

**Directors' Report**  
**For Six Months Ended June 30, 2025**

**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 the Company for the second quarter ended June 30, 2025.

**Review of Conventional Business Activities**

The gross written premium is Rs.17,107 million against Rs. 12,080 million for the corresponding period of last year, showing an increase of Rs. 5,027 million (41.61%). The net premium is Rs. 4,828 million against Rs. 5,399 million, showing a decrease of Rs. 571 million i.e. (-10.58%). The net commission expense for the period is Rs. 592 million as compared to Rs. 530 million, showing an increase of Rs. 62 million (11.69%). The net claims and acquisition expenses are Rs. 4,106 million against Rs. 3,246 million, showing an increase of Rs. 860 million (26.49%).

The underwriting loss after management expenses for the period under review is Rs. 246 million as compared to profit of Rs.1,187 million for the corresponding periods last year showing a decrease of Rs. 1,433 million i.e. -120%.

The income from investment, rental and other income for the period under review is recorded as Rs. 2,011 million, as compared to Rs. 1,930 million in the corresponding period of last year, showing an increase of Rs. 81 million i.e. 4.2%.

The profit before tax for the period under review is Rs. 1,729 million, as compared to Rs. 3,070 million recorded in the corresponding period last year, showing a decrease of Rs. 1,341 million i.e. (-43.68%).

The profit after tax for the period under review is Rs. 1,131 million, as compared to Rs. 1,685 million in the corresponding period of last year showing a decrease of Rs. 554 million (-32.88%) resulting in earnings per share of Rs. 1.26 as compared to Rs. 1.87 for the corresponding period of last year showing a decrease of Rs. 0.61 per share (-32.62%).

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

### **Participants' Retakaful Fund**

The gross written contribution is Rs. **770** million against Rs. 904 million for the corresponding period of last year, showing a decrease of Rs. 134 million (-14.82%). The net contribution is Rs. **911** million against Rs. 720 million, showing an increase of Rs. 191 million (26.52%). The wakala expense for the period is Rs. **203** million as compared to Rs. 164 million, showing an increase of Rs. 39 million (23.78%). The net claim expense for the period is Rs. **361** million as compared to Rs. 372 million, showing a decrease of Rs. 11 million (-2.96%), The income from investment and bank deposits for the period under review is recorded as Rs. **171** million, as compared to Rs. 181 million in the corresponding period of last year, showing a decrease of Rs. 10 million (-5.52%).

### **Operator's Retakaful Fund**

The wakala income for the period is Rs. **203** million as compared to Rs. 165 million, showing an increase of Rs. 38 million (23.03%). The commission expense for the period is Rs. **202** million as compared to Rs. 152 million, showing an increase of Rs. 50 million (32.89%). The general administrative & management expense for the period is Rs. **10.3** million as compared to Rs. 9.8 million, showing an increase of Rs. 0.5 million (5.10%), The income from investment and bank deposits for the period under review are recorded as Rs. **36.26** million, as compared to Rs. 44.6 million in the corresponding period of last year, showing a decrease of Rs. 8.34 million (-18.7%).

The profit after tax for the period under review is Rs. **42.08** million, compared to Rs. 56.4 million in the corresponding period of last year showing a decrease of Rs. 14.32 million. (-25.39%)

### **Future Outlook**

The first half of 2025 showed encouraging signs of recovery and growing stability in Pakistan's economy, supported by improved fiscal discipline and a narrowing current account deficit. Nonetheless, the overall environment remains volatile due to ongoing structural challenges such as energy supply constraints and fluctuations in agricultural output. A key development was the pause in monetary easing, as the central bank maintained a steady and prudent stance amid a more stable rupee and expectations that headline inflation will remain

within the 5–7% range for the year. The Company remains vigilant, adapting its strategy in response to evolving macroeconomic conditions while maintaining a measured and forward-looking approach. With proactive management, we are cautiously targeting steady progress in the second half of the year.

### **Acknowledgment**

The Directors of the Company would like to express their gratitude to our valued clients, cedent, retrocessionaires, business partners, the Securities and Exchange Commission of Pakistan, and the Pakistan Stock Exchange for their professional support and guidance.

We also extend our gratitude to our shareholders for their continued trust and confidence in the Company, and we assure them of our unwavering commitment to excellence in the future. Lastly, the Directors would like to acknowledge the hard work and dedication of the Company's officers and staff.

For and on behalf of the Board of Directors.

  
Chairman Board  
Karachi: August 2025

August 29, 2025

  
MUHAMMAD JUNAID MOTI  
Chief Executive Officer  
Pakistan Reinsurance Company Ltd  
Karachi

ڈائریکٹرز کی رپورٹ

برائے ششماہی مالی مدت ختم شدہ 30 جون 2025

محترم شیئر ہولڈرز،

پاکستان ری انشورنس کمپنی لمیٹڈ

یہ امر باعث مسرت ہے کہ بورڈ آف ڈائریکٹرز کی جانب سے کمپنی کے دوسرے سہ ماہی (ختم شدہ 30 جون 2025) کے لیے کنڈینسڈ انٹیرم فنانشل اسٹیٹمنٹس پیش کر رہا ہوں۔

روایتی کاروباری سرگرمیوں کا جائزہ

گراس رٹن پریمیم 17,107 ملین روپے رہا جو گزشتہ سال کی اسی مدت کے 12,080 ملین روپے کے مقابلے میں 5,027 ملین روپے (41.61%) زیادہ ہے۔ نیٹ پریمیم 4,828 ملین روپے رہا جو گزشتہ سال کے 5,399 ملین روپے کے مقابلے میں 571 ملین روپے (10.58%) کم ہے۔ اس مدت کے لیے نیٹ کمیشن اخراجات 592 ملین روپے رہے جبکہ گزشتہ سال 530 ملین روپے تھے، اس طرح 62 ملین روپے (11.69%) کا اضافہ ظاہر ہوا۔ نیٹ کلیمز اور اکوزیشن اخراجات 4,106 ملین روپے رہے جو گزشتہ سال کے 3,246 ملین روپے کے مقابلے میں 860 ملین روپے (26.49%) زیادہ ہیں۔

اس مدت میں مینجمنٹ اخراجات کے بعد انڈر رائٹنگ نقصان 246 ملین روپے رہا، جو گزشتہ سال کی اسی مدت میں حاصل شدہ 1,187 ملین روپے منافع کے مقابلے میں 1,433 ملین روپے (120%) کمی کو ظاہر کرتا ہے۔

اس عرصہ میں سرمایہ کاری، کرایہ اور دیگر آمدنی 2,011 ملین روپے ریکارڈ ہوئی، جو گزشتہ سال کی اسی مدت میں 1,930 ملین روپے تھی، اس طرح 81 ملین روپے (4.2%) کا اضافہ ظاہر ہوا۔

اس مدت کے لیے ٹیکس سے قبل منافع 1,729 ملین روپے رہا جو گزشتہ سال کی اسی مدت میں 3,070 ملین روپے تھا، اس طرح 1,341 ملین روپے (43.68%) کمی کو ظاہر کرتا ہے۔



ٹیکس کے بعد منافع 1,131 ملین روپے رہا جو گزشتہ سال کے 1,685 ملین روپے کے مقابلے میں 554 ملین روپے (32.88% -) کی کونٹا ہر کرتا ہے۔ نتیجتاً رننگز فی شیئر 1.26 روپے رہی جو گزشتہ سال 1.87 روپے فی شیئر تھی، اس طرح 0.61 روپے فی شیئر (32.62% -) کی ظاہر ہوئی۔

#### ونڈو ری-تکافل کاروباری سرگرمیوں کا جائزہ پارٹیشنس ری-تکافل فنڈ

گراس رٹن کنٹری بیوشن 770 ملین روپے رہا جو گزشتہ سال کی اسی مدت کے 904 ملین روپے کے مقابلے میں 134 ملین روپے (14.82% -) کم ہے۔ نیٹ کنٹری بیوشن 911 ملین روپے رہا جو گزشتہ سال کے 720 ملین روپے کے مقابلے میں 191 ملین روپے (26.52% -) زیادہ ہے۔ اس مدت میں وکالہ اخراجات 203 ملین روپے رہے جو گزشتہ سال 164 ملین روپے تھے، اس طرح 39 ملین روپے (23.78% -) کا اضافہ ظاہر ہوا۔ نیٹ کلیمز اخراجات 361 ملین روپے رہے جو گزشتہ سال کے 372 ملین روپے کے مقابلے میں 11 ملین روپے (2.96% -) کم ہیں۔ سرمایہ کاری اور بینک ڈپازٹس سے آمدنی 171 ملین روپے رہی جو گزشتہ سال 181 ملین روپے تھی، اس طرح 10 ملین روپے (5.52% -) کی ظاہر ہوئی۔

#### آپریٹرز ری-تکافل فنڈ

اس مدت میں وکالہ آمدنی 203 ملین روپے رہی جو گزشتہ سال کے 165 ملین روپے کے مقابلے میں 38 ملین روپے (23.03% -) زیادہ ہے۔ کمیشن اخراجات 202 ملین روپے رہے جو گزشتہ سال 152 ملین روپے تھے، اس طرح 50 ملین روپے (32.89% -) اضافہ ظاہر ہوا۔ جنرل ایڈمنسٹریٹو اور مینجمنٹ اخراجات 10.3 ملین روپے رہے جو گزشتہ سال 9.8 ملین روپے تھے، اس طرح 0.5 ملین روپے (5.10% -) کا اضافہ ظاہر ہوا۔ سرمایہ کاری اور بینک ڈپازٹس سے آمدنی 36.26 ملین روپے رہی جو گزشتہ سال 44.6 ملین روپے تھی، اس طرح 8.34 ملین روپے (18.7% -) کی کونٹا ہر کرتی ہے۔

ٹیکس کے بعد منافع 42.08 ملین روپے رہا جو گزشتہ سال کے 56.4 ملین روپے کے مقابلے میں 14.32 ملین روپے (25.39% -) کم ہے۔

