
<b>25.1 Contingencies</b>		
The Company is contingently liable for:		
Sindh Sales Tax	22,049,017,881	22,049,017,881
Federal Excise Duty	4,073,379,063	4,073,379,063
Income Tax	1,822,636,685	1,822,636,685
Insurance payables	61,568,840	61,568,840
EOBI	2,589,500	2,589,500
Claims	483,673,389	483,673,389
	<u>28,492,865,358</u>	<u>28,492,865,358</u>
<b>25.2 Commitments</b>		
Commitments in respect of:		
- Short term lease rentals (0 to 1 year)	3,860,728	3,860,728
- Capital expenditure (intangible assets)	25,422,503	25,422,503
	<u>29,283,231</u>	<u>29,283,231</u>



PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	Nine months period ended		Three months period ended	
	September 30, 2024 Unaudited	September 30, 2023 Unaudited	September 30, 2024 Unaudited	September 30, 2023 Unaudited
	Rupees			
<b>26 NET INSURANCE PREMIUM</b>				
Written gross premium	21,282,045,287	24,353,424,866	9,201,374,264	10,872,649,748
Add: Unearned premium reserve opening	16,235,915,117	12,047,709,680	12,956,163,308	11,779,010,336
Less: Unearned premium reserve closing	(14,823,041,948)	(14,944,227,244)	(14,823,041,948)	(14,944,227,244)
<b>Premium earned</b>	<b>22,694,918,456</b>	<b>21,456,907,302</b>	<b>7,334,495,624</b>	<b>7,707,432,840</b>
Less: Reinsurance premium ceded	12,772,780,506	15,977,937,128	5,294,631,152	7,163,591,259
Add: Prepaid reinsurance premium opening	11,900,209,825	8,940,328,450	9,416,828,947	8,862,948,037
Less: Prepaid reinsurance premium closing	(10,037,625,957)	(10,460,002,735)	(10,037,625,957)	(10,460,002,735)
<b>Reinsurance expense</b>	<b>(14,635,364,374)</b>	<b>(14,458,262,843)</b>	<b>(4,673,834,142)</b>	<b>(5,566,536,561)</b>
	<b>8,059,554,082</b>	<b>6,998,644,459</b>	<b>2,660,661,482</b>	<b>2,140,896,279</b>
<b>27 NET INSURANCE CLAIMS</b>				
Claims paid	6,693,856,375	5,369,013,999	1,391,214,721	2,618,353,238
Add: Outstanding claims including IBNR closing	24,991,835,264	21,422,147,189	24,991,835,264	21,422,147,189
Less: Outstanding claims including IBNR opening	(25,932,646,396)	(21,261,387,233)	(24,282,490,919)	(21,770,795,170)
<b>Claims expense</b>	<b>5,753,045,243</b>	<b>5,529,773,955</b>	<b>2,100,559,066</b>	<b>2,269,705,257</b>
Less: Reinsurance and other recoveries received	3,292,303,522	3,174,429,648	259,471,040	1,841,335,558
Add: Reinsurance and other recoveries in respect of outstanding claims closing	16,557,095,648	12,450,041,381	16,557,095,648	12,450,041,381
Less: Reinsurance and other recoveries in respect of outstanding claims opening	(18,206,185,158)	(14,420,709,311)	(16,135,012,217)	(13,250,041,381)
<b>Reinsurance and other recoveries revenue</b>	<b>(1,643,214,012)</b>	<b>(1,203,761,718)</b>	<b>(681,554,471)</b>	<b>(1,041,335,558)</b>
	<b>4,109,831,231</b>	<b>4,326,012,237</b>	<b>1,419,004,595</b>	<b>1,228,369,699</b>
<b>28 NET COMMISSION AND OTHER ACQUISITION COSTS</b>				
Commission paid or payable	1,941,229,492	1,934,212,099	844,644,800	841,995,364
Add: Deferred commission expense opening	1,125,879,037	931,382,139	975,484,327	910,195,800
Less: Deferred commission expense closing	(1,256,808,513)	(1,164,956,972)	(1,256,808,513)	(1,164,956,972)
<b>Net commission</b>	<b>1,810,300,016</b>	<b>1,700,637,266</b>	<b>563,320,614</b>	<b>587,234,192</b>
Less: Commission received or recoverable	995,674,198	1,217,141,501	472,589,795	632,598,477
Add: Unearned reinsurance commission opening	810,160,213	539,143,250	616,775,403	574,504,799
Less: Unearned reinsurance commission closing	(758,749,082)	(804,565,168)	(758,749,082)	(804,565,168)
<b>Commission from reinsurers</b>	<b>(1,047,085,329)</b>	<b>(951,719,583)</b>	<b>(330,616,116)</b>	<b>(402,538,108)</b>
	<b>763,214,687</b>	<b>748,917,683</b>	<b>232,704,498</b>	<b>184,696,084</b>
<b>29 Management Expenses</b>				
Salaries, Wages and Benefits	689,755,054	451,838,952	206,601,579	131,142,428
Employees Benefits	406,381,919	250,460,000	150,000,000	-
Travelling & Conveyance	18,645,896	25,385,194	4,031,818	7,024,803
Entertainment Expenses	4,811,685	3,250,079	1,444,000	1,424,765
Communication Exp.	3,473,403	1,948,086	1,662,882	720,930
Insurance	24,399,248	2,778,395	24,335,059	168,783
Utilities	27,293,116	15,882,717	10,345,982	11,305,174
Printing and Stationery	3,814,207	3,926,138	951,807	814,232
Repairs and Renewal	2,401,962	2,001,676	791,889	517,864
Medical Expenses	11,444,062	10,432,762	6,361,916	3,996,689
Rent, Rates and Taxes	12,995,816	3,421,460	814,745	1,065,400
Computer related Expenses	28,332,134	37,067,633	6,034,204	12,339,067
Consult./Professional Ser.Chgs.	5,480,666	7,251,597	1,736,550	4,334,373
Newspaper & Periodicals	88,000	100,655	31,025	40,205
Depreciation	195,755,722	143,569,855	65,491,617	49,257,637
Directors' Meeting Expenses	19,619,040	12,899,985	4,742,029	4,366,153
Advertisement and Business Promotion	3,023,655	4,453,253	501,433	2,714,825
Training and Research	1,043,508	6,694,460	566,608	2,760,900
Repairs and Maintenance	31,956,071	47,690,803	11,222,654	24,365,411
Others	3,781,698	6,258,830	1,452,348	1,677,405
Welfare Fund	-	10,000,000	-	-
Donations	-	2,000,000	-	-
	<b>1,494,606,142</b>	<b>1,049,312,530</b>	<b>499,138,404</b>	<b>260,037,044</b>
Exp. allocated to Rental Income	(24,222,517)	(15,926,760)	(5,725,976)	(6,698,945)
Exp. allocated to Investment Income	(15,630,215)	(10,186,684)	(3,601,160)	(4,324,586)
	<b>1,454,753,410</b>	<b>1,023,199,086</b>	<b>489,811,268</b>	<b>249,013,513</b>

PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	Nine months period ended		Three months period ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
	Unaudited	Unaudited	Unaudited	Unaudited
	Rupees			
<b>30 INVESTMENT INCOME</b>				
Income from equity securities				
Available for sale				
Dividend income	323,472,408	208,511,979	104,311,876	62,040,072
Held for trading				
Dividend income	20,073,500	13,951,100	7,425,000	4,339,000
	<u>343,545,908</u>	<u>222,463,079</u>	<u>111,736,876</u>	<u>66,379,072</u>
Income from debt securities				
Return on debt securities				
Held to maturity				
Pakistan Investment Bonds	813,787,214	361,433,564	310,196,702	124,726,043
Pakistan Investment Bonds - Floating	29,119,953	55,559,697	9,609,589	9,878,582
Treasury Bills	967,681,875	798,963,850	291,739,250	356,506,200
Profit / (loss) on Term Finance Certificates	9,888,628	15,267,179	-	5,902,911
Premium / (amortization) of discount on PIBs	121,436,515	90,018,720	44,543,108	30,241,001
	<u>1,941,914,185</u>	<u>1,321,243,010</u>	<u>656,088,649</u>	<u>527,254,737</u>
Available for sale				
Pakistan Investment Bonds	12,877,481	18,333,776	4,081,342	4,688,481
Net realized gains on investments				
Available for sale financial assets				
Realized gain on Equity securities	52,796,481	-	10,447,993	-
Held for trading financial assets				
Realized gain on Equity securities	-	-	-	-
Net unrealized losses on investments				
Net unrealized losses / (gain) on held for trading investment	66,860,024	19,369,849	22,351,633	23,223,207
Total investment income	<u>2,417,994,079</u>	<u>1,581,409,714</u>	<u>804,706,493</u>	<u>621,545,497</u>
Add: Reversal of Impairment in value of available for sale investment	117,590,962	-	39,805,121	-
Less: Investment related expenses	(15,630,215)	(10,186,684)	(3,601,160)	(4,324,586)
Net Investment income	<u>2,519,954,826</u>	<u>1,571,223,030</u>	<u>840,910,454</u>	<u>617,220,911</u>
<b>31 RENTAL INCOME</b>				
Rental income	134,605,559	139,409,493	45,768,193	57,254,110
Less:				
Expenses related rental income	(24,222,517)	(15,926,760)	(5,725,976)	(6,698,945)
	<u>110,383,042</u>	<u>123,482,733</u>	<u>40,042,217</u>	<u>50,555,165</u>
<b>32 OTHER INCOME</b>				
Return on bank deposits	342,372,803	243,413,915	166,716,254	70,089,059
Net return on loans to employees	4,938,633	6,290,952	-	-
Miscellaneous income	1,996	2,456,839	-	-
Exchange gain	(9,464,994)	234,094,508	3,297,071	45,998,291
	<u>337,848,438</u>	<u>486,256,214</u>	<u>170,013,325</u>	<u>116,087,350</u>
<b>33 OTHER EXPENSES</b>				
Legal fees	1,212,680	1,257,500	892,680	267,500
Auditor's remuneration	923,296	742,960	377,296	161,750
Fee and subscription	1,104,663	2,094,771	355,058	36,784
Subscription and membership fee	24,847,107	4,555,523	3,576,196	3,543,361
Provision for Doubtful Debts	5,419,980	-	-	-
	<u>33,507,726</u>	<u>8,650,754</u>	<u>5,201,230</u>	<u>4,009,395</u>
<b>33.1 Auditor's remuneration</b>				
Interim review fee	386,100	327,960	170,100	147,960
Out-of-pocket expenses	327,196	240,000	207,196	13,790
Other certification fee	210,000	175,000	-	-
	<u>923,296</u>	<u>742,960</u>	<u>377,296</u>	<u>161,750</u>
<b>34 TAXATION</b>				
For the year				
Current	1,812,489,852	1,189,938,264	609,964,712	477,424,415
Deferred	(33,520,433)	(29,933,253)	19,587,116	-
Prior	323,647,001	-	-	-
	<u>2,102,616,420</u>	<u>1,160,005,011</u>	<u>629,551,828</u>	<u>477,424,415</u>

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

**35 FAIR VALUE HIERARCHY**

The level in the fair value hierarchy within which the financial asset or financial liability is categorised is determined on the basis of the lowest level input that is significant to the fair value measurement.