مستقبل کا منظر نامہ

سال 2025 کی ابتدائی ششماہی میں پاکستان کی معیشت میں حوصلہ افزا بحالی اور بڑھتے ہوئے استحکام کے آثار نمایاں ہوئے جو بہتر مالیاتی نظم و ضبط اور کرنٹ اکاؤنٹ خسارے میں کمی کے نتیجے میں ممکن ہوئے۔ تاہم مجموعی ماحول اب بھی غیر یقینی ہے کیونکہ توانائی کی فراہمی میں مشکلات اور زرعی پیداوار میں اتار چڑھاؤ جیسے مسائل درپیش ہیں۔ ایک اہم پیشرفت یہ رہی کہ مونیٹری ایزنک میں وقفہ آیا کیونکہ اسٹیٹ بینک نے روپے کے استحکام اور افراط زر کے 5 تا 7 فیصد رہنے کی توقعات کے پیش نظر محتاط اور متوازن رویہ اپنایا۔ کمپنی بدلتی ہوئی معاشی صورتحال کے مطابق اپنی حکمت عملی میں وقتاً فوقتاً تبدیلی کر رہی ہے تاکہ محتاط انداز میں سال کے دوسرے نصف میں بھی ترقی کی جانب پیش رفت جاری رکھی جاسکے۔

اظہارِ تشکر

کمپنی کے ڈائریکٹرز اپنے معزز کلائنٹس، سیڈنٹس، ریٹرو سیشنیرز، بزنس پارٹنرز، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور پاکستان اسٹاک ایکسچینج کے پیشہ ورانہ تعاون اور رہنمائی پر دلی تشکر کا اظہار کرتے ہیں۔

اسی طرح ہم اپنے محترم شیئر ہولڈرز کے بھی ممنون ہیں جنہوں نے کمپنی پر اپنے اعتماد اور بھروسے کو برقرار رکھا۔ ہم انہیں یقین دلاتے ہیں کہ مستقبل میں بھی بہترین کارکردگی اور اعلیٰ معیار کے تسلسل کے لیے اپنی بھرپور کوششیں جاری رکھیں گے۔ آخر میں ڈائریکٹرز، کمپنی کے افسران اور عملے کی محنت، لگن اور غیر متزلزل عزم کو خراج تحسین پیش کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے



**MUHAMMAD JUNAID MOTI**  
Chief Executive Officer  
Pakistan Reinsurance Company Ltd  
Karachi



کراچی: اگست 2025

August 29, 2025

**PAKISTAN REINSURANCE  
COMPANY LIMITED**

**CONDENSED INTERIM FINANCIAL  
STATEMENTS  
FOR THE SIX MONTHS PERIOD  
ENDED JUNE 30, 2025**

**INDEPENDENT AUDITOR'S REVIEW REPORT  
TO THE MEMBERS OF PAKISTAN REINSURANCE COMPANY LIMITED**

**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS**

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Pakistan Reinsurance Company Limited** (the Company) as at June 30, 2025 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the condensed interim financial statements for the six-months period then ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

**Scope of review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Basis for Qualified Conclusion**

**1. Receivable from Sindh Revenue Board (SRB) and the Related Litigation**

As disclosed in note 15 to the condensed interim financial statements, an amount of Rs. 2,573.889 million which has been carried from the year 2017 as receivable from Sindh Revenue Board (SRB) which was recovered by SRB in respect of sales tax on reinsurance services. The Company has recorded this amount as an asset; however, the Company could not substantiate any control over the underlying asset and the flow of economic benefits is remote due to ongoing Court case. Had the Company not recorded this asset, total assets, accumulated profit and shareholders' equity would have been reduced by the same amount accordingly.

**2. Unreconciled balances**

The opening balances of the Company's amount due from other insurance / reinsurance companies on account of treaty and facultative business to the extent of gross amount of Rs. 6,791.78 million and net amount of Rs. 6,155.10 million (refer note 16 of the condensed interim financial statements) includes balances which remained unreconciled as at the reporting date and that gross amount included opening balance of related party M/s National Insurance Company Limited amounting to Rs. 49.837 million whose financial statements are not available after the year 2023 for litigation issues.



Similarly, the opening balance of Company's amount due to other insurance companies on account of treaty and facultative business, as appearing in note 23 of the condensed interim financial statements, to the extent of Rs 94.92 million includes balances which remained unreconciled as at reporting date. Management asserted that the reason for time lag in reconciliation is intimations and communications of the transactions which normally takes place after 3 to 4 months of the transaction. The Company is in the process of reconciling these balances. Due to pending reconciliations relating to the above balances, resultant adjustment and consequential impact thereon, if any, on the condensed interim financial statements remain unascertained.

### Qualified Conclusion

Based on our review, with the exception of the matters described in the "Basis for Qualified Conclusion" section of our report, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Emphasis of Matter

1. Please refer to notes 16, 17, 18, 19, 21, 23, 26, 27, 28 and 35 to the condensed interim financial statements, which reflect the transactions and balances relating to the Company's treaty proportional reinsurance business. Previously, no supporting documentation of the premium and claims of the ceding insurance companies were made available to the auditors. However, effective preceding year the management has developed some control mechanism over treaty proportional business premium and claims which includes obtaining relevant information from ceding companies in support of periodic returns on random basis and performing ceding company wise analysis of treaty proportional business as well as checking compliance of the treaty terms. However, this needs consistency and continuity of the internal control system over the years.
2. As disclosed in note 25, which provides details regarding contingencies in respect of which decisions are pending and against which no adequate provisions are made in the condensed interim financial statements. In view of the material contingent liabilities, we have emphasized this matter in our review report.

### Other Matters

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended June 30, 2025 and June 30, 2024 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Mohammad Hanif Razzak.

  
Chartered Accountants

Karachi





Dated: August 29, 2025

UDIN: RR202510222spflvhN2E

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)**  
**AS AT JUNE 30, 2025**

		June 30 2025 Unaudited Rupees	December 31 2024 Audited Rupees
<b>ASSETS</b>	<b>Note</b>		
Property and equipment	7	948,046,569	935,839,100
Intangible Assets	8	19,633,109	19,761,107
Right-of-use asset	9	2,049,364,706	2,177,450,000
Assets relating to Bangladesh	10	-	-
Investment properties	11	864,476,353	864,476,353
Investments			
Equity securities	12	9,753,286,688	6,901,912,955
Debt securities	13	15,705,074,286	16,801,859,292
		25,458,360,974	23,703,772,247
Loans and other receivables	14	1,019,949,651	873,898,168
Receivable from Sindh Revenue Board	15	2,573,888,727	2,573,888,727
Insurance / Reinsurance receivables	16	14,069,806,013	9,663,385,890
Reinsurance recoveries against outstanding claims	17	9,299,740,603	15,767,126,860
Deferred Commission Expense / Acquisition cost	18	1,074,602,389	1,047,205,897
Levies and taxation - payments less provision		510,510,388	-
Prepayments	19	10,287,278,109	6,955,327,497
Cash and bank balances	20	1,176,786,991	3,235,526,667
		40,012,562,871	40,116,359,706
		69,352,444,582	67,817,658,513
<b>Total assets from Window Takaful Operations - OPF</b>		1,185,264,577	1,262,305,527
<b>Total Assets</b>		<b>70,537,709,159</b>	<b>69,079,964,040</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		4,215,920,527	4,124,511,880
Unappropriated profit		7,495,308,381	8,077,645,381
<b>Total Equity</b>		<b>20,711,228,908</b>	<b>21,202,157,261</b>
Revaluation surplus - net of tax		1,608,802,455	1,695,820,477
<b>Liabilities</b>			
<b>Underwriting Provisions</b>			
- Outstanding claims including IBNR	21	18,064,602,845	24,333,649,075
- Unearned premium reserves		13,854,520,871	10,621,849,438
- Unearned Reinsurance Commission		763,416,937	505,496,153
		32,682,540,653	35,460,994,666
Retirement benefit obligations		3,573,534,068	3,401,370,786
Levies and taxation liabilities - provision less payments		-	533,341,570
Deferred taxation	22	2,990,285,672	2,945,023,429
Insurance / Reinsurance Payables	23	8,537,958,597	3,208,296,520
Lease liabilities		23,159,244	23,775,995
Unclaimed Dividend		55,848,656	93,997,886
Other Creditors and Accruals	24	89,135,386	137,872,539
<b>Total Liabilities</b>		<b>15,269,921,623</b>	<b>10,343,678,725</b>
		47,952,462,276	45,804,673,391
<b>Total Liabilities from Window Takaful Operations - OPF</b>		<b>265,215,520</b>	<b>377,312,911</b>
<b>Total Liabilities</b>		<b>48,217,677,797</b>	<b>46,181,986,302</b>
<b>Total Equity and Liabilities</b>		<b>70,537,709,159</b>	<b>69,079,964,040</b>
Contingency(ies) and commitment(s)	25		

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.


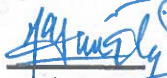


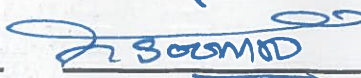
 Chairman
  Director
  Director
  Chief Executive Officer
  Chief Financial Officer



**PAKISTAN REINSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UNAUDITED)**  
**FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED JUNE 30, 2025**

	Note	Six months period ended		Three months period ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
		Unaudited	Unaudited	Unaudited	Unaudited
		----- Rupees -----		----- Rupees -----	
Net insurance premium	26	4,827,730,837	5,398,892,600	2,656,728,748	2,701,291,810
Net insurance claims	27	(3,513,510,725)	(2,715,826,636)	(1,880,340,728)	(1,317,837,252)
Net commission and other acquisition costs	28	(592,334,945)	(530,510,189)	(325,042,881)	(265,897,970)
Insurance claims and acquisition expenses		(4,105,845,670)	(3,246,336,825)	(2,205,383,609)	(1,583,735,222)
Management expenses	29	(968,052,586)	(965,262,142)	(528,286,056)	(612,016,744)
Underwriting results		(246,167,419)	1,187,293,633	(76,940,917)	505,539,844
Investment income	30	1,757,952,279	1,679,044,372	844,085,315	973,335,306
Rental income - net	31	76,819,764	70,340,825	37,943,444	31,062,684
Finance cost		(4,819,472)	(6,628,980)	(4,683,356)	(6,531,991)
Other income		176,224,179	180,597,178	94,419,773	73,300,734
Other expenses		(31,170,255)	(40,748,561)	(28,529,843)	(39,735,367)
<b>Profit before tax from general operations</b>		<b>1,728,839,076</b>	<b>3,069,898,466</b>	<b>866,294,416</b>	<b>1,536,971,210</b>
Profit from Window Retakaful Operations		68,978,098	92,601,799	35,644,955	82,795,536
<b>Profit before levies and income tax</b>		<b>1,797,817,174</b>	<b>3,162,500,265</b>	<b>901,939,371</b>	<b>1,619,766,746</b>
Levies	32	(13,870,175)	-	(13,870,175)	-
<b>Profit before income tax</b>		<b>1,783,946,999</b>	<b>3,162,500,264</b>	<b>888,069,196</b>	<b>1,619,766,746</b>
Income tax	32	(653,302,021)	(1,477,399,325)	(316,504,368)	(882,222,103)
<b>Profit for the period</b>		<b>1,130,644,978</b>	<b>1,685,100,939</b>	<b>571,564,828</b>	<b>737,544,643</b>
Earnings (after tax) per share - Rupees	33	1.26	1.87	0.64	0.82