Financial assets and financial liabilities are classified in their entirety into only one of the three levels.

The fair value hierarchy has the following levels:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	Total	Level 1	Level 2	Level 3
	----- Rupees -----			
<b>September 30, 2024 (Un-audited)</b>				
<b>Financial assets measured at fair value</b>				
<b>Held-for-trading investment</b>				
Ordinary shares - listed	274,101,520	274,101,520	-	-
<b>Available-for-sale investment</b>				
Ordinary shares - listed	2,518,778,665	2,518,778,665	-	-
Mutual fund units	1,766,913,400	1,766,913,400	-	-
Ordinary shares - unlisted	617,615	-	-	617,615
	<u>4,560,411,200</u>	<u>4,559,793,585</u>	<u>-</u>	<u>617,615</u>
<b>December 31, 2023 (Audited)</b>				
<b>Financial assets measured at fair value</b>				
<b>Held-for-trading investment</b>				
Ordinary shares - listed	207,241,494	207,241,494	-	-
<b>Available-for-sale investment</b>				
Ordinary shares - listed	2,366,357,182	2,366,357,182	-	-
Mutual fund units	1,609,494,013	1,609,494,013	-	-
Ordinary shares - unlisted	617,615	-	-	617,613
	<u>4,183,710,304</u>	<u>4,183,092,689</u>	<u>-</u>	<u>617,613</u>

PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

36 SEGMENT INFORMATION

36.1 Nine months period ended

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
September 30, 2024								
Gross written premium	5,103,758,216	107,277,590	414,463,980	1,454,229,089	318,112,629	7,290,563,724	6,593,640,059	21,282,045,287
Unearned-Opening	1,478,547,379	18,449,715	85,469,507	506,421,391	6,287,785,687	4,362,324,668	3,496,916,770	16,235,915,117
Unearned-Closing	2,147,511,713	26,801,541	175,778,052	792,583,606	2,522,649,794	5,004,115,843	4,153,601,399	14,823,041,948
Premium earned	4,434,793,882	98,925,764	324,155,435	1,168,066,874	4,083,248,522	6,648,772,549	5,936,955,430	22,694,918,456
Reinsurance-Ceded								
Prepaid reinsurance-Opening	3,414,261,118	-	364,187,721	1,205,904,458	262,849,436	6,226,440,454	1,299,137,319	12,772,780,506
Prepaid reinsurance-Closing	788,452,964	-	73,320,788	441,422,065	5,854,244,079	4,154,034,574	588,735,355	11,900,209,825
Reinsurance expenses	1,442,505,305	-	153,271,056	716,000,159	2,352,906,125	4,610,134,987	762,808,325	10,037,625,957
Net insurance premium	2,760,208,777	-	284,237,453	931,326,364	3,764,187,390	5,770,340,041	1,125,064,349	14,635,364,374
Commission income	1,674,585,105	98,925,764	39,917,982	236,740,510	319,061,132	878,432,508	4,811,891,081	8,059,554,082
Net underwriting income (A)	1,836,222,604	-	68,517,846	312,334,609	495,920,981	1,453,118,341	4,841,599,266	9,106,639,411
Insurance claims paid								
Outstanding-Opening	712,376,070	4,994,534	384,323,073	36,166,015	74,359,558	2,782,891,199	2,698,745,926	6,693,856,375
Outstanding-Closing	4,146,521,448	70,913,769	124,041,223	350,040,714	3,138,534,650	14,682,442,200	3,420,152,392	25,932,646,396
Insurance claims expenses	3,722,346,160	73,318,137	150,896,057	429,732,628	2,802,576,616	14,194,169,977	3,618,795,689	24,991,835,264
Reinsurance recoveries received	288,200,782	7,398,902	411,177,907	115,857,929	(261,598,476)	2,294,618,976	2,897,389,223	5,753,045,243
Recovery-Opening	-	-	318,422,159	-	45,544,467	2,493,369,947	434,966,949	3,292,303,522
Recovery-Closing	713,250,470	-	17,106,508	9,504,871	2,878,857,616	13,731,826,215	855,639,478	18,206,185,158
Insurance claims recovered from reinsurers	419,304,945	-	48,493,968	9,504,871	2,570,824,147	12,815,736,693	693,231,024	16,557,095,648
Net claims	(293,945,525)	-	349,809,619	-	(262,489,002)	1,577,280,425	272,558,495	1,643,214,012
Commission expense	582,146,307	7,398,902	61,368,288	115,857,929	890,526	717,338,551	2,624,830,728	4,109,831,231
Management expense	253,969,736	9,072,584	19,767,098	65,843,658	106,805,338	325,990,809	1,028,850,793	1,810,500,016
Net insurance claims and expenses (B)	253,716,403	15,281,916	6,166,475	43,857,420	49,288,125	131,858,675	954,584,396	1,454,753,410
Underwriting results (C=A-B)	1,089,832,446	31,753,402	87,301,861	225,559,007	156,983,989	1,175,188,035	4,608,265,917	7,374,884,657
Net investment income	746,390,158	67,172,362	(18,784,015)	86,775,602	338,936,992	277,930,306	233,333,349	1,731,754,754
Rental income								2,519,954,826
Other income								110,383,042
Finance Cost								337,848,438
Other expenses								(6,769,011)
Profit before tax	1,977,939,559	2,332,858	212,114,213	766,102,783	4,986,130,975	17,761,599,276	2,150,333,207	4,659,664,322
Segment assets								4,659,664,322
Unallocated assets								27,856,552,871
Segment liabilities								49,908,921,828
Unallocated liabilities								77,765,474,699
								40,568,674,294
								18,365,210,165
								58,933,884,459

PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

September 30, 2023	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
Gross written premium	5,405,761,999	224,797,776	341,439,137	1,297,121,327	666,926,965	9,536,496,335	6,880,881,327	24,353,424,866
Unearned-Opening	500,178,705	113,176,377	41,549,187	131,555,951	4,700,022,226	3,756,048,541	2,805,378,693	12,047,709,680
Unearned-Closing	2,273,441,642	7,379,700	170,472,413	734,290,280	1,626,374,211	5,868,510,191	4,263,758,807	14,944,227,244
<b>Premium earned</b>	3,632,499,062	330,394,453	212,515,911	694,186,998	3,740,374,980	7,424,034,685	5,422,501,213	21,456,907,302
Reinsurance-Ceded	4,074,345,826	67,440,705	293,539,943	948,982,324	468,378,287	8,618,851,822	1,506,398,221	15,977,937,128
Prepaid reinsurance-Opening	38,243,295	89,749,062	23,645,065	80,900,326	4,408,006,288	3,516,750,039	783,025,375	8,940,328,450
Prepaid reinsurance-Closing	1,598,528,016	-	147,447,299	674,394,441	1,424,143,799	5,680,307,536	935,181,644	10,460,002,735
<b>Reinsurance expenses</b>	2,514,061,105	157,189,767	169,737,709	355,497,209	3,452,240,776	6,455,294,325	1,354,241,952	14,458,262,843
Net insurance premium	1,118,437,957	173,404,686	42,778,202	338,689,789	288,334,204	968,740,360	4,068,259,261	6,998,644,459
Commission income	134,290,926	15,718,976	17,023,175	24,256,284	177,824,696	563,273,723	19,331,803	951,719,583
<b>Net underwriting income (A)</b>	1,252,728,883	189,123,662	59,801,377	362,946,073	466,158,900	1,532,014,083	4,087,591,064	7,950,364,042
Insurance claims paid	(48,157,835)	1,465,711	5,834,308	13,690,360	225,115,366	3,098,973,752	2,072,092,337	5,369,013,999
Outstanding-Opening	3,497,442,825	59,944,602	65,000,872	102,343,570	1,011,311,668	13,036,590,766	3,488,752,930	21,261,387,233
Outstanding-Closing	4,213,265,311	76,817,510	79,122,377	222,823,938	1,027,599,384	11,813,881,430	3,988,637,239	21,422,147,189
<b>Insurance claims expenses</b>	667,664,651	18,338,619	19,955,513	134,170,728	241,403,082	1,876,264,416	2,571,976,646	5,529,773,955
Reinsurance recoveries received	-	-	254,330	-	154,971,080	3,019,204,238	-	3,174,429,648
Recovery-Opening	410,710,801	5,425,012	14,565,192	13,933,067	916,208,568	12,046,311,977	1,013,554,694	14,420,709,311
Recovery-Closing	389,566,753	5,425,012	14,144,136	13,933,067	916,208,568	10,399,886,688	710,877,157	12,450,041,381
<b>Insurance claims recovered from reinsures</b>	(21,444,048)	-	(166,726)	-	154,971,080	1,372,778,949	(302,677,537)	1,203,761,718
Net claims	688,808,699	18,338,619	20,122,539	134,170,728	86,432,002	503,485,467	2,874,654,183	4,326,012,237
Commission expense	191,474,357	19,294,278	12,689,654	38,390,873	89,376,790	367,895,896	981,515,418	1,700,637,266
Management expense	163,650,874	25,372,734	6,179,026	49,557,402	42,189,327	141,746,984	594,302,739	1,023,199,086
<b>Net insurance claims and expenses (B)</b>	1,043,933,930	63,005,631	38,991,219	222,119,003	217,998,119	1,013,128,347	4,450,672,340	7,049,848,589
<b>Underwriting results (C=A-B)</b>	208,794,953	126,118,031	20,810,158	140,827,070	248,160,781	518,885,736	(363,081,276)	900,515,453
Net investment income								1,571,223,030
Rental income								123,482,733
Other income								486,256,215
Fair value gain on investment property								80,841,173
Finance cost								(2,899,730)
Other expenses								(8,650,754)
<b>Profit before tax</b>								3,150,768,120
Segment assets	2,106,640,982	5,986,680	171,407,053	725,492,894	2,388,477,471	16,341,759,221	2,336,712,192	24,076,476,493
Unallocated assets								42,633,290,452
Segment liabilities	6,578,808,245	84,197,210	264,339,520	1,010,035,341	2,705,896,819	18,248,327,937	8,274,382,529	37,165,987,601
Unallocated liabilities								13,726,170,638
								50,892,158,239

PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

36.2 Three months period ended

	September 30, 2024						
	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty
	Rupees						
							Total
Gross written premium	1,493,377,572	5,348,523	2,636,829	503,074,445	214,531,657	3,833,529,732	9,201,374,264
Unearned-Opening	2,072,063,298	50,778,739	261,932,917	673,197,586	3,630,203,532	3,203,074,964	12,956,163,308
Unearned-Closing	2,147,311,713	26,801,541	175,778,052	792,583,606	2,522,649,794	5,004,115,843	14,823,041,948
<b>Premium earned</b>	<b>1,418,229,157</b>	<b>29,325,721</b>	<b>88,791,694</b>	<b>383,688,425</b>	<b>1,322,085,395</b>	<b>2,032,488,853</b>	<b>7,334,495,624</b>
Reinsurance-Ceded	648,667,270	-	-	440,323,831	174,116,931	3,560,293,622	5,294,631,152
Prepaid reinsurance-Opening	1,695,826,218	-	230,748,732	581,663,777	3,396,312,358	2,788,302,940	723,774,922
Prepaid reinsurance-Closing	1,442,405,305	-	153,271,056	716,000,159	2,352,906,125	4,610,134,987	762,808,325
<b>Reinsurance expenses</b>	<b>901,988,183</b>	<b>-</b>	<b>77,477,676</b>	<b>305,987,449</b>	<b>1,217,723,164</b>	<b>1,738,461,575</b>	<b>4,673,834,142</b>
Net insurance premium	516,340,974	29,325,721	11,314,018	77,700,976	104,362,231	294,027,278	1,627,390,284
Commission income	53,514,575	-	7,747,767	24,809,546	57,705,562	172,975,322	330,616,116
<b>Net underwriting income (A)</b>	<b>570,055,549</b>	<b>29,325,721</b>	<b>19,061,785</b>	<b>102,510,522</b>	<b>162,067,793</b>	<b>467,002,600</b>	<b>2,991,277,598</b>
Insurance claims paid	454,938,834	418,347	8,331,213	1,371,408	-	169,192,778	1,391,214,721
Outstanding-Opening	3,838,279,715	71,302,886	158,146,304	340,996,771	2,859,957,416	13,690,251,262	24,282,490,919
Outstanding-Closing	3,722,346,160	73,318,137	150,896,057	429,732,628	2,802,576,616	14,194,169,977	24,991,835,264
<b>Insurance claims expenses</b>	<b>339,005,279</b>	<b>2,433,598</b>	<b>1,080,966</b>	<b>90,107,265</b>	<b>(57,380,800)</b>	<b>673,111,493</b>	<b>2,100,559,066</b>
Reinsurance recoveries received	-	-	3,785,119	-	-	167,445,564	88,240,357
Recovery-Opening	419,304,945	-	51,182,233	9,504,871	2,627,818,375	12,333,970,769	16,135,012,217
Recovery-Closing	419,304,945	-	48,493,968	9,504,871	2,570,824,147	12,815,736,693	16,557,095,648
<b>Insurance claims recovered from reinsures</b>	<b>-</b>	<b>-</b>	<b>1,096,854</b>	<b>-</b>	<b>(56,994,228)</b>	<b>649,211,488</b>	<b>88,240,357</b>
Net claims	339,005,279	2,433,598	(15,888)	90,107,265	(386,572)	23,900,005	963,960,908
Commission expense	79,924,411	2,648,985	5,250,241	21,348,308	33,621,272	85,262,649	335,264,748
Management expense	44,163,094	2,687,474	990,459	15,075,499	10,437,390	26,107,913	390,346,439
<b>Net insurance claims and expenses (B)</b>	<b>463,092,784</b>	<b>7,770,057</b>	<b>6,224,812</b>	<b>126,534,072</b>	<b>43,672,090</b>	<b>135,270,567</b>	<b>1,689,572,095</b>
<b>Underwriting results (C=A-B)</b>	<b>106,962,765</b>	<b>21,555,664</b>	<b>12,836,973</b>	<b>(24,023,550)</b>	<b>118,395,703</b>	<b>331,732,033</b>	<b>519,141,121</b>
Provision for doubtful debts	-	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-	-
Rental income	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-
Finance cost	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-
<b>Profit before tax</b>	<b>1,977,939,559</b>	<b>2,332,858</b>	<b>212,114,213</b>	<b>766,102,783</b>	<b>4,986,130,975</b>	<b>17,761,599,276</b>	<b>27,856,552,871</b>
Segment assets	-	-	-	-	-	-	-
Unallocated assets	-	-	-	-	-	-	-
<b>Segment liabilities</b>	<b>5,961,001,600</b>	<b>100,119,678</b>	<b>342,001,214</b>	<b>1,280,173,726</b>	<b>5,436,861,618</b>	<b>19,657,048,915</b>	<b>40,568,074,294</b>
Unallocated liabilities	-	-	-	-	-	-	-
<b>Profit after tax</b>	<b>1,564,765,857</b>	<b>1,564,765,857</b>	<b>1,564,765,857</b>	<b>1,564,765,857</b>	<b>1,564,765,857</b>	<b>1,564,765,857</b>	<b>1,564,765,857</b>

PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

September 30, 2023	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
Gross written premium	1,582,307,257	10,095,048	7,092,671	586,193,117	585,123,605	4,861,198,328	3,240,639,722	10,872,649,748
Unearned-Opening	2,298,081,534	7,018,357	249,796,581	481,080,953	2,306,696,439	3,406,693,167	3,029,643,305	11,779,010,336
Unearned-Closing	2,273,441,642	7,379,700	170,472,413	734,290,280	1,626,374,211	5,868,510,191	4,263,758,807	14,944,227,244
<b>Premium earned</b>	1,606,947,149	9,733,705	86,416,839	332,983,790	1,265,443,833	2,399,381,304	2,006,524,220	7,707,432,840
Reinsurance-Ceded	873,360,184	-	(548,933)	521,216,715	468,378,287	4,716,836,400	584,348,606	7,163,591,259
Prepaid reinsurance-Opening	1,981,809,023	-	221,573,811	353,460,051	2,124,596,638	3,369,294,023	812,214,491	8,862,948,037
Prepaid reinsurance-Closing	1,598,228,016	-	147,447,299	674,394,441	1,424,143,799	5,680,307,536	935,181,644	10,460,002,735
<b>Reinsurance expenses</b>	1,256,641,191	-	73,577,579	200,282,325	1,168,831,126	2,405,822,887	461,381,453	5,566,536,561
Net insurance premium	350,305,958	9,733,705	12,839,260	132,701,465	96,614,707	(6,441,583)	1,545,142,767	2,140,896,279
Commission income	78,961,919	-	7,407,162	13,863,368	55,795,974	236,360,597	10,149,088	402,538,108
<b>Net underwriting income (A)</b>	429,267,877	9,733,705	20,246,422	146,564,833	152,410,681	229,919,014	1,555,291,855	2,543,434,387
Insurance claims paid	(88,946,677)	806,505	813,358	7,815,569	152,109,713	1,713,420,302	832,334,268	2,618,353,238
Outstanding-Opening	4,015,930,046	71,092,223	69,772,488	240,791,087	1,012,490,303	12,736,910,632	3,623,808,391	21,770,795,170
Outstanding-Closing	4,213,265,311	76,817,510	79,122,377	222,823,938	1,027,399,384	11,813,881,430	3,988,637,239	21,422,147,189
<b>Insurance claims expenses</b>	108,388,588	6,331,792	10,163,247	(10,151,580)	167,218,794	790,391,300	1,197,163,116	2,269,705,257
Reinsurance recoveries received	-	-	254,330	-	135,819,006	905,262,222	-	1,041,335,558
Recovery-Opening	389,566,753	5,425,012	14,144,136	13,933,067	916,208,568	1,705,262,222	710,877,157	1,841,335,558
Recovery-Closing	389,566,753	5,425,012	14,144,136	13,933,067	916,208,568	1,199,886,688	710,877,157	13,250,041,381
<b>Insurance claims recovered from reinsures</b>	-	-	254,330	-	135,819,006	905,262,222	-	1,041,335,558
Net claims	108,388,588	6,331,792	9,908,917	(10,151,580)	31,399,788	(114,870,922)	1,197,163,116	1,228,569,699
Commission expense	80,412,589	834,831	4,990,115	17,795,796	25,105,027	118,068,599	340,027,235	587,234,192
Management expense	41,515,088	(651,548)	1,418,625	16,804,508	11,705,229	(13,310,497)	191,532,108	249,013,513
<b>Net insurance claims and expenses (B)</b>	230,316,265	6,715,075	16,317,657	24,448,724	68,210,044	(10,112,820)	1,728,722,459	2,064,617,404
<b>Underwriting results (C=A-B)</b>	198,951,612	3,018,630	3,928,765	122,116,109	84,200,637	240,031,834	(173,430,604)	478,816,983
Provision for doubtful debts	-	-	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-	-	-
Rental income	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-
Finance cost	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
<b>Profit before tax</b>	210,640,982	5,986,680	171,407,053	725,492,894	2,388,477,471	16,341,759,221	2,336,712,192	617,220,911
Segment assets	-	-	-	-	-	-	-	50,555,165
Unallocated assets	-	-	-	-	-	-	-	116,087,348
Segment liabilities	6,578,808,245	84,197,210	264,339,520	1,010,035,341	2,705,896,819	18,248,327,937	8,274,382,529	37,165,987,601
Unallocated liabilities	-	-	-	-	-	-	-	13,726,170,638
	-	-	-	-	-	-	-	50,892,158,239