The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

 Chairman  
 Director  
 Director  
 Chief Executive Officer  
 Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED  
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
FOR THE SIX MONTHS AND THREE MONTHS PERIOD ENDED JUNE 30, 2025

	Six months period ended		Three months period ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	Unaudited	Unaudited	Unaudited	Unaudited
	----- Rupees -----		----- Rupees -----	
Profit for the period	1,130,644,978	1,685,100,939	571,564,828	737,497,434
Other comprehensive income				
Items that may be reclassified subsequently to profit and loss account				
Unrealized loss on available for sale investments - net	161,358,750	63,703,717	466,707,866	73,996,035
Impact of deferred tax	(62,929,911)	(25,017,833)	(62,929,911)	(25,017,833)
	98,428,839	38,685,884	403,777,955	48,978,202
Other Comprehensive Income Window Retakaful Operations	(7,020,192)	(1,440,521)	(9,689,756)	(2,072,216)
Total other comprehensive income for the period	91,408,647	37,245,363	394,088,199	46,905,986
Total comprehensive income for the period	1,222,053,625	1,722,346,302	965,653,027	784,403,420

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

 Chairman  
 Director  
 Director  
 Chief Executive Officer  
 Chief Financial Officer

**PAKISTAN REINSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**

Share capital	Reserves		Revenue reserves		Total reserves	Total equity
	Issued subscribed and paid-up	Reserve for exceptional losses	Capital Unrealized gain on investment	Other Revaluation surplus	Retained earnings	

Rupees

Balance as at January 01, 2024

9,000,000,000	281,000,000	1,384,637,060	1,590,000,034	1,135,206,316	4,748,800,041	9,139,733,451	18,139,733,451
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Total Comprehensive income for the period ended June 30, 2024

Unrealized loss on available for sale investments

-	-	179,633,426	(142,388,063)	-	1,685,100,938	1,685,100,938	1,685,100,938
-	-	179,633,426	(142,388,063)	-	1,685,100,938	37,245,363	37,245,363

Effect of changes in deferred tax rate

Incremental depreciation

- Right of use assets  
- Property and equipment

-	-	(6,788,485)	(61,898,556)	-	6,788,485	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

Balance as at June 30, 2024

9,000,000,000	281,000,000	1,564,270,486	1,378,924,930	1,135,296,316	5,602,588,020	9,962,079,752	18,962,079,752
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Balance as at January 01, 2025

9,000,000,000	281,000,000	2,708,215,564	1,695,820,477	1,135,296,316	8,077,645,381	13,897,977,738	22,897,977,738
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Total Comprehensive income for the period ended June 30, 2025

Unrealized loss on available for sale investments

-	-	91,408,647	-	-	1,130,644,978	1,130,644,978	1,130,644,978
-	-	91,408,647	-	-	1,130,644,978	91,408,647	91,408,647

Incremental depreciation - net of tax

- Right of use assets  
- Property and equipment

-	-	-	(77,604,419)	-	77,604,419	-	-
-	-	-	(9,413,603)	-	9,413,603	-	-
-	-	-	(87,018,022)	-	87,018,022	-	-

Final cash dividend 2024: Rs.2.00 @ 20% (2023: Rs.1.00 @ 10%) per share

Balance as at June 30, 2025

9,000,000,000	281,000,000	2,799,624,211	1,608,802,455	1,135,296,316	7,495,308,381	13,320,031,363	22,320,031,363
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The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

11

  
Chairman

  
Director

  
Director

  
Chief Executive Officer

  
Chief Financial Officer



**PAKISTAN REINSURANCE COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**

	June 30 2025 Unaudited (Rupees)	June 30 2024 Unaudited (Rupees)
<b>Operating Cash Flows:</b>		
<b>Underwriting activities:-</b>		
Premium received	12,701,347,741	13,950,940,660
Reinsurance premium paid	(7,003,741,725)	(7,397,301,851)
Claims paid	(9,596,360,042)	(5,302,641,654)
Reinsurance and other recoveries received	6,281,189,344	3,032,832,482
Commission paid	(1,251,617,457)	(1,096,584,692)
Commission received	889,806,804	523,084,403
Other underwriting payments (management expenses)	(984,923,634)	(841,307,017)
<b>Net cash generated from underwriting activities</b>	<b>1,035,701,031</b>	<b>2,869,022,331</b>
<b>Other Operating Activities</b>		
Levies and income tax paid	(1,751,950,505)	(969,335,133)
General management expenses paid	(30,964,889)	(22,886,516)
Other operating (payments) / receipts	367,030,621	111,378,234
Advances to employees	(8,265,625)	(3,431,827)
<b>Net cash used in other operating activities</b>	<b>(1,424,150,398)</b>	<b>(884,275,242)</b>
<b>Total cash (used in)/generated from all operating activities</b>	<b>(388,449,367)</b>	<b>1,984,747,089</b>
<b>Investment activities</b>		
Fixed Capital expenditure	(60,921,121)	(37,010,304)
Sale proceeds of operating fixed assets	13,268,181	-
Acquisition of investments	(6,999,222,753)	(6,665,744,301)
Rental income received - net of expenses	21,357,630	101,668,669
Dividend income received	250,447,959	146,656,356
Interest income on bank deposits	185,614,391	218,802,171
Investment income received - net of expenses	1,299,794,787	1,062,738,170
Proceeds on sale/ maturity of investments	5,459,353,202	5,231,403,414
<b>Total cash generated from investing activities</b>	<b>169,692,275</b>	<b>58,514,175</b>
<b>Financing activities</b>		
Dividend paid	(1,838,149,230)	(895,545,640)
Payments of finance leases	(1,833,356)	-
<b>Total cash generated used in financing activities</b>	<b>(1,839,982,586)</b>	<b>(895,545,640)</b>
<b>Net cash (used in)/generated from all activities</b>	<b>(2,058,739,678)</b>	<b>1,147,715,624</b>
<b>Cash at beginning of the period</b>	<b>3,235,526,667</b>	<b>3,159,752,669</b>
<b>Cash and cash equivalent at the end of the period</b>	<b>1,176,786,991</b>	<b>4,307,468,293</b>

11

June 30  
2025  
Unaudited  
(Rupees)

June 30  
2024  
Unaudited  
(Rupees)

**Reconciliation to profit and loss account**

Operating cash flows	(388,449,367)	1,984,747,089
Depreciation expense	(163,530,766)	(130,169,687)
Amortization expense	(127,998)	(94,418)
Exchange gain	42,852,252	(12,762,066)
Rental income	76,819,764	70,340,825
Reinsurance recoveries against outstanding claims	(6,467,386,257)	(2,071,172,941)
Provision for outstanding claims	6,269,046,230	1,625,155,477
Provision for unearned premium	(3,232,671,433)	3,279,751,809
Prepaid reinsurance	3,328,890,460	(2,483,380,878)
Provision for employee benefits	(172,163,282)	(118,328,333)
Dividend income	357,090,462	231,809,033
Investment income	35,874,147	110,265,177
Interest income	1,203,197,620	1,217,728,268
Amortization of premium	93,361,794	76,893,407
Gain on sale of investment	161,790,050	42,348,487
Increase/(Decrease) in operating assets other than cash	4,171,081,256	(1,987,715,130)
(Increase)/Decrease in operating liabilities	(5,338,786,361)	265,147,214
	(23,111,429)	2,100,563,333

**Other adjustments:**

Levies and income tax paid	1,751,950,505	969,335,133
Profit before levies and income tax	1,728,839,076	3,069,898,466
Levies and income tax	(667,172,196)	(1,477,399,325)
<b>Profit for the period</b>	<b>1,061,666,880</b>	<b>1,592,499,141</b>
Profit from Window Retakaful Operations - Operator's Fund	68,978,098	92,601,799
<b>Profit after taxation for the period</b>	<b>1,130,644,978</b>	<b>1,685,100,940</b>

Rupees

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

**Cash and cash equivalents:**

Cash and other equivalent	866,385	671,107
Current and other accounts	1,175,920,606	4,306,797,186
	1,176,786,991	4,307,468,293

Rupees

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

11

 Chairman  
 Director  
 Director  
 Chief Executive Officer  
 Chief Financial Officer



**PAKISTAN REINSURANCE COMPANY LIMITED**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS**  
**FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2025**

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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 being form of risk transfer. 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 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.

Other geographical location includes:

- a) House No 30-B, Lalazar Drive, Maulvi Tamizuddin Khan Road, Karachi
- b) Plot/Survey No 75, Street No G.K 7, Ghulam Hussain Kassim Quarter, M.A Jinnah Road, Karachi.

**3 BASIS OF PREPARATION**

**3.1 Statement of compliance**

These financial statements are prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The applicable accounting and reporting standards comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board as are notified under the Companies Act, 2017 ; and
- Provisions of and directives issued under the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, General Takaful Accounting Regulations, 2019, Takaful Rules, 2012 and Companies Act, 2017.

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



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.

### **3.2 Basis of measurement**

These financial statements have been prepared on the historical cost basis except certain investments which have been measured at fair value and the Company's liability under retirement benefit obligations which is determined based on present value of defined benefit obligation less fair value of plan assets. No adjustment for the effect of inflation has been accounted for in the financial statements. All transactions reflected in these financial statements are on accrual basis except for those reflected in Statement of Cash Flows.

### **3.3 Functional and presentation currency**

These financial statements have been prepared and presented in Pakistani Rupee ('Rupees', or 'Rs.'), which is the Company's functional and presentation currency.