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024**

**37 TRANSACTIONS WITH RELATED PARTIES**

The related parties comprise of holding Company, associated companies, staff retirement fund, Directors and key management personnel. The transactions with related parties are in normal course of business. Transactions with related parties and remuneration and benefits to key management personnel under the terms of their employment are as follows:

	<b>(Unaudited)</b>	
	<b>Nine months period ended</b>	
	<b>September 30,</b>	<b>September 30, 2023</b>
	<b>2024</b>	
	<b>----- Rupees -----</b>	
<b>Major shareholder</b>		
<b>Government of Pakistan through</b>		
<b>Ministry of Commerce</b>		
Dividend paid during the year	<u>458,999,268</u>	<u>306,000,000</u>
<b>State Life Insurance Corporation of Pakistan</b>		
Dividend paid during the year	<u>219,696,603</u>	<u>146,464,402</u>
Insurance premium written during the year	<u>-</u>	<u>181,177,272</u>
<b>Related parties by virtue of GoP's holdings</b>		
Purchase of investment (T-Bills)	<u>7,015,777,222</u>	<u>10,647,495,500</u>
Purchase of investment (PIB)	<u>3,496,108,825</u>	<u>839,658,667,935</u>
<b>National Investment Trust Limited</b>		
Dividend received during the year	<u>29,700,000</u>	<u>77,220,000</u>
<b>National Insurance Company Limited</b>		
Premium due but unpaid	<u>10,468,111,935</u>	<u>10,729,548,945</u>
Insurance premium written during the year	<u>12,494,420,074</u>	<u>16,059,238,260</u>
Insurance commission paid	<u>(572,488,541)</u>	<u>(634,620,433)</u>
Insurance claims paid	<u>(2,984,932,905)</u>	<u>(3,299,985,841)</u>
Premium received	<u>(6,432,269,268)</u>	<u>(16,859,845,959)</u>
Balance at the end of year	<u>12,972,841,295</u>	<u>5,994,334,972</u>



PAKISTAN REINSURANCE COMPANY LIMITED  
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS  
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

38 EARNINGS PER SHARE - BASIC AND DILUTED

Basic earning per share is calculated by dividing the net profit for the period by the weighted average number of shares outstanding as at the period end as follows:

	(Unaudited) Nine months period ended		(Unaudited) Three months period ended	
	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023
Profit/(loss) after tax for the period	2,639,316,720	2,021,058,887	960,995,750	779,090,987
Weighted average number of ordinary shares (Number of shares)	900,000,000	900,000,000	900,000,000	900,000,000
Earning/(loss) per share - basic	2.93	2.25	1.07	0.87

39 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison. Significant reclassifications for purposes of correct presentation, are as under:


40 DATE OF AUTHORIZATION FOR ISSUE


30 OCT 2024


These condensed interim financial statements have been authorized for issue on \_\_\_\_\_ by the Board of Directors of the Company.


41 GENERAL


All figures have been rounded off to the nearest rupee unless otherwise stated.

  
 Chairman

  
 Director

  
 Director

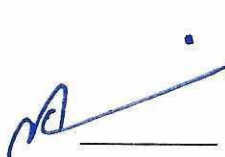

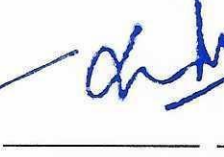
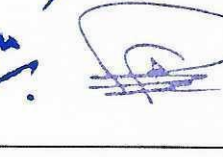
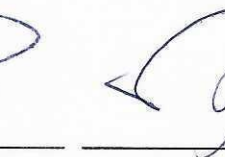
  
 Chief Executive Officer

  
 Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)  
AS AT SEPTEMBER 30, 2024

		Operator's Retakaful Fund		Participant's Retakaful fund	
		Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)	Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)
	Note	-----Rupees-----			
<b>ASSETS</b>					
Investments	6	201,646,442	23,555,412	786,875,591	115,763,546
Other receivable	7	5,061,045	12,890,905	10,362,798	70,244,193
Takaful/retakaful receivables	8	-	-	797,788,383	543,610,769
Receivables from Participant's/Operator's Retakaful fund - net	9	153,192,048	78,055,762	-	-
Qard-e-hasna to Participant's Retakaful Fund		300,000,000	300,000,000	-	-
Retakaful recoveries against outstanding claims		-	-	160,651,340	229,063,419
Deferred wakala fee	10	-	-	194,236,501	130,742,601
Deferred commission expense	11	187,512,768	114,413,227	-	-
Deferred tax asset	12	290,162	-	-	-
Prepayments	13	-	-	18,820,244	165,831,810
Bank balances	14	326,297,743	489,833,804	1,672,147,924	1,669,936,933
<b>TOTAL ASSETS</b>		<u>1,174,000,207</u>	<u>1,018,749,110</u>	<u>3,640,882,781</u>	<u>2,925,193,271</u>
<b>FUND AND LIABILITIES</b>					
<b>FUNDS ATTRIBUTABLE TO:</b>					
Operator's Retakaful Fund					
Statutory fund		600,000,000	600,000,000	-	-
Reserves	15	268,553,730	182,914,618	-	-
Total Operator's Funds		868,553,730	782,914,618	-	-
Participant's Retakaful Fund					
Seed money		-	-	1,000,000	1,000,000
Reserves	15	-	-	1,567,880,463	1,093,476,832
Balance of Participant's Takaful Fund		-	-	1,568,880,463	1,094,476,832
Qard-e-Hasna		-	-	300,000,000	300,000,000
		-	-	1,868,880,463	1,394,476,832
<b>LIABILITIES</b>					
Underwriting provisions					
Outstanding claims including IBNR	16	-	-	545,769,037	612,623,902
Unearned contribution reserves	17	-	-	971,182,504	653,713,006
		-	-	1,516,951,541	1,266,336,908
Unearned wakala fee	10	194,236,501	130,742,601	-	-
Takaful/retakaful payables	18	-	-	101,828,039	186,292,079
Payable to Participant/Operator's Retakaful Fund - net		-	34,598,043	-	-
Taxation - provision less payment	19	97,249,833	55,709,310	153,192,048	78,055,762
Deferred tax liability	12	-	485,982	-	-
Other creditors and accruals	20	1,226,206	1,564,619	30,690	31,690
Payable to related party	21	12,733,937	12,733,937	-	-
<b>TOTAL LIABILITIES</b>		<u>305,446,477</u>	<u>235,834,492</u>	<u>1,772,002,318</u>	<u>1,530,716,439</u>
<b>TOTAL EQUITY AND LIABILITIES</b>		<u>1,174,000,207</u>	<u>1,018,749,110</u>	<u>3,640,882,780</u>	<u>2,925,193,271</u>
<b>CONTINGENCIES AND COMMITMENTS</b>					
	22				

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

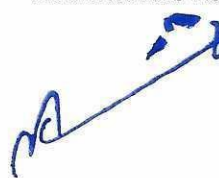



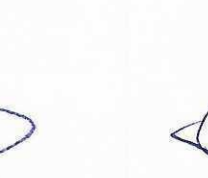






Chairman      Director      Director      Chief Executive Officer      Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION  
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

		Nine months period Ended		Three months period Ended	
		Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Sep 30, 2023
		-----Rupees-----			
	Note				
<b>Participant's Retakaful Fund</b>					
Contributions earned	23	1,298,388,977	994,794,976	474,202,509	353,733,090
Less: contributions ceded to retrotakaful		(147,011,566)	(81,532,381)	(42,827,920)	(27,173,646)
Net contribution revenue		1,151,377,411	913,262,595	431,374,589	326,559,444
Wakala expense	24	(259,677,795)	(198,958,995)	(94,840,502)	(70,746,618)
Net underwriting income		891,699,616	714,303,600	336,534,087	255,812,826
Net claims - reported/ settled - IBNR	25	(579,807,953)	(281,147,530)	121,899,566	(54,615,616)
Surplus / (Deficit) before investment income		311,891,663	433,156,070	458,433,653	201,197,210
Profit on bank deposit		190,272,450	88,846,060	69,098,997	-
Investment income		75,884,778	13,534,446	15,919,931	1,082,925
Less: Modarib's share of investment income and profit on bank deposit		(66,539,307)	(25,595,127)	(21,254,732)	(270,731)
		199,617,921	76,785,379	63,764,196	812,194
Surplus / (deficit) before taxation		511,509,584	509,941,449	522,197,849	202,009,404
Taxation	26	(45,272,265)	(15,095,086)	(14,309,163)	(156,440)
Surplus / (deficit) transferred to accumulated		466,237,319	494,846,363	507,888,686	201,852,964
<b>Operator's Retakaful Fund</b>					
Wakala fee income	24	259,677,795	198,958,995	94,840,502	70,746,618
Commission expense	27	(241,464,544)	(191,842,347)	(89,066,716)	(67,522,990)
General, administrative and management expenses	28	(13,018,477)	(17,772,680)	(3,198,281)	(5,001,654)
Cede money paid to participants' retakaful fund		5,194,775	(10,656,032)	2,575,505	(1,778,026)
Modarib's share of participant's investment income and profit on bank deposit		66,539,307	25,595,127	21,254,732	270,731
Investment income		18,711,159	2,727,080	4,171,182	220,941
Profit on bank deposit		44,421,675	31,999,034	14,263,698	-
		129,672,141	60,321,241	39,689,612	491,672
Profit before taxation		134,866,915	49,665,210	42,265,116	(1,286,354)
Taxation		(52,598,097)	(19,369,432)	(16,483,395)	501,678
Profit after taxation		82,268,818	30,295,778	25,781,721	(784,677)