## **4 MATERIAL ACCOUNTING POLICY INFORMATION**

**4.1** The material 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 Company for the year ended December 31, 2024.

### **4.2 New accounting standards, amendments and IFRS interpretations that are effective for the year ended December 31, 2024**

Certain new IFRSs and amendments to existing IFRSs, effective for periods beginning on or after January 01, 2025 are either not relevant or do not have material impact on the condensed interim financial statements, and are therefore not disclosed.

### **4.3 Temporary Exemption from Application of IFRS 9**

The Company has determined that it is eligible for the temporary exemption option since the Company has not previously applied any version of IFRS 9, its activities are predominantly connected with insurance as the percentage of the total carrying amount of its liabilities connected with insurance relative to the total carrying amount of all its liabilities is greater than 90 percent and the Company doesn't engage in significant activities unconnected with insurance based on historical available information. Under the temporary exemption option, the Company can defer the application of IFRS 9 until the application IFRS 17.

### **4.4 Temporary exemption from IFRS 17 and IFRS 9**

Pursuant to the requirements of Securities and Exchange Commission of Pakistan SRO 1715 (I) / 2023 dated 21 November 2023 IFRS 17 "Insurance Contracts", is applicable to the companies engaged in insurance / takaful and

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition / derecognition of IFRS 17. Companies subject to the requirement of SRO 1715 will also be required to adopt requirements of IFRS-9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

**4.5** During the year the Institute of Chartered Accountant of Pakistan (ICAP) has withdrawn the Technical Release 27 "IAS 12, Income Taxes (Revised 2012)" and issued guidance- "IAS 12 Application Guidance on Accounting for Minimum Taxes and Final Taxes". The said guidance requires certain amounts of tax paid under minimum tax (which is not adjustable against future income tax liability) and final tax regime to be shown separately as a levies instead of showing it in current tax.

The Company has adopted the above guidance by making necessary changes in its accounting policies and the impact of same has been duly incorporated in the these condensed interim financial statements in the current year. Had there been no change the profit before tax for the current period would have been higher by Rs 13,870,175 due to levies-final taxes of Rs 13,870,175 and provision for taxation would be higher by Rs 13,870,175 and there would have been no caption of levies in profit or loss account. Furthermore, except for change in captions of levies and taxation in the condensed interim statement of financial position and condensed interim statement of cashflows, there is no effect of same on the condensed interim statement of financial position, condensed interim statement of changes in equity, condensed interim statement of cash flows and earning per share as a result of this change.

## 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 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, 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, 2024.

		(Unaudited) June 30, 2025	(Audited) December 31, 2024
	Note	----- Rupees -----	
<b>7 PROPERTY AND EQUIPMENT</b>			
Operating fixed assets	7.1	790,606,853	827,634,889
Capital work in progress - PRC Tower	7.2	157,439,716	108,204,211
		<u>948,046,569</u>	<u>935,839,100</u>
<b>7.1 Operating fixed assets</b>			
Opening balance		827,634,889	642,119,354
Addition during the period:		9,469,580	49,561,393
Disposal		(13,268,181)	-
Revaluation Surplus		-	194,396,213
Depreciation charge for the period / year		(33,229,435)	(58,442,071)
Closing balance		<u>790,606,853</u>	<u>827,634,889</u>



		(Unaudited) Jun 30, 2025	(Audited) Dec. 31, 2024
	Note	----- Rupees -----	
<b>7.2</b>	<b>Capital work in progress PRC Tower:</b>		
	Capital work in progress	157,439,716	88,641,424
	Advances to suppliers	-	19,562,787
		<u>157,439,716</u>	<u>108,204,211</u>
<b>8</b>	<b>INTANGIBLE ASSETS</b>		
	Computer Software	8.1 1,151,978	1,279,976
	Capital work in progress- Computer Software	8.2 18,481,131	18,481,131
		<u>19,633,109</u>	<u>19,761,107</u>
<b>8.1</b>	<b>Intangible assets - computer software</b>		
	Opening balance	1,279,976	502,146
	Additions during the year	-	1,000,000
	Amortization	(127,998)	(222,170)
	Closing balance	<u>1,151,978</u>	<u>1,279,976</u>
<b>8.2</b>	<b>The movement in capital work in progress Computer Software is as follows:</b>		
	Balance at beginning of the year	18,481,131	10,617,052
	Additions during the year	-	7,864,079
	Closing balance	<u>18,481,131</u>	<u>18,481,131</u>
<b>8.2.1</b>	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.		
<b>9</b>	<b>RIGHT-OF-USE ASSET</b>		
	<b>Leasehold land</b>		
	Net carrying value basis		
	Opening net book value	2,177,450,000	1,939,910,000
	Modification made during the year	-	4,538,993
	Revaluation gain during the year	-	437,706,392
	Depreciation	(128,085,294)	(204,705,385)
	Closing net book value	<u>2,049,364,706</u>	<u>2,177,450,000</u>
<b>9.1</b>	The Company has entered into lease arrangement with Karachi Port Trust (KPT) for lease of land. The useful life (remaining lease term) of the right-of-use asset is 8 years (December 31, 2024: 8.5 years).		
<b>10</b>	<b>ASSETS RELATING TO BANGLADESH</b>		
	Total assets	15,974,000	15,974,000
	Total liabilities	10.1 (5,761,000)	(5,761,000)
		<u>10,213,000</u>	<u>10,213,000</u>
	Provision for loss on assets in Bangladesh	<u>(10,213,000)</u>	<u>(10,213,000)</u>
		<u>-</u>	<u>-</u>
<b>10.1</b>	These include claims related to Bangladesh amounting to Rs.4,952,000 (December 31, 2024 : Rs.4,952,000).		
<b>11</b>	<b>INVESTMENT PROPERTIES</b>		
	Opening balance	864,476,353	798,450,467
	Revaluation Surplus	-	66,025,886
		<u>864,476,353</u>	<u>864,476,353</u>

12 INVESTMENT IN EQUITY SECURITIES

June 30, 2025 (Unaudited)			
Cost	Impairment / Provision	Unrealized Gain	Carrying Value
Rupees			
-Listed shares	526,399,935	-	3,718,896,222
-Unlisted Shares	2,608,106	(1,990,491)	4,245,296,157
-Mutual Funds	4,192,444,031	-	617,615
Sub Total	4,721,452,072	(1,990,491)	874,172,565
		4,593,068,787	5,066,616,596
			9,312,530,368

December 31, 2024 (Audited)			
Cost	Impairment / Provision	Unrealized Gain	Carrying Value
Rupees			
495,230,015	-	3,274,437,907	3,769,667,922
2,608,106	(1,990,491)	-	617,615
1,592,441,114	-	1,155,075,723	2,747,516,837
2,090,279,235	(1,990,491)	4,429,513,630	6,517,802,374

June 30, 2025 (Unaudited)			
Cost	Impairment / Provision	Unrealized Gain	Carrying Value
Rupees			
-Listed Share	392,985,581	-	47,770,739
Sub Total	392,985,581	-	440,756,320
		47,770,739	440,756,320

Dec 31, 2024 (Audited)			
Cost	Impairment / Provision	Unrealized Gain	Carrying Value
Rupees			
196,694,831	-	187,415,750	384,110,581
196,694,831	-	187,415,750	384,110,581

Grand Total	5,114,437,653	(1,990,491)	4,640,839,526	9,753,286,688
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	2,286,974,066	(1,990,491)	4,616,929,380	6,901,912,955
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12.1 Available for sale investment includes investments made in related parties of Rs 2,958,810,388 (2024:Rs 3,331,256,526).

12.2 Held for trading investments includes investment made in related parties of Rs 191,179,722 (2024: Rs 177,502,381).

13 INVESTMENT IN DEBT SECURITIES

Held to maturity  
Available for Sale

Note	(Unaudited) June 30, 2025	(Audited) Dec. 31, 2024
13.1	15,273,425,647	16,755,984,854
13.2	431,648,639	45,874,438
	15,705,074,286	16,801,859,292

11

13.1 Held to maturity

1  
2  
3

Pakistan Investment Bonds - Fixed  
Pakistan Investment Bonds - Floater  
Treasury Bills

Cost	Amortized cost
June 30, 2025 (Unaudited)	
Rupees	

10,892,058,540	11,283,451,397
-	-
3,688,448,500	3,989,974,250
14,580,507,040	15,273,425,647

Cost	Amortized cost
Dec 31, 2024 (Audited)	
Rupees	

10,221,820,249	10,532,338,027
176,287,099	175,038,827
5,673,772,600	6,048,608,000
16,071,879,948	16,755,984,854

13.2 Available for Sale

1  
2

Pakistan Investment Bonds  
Treasury Bills

Cost	Market value
June 30, 2025 (Unaudited)	
Rupees	

43,876,950	47,736,239
378,760,000	383,912,400
422,636,950	431,648,639

Cost	Market value
Dec 31, 2024 (Audited)	
Rupees	

43,876,950	45,874,438
43,876,950	45,874,438



		(Unaudited) June 30, 2025	(Audited) Dec. 31, 2024
	Note	----- Rupees -----	
<b>14</b>	<b>LOANS AND OTHER RECEIVABLES - Considered good</b>		
Loans to employees		83,304,686	75,039,061
Accrued investment income		517,000,120	396,201,915
Sundry receivables		20,385,589	35,546,240
Receivable from Window Re-takaful Operation		118,547,242	143,349,816
Receivable from tenants		280,712,013	223,761,136
		<u>1,019,949,651</u>	<u>873,898,168</u>
<b>15</b>	<b>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, 2024: 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</b>	<b>INSURANCE / REINSURANCE RECEIVABLES</b>		
Amount due from other reinsurers		1,029,095,242	1,111,209,727
Amount due from other insurers		13,650,252,517	9,161,717,909
	16.1	<u>14,679,347,759</u>	<u>10,272,927,636</u>
Less: Provision for impairment in due from other insurers/reinsurers	16.2	<u>(609,541,746)</u>	<u>(609,541,746)</u>
		<u>14,069,806,013</u>	<u>9,663,385,890</u>
Premium and claim reserves retained by cedants		24,831,633	24,831,633
Less: Provision for impairment in premium and claim		<u>(24,831,633)</u>	<u>(24,831,633)</u>
		<u>14,069,806,013</u>	<u>9,663,385,890</u>
<b>16.1</b>	This includes an amount of Rs. 6,228,467,420 (December 31, 2024: Rs. 2,781,498,914) due from related party National Insurance Company Limited. The age analysis of amount due from related party is as follows:		
Up to 3 months		5,667,799,056	1,933,391,532
Over 3 months and above		560,668,364	848,107,382
		<u>6,228,467,420</u>	<u>2,781,498,914</u>
<b>16.2</b>	<b>Movement of provision for impairment</b>		
Balance at the beginning of the period/year		609,541,746	723,487,008
Provisions made during the period/year		-	(113,945,262)
Balance at the end of the period/year		<u>609,541,746</u>	<u>609,541,746</u>
<b>17</b>	<b>REINSURANCE RECOVERIES AGAINST OUTSTANDING CLAIMS</b>		
Facultative business	17.1	8,973,976,394	15,073,895,836
Treaty		325,764,209	693,231,024
		<u>9,299,740,603</u>	<u>15,767,126,860</u>



			(Unaudited) June 30, 2025	(Audited) Dec. 31, 2024
	Note		----- Rupees -----	
<b>17.1 Facultative business</b>				
Fire			667,486,211	530,968,245
Marine cargo			-	-
Marine hull			37,714,738	35,809,757
Accident			498,469,000	498,469,000
Aviation			1,915,771,499	1,733,981,568
Engineering			5,854,534,946	12,274,667,266
			<u>8,973,976,394</u>	<u>15,073,895,836</u>
<b>18 DEFERRED COMMISSION EXPENSE / ACQUISITION COST</b>				
Facultative business	18.1		521,842,847	414,785,121
Treaty			552,759,542	632,420,776
			<u>1,074,602,389</u>	<u>1,047,205,897</u>
<b>18.1 Facultative business</b>				
Fire			69,235,318	89,427,231
Marine cargo			4,435,468	1,113,262
Marine hull			11,397,864	5,137,992
Accidents and others			25,184,909	26,310,208
Aviation			67,983,657	39,805,069
Engineering			343,605,631	252,991,359
			<u>521,842,847</u>	<u>414,785,121</u>
<b>19 PREPAYMENTS</b>				
Prepaid reinsurance ceded - facultative business	19.1		9,867,263,385	5,955,529,691
Prepaid reinsurance ceded - treaty business			415,240,058	998,083,292
			<u>10,282,503,443</u>	<u>6,953,612,983</u>
Other prepayments			4,774,666	1,714,514
			<u>10,287,278,109</u>	<u>6,955,327,497</u>
<b>19.1 Prepayment reinsurance ceded - facultative business</b>				
Fire			1,643,118,434	659,817,075
Marine Cargo			41,450,750	-
Marine hull			171,165,305	75,793,379
Accidents and others			373,214,150	420,226,441
Aviation			2,594,289,926	1,311,444,608
Engineering			5,044,024,820	3,488,248,188
			<u>9,867,263,385</u>	<u>5,955,529,691</u>
<b>20 CASH AND BANK BALANCES</b>				
Cash in hand			866,385	865,000
Policy & Revenue stamps, Bond papers			-	1,385
			<u>866,385</u>	<u>866,385</u>
Saving accounts				
- Local currency			98,570,454	409,343,958
- Foreign currency			924,479,518	1,951,717,041
			<u>1,023,049,973</u>	<u>2,361,060,999</u>
Current accounts				
- Local currency	20.1		68,264,905	753,424,293
Dividend accounts				
- Saving accounts			57,582,275	91,555,889
- Current accounts			27,023,454	28,619,101
			<u>84,605,729</u>	<u>120,174,990</u>
			<u>1,176,786,991</u>	<u>3,235,526,667</u>
<b>20.1</b>	The Company has call treasury arrangements for these current accounts whereby profit is earned on these accounts as well.			

Vh

		(Unaudited) June 30, 2025	(Audited) Dec. 31, 2024
	Note	Rupees	
<b>21 OUTSTANDING CLAIMS INCLUDING IBNR</b>			
Facultative business	21.1	14,735,755,479	20,934,526,568
Treaty		3,333,799,366	3,404,074,507
		18,069,554,845	24,338,601,075
Claims related to Bangladesh, adjusted in Note 10		(4,952,000)	(4,952,000)
		18,064,602,845	24,333,649,075
<b>21.1 Facultative business</b>			
Fire		3,204,709,707	3,329,035,649
Marine cargo		89,455,258	86,514,925
Marine hull		82,047,348	72,419,048
Accident and others		925,973,441	910,882,876
Aviation		2,483,183,931	2,284,482,664
Engineering		7,950,385,794	14,251,191,406
		14,735,755,479	20,934,526,568
<b>22 DEFERRED TAXATION</b>			
Opening balance		2,945,023,429	1,434,851,979
Charged to profit and loss account		(17,667,667)	67,421,289
Charge to other comprehensive income		62,929,911	1,442,750,159
Closing balance		2,990,285,672	2,945,023,429
<b>22.1 Deferred tax comprises of the following</b>			
Deferred tax liabilities on taxable temporary differences:			
Accelerated tax depreciation			
Property and equipment		15,628,905	14,366,437
Right of use assets		5,396,406	5,733,731
Revaluation surplus on property and equipment		234,722,791	240,741,324
Revaluation surplus on Right-of-use assets - net of tax		793,855,829	843,471,769
Investment Property		327,202,076	327,202,076
Unrealized gain on investments		1,791,219,247	1,728,289,336
Notional interest on interest free loans		18,854,714	4,145,422
Held for trading investment		91,939,098	69,847,260
		3,278,819,066	3,233,797,355
Deferred tax assets on deductible temporary differences:			
Provision for doubtful debts		(31,319,379)	(31,319,379)
Provision for impairment of insurers / reinsurers receivable		(237,721,281)	(237,721,281)
Provision for impairment of receivables from other insurers / reinsurers		(9,684,337)	(9,684,337)
Lease liabilities		(9,032,105)	(9,272,638)
Provision for impairment in available for sale investments		(776,292)	(776,291)
		(288,533,394)	(288,773,926)
		2,990,285,672	2,945,023,429
<b>23 INSURANCE / REINSURANCE PAYABLES</b>			
Due to other insurers/reinsurers		8,537,958,597	3,208,296,520
Premium and claim reserves retained from retrocessionaires		-	-
		8,537,958,597	3,208,296,520

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		(Unaudited) June 30, 2025	(Audited) Dec. 31, 2024
	Note	Rupees	
<b>24 OTHERS CREDITORS AND ACCRUALS</b>			
Other creditors and accruals		18,795,723	3,278,355
Cheques issued in hand		1,678,687	-
Tax payable		4,952,545	5,561,126
Security deposits		44,140,822	43,074,026
Accrued expenses		18,355,006	84,746,430
Surplus profit payable		1,212,602	1,212,602
		<u>89,135,386</u>	<u>137,872,539</u>

## 25 CONTINGENCIES AND COMMITMENTS

### 25.1 Contingencies

The Company is contingently liable for:

Sindh Sales Tax		25,193,026,335	25,193,026,335
Federal Excise Duty	25.1.1	4,073,379,063	4,073,379,063
Income Tax	25.1.2	1,822,636,685	1,822,636,685
Insurance payables		61,568,840	61,568,840
EOBI		3,669,500	3,669,500
		<u>31,154,280,423</u>	<u>31,154,280,423</u>

There is no change in contingencies as reported in note 36 of the annual financial statements of the Company for the year ended December 31, 2024 except for detailed below:

- 25.1.1** The petition of PRCL, was fixed on 12.03.2025; the High Court of Sindh disposed of the petition directing that the Petitioner shall contest the notices before the issuing authority.

Deputy Commissioner-IR on 30.06.2025 issued orders stating that Federal Excise Duty aggregating to Rs. 4,073,379,063 on aggregate reinsurance premium revenue for the period from October 2012 to September 2017, was recoverable from the company. PRCL challenged the constitutionality and legality of these amendments by filing a petition before the Islamabad High Court on 28th July, 2025 and received a stay order on 27th July, 2025.

The Finance Act, 2024 has made it mandatory for SOEs to seek resolution of all tax disputes through the Alternate Dispute Resolution Committee (ADRC) — regardless of the disputed amount. This amendment effectively limits the access of SOEs to other appellate forums as envisaged under the specific laws. In view of these restrictions imposed by the amended provisions regarding the constitutional right of appeal and demand of unjustified amount.

- 25.1.2** On 5<sup>th</sup> June, 2025 PRCL received intimation to pay advance tax in respect of the June quarter for tax year 2026 by 15<sup>th</sup> of June, in terms of Section 147(5A) of the Income Tax Ordinance, 2001. Therein, Deputy Commissioner worked out the Company's advance tax liability to be 2,107,149,009 against which the reply was submitted contesting that the correct amount payable by the company is Rs. 233,074,651.

The Company paid an amount of PKR 750 million under protest on the recommendation of the board of directors. Despite that, the Deputy Commissioner sent a notice dated 26<sup>th</sup> June, 2025 under section 138(1) to pay an amount of 1.3 billion by 27<sup>th</sup> June, 2025 mentioning therein that in case of non-compliance recovery proceedings would be started against the company by attachment of bank accounts.

Consequently, the company filed a petition before the High Court of Sindh to contest the exorbitant and unjustified advance tax liability raised by FBR and received a stay order on 14<sup>th</sup> July, 2025.



25.1.3 During the half year following tax proceeding arose against the Company as detailed below:

The Finance Act, 2024 has made it mandatory for SOEs to seek resolution of all tax disputes through the Alternate Dispute Resolution Committee (ADRC) — regardless of the disputed amount. Therefore, PRCL filed ADRC applications in respect of amended assessment order issued under Section 122(5A). In addition, as this amendment effectively limits the access of SOEs to other appellate forums, PRCL challenged the constitutionality and legality of these amendments by filing a petition before the Islamabad High Court on 30th June, 2025 and received a stay order on 1st July, 2025 from recovery till the conclusion of ADRC Proceedings.