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

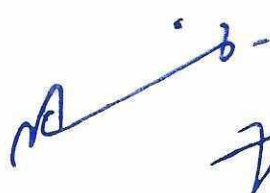

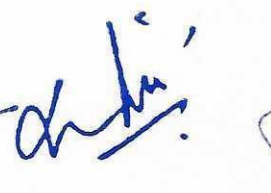


				
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer



PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION  
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)  
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	Nine months period Ended		Three months period Ended	
	Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Sep 30, 2023
	-----Rupees-----			
<b>Participant's Retakaful Fund</b>				
Surplus for the period	466,237,319	494,846,363	178,667,746	202,009,404
Other comprehensive loss for the period				
<b>Item that may be subsequently reclassified to profit or</b>				
Unrealised gain on 'available for sale' investments - net of tax	8,166,312	(405,487)	19,092,716	(3,114,690)
<b>Total comprehensive income for the period</b>	<u>474,403,631</u>	<u>494,440,876</u>	<u>197,760,462</u>	<u>198,894,714</u>
<b>Operator's Retakaful Fund</b>				
Profit after taxation	82,268,818	30,295,778	25,781,721	(784,676)
Other comprehensive loss for the period				
<b>Item that may be subsequently reclassified to profit or</b>				
Unrealised gain on 'available for sale investments' - net of tax	2,594,150	(73,326)	4,810,815	829,176
Deferred tax impact	776,144	-	-	-
	<u>3,370,294</u>	<u>(73,326)</u>	<u>4,810,815</u>	<u>829,176</u>
<b>Total comprehensive income for the period</b>	<u>85,639,112</u>	<u>30,222,452</u>	<u>30,592,536</u>	<u>44,500</u>

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

				
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION  
CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

Attributable to Operator's Retakaful Fund					
Statutory Fund	Reserves			Total	
	Capital	Revenue			
	Unrealized gain / (loss) on available for sale investment	Unappropriated Profit	Total Reserves		
-----Rupees-----					
Balance as at January 01, 2023 (Audited)	300,000,000	802,038	86,103,004	86,905,042	386,905,042
Increase in Statutory Fund	300,000,000				300,000,000
Total comprehensive income for the period					
Profit for the year	-	-	30,295,778	30,295,778	30,295,778
sale investments-net of tax	-	(73,326)	-	(73,326)	(73,326)
Deferred tax impact		351,976	-	351,976	351,976
	-	278,650	30,295,778	30,574,428	30,574,428
Effect of deferred tax due change in tax rate	-	(62,828)	-	(62,828)	(62,828)
Balance as at Sep 30, 2023 (Unaudited)	600,000,000	1,017,860	116,398,782	117,416,642	717,416,642
Balance as at January 01, 2024 (Audited)	600,000,000	1,342,622	181,571,997	182,914,619	782,914,619
Profit for the period	-	-	82,268,818	82,268,818	82,268,818
Unrealized loss on available for sale investments-net of tax	-	-			
Deferred tax impact		2,594,149	-	2,594,149	2,594,149
		776,144		776,144	776,144
		3,370,293	82,268,818	85,639,111	85,639,111
Balance as at Sep 30, 2024 (Unaudited)	600,000,000	4,712,915	263,840,815	268,553,730	868,553,730

Attributable to Participant's Retakaful Fund					
Seed money	Reserves			Total	
	Capital	Revenue			
	Unrealized (loss) on available for sale investment	Accumulated surplus	Total Reserves		
-----Rupees-----					
Balance as at January 01, 2023 (Audited)	1,000,000	5,616,119	439,468,051	445,084,170	446,084,170
Total comprehensive income for the period					
Surplus for the period	-	-	494,846,363	494,846,363	494,846,363
Unrealized loss on available for sale investments	-	(405,487)	-	(405,487)	(405,487)
	-	(405,487)	494,846,363	494,440,876	494,440,876
Balance as at Sep 30, 2023 (Unaudited)	1,000,000	5,210,632	934,314,414	939,525,046	940,525,046
Balance as at January 01, 2024 (Audited)	1,000,000	9,716,635	1,083,760,197	1,093,476,832	1,094,476,832
Surplus for the period	-	(2,691,268)	468,928,587	466,237,319	466,237,319
Unrealized loss on available for sale investments	-	8,166,312	-	8,166,312	8,166,312
	-	5,475,044	468,928,587	474,403,631	474,403,631
Balance as at Sep 30, 2024 (Unaudited)	1,000,000	15,191,679	1,552,688,784	1,567,880,463	1,568,880,463






The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

Chairman Director Director Chief Executive Officer Chief Financial Officer

**PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION**  
**CONDENSED INTERIM STATEMENT OF CASHFLOWS (UNAUDITED)**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2024**

	Operator's Retakaful Fund		Participant's Retakaful Fund	
	Sep 30, 2024	Sep 30, 2023	Sep 30, 2024	Sep 30, 2023
-----Rupees-----				
<b>Operating cash flow</b>				
<b>Retakaful activities</b>				
Contribution received	-	-	1,361,680,861	907,028,502
Retro takaful contribution paid	-	-	(84,464,040)	(130,799,927)
Benefits paid	-	-	(578,250,739)	(492,432,930)
Benefits recoveries from retro takaful	-	-	-	108,452,669
Commission paid	(314,564,084)	(227,087,953)	-	-
<b>Net cash (used in) / from retakaful activities</b>	(314,564,084)	(227,087,953)	698,966,083	392,248,314
<b>Other operating activities</b>				
Income tax paid	(11,057,574)	(5,108,223)	-	-
Management expenses paid	(13,018,477)	(17,772,680)	-	-
Other operating receipts/(payments)	287,468,121	261,650,868	(299,966,587)	(325,387,978)
<b>Net cash from/(used in) other operating activities</b>	263,392,070	238,769,965	(299,966,587)	(325,387,978)
<b>Total cash from/(used in) all operating activities</b>	(51,172,014)	11,682,012	398,999,495	66,860,336
<b>Investing activities</b>				
Payment for investments made	(175,496,880)	(2,318,024)	(662,945,733)	(11,504,239)
Receipt of profit on bank deposits	44,421,675	31,999,034	190,272,450	88,846,060
Receipt of investment income	18,711,159	2,727,080	75,884,778	13,534,446
<b>Total cashflow from investing activities</b>	(112,364,046)	32,408,091	(396,788,505)	90,876,267
<b>Financing activities</b>				
Statutory fund	-	300,000,000	-	-
<b>Total cash from financing activities</b>	-	300,000,000	-	-
<b>Net cash flow from/(used-in) all activities</b>	(163,536,061)	344,090,103	2,210,991	157,736,603
Cash and cash equivalents at beginning of the period	489,833,804	111,537,025	1,669,936,933	1,110,117,788
Cash and cash equivalents at end of the period	326,297,743	455,627,128	1,672,147,924	1,267,854,391
<b>Reconciliation to profit and loss</b>				
Operating cash flows	(51,172,014)	11,682,012	398,999,495	66,860,336
Receipt of Profit on bank deposits	44,421,675	31,999,034	190,272,450	88,846,060
Receipt of Investment income	18,711,159	2,727,080	75,884,778	13,534,446
(Decrease)/increase in operating assets other than cash	140,696,128	64,172,411	42,366,474	311,393,522
(Increase)/decrease in operating liabilities	(28,847,606)	(66,023,551)	(196,013,614)	29,301,084
Change in tax rate				
Other adjustments:				
Income tax paid	11,057,574	5,108,223	-	-
Profit/(deficit) before taxation	134,866,915	49,665,210	511,509,584	509,935,449
Provision for taxation	(52,598,097)	(19,369,432)	(45,272,265)	(15,095,086)
Profit after taxation	82,268,818	30,295,778	466,237,319	494,840,362

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

 _____ Chairman	 _____ Director	 _____ Director	 _____ Chief Executive Officer	 _____ Chief Financial Officer
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**PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2024**

**1 LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1 Pakistan Reinsurance Company Limited (the Company) is a public listed company incorporated in Pakistan on March 30, 2000 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Pakistan Reinsurance Company Limited - Window Retakaful Operations (the Operator) is listed on Pakistan Stock Exchange and is engaged in general retakaful business which comprise of fire, marine, aviation, engineering and accident. The registered office of the Operator is situated at PRC Tower. 32-A. Lalazar Drive. Maulvi Tamizuddin Khan Road, Karachi. Pakistan.
- 1.2 The Operator has been authorized to undertake Window Retakaful Operations on September 26, 2018 by Securities and Exchange Commission of Pakistan (SECP) under Takaful Rules, 2012 to carry on General Window Retakaful Operations in Pakistan. For the purpose of carrying on the Retakaful business, the Operator has formed a Waqf (Participants' Retakaful Fund) on September 26, 2018 under the Waqf Deed with a Cede money of Rs. 1,000,000.
- 1.3 The Waqf Deed and Participant Retakaful Fund Policies (Waqf Rules) govern the relationship of Operator, Waqf and Participants for management of Retakaful operations, investment of Waqf and Operator's Fund as approved by the Shariah Advisor of the Operator. The accounts of the Waqf are maintained by the Operator in a manner that the assets and liabilities of Waqf remain separately identifiable. The financial statements of the Operator are prepared in such a manner that the financial position and results from the operations of Waqf and the Operator are shown separately.
- 1.4 During the period, Participant's Retakaful fund of Window Retakaful Operations incurred a surplus of Rs. 466,237,319 (Sep 2023: Rs. 494,846,363 surplus), resulting in accumulated surplus of Rs. 1,552,688,784 (Sep 2023: Rs. 934,314,414) as of the date of statement of financial position. Further, as of that date total assets Participant's Retakaful fund exceed its total liabilities by Rs. 1,568,880,463 (Sep 2023: Rs. 940,525,046).

**2 BASIS OF PREPARATION**

**2.1 STATEMENT OF COMPLIANCE**

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International accounting standard (IAS 34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules 2017, General Takaful Accounting Regulations, 2019, Insurance Accounting regulations 2017 and Takaful Rules, 2012.

In case requirements differ, the provisions or directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules 2017, General Takaful Accounting Regulations, 2019, Insurance Accounting regulations 2017 and Takaful Rules, 2012 shall prevail.

- 2.2** These condensed interim financial statements do not include all the information and disclosures required for audited annual financial statements and should be read in conjunction with the annual financial statements of the Operator as at and for the year ended December 31, 2023 which have been prepared in accordance with accounting and reporting standards as applicable to insurance companies in Pakistan.
- 2.3** The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Operator for the year ended December 31, 2023, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in funds are extracted from the unaudited condensed interim financial statements for period ended Sep 30, 2023.

#### **2.4 Basis of measurement**

These condensed interim financial statements have been prepared on the historical cost basis except for certain investments that are stated at their fair value.

#### **2.5 Functional and presentation currency**

These condensed interim financial statements have been presented in Pakistani Rupees, which is also the functional currency.



### **3 USE OF JUDGEMENTS AND ESTIMATES**

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Operators' accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited financial statements of the company as at and for the year ended December 31, 2023.

### **4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same and are consistent with those followed in the preparation of the annual audited financial statements of the Operator for the year ended December 31, 2023.

#### **Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period**

These are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the company's accounting period beginning on or after January 01, 2024. These standards, interpretations and amendments are either not relevant to the company's operations or are not expected to have a significant effect on this condensed interim financial information except as disclosed in note 5.1 below.

#### **Standards, interpretations of and amendments to published approved accounting standards that are not yet effective**

The above amendments are not likely to have an impact on Company's condensed interim financial statements. In addition to above standards, there are certain new and amended standards, interpretations and amendments that are mandatory for accounting periods beginning on after 01 January 2024 but are considered not to be relevant to the Company's operations and therefore, are not detailed in these condensed interim financial statements.

### **5 INSURANCE AND FINANCIAL RISK MANAGEMENT**

The insurance and financial risk management objectives and policies are consistent with those disclosed in annual audited financial statements of the Operator for the year ended December 31, 2023.

## 6 INVESTMENTS

### Available for sale - Mutual Funds

	30-Sep-2024					
	Operator's Fund			Participant Retakaful Fund		
	Total cost of Investment	Market value	Unrealized gain/(loss)	Total cost of Investment	Market value	Unrealized gain/(loss)
	-----Rupees-----					
AL HAMRA ISLAMIC INCOME FUND	5,101,220	5,357,197	255,977	25,057,269	26,253,182	1,195,913
AL-AMEEN ISLAMIC SOVEREIGN FUND -Class-C	2,687,338	2,799,486	112,148	4,742,360	4,940,267	197,907
AL-AMEEN ISLAMIC CASH FUND	2,372,821	2,449,466	76,645	20,513,243	21,159,256	646,013
NBP ISLAMIC MAHANA AMDANI FUND	5,123,445	5,318,404	194,959	25,166,234	26,063,130	896,896
ABL ISLAMIC INCOME FUND	4,959,955	5,080,814	120,859	24,365,746	24,894,267	528,521
MEEZAN ROZANA AMDANI FUND - GROWTH-B	5,934,587	5,351,082	(583,505)	29,088,035	26,228,043	(2,859,992)
AL HAMRA ISLAMIC MONEY MARKET FUND	43,559,328	43,609,582	50,254	163,347,471	163,535,916	188,445
AL- AMEEN ISLAMIC CASH PLANE - 1 (AICP-1)	42,065,993	44,029,808	1,963,815	157,747,512	165,111,777	7,364,265
ABL ISLAMIC CASH FUND	43,617,306	43,617,306	-	163,564,899	163,564,899	-
HBL ISLAMIC MOENY MARKET FUND	42,157,638	44,033,297	1,875,659	158,091,144	165,124,854	7,033,710
	197,579,631	201,646,442	4,066,811	771,683,913	786,875,591	15,191,678

	31-December-2023					
	Operator's Fund			Participant Retakaful Fund		
	Total cost of Investment	Market value	Unrealized gain/(loss)	Total cost of Investment	Market value	Unrealized gain/(loss)
AL HAMRA ISLAMIC INCOME FUND	4,378,133	4,776,081	397,948	21,513,748	23,405,398	1,891,650
AL-AMEEN ISLAMIC SOVEREIGN FUND -Class-C	2,298,491	2,503,443	204,952	4,056,160	4,417,841	361,681
AL-AMEEN ISLAMIC CASH FUND	2,014,857	2,188,286	173,429	17,421,041	18,903,106	1,482,065
NBP ISLAMIC MAHANA AMDANI FUND (FORMERLY:NBP AITEMAAD MAHANA AMDANI FUND)	4,368,097	4,759,698	391,601	21,464,609	23,325,164	1,860,555
ABL ISLAMIC INCOME FUND	4,261,685	4,566,413	304,728	20,944,456	22,373,882	1,429,426
MEEZAN ROZANA AMDANI FUND - GROWTH-B	4,761,477	4,761,491	14	23,338,164	23,338,155	(9)
	22,082,740	23,555,412	1,472,672	108,738,178	115,763,546	7,025,368

Operator's Retakaful Fund		Participant's Retakaful Fund	
Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)	Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)
-----Rupees-----			

## 7 OTHER RECEIVABLES

Loan to employee	1,137,000	1,099,904	-	-
Accrued markup on bank deposits	3,924,045	11,791,001	10,363,798	35,646,150
Others	-	-	(1,000)	34,598,043
	<u>5,061,045</u>	<u>12,890,905</u>	<u>10,362,798</u>	<u>70,244,193</u>

7.1 This represents the amount, pertaining to receivable of Participant, erroneously received in the bank account of Window Retakaful Operator Fund

Participant's Retakaful Fund	
Sep 30, 2024 (Unaudited)	Dec 31, 2023 (Audited)
-----Rupees-----	

## 8 TAKAFUL/RETAKAFUL RECEIVABLES

### Due from takaful participants holders

Treaty retakaful	599,780,496	454,880,644
Facultative retakaful	260,806,877	151,529,115
	<u>860,587,373</u>	<u>606,409,759</u>
Less: provision for impairment	(62,798,990)	(62,798,990)
	<u>797,788,383</u>	<u>543,610,769</u>

### 8.1 Movement of provision for impairment

Opening balance	62,798,990	12,821,537
Provisions made during the period	-	49,977,453
Closing balance	<u>62,798,990</u>	<u>62,798,990</u>

		Operator's Retakaful Fund		Participant's Retakaful Fund		
		Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)	Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)	
Note		-----Rupees-----				
9	RECEIVABLE FROM PARTICIPANT'S RETAKAFUL FUND / (PAYABLE TO					
	Amount (payable) to / receivable from					
	Participant's Retakaful Fund Opening balance	9.1	78,055,762	(15,156,543)	(78,055,762)	15,156,543
	Wakala fee	9.2	323,171,695	303,473,943	(323,171,695)	(303,473,943)
	Modarib's share of participant's retakaful fund					
	investment income and bank profit	9.3	66,539,307	63,466,835	(66,539,307)	(63,466,835)
	Commission payable		(314,574,716)	(273,728,473)	314,574,716	273,728,473
			<u>153,192,048</u>	<u>78,055,762</u>	<u>(153,192,048)</u>	<u>(78,055,762)</u>
9.1	The amount is payable by the Operator to Participant's Retakaful Fund related to contribution received by the Operator from takaful participants.					
9.2	It represents the amount receivable from Participant's Retakaful Fund related to wakala fee charged at 20% (2023: 20%) of gross contribution written amounted to Rs. 1,615,858,475 (2023: Rs. 1,517,369,717 ).					
9.3	It represents Mudarib fee receivable against managing the investments and funds of participants at the rate 25% of all investment income and profit on bank deposits.					
10	UNEARNED WAKALA FEE / DEFERRED WAKALA FEE					
	Facultative business	10.1	15,759,492	13,759,587	15,759,492	13,759,587
	Treaty		178,477,009	116,983,015	178,477,009	116,983,015
			<u>194,236,501</u>	<u>130,742,602</u>	<u>194,236,501</u>	<u>130,742,602</u>
10.1	Facultative business					
	Fire		9,672,545	8,755,011	9,672,545	8,755,011
	Marine Cargo		77,613	29,088	77,613	29,088
	Marine Hull		117,000	-	117,000	-
	Accident		679,550	537,071	679,550	537,071
	Aviation		184,740	161,976	184,740	161,976
	Engineering		5,028,044	4,276,441	5,028,044	4,276,441
			<u>15,759,492</u>	<u>13,759,587</u>	<u>15,759,492</u>	<u>13,759,587</u>
11	DEFERRED COMMISSION EXPENSE					
	Facultative business	11.1	2,217,508	2,781,948	-	-
	Treaty		185,295,260	111,631,279	-	-
			<u>187,512,768</u>	<u>114,413,227</u>	<u>-</u>	<u>-</u>
11.1	Facultative business					
	Fire		2,006,991	2,591,119	-	-
	Marine Cargo		21,861	7,273	-	-
	Marine Hull		29,250	-	-	-
	Accident		147,969	116,779	-	-
	Engineering		11,437	66,777	-	-
			<u>2,217,508</u>	<u>2,781,948</u>	<u>-</u>	<u>-</u>