Tax Year	Order Section	Tax Liability in Order
2021	122(5A)	1,275,488,978
2022	122(5A)	1,386,018,314
2023	122(5A)	1,965,399,174
2024	122(5A)	3,131,313,942
<b>Total</b>		<b>7,758,220,408</b>

(Unaudited) (Audited)  
June 30, 2025 Dec. 31, 2024  
----- Rupees -----

25.2 Commitments

Commitments in respect of:

Short term lease rentals (0 to 1 year)  
Capital expenditure (intangible assets)

3,860,728	3,992,521
25,422,503	25,422,503
<b>29,283,231</b>	<b>29,415,024</b>

Note

26 NET INSURANCE PREMIUM

	Six months period ended		Three months period ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	Unaudited	Unaudited	Unaudited	Unaudited
----- Rupees -----				
Written gross premium	17,107,767,864	12,080,671,023	8,347,237,636	6,211,199,306
Add: Unearned premium reserve opening	10,621,849,438	16,235,915,117	12,439,498,114	14,440,587,437
Less: Unearned premium reserve closing	(13,854,520,871)	(12,956,163,308)	(13,854,520,871)	(12,956,163,308)
<b>Premium earned</b>	<b>13,875,096,431</b>	<b>15,360,422,832</b>	<b>6,932,214,879</b>	<b>7,695,623,435</b>
Less: Reinsurance premium ceded	12,376,256,054	7,478,149,354	5,848,239,424	4,645,356,415
Add: Prepaid reinsurance premium opening	6,953,612,983	11,900,209,825	8,709,750,150	9,765,804,157
Less: Prepaid reinsurance premium closing	(10,282,503,443)	(9,416,828,947)	(10,282,503,443)	(9,416,828,947)
<b>Reinsurance expense</b>	<b>(9,047,365,594)</b>	<b>(9,961,530,232)</b>	<b>(4,275,486,131)</b>	<b>(4,994,331,625)</b>
	<b>4,827,730,837</b>	<b>5,398,892,600</b>	<b>2,656,728,748</b>	<b>2,701,291,810</b>

27 NET INSURANCE CLAIMS

Claims paid	9,596,360,042	5,302,641,654	3,530,128,726	4,313,577,033
Add: Outstanding claims including IBNR closing	18,069,554,845	24,307,490,919	18,069,554,845	24,307,490,919
Less: Outstanding claims including IBNR opening	(24,338,601,075)	(25,932,646,396)	(20,571,172,426)	(25,189,419,538)
<b>Claims expense</b>	<b>3,327,313,812</b>	<b>3,677,486,177</b>	<b>1,028,511,145</b>	<b>3,431,648,414</b>
Less: Reinsurance and other recoveries received	6,281,189,344	3,032,832,482	1,651,473,204	2,764,434,130
Add: Reinsurance and other recoveries in respect of outstanding claims closing	9,299,740,603	16,135,012,217	9,299,740,603	16,135,012,217
Less: Reinsurance and other recoveries in respect of outstanding claims opening	(15,767,126,860)	(18,206,185,158)	(11,803,043,390)	(16,785,635,185)
<b>Reinsurance and other recoveries revenue</b>	<b>186,196,913</b>	<b>(961,659,541)</b>	<b>851,829,583</b>	<b>(2,113,811,162)</b>
	<b>3,513,510,725</b>	<b>2,715,826,636</b>	<b>1,880,340,728</b>	<b>1,317,837,252</b>

28 NET COMMISSION AND OTHER ACQUISITION COSTS

Commission paid or payable	1,251,617,457	1,096,584,692	745,325,615	561,152,742
Add: Deferred commission expense opening	1,047,205,897	1,125,879,037	951,116,251	1,040,711,989
Less: Deferred commission expense closing	(1,074,602,389)	(975,484,327)	(1,074,602,389)	(975,484,327)
<b>Net commission</b>	<b>1,224,220,965</b>	<b>1,246,979,402</b>	<b>621,839,477</b>	<b>626,380,404</b>
Less: Commission received or recoverable	889,806,804	523,084,403	102,445,517	368,454,734
Add: Unearned reinsurance commission opening	505,496,153	810,160,213	957,768,016	608,803,103
Less: Unearned reinsurance commission closing	(763,416,937)	(616,775,403)	(763,416,937)	(616,775,403)
<b>Commission from reinsurers</b>	<b>(631,886,020)</b>	<b>(716,469,213)</b>	<b>(296,796,596)</b>	<b>(360,482,434)</b>
	<b>592,334,945</b>	<b>530,510,189</b>	<b>325,042,881</b>	<b>265,897,970</b>

	Six months period ended		Three months period ended	
	June 30, 2025 Unaudited	June 30, 2024 Unaudited	June 30, 2025 Unaudited	June 30, 2024 Unaudited
	Rupees			
<b>29 MANAGEMENT EXPENSES</b>				
Salaries, wages and benefits	413,448,665	483,153,475	225,734,827	325,092,248
Employees benefits	313,909,161	256,381,919	163,909,161	150,381,919
Travelling & conveyance	9,736,232	14,614,078	2,327,374	10,233,440
Entertainment	1,841,445	3,367,685	787,907	2,252,794
Communication	1,854,958	1,810,521	1,027,036	827,401
Insurance	1,022,024	64,189	997,024	(1,188,291)
Utilities	9,379,804	16,947,134	5,833,770	14,972,342
Printing and Stationery	3,587,215	4,312,563	2,694,314	1,180,823
Repairs and Renewal	2,847,840	1,610,073	1,354,578	1,076,760
Medical Expenses	7,428,245	4,862,146	4,174,405	3,158,860
Rent, Rates and Taxes	3,336,361	12,181,071	764,505	10,609,071
Computer related Expenses	13,054,057	22,297,930	9,584,478	11,387,574
Consultancy / Professional Service Charges	5,891,185	3,964,116	2,252,735	2,499,416
Newspaper and Periodicals	39,855	56,975	17,700	31,230
Amortization	127,998	94,418	72,455	47,209
Depreciation	161,314,729	130,169,687	95,370,272	80,169,687
Directors' Meeting Expenses	19,944,227	14,877,011	15,042,720	6,797,214
Advertisement and Business Promotion	1,912,900	2,522,222	1,190,022	1,242,580
Training and Research	941,015	476,900	201,822	3,750
Repairs and Maintenance	20,375,994	20,733,417	8,613,430	12,689,316
Shares Transaction Costs	57,668	91,021	57,668	91,021
Legal Fee	408,000	320,000	268,000	320,000
Others	3,509,694	879,187	2,898,559	1,206,223
	995,969,272	995,787,738	545,174,762	635,082,588
Expenses allocated to Rental Income	(16,020,093)	(18,496,541)	(9,789,730)	(13,992,092)
Expenses allocated to Investment Income	(11,896,593)	(12,029,055)	(7,098,976)	(9,073,752)
	968,052,586	965,262,142	528,286,056	612,016,744
<b>30 INVESTMENT INCOME</b>				
<b>Income from equity securities</b>				
Available for sale				
Dividend income	339,598,834	219,160,533	219,421,145	178,711,223
<b>Held for trading</b>				
Dividend income	17,491,628	12,648,500	6,370,000	12,476,000
	357,090,462	231,809,033	225,791,145	191,187,223
<b>Income from debt securities</b>				
<b>Return on debt securities</b>				
<b>Held to maturity</b>				
Pakistan Investment Bonds	692,180,157	503,590,512	358,300,494	257,295,205
Pakistan Investment Bonds - Floating	10,094,753	19,510,364	4,720,152	10,261,942
Treasury Bills	404,778,950	675,942,625	174,369,900	321,345,725
Profit / (loss) on Term Finance Certificates	-	9,888,628	-	4,219,988
Amortisation of discount on PIBs	93,361,794	76,893,407	48,014,242	40,039,109
	1,200,415,654	1,285,825,536	585,404,788	633,161,969
<b>Available for sale</b>				
Pakistan Investment Bonds	2,781,966	8,796,139	1,392,640	4,401,263
<b>Net realized gains on investments</b>				
<b>Available for sale financial assets</b>				
Realized gain on Equity securities	161,790,050	42,348,487	-	42,348,487
<b>Net unrealized losses on investments</b>				
Net unrealized gain on held for trading investment	47,770,740	44,508,391	38,595,718	33,524,275
<b>Total investment income</b>	1,769,848,872	1,613,287,586	851,184,291	904,623,217
Add: Impairment in value of available for sale investment	-	77,785,841	-	77,785,841
Less: Investment related expenses	(11,896,593)	(12,029,055)	(7,098,976)	(9,073,752)
<b>Net Investment income</b>	1,757,952,279	1,679,044,372	844,085,315	973,335,306



		Six months period ended		Three months period ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
		Unaudited	Unaudited	Unaudited	Unaudited
Note		Rupees			
31	RENTAL INCOME				
	Rental income	92,839,857	88,837,366	47,733,174	45,054,776
	Less:				
	Expenses related rental income	(16,020,093)	(18,496,541)	(9,789,730)	(13,992,092)
		<u>76,819,764</u>	<u>70,340,825</u>	<u>37,943,444</u>	<u>31,062,684</u>
32	LEVIES AND INCOME TAX				
	Levies- final tax	13,870,175	-	13,870,175	-
	Income tax	653,302,021	1,477,399,325	316,504,368	882,222,103
		<u>667,172,196</u>	<u>1,477,399,325</u>	<u>330,374,543</u>	<u>882,222,103</u>
32.1	INCOME TAX				
	Current	670,969,688	1,206,859,873	334,172,035	611,682,651
	Prior	-	323,647,001	-	323,647,001
	Deferred	(17,667,667)	(53,107,549)	(17,667,667)	(53,107,549)
		<u>653,302,021</u>	<u>1,477,399,325</u>	<u>316,504,368</u>	<u>882,222,103</u>

### 33 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)		(Unaudited)	
	Six months period ended		Three months period ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Profit after tax for the period	<u>1,130,644,978</u>	<u>1,685,100,939</u>	<u>571,564,828</u>	<u>737,544,643</u>
Weighted average number of ordinary shares (Number of shares)	<u>900,000,000</u>	<u>900,000,000</u>	<u>900,000,000</u>	<u>900,000,000</u>
Earning/(loss) per share - basic	<u>1.26</u>	<u>1.87</u>	<u>0.64</u>	<u>0.82</u>