		Operator's Retakaful Fund		Participant's Retakaful Fund	
		Sep 30, 2024 (UnAudited)	December 31, 2023 (Audited)	Sep 30, 2024 (UnAudited)	December 31, 2023 (Audited)
Note		-----Rupees-----			
<b>12</b>	<b>DEFERRED TAX ASSET/(LIABILITY)</b>				
	Opening balance	485,982	182,212	-	-
	Deductible temporary differences on				
	Unrealized gain on available for sale investments			-	-
	Taxable temporary differences				
	Unrealized loss on available for sale investments	(776,144)	303,770	-	-
		<u>(290,162)</u>	<u>485,982</u>	<u>-</u>	<u>-</u>
<b>13</b>	<b>PREPAYMENTS</b>				
	Treaty business				
	Prepaid retakaful contribution ceded	-	-	18,820,244	165,831,810
<b>14</b>	<b>BANK BALANCES</b>				
	Cash at bank in:				
	Saving accounts	14.1 <u>326,297,743</u>	<u>489,833,804</u>	<u>1,672,147,924</u>	<u>1,669,936,933</u>
<b>14.1</b>	Profit sharing rate on modaraba account ranging from 18% to 20% (December 31 2023: 18% to 20 %) per annum.				
<b>15</b>	<b>RESERVES</b>				
	Revenue Reserves				
	Unappropriated profit / (loss)	263,840,815	181,571,997	1,552,688,784	1,083,760,197
	Capital Reserves				
	Unrealized (loss) /gain on available for sale reserve	4,712,915	1,342,621	15,191,679	9,716,635
		<u>268,553,730</u>	<u>182,914,618</u>	<u>1,567,880,463</u>	<u>1,093,476,832</u>
				Participant's Retakaful Fund	
				Sep 30, 2024 (UnAudited)	December 31, 2023 (Audited)
		-----Rupees-----			
<b>16</b>	<b>OUTSTANDING CLAIMS INCLUDING IBNR</b>	Note			
	Facultative business	16.1	90,351,682	95,757,455	
	Treaty		455,417,355	516,866,447	
		16.2	<u>545,769,037</u>	<u>612,623,902</u>	
<b>16.1</b>	<b>Facultative business</b>				
	Fire		74,720,409	84,527,963	
	Marine cargo		131,743	99,137	
	Marine hull		-	-	
	Accident		7,168,854	2,817,282	
	Engineering		<u>8,330,676</u>	<u>8,313,073</u>	
			<u>90,351,682</u>	<u>95,757,455</u>	

**16.2** The Securities and Exchange Commission of Pakistan (SECP) issued guidelines for estimation of Incurred but Not Reported (IBNR) claim reserves for non-life insurer companies through Circular No. 9 of 2016 dated March 09, 2016. The guidelines prescribe the standard method for estimation of IBNR claim reserves so as to bring industry wide-uniformity in respect of such estimation and to ensure adequacy of IBNR claims reserve. All non-life insurance companies are required to comply with these guidelines with effect from July 01, 2016.

However, on May 30, 2017, SECP issued separate guidelines for the Operator for estimation of Incurred but Not Reported (IBNR) claim through letter No. ID/PRDD/IBNR/2017/9695 which prescribe that, for the purposes of ascertaining IBNR claim reserves by the Operator, guidance is hereby extended, that the Company shall collect the data of IBNR claim reserves from the cedants (non-life insurers) and in accordance with its share in the reinsurance program (both on treaty and facultative basis) of the cedant(s) and it shall record its IBNR claim reserves.

On the basis of above SECP specified guidelines, the Company wrote letter to each ceding Company to share data of IBNR Claims Reserves in accordance with its share in the reinsurance program both for facultative and treaty business. However, none of the ceding companies shared their IBNR Claim Reserves. The Operator recorded Facultative and Treaty IBNR claim reserves on basis of actuarial valuation dated March 24, 2023 which amounts to Rs. 11.037 million.

		Participant's Retakaful Fund	
		Sep 30, 2024 (UnAudited)	December 31, 2023 (Audited)
		-----Rupees-----	
17	UNEARNED CONTRIBUTION RESERVES	Note	
	Facultative business	17.1	78,797,458
	Treaty		892,385,046
			971,182,504
			68,797,933
			584,915,073
			653,713,006
17.1	Facultative business		
	Fire		48,362,724
	Marine cargo		388,064
	Marine hull		585,000
	Accident		3,397,750
	Aviation		923,701
	Engineering		25,140,219
			78,797,458
			43,775,053
			145,438
			-
			2,685,353
			809,882
			21,382,207
			68,797,933
18	TAKAFUL/RETAKAFUL PAYABLES		
	Retakaful contribution payable		101,828,039
			186,292,079
		Operator's Retakaful Fund	Participant's Retakaful Fund
		Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)
		Sep 30, 2024 (Unaudited)	December 31, 2023 (Audited)
19	TAXATION- PROVISION LESS PAYMENT	Note	-----Rupees-----
	Balance at beginning of the period/year	(67,637,066)	(20,615,023)
	Income tax deducted at source on dividend income	3,658,100	443,821
	Income tax deducted at source on bank profit	19,327,230	11,483,932
	Payment of income tax	-	-
	Provision for current tax	(52,598,097)	(47,022,041)
	Balance at end of the period/year	(97,249,833)	(55,709,311)
			-
			(34,061,086)
			-
			-
20	OTHER CREDITORS AND ACCRUALS		
	Officers association payable	22,800	20,800
	Employee income tax payable	363,464	363,464
	PRCL employees professional tax payable		2,000
	Sindh sales tax payable	55,962	25,872
	Other Payable	-	-
	Income tax deducted at source	89,875	73,378
	Audit fee payable	528,500	853,500
	Miscellaneous creditors	165,605	225,605
		1,226,206	1,564,619
			30,690
			31,690
21	PAYABLE TO RELATED PARTY		
	Pakistan Reinsurance Company Limited	21.1	12,733,937
			12,733,937
			-
			-
21.1	Payable in respect of		
	Income tax	1,869,425	1,869,425
	Salaries	10,102,241	10,102,241
	Bonus	762,271	762,271
		12,733,937	12,733,937
			-
			-
22	CONTINGENCIES AND COMMITMENTS		
22.1	The Operator was served with a notice by Sindh Revenue Board (SRB) in 2016 for non filing of sales tax returns and raised sales tax liability via same notice on conventional reinsurance services provided by the Operator. Company has contested the notice and the case is pending with the Honorable High Court of Sindh. In case of unfavorable outcome of the said matter, the charge to profit or loss would to Rs. 118.7 million pertaining to nine months 2024 (2023: Rs. 156.6 millions) on retakaful operations excluding any additional penalty or default surcharge.		
22.2	There are no commitments as at Sep 30, 2024 (December 31 2023: Nil).		

		Nine months period Ended		Three months period Ended		
		Sep 30, 2024 (Unaudited)	Sep 30, 2023 (Unaudited)	Sep 30, 2024 (Unaudited)	Sep 30, 2023 (Unaudited)	
Note		-----Rupees-----				
23	NET CONTRIBUTION REVENUE					
	Written gross contribution	29	1,615,858,475	1,221,716,198	711,185,541	603,802,843
	Add: unearned contribution reserve opening	29	653,713,006	515,574,963	734,199,472	492,426,432
	Less: unearned contribution reserve closing		(971,182,504)	(742,496,185)	(971,182,504)	(742,496,185)
	Contribution earned		1,298,388,977	994,794,976	474,202,509	353,733,090
	Retakaful contribution ceded		-	41,499,473	-	41,499,473
	Add: prepaid retakaful contribution opening	29	165,831,810	87,351,654	61,648,164	32,992,919
	Less: prepaid retakaful contribution closing	29	(18,820,244)	(47,318,746)	(18,820,244)	(47,318,746)
	Retakaful expense		147,011,566	81,532,381	42,827,920	27,173,646
			1,151,377,411	913,262,595	431,374,589	326,559,444
24	WAKALA FEE/EXPENSE					
	Gross wakala fee		323,171,695	244,343,240	142,237,108	120,760,569
	Add: unearned Wakala fee opening		130,742,601	103,114,993	146,839,894	98,485,286
	Less: unearned Wakala fee closing		(194,236,501)	(148,499,237)	(194,236,501)	(148,499,237)
			259,677,795	198,958,996	94,840,502	70,746,618
25	NET CLAIMS - REPORTED / SETTLED - IBNR					
	Benefits/claims paid		578,250,739	492,432,930	309,091,351	178,802,529
	Less: outstanding benefits/claims including IBNR - opening		(612,623,902)	(721,865,204)	(732,960,822)	(745,591,446)
	Add: outstanding benefits / claims including IBNR - closing		545,769,037	625,337,514	545,769,037	625,337,514
	Claims expense		511,395,874	395,905,240	121,899,566	58,548,597
	Retakaful and other recoveries received		-	108,452,669	-	108,452,669
	Add: retakaful and other recoveries received- closing		160,651,340	237,085,750	229,063,419	237,085,750
	Less: retakaful and other recoveries received- opening		(229,063,419)	(230,780,709)	(229,063,419)	(341,605,438)
	Retakaful and other recoveries revenue		(68,412,079)	114,757,710	-	3,932,981
	Net claims expenses		579,807,953	281,147,530	121,899,566	54,615,616
26	TAXATION PARTICIPANT RETAKAFUL FUND					
	Current tax-deducted at source		(45,272,265)	(15,095,086)	(14,309,163)	(156,440)
			(45,272,265)	(15,095,086)	(14,309,163)	(156,440)
27	COMMISSION EXPENSE					
	Commission paid or payable		314,564,084	227,087,953	132,708,630	120,667,335
	Add: deferred commission expense opening	29	114,413,227	103,795,712	143,870,854	85,896,973
	Less: deferred commission expense closing		(187,512,768)	(139,041,318)	(187,512,768)	(139,041,318)
			241,464,544	191,842,347	89,066,716	67,522,990
28	GENERAL, ADMINISTRATIVE AND					
	Salaries, allowance and other benefits		10,358,326	15,029,389	2,408,966	4,226,923
	Shariah advisor fee		2,030,445	2,415,491	676,815	774,731
	Auditor's remuneration		360,000	327,800	18,000	-
	Others		269,706	-	94,500	-
			13,018,477	17,772,680	3,198,281	5,001,654