### 34 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>June 30, 2025 (Un-audited)</b>				
<b>Financial assets measured at fair value</b>				
<b>Held-for-trading investment</b>				
Ordinary shares - listed	440,756,320	440,756,320	-	-
<b>Available-for-sale investment</b>				
Ordinary shares - listed	4,245,296,157	4,245,296,157	-	-
Mutual fund units	5,066,616,596	5,066,616,596	-	-
Ordinary shares - unlisted	617,615	-	-	617,615
	9,312,530,368	9,311,912,753	-	617,615
	<u>9,753,286,688</u>	<u>9,752,669,073</u>	<u>-</u>	<u>617,615</u>
<b>December 31, 2024 (Audited)</b>				
<b>Financial assets measured at fair value</b>				
<b>Held-for-trading investment</b>				
Ordinary shares - listed	384,110,581	384,110,581	-	-
<b>Available-for-sale investment</b>				
Ordinary shares - listed	3,769,667,922	3,769,667,922	-	-
Mutual fund units	2,747,516,837	2,747,516,837	-	-
Ordinary shares - unlisted	617,615	-	-	617,615
	<u>6,901,912,955</u>	<u>6,901,295,340</u>	<u>-</u>	<u>617,615</u>

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35 SEGMENT REPORTING

35.1 Six months period ended

June 30, 2025

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treasury	Total
	Rupees							
Gross written premium	3,495,542,761	115,553,912	256,607,452	662,536,824	3,449,695,203	5,994,409,009	3,133,422,703	17,107,767,864
Unearned-Opening	1,285,441,645	13,489,100	87,376,811	490,134,575	1,468,166,144	3,839,617,103	3,437,624,060	10,621,849,438
Unearned-Closing	1,980,090,825	68,713,329	191,618,108	444,564,397	2,785,198,705	5,460,971,196	2,923,364,311	13,854,520,871
Premium earned	2,800,893,581	60,329,683	152,366,155	708,107,002	2,132,662,642	4,373,054,916	3,647,682,452	13,815,096,431
Reinsurance-Ceded								
Prepaid reinsurance-Opening	2,835,991,952	80,778,944	228,012,176	523,524,094	3,227,822,674	5,274,078,082	196,048,132	12,376,256,054
Prepaid reinsurance-Closing	659,817,075	-	75,793,379	420,226,441	1,311,444,608	3,488,248,188	998,083,292	6,953,612,983
Reinsurance expenses	1,643,118,434	41,450,750	171,165,305	373,214,150	2,554,289,926	5,044,024,820	415,240,058	10,282,503,443
	1,852,690,593	39,328,194	132,640,250	570,536,385	1,954,977,356	3,718,301,450	778,891,366	9,047,365,594
Net insurance premium	948,202,988	21,001,489	19,725,905	137,570,617	177,685,286	654,753,466	2,868,791,086	4,827,730,837
Commission income	97,417,161	3,656,602	13,131,637	46,286,628	89,252,118	370,064,958	12,076,916	631,886,020
Net underwriting income (A)	1,045,620,149	24,658,091	32,857,542	183,857,245	266,937,404	1,024,818,424	2,880,868,002	5,459,616,857
Insurance claims paid								
Outstanding-Opening	628,230,652	119,603	334,500,944	2,065,988	70,113,035	6,325,709,469	2,235,560,351	9,596,360,042
Outstanding-Closing	3,329,035,649	86,514,925	72,419,048	910,882,876	2,284,482,664	14,251,191,406	3,404,074,507	24,338,601,075
Insurance claims expenses	3,204,709,707	89,455,258	82,047,348	925,973,441	2,483,183,931	7,950,385,794	3,333,799,366	18,069,554,845
	503,904,710	3,059,936	344,129,244	17,156,553	268,874,302	24,903,857	2,165,285,210	3,327,313,812
Reinsurance recoveries received								
Recovery-Opening	-	-	263,413,208	-	44,841,471	5,892,849,142	80,085,523	6,281,189,344
Recovery-Closing	530,968,245	-	35,809,757	498,469,000	1,733,981,568	12,274,667,266	693,231,024	15,767,126,860
Insurance claims recovered from reinsurers	667,486,211	-	37,714,738	498,469,000	1,915,771,499	5,854,534,946	325,764,209	9,229,740,603
	136,517,966	-	265,318,189	-	226,631,402	(527,283,178)	(287,381,292)	(186,196,913)
Net claims								
Commission expense	367,386,744	3,059,936	78,811,055	17,156,553	42,242,900	552,187,035	2,452,666,502	3,513,510,725
Management expense	145,700,088	4,531,355	9,058,388	40,356,723	55,169,238	293,103,734	676,301,439	1,224,220,965
Net insurance claims and expenses (B)	190,132,877	4,211,201	3,955,422	27,585,546	35,629,306	131,290,622	575,247,612	968,052,586
Underwriting results (C=A-B)	703,219,709	11,802,492	91,824,865	85,098,822	133,041,444	976,581,391	3,704,215,553	5,705,784,276
Net investment income	342,400,440	12,855,599	(58,967,323)	98,758,423	133,895,960	48,237,033	(823,347,551)	(246,167,419)
Rental income								1,757,952,279
Other income								76,819,764
Finance Cost								176,224,179
Fair value gain on investment property								(4,819,472)
Other expenses								-
Profit from Window Re-takful Operations								(31,170,255)
Profit before levies and income tax								68,978,098
Levies								1,797,817,174
Profit before income tax								(13,870,175)
Income tax								1,783,946,999
Profit for the period								(653,302,021)
								1,130,644,978
Segment assets								20,656,846,435
Unallocated assets								49,880,862,724
								70,537,709,159
Segment liabilities								32,687,492,653
Unallocated liabilities								15,530,185,144
								48,217,677,797



June 30, 2024

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treasury	Total
Gross written premium	3,610,380,644	101,929,067	411,827,151	951,154,644	103,580,972	3,457,033,992	3,444,764,553	12,080,671,023
Unearned-Opening	1,478,547,379	18,449,715	85,460,507	506,421,391	6,287,783,687	4,362,324,668	3,496,916,770	16,235,915,117
Unearned-Closing	2,072,663,298	50,778,739	261,932,917	673,197,586	3,630,203,532	3,203,074,964	3,064,312,272	12,956,163,308
Premium earned	3,016,264,725	69,600,043	235,363,741	784,378,449	2,761,163,127	4,616,283,696	3,877,369,051	15,360,422,832
Reinsurance-Ceded	2,765,593,848	-	364,187,721	765,580,627	88,732,505	2,666,146,832	827,907,821	7,478,149,354
Prepaid reinsurance-Opening	788,452,964	-	73,302,788	441,422,065	5,854,244,079	4,154,034,574	588,735,355	11,900,209,825
Prepaid reinsurance-Closing	1,695,826,218	-	230,748,732	581,663,777	3,396,512,358	2,788,302,940	723,774,922	9,416,828,947
Reinsurance expenses	1,858,220,594	-	206,759,777	625,338,915	2,546,464,226	4,031,878,466	692,868,254	9,961,530,232
Net insurance premium	1,158,044,131	69,600,043	28,603,964	159,039,534	214,698,901	584,405,230	3,184,500,797	5,398,892,600
Commission income	108,122,924	-	20,852,097	50,784,553	119,154,287	401,710,511	15,844,841	716,469,213
Net underwriting income (A)	1,266,167,055	69,600,043	49,456,061	209,824,087	333,853,188	986,115,741	3,200,345,638	6,115,361,813
Insurance claims paid	257,437,236	4,576,187	375,991,860	34,794,607	74,359,558	2,613,698,421	1,941,783,785	5,302,641,654
Outstanding-Opening	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
Outstanding-Closing	3,838,279,715	71,302,886	158,146,304	340,996,771	2,859,957,416	13,715,251,262	3,323,556,565	24,307,490,919
Insurance claims expenses	(50,804,497)	4,965,304	410,096,941	25,750,664	(204,217,676)	1,646,507,483	1,845,187,958	3,677,486,177
Reinsurance recoveries received	-	-	314,637,040	-	45,544,467	2,325,924,383	346,726,592	3,032,832,482
Recovery-Opening	713,250,470	-	17,106,508	9,504,871	2,878,857,616	13,731,826,215	855,639,478	18,206,185,158
Recovery-Closing	419,304,945	-	51,182,233	9,504,871	2,627,818,375	12,333,970,769	693,231,024	16,135,012,217
Insurance claims recovered from reinsures	(293,945,525)	-	348,712,765	-	(205,494,774)	928,068,937	184,318,138	961,659,541
Net claims	243,141,028	4,965,304	61,384,176	25,750,664	1,277,098	718,438,546	1,660,869,820	2,715,826,636
Commission expense	17,404,5325	6,423,599	14,516,857	44,495,350	73,184,066	240,728,160	693,586,045	1,246,979,402
Management expense	204,199,240	12,623,678	5,008,125	40,788,831	37,590,558	103,199,911	561,531,800	964,942,143
Premium deficiency expense	-	-	-	-	-	-	-	-
Net insurance claims and expenses (B)	621,385,593	24,012,581	80,909,158	111,034,845	112,051,722	1,062,366,617	2,915,987,665	4,927,748,181
Provision for doubtful debts	-	-	-	-	-	-	-	-
Underwriting results (C=A-B)	644,781,462	45,587,462	(31,453,097)	98,789,242	221,801,466	(76,250,876)	284,357,973	1,187,613,632
Net investment income	-	-	-	-	-	-	-	1,679,044,372
Rental income	-	-	-	-	-	-	-	70,340,825
Other income	-	-	-	-	-	-	-	180,597,178
Fair value gain on investment property	-	-	-	-	-	-	-	-
Finance cost	-	-	-	-	-	-	-	(6,628,980)
Other expenses	-	-	-	-	-	-	-	(40,748,561)
Profit before tax	-	-	-	-	-	-	-	3,070,218,466
Segment assets	1,266,167,055	69,600,043	49,456,061	209,824,087	333,853,188	986,115,741	3,200,345,638	6,115,361,813
Unallocated assets	-	-	-	-	-	-	-	29,013,680,897
Segment liabilities	621,385,593	24,012,581	80,909,158	111,034,845	112,051,722	1,062,366,617	2,915,987,665	35,129,042,710
Unallocated liabilities	-	-	-	-	-	-	-	4,927,748,181
	-	-	-	-	-	-	-	19,155,268,546
	-	-	-	-	-	-	-	24,083,016,727

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35.2 Three months period ended

June 30, 2025

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
Gross written premium	810,792,190	13,655,269	254,897,755	343,061,208	25,938,769	5,332,051,709	1,566,840,736	8,347,237,636
Unearned-Opening	2,594,766,635	90,374,095	2,134,853	456,675,232	3,814,900,738	2,304,347,995	3,176,298,566	12,439,498,114
Unearned-Closing	1,980,090,825	68,713,329	191,618,108	444,564,397	2,785,198,705	5,460,971,196	2,923,364,311	13,854,520,871
Premium earned	1,425,468,000	35,316,035	65,414,500	355,172,043	1,055,640,802	2,175,428,508	1,819,774,991	6,932,214,879
Reinsurance Ceded	419,985,437	7,040,839	228,012,176	277,176,835	3,403,104	4,716,572,901	196,048,132	5,848,239,424
Prepaid reinsurance-Opening	2,084,537,467	55,556,107	-	375,420,618	3,555,397,773	2,042,050,656	596,787,529	8,709,750,150
Prepaid reinsurance-Closing	1,643,118,434	41,450,750	171,165,305	373,214,150	2,594,289,926	5,044,024,820	415,240,058	10,282,503,443
Reinsurance expenses	861,404,470	21,146,196	56,846,871	279,383,303	964,510,951	1,714,598,737	377,595,603	2,656,728,748
Net insurance premium	564,063,530	14,169,839	8,567,629	75,788,740	91,129,851	460,829,771	1,442,179,388	2,566,728,748
Commission income	48,662,562	1,838,402	5,552,300	22,854,293	41,537,109	170,530,300	5,821,630	296,796,596
Net underwriting income (A)	612,726,092	16,008,241	14,119,929	98,643,033	132,666,960	631,360,071	1,448,001,018	2,953,525,344
Insurance claims paid	578,308,054	118,227	334,500,944	254,649	15,651,325	1,491,031,306	1,110,264,221	3,530,128,726
Outstanding-Opening	3,295,327,856	87,310,758	383,991,390	921,015,316	2,498,014,188	10,152,994,339	3,232,518,579	20,571,172,426
Outstanding-Closing	3,204,709,707	89,455,258	82,047,348	925,973,441	2,483,183,931	7,950,385,794	3,333,799,366	18,069,554,845
Insurance claims expenses	487,689,905	2,262,727	32,556,902	5,212,774	821,068	(711,577,239)	1,211,545,008	1,028,511,145
Reinsurance recoveries received	-	-	263,413,208	-	13,964,651	1,294,009,822	80,085,523	1,651,473,204
Recovery-Opening	667,651,211	-	302,161,125	498,469,000	1,929,440,154	8,022,926,831	382,395,069	11,803,043,390
Recovery-Closing	667,486,211	-	37,714,738	498,469,000	1,915,771,499	5,854,534,946	325,764,209	9,299,740,603
Insurance claims recovered from reinsures	(165,000)	-	(1,033,179)	-	295,996	(874,382,063)	23,454,663	(851,829,583)
Net claims	487,854,905	2,262,727	33,590,081	5,212,774	525,072	162,804,824	1,188,090,345	1,880,340,728
Commission expense	83,903,592	2,306,425	3,913,260	20,730,804	27,397,765	142,046,877	341,540,754	621,839,477
Management expense	111,992,295	2,821,526	1,685,636	15,018,048	18,022,440	93,695,890	285,050,221	528,286,056
Net insurance claims and expenses (B)	683,750,792	7,390,678	39,188,977	40,961,626	45,945,277	398,547,591	1,814,681,320	3,030,466,261
Underwriting results (C=A-B)	(71,024,700)	8,617,563	(25,069,048)	57,681,407	86,721,683	232,812,480	(366,680,302)	(76,940,917)
Provision for doubtful debts								
Net investment income								
Rental income								844,085,315
Other income								37,943,444
Fair value gain on investment property								94,419,773
Finance cost								-
Other expenses								(4,683,356)
Profit before tax								(28,529,843)
								866,294,416
Segment assets	2,379,839,963	45,886,218	220,277,907	896,868,059	4,578,045,082	11,242,165,397	1,293,763,809	20,656,846,435
Unallocated assets								49,880,862,724
								70,537,709,159
Segment liabilities	5,260,982,598	161,885,796	290,383,372	1,401,236,078	5,397,758,828	13,914,013,074	6,261,232,907	32,687,492,653
Unallocated liabilities								15,530,185,144
								48,217,677,797

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June 30, 2024

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
Gross written premium	895,763,108	67,656,347	397,351,772	557,192,250	13,627,643	2,946,612,595	1,332,995,591	6,211,199,306
Unearned-Opening	2,724,451,828	32,365,124	1,913,920	513,340,361	4,980,030,286	2,539,343,276	3,649,142,642	14,440,587,437
Unearned-Closing	2,072,663,298	50,778,739	261,932,917	673,197,586	3,630,203,532	3,203,074,964	3,064,312,272	12,956,163,308
Premium earned	1,547,551,638	49,242,732	137,332,775	397,335,025	1,363,454,397	2,282,880,907	1,917,825,961	7,695,623,435
Reinsurance-Ceded	469,285,968	-	339,010,955	486,800,857	-	2,622,661,962	727,596,673	4,645,356,415
Prepaid reinsurance-Opening	2,125,632,962	-	803,522	405,291,100	4,656,571,698	2,212,525,958	364,978,917	9,765,804,157
Prepaid reinsurance-Closing	1,695,826,218	-	230,748,732	581,663,777	3,396,512,358	2,788,302,940	723,774,922	9,416,828,947
Reinsurance expenses	899,092,712	-	109,065,745	310,428,180	1,260,059,340	2,046,884,980	368,800,668	4,994,331,625
Net insurance premium	648,458,926	49,242,732	28,267,030	86,906,845	103,395,057	235,995,927	1,549,025,293	2,701,291,810
Commission income	53,322,041	-	11,082,694	25,424,375	57,847,537	203,881,062	8,924,725	360,482,434
Net underwriting income (A)	701,780,967	49,242,732	39,349,724	112,331,220	161,242,594	439,876,989	1,557,950,018	3,061,774,244
Insurance claims paid	215,245,577	1,572,698	373,383,384	23,215,965	2,718,523	2,486,377,094	1,211,063,792	4,313,577,033
Outstanding-Opening	4,308,670,126	68,854,590	123,885,923	367,846,394	2,852,237,023	14,037,233,520	3,430,691,962	25,189,419,538
Outstanding-Closing	3,838,279,715	71,302,886	158,146,304	340,996,771	2,859,957,416	13,715,251,262	3,323,556,565	24,307,490,919
Insurance claims expenses	(255,144,834)	4,020,994	407,643,765	(3,633,658)	10,438,916	2,164,394,836	1,103,928,395	3,431,648,414
Reinsurance recoveries received	-	-	312,379,654	-	(621,808)	2,325,924,383	126,751,901	2,764,434,130
Recovery-Opening	576,610,959	-	17,106,508	9,504,871	2,630,001,269	12,773,790,220	778,621,358	16,785,635,185
Recovery-Closing	419,304,945	-	51,182,233	9,504,871	2,627,818,375	12,333,970,769	693,231,024	16,135,012,217
Insurance claims recovered from reinsures	(157,306,014)	-	346,455,379	-	(2,804,702)	1,886,104,932	41,361,567	2,113,811,162
Net claims	(97,838,820)	4,020,994	61,188,386	(3,633,658)	13,243,618	278,289,904	1,062,566,828	1,317,837,252
Commission expense	94,705,975	4,684,757	8,695,889	23,332,475	35,781,555	120,304,686	338,875,067	626,380,404
Management expense	137,479,000	9,958,285	4,964,010	31,344,463	23,017,491	57,582,511	347,398,193	611,743,953
Net insurance claims and expenses (B)	134,346,155	18,664,036	74,848,285	51,043,280	72,042,664	456,177,101	1,748,840,088	2,555,961,609
Provision for doubtful debts	-	-	-	-	-	-	-	-
Underwriting results (C=A-B)	567,434,812	30,578,696	(35,498,561)	61,287,940	89,199,930	(16,300,112)	(190,890,070)	505,812,635
Provision for doubtful debts	-	-	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-	-	-
Rental income	-	-	-	-	-	-	-	-
Other income	-	-	-	-	-	-	-	-
Fair value gain on investment property	-	-	-	-	-	-	-	-
Finance cost	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	-
Profit before tax	-	-	-	-	-	-	-	-
Segment assets	-	-	-	-	-	-	-	-
Unallocated assets	-	-	-	-	-	-	-	-
Segment liabilities	-	-	-	-	-	-	-	-
Unallocated liabilities	-	-	-	-	-	-	-	-

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Government of Pakistan through Ministry of Commerce owns 51% (2024: 51%) shares of the Company. Therefore, all entities owned and controlled by the Government of Pakistan are related parties of the Company. The related parties comprise major shareholders, associated company, directors, companies with common directorship, key management personnel, and staff retirement benefit funds. The Company in normal course of business pays for electricity, gas and telephone to entities controlled by Government of Pakistan which are not material and hence not disclosed in these financial statements. Moreover, transactions with related parties, other than remuneration and benefits to key management personnel under the terms of their employment as disclosed in note 51 of these financial statements, are as follows:

	(Unaudited)		(Unaudited)	
	Six months period ended		Three months period ended	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	----- Rupees -----		----- Rupees -----	
<b>Major shareholder</b>				
<b>Government of Pakistan through Ministry of Commerce</b>				
Dividend paid during the year	917,998,536	458,999,628	917,998,536	458,999,628
<b>State Life Insurance Corporation of Pakistan</b>				
Dividend paid during the year	439,393,206	219,696,603	439,393,206	219,696,603
<b>Related parties by virtue of GoP's holdings</b>				
Purchase of investment (T-Bills)	4,548,060,050	3,159,533,925	1,730,123,500	1,874,101,425
<b>National Investment Trust Limited</b>				
Dividend received during the year	55,480,701	56,236,747	15,880,701	56,236,747
<b>National Insurance Company Limited</b>				
Premium due but unpaid	2,781,498,914	10,468,111,935	744,592,050	12,298,920,738
Insurance premium written during the year	4,506,956,989	6,616,286,052	3,844,390,919	4,140,107,149
Premium received	(1,064,892,237)	(8,761,180,323)	1,634,580,697	(8,115,810,223)
Balance at the end of year	6,223,563,666	8,323,217,664	6,223,563,666	8,323,217,664
Insurance commission paid	500,538,450	314,814,416	333,447,663	236,823,974
Insurance claims paid	6,940,134,244	2,809,094,501	1,823,408,138	2,734,640,964
<b>Other related parties</b>				
Remuneration including benefits and perquisites of key management personnel				
Transaction with Ex-Chief Executive Officer				