## PARTICIPANT'S RETAKAFUL FUND

Nine months ended September 30, 2024					
	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
	-----Rupees-----				
Gross written contribution	134,106,574	1,838,806	14,267,746	1,465,645,349	1,615,858,475
Unearned contribution-opening	65,157,260	145,438	3,495,235	584,915,073	653,713,006
Unearned contribution-closing	73,502,943	973,064	4,321,451	892,385,046	971,182,504
<b>Contribution earned</b>	<b>125,760,891</b>	<b>1,011,180</b>	<b>13,441,530</b>	<b>1,158,175,376</b>	<b>1,298,388,977</b>
Retakaful-Ceded	-	-	-	-	-
Prepaid retakaful-opening	-	-	-	165,831,810	165,831,810
Prepaid retakaful-closing	-	-	-	18,820,244	18,820,244
<b>Retakaful expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>147,011,566</b>	<b>147,011,566</b>
Net contribution	125,760,891	1,011,180	13,441,530	1,011,163,810	1,151,377,411
Rebate	-	-	-	-	-
<b>Net underwriting income (A)</b>	<b>125,760,891</b>	<b>1,011,180</b>	<b>13,441,530</b>	<b>1,011,163,810</b>	<b>1,151,377,411</b>
Benefits paid	19,551,437	-	757,552	557,941,750	578,250,739
Outstanding benefits/claims-opening	92,841,036	99,137	2,817,282	516,866,447	612,623,902
Outstanding benefits/claims-closing	83,051,085	131,743	7,168,854	455,417,355	545,769,037
<b>Claims expenses</b>	<b>9,761,486</b>	<b>32,606</b>	<b>5,109,124</b>	<b>496,492,658</b>	<b>511,395,874</b>
Retakaful recoveries received	-	-	-	-	-
Retakaful recoveries against outstanding claims-opening	-	-	-	229,063,419	229,063,419
Retakaful recoveries against outstanding claims-closing	-	-	-	160,651,340	160,651,340
<b>Retakaful recoveries revenue</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(68,412,079)</b>	<b>(68,412,079)</b>
Net benefit expenses	9,761,486	32,606	5,109,124	564,904,737	579,807,953
Wakala fee	25,152,178	202,236	2,688,306	231,635,075	259,677,795
Management expense	-	-	-	-	-
Contribution deficiency expense	-	-	-	-	-
<b>Net benefits and expenses (B)</b>	<b>34,913,664</b>	<b>234,842</b>	<b>7,797,430</b>	<b>796,539,812</b>	<b>839,485,748</b>
<b>Underwriting results (C=A-B)</b>	<b>90,847,227</b>	<b>776,338</b>	<b>5,644,100</b>	<b>214,623,998</b>	<b>311,891,663</b>
Profit on bank deposits					190,272,450
Modarib share of PTF investment income and bank					(66,539,307)
Investment income					75,884,778
<b>Profit before tax</b>					<b>511,509,584</b>
Segment Assets	14,700,589	194,613	864,290	357,948,593	373,708,085
Unallocated Assets					3,267,174,696
					<b>3,640,882,781</b>
Segment Liabilities	156,554,028	1,104,807	11,490,305	1,347,802,401	1,516,951,541
Unallocated Liabilities					255,050,777
					<b>1,772,002,318</b>
<b>OPERATOR'S RETAKAFUL FUND</b>					
Wakala fee	25,152,178	202,236	2,688,306	231,635,075	259,677,795
Commission	(6,256,380)	(60,710)	(554,949)	(234,592,505)	(241,464,544)
Management expenses	(1,260,959)	(10,139)	(134,773)	(11,612,606)	(13,018,477)
<b>Segment Results</b>	<b>17,634,839</b>	<b>131,387</b>	<b>1,998,584</b>	<b>(14,570,035)</b>	<b>5,194,775</b>
Profit on bank deposits					44,421,675
Modarib share of PTF investment income and bank profit					66,539,307
Investment income					18,711,159
<b>Profit before tax</b>					<b>134,866,915</b>
Segment Assets	2,018,428	51,111	147,969	185,295,260	187,512,768
Unallocated Assets					986,487,439
					<b>1,174,000,207</b>
Segment Liabilities	14,700,589	194,613	864,290	178,477,009	194,236,501
Unallocated Liabilities					111,209,976
					<b>305,446,477</b>

**PARTICIPANT'S RETAKAFUL FUND**

Nine months ended September 30, 2023					
	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
	-----Rupees-----				
Gross written contribution	133,639,321	1,832,052	5,348,696	1,080,896,129	1,221,716,198
Unearned contribution-opening	29,302,693	182,303	2,807,774	483,282,193	515,574,963
Unearned contribution-closing	67,522,115	205,541	2,077,123	672,691,406	742,496,185
<b>Contribution Earned</b>	95,419,899	1,808,814	6,079,347	891,486,916	994,794,976
Retakaful-ceded	-	-	-	41,499,473	41,499,473
Prepaid Retakaful-opening	-	-	-	87,351,654	87,351,654
Prepaid Retakaful-closing	-	-	-	47,318,746	47,318,746
<b>Retakaful Expenses</b>	-	-	-	81,532,381	81,532,381
Net contribution	95,419,899	1,808,814	6,079,347	809,954,535	913,262,595
Rebate	-	-	-	-	-
<b>Net underwriting income (A)</b>	95,419,899	1,808,814	6,079,347	809,954,535	913,262,595
Benefits/claims paid	14,528,651	-	-	477,904,279	492,432,930
Outstanding benefits/claims-opening	92,981,163	145,896	3,721,474	625,016,671	721,865,204
Outstanding benefits/claims-closing	78,847,676	145,896	3,363,219	542,980,723	625,337,514
<b>Claims expenses</b>	395,164	-	(358,255)	395,868,331	395,905,240
Retakaful recoveries received	-	-	-	108,452,669	108,452,669
Retakaful recoveries against outstanding claims-	-	-	-	230,780,709	230,780,709
Retakaful recoveries against outstanding claims-	-	-	-	237,085,750	237,085,750
<b>Benefits recovered from retro takaful</b>	-	-	-	114,757,710	114,757,710
Net benefit expenses	395,164	-	(358,255)	281,110,621	281,147,530
Wakala Fee	19,083,980	361,763	1,215,869	178,297,383	198,958,995
Management expense	-	-	-	-	-
<b>Net benefits and expenses (B)</b>	19,479,144	361,763	857,614	459,408,004	480,106,525
<b>Underwriting results (C=A-B)</b>	75,940,755	1,447,051	5,221,733	350,546,531	433,156,070
Profit on bank deposits					88,846,060
Modarib share of PTF investment income and bank					(25,595,127)
Investment income					13,534,446
<b>Profit before tax</b>					509,941,449
Segment assets	13,504,423	41,108	415,425	418,942,777	432,903,733
Unallocated assets					2,206,833,884
					2,639,737,617
Segment liabilities	146,369,791	351,437	5,440,342	1,215,672,129	1,367,833,699
Unallocated liabilities					31,384,872
					1,399,218,571
<b>OPERATOR'S RETAKAFUL FUND</b>					
Wakala Fee	19,083,980	361,763	1,215,869	178,297,383	198,958,995
Commission	(6,471,975)	(147,437)	(304,745)	(184,918,190)	(191,842,347)
Management Expenses	(1,704,741)	(32,316)	(108,612)	(15,927,012)	(17,772,680)
<b>Segment Results</b>	10,907,265	182,010	802,512	(22,547,819)	(10,656,032)
Profit on bank deposits					31,999,034
Modarib share of PTF investment income and bank					25,595,127
Investment income					2,727,080
<b>Deficit before tax</b>					49,665,210
Segment Assets	2,690,054	10,800	99,842	136,240,622	139,041,318
Unallocated Assets					811,078,731
					950,120,049
Segment Liabilities	13,504,423	41,108	415,425	134,538,281	148,499,237
Unallocated Liabilities					84,204,172
					232,703,409



### 30 FAIR VALUE MEASUREMENT

All assets and liabilities for which fair value is measured or disclosed in the financial statements are categorised within the fair value hierarchy, described as follows, based on the lowest level input that is significant to the fair value measurement as a whole:

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities,

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable,

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	Fair value measurement using			
	Level 1	Level 2	Level 3	Total
	----- Rupees -----			
<b>PARTICIPANT'S RETAKAFUL FUND</b>				
<b>September 30, 2024 (Un-audited)</b>				
Open end mutual funds	786,875,591	-	-	<b>786,875,591</b>
<b>OPERATOR'S RETAKAFUL FUND</b>				
<b>September 30, 2024 (Un-audited)</b>				
Open end mutual funds	201,646,442	-	-	<b>201,646,442</b>
<b>PARTICIPANT'S RETAKAFUL FUND</b>				
<b>December 31, 2023 (Audited)</b>				
Open end mutual funds	115,763,546	-	-	<b>115,763,546</b>
<b>OPERATOR'S RETAKAFUL FUND</b>				
<b>December 31, 2023 (Audited)</b>				
Open end mutual funds	23,555,412	-	-	<b>23,555,412</b>

31 SUBSEQUENT NON ADJUSTING EVENTS

There are no significant subsequent events that need to be disclosed for the period ended Sep 30, 2024.

32 CORRESPONDING FIGURES

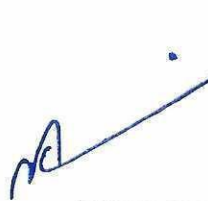

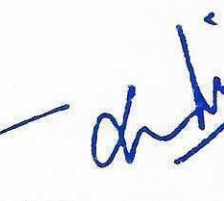


Corresponding figures have been rearranged and reclassified wherever necessary, for the purpose of comparison and better presentation. No significant rearrangement or reclassifications were made in these financial statement during the current year.

33 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 30 OCT 2024 by the Board of Directors of the Operator.

34 GENERAL

Figures have been rounded off to the nearest rupee unless otherwise stated.

				
Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer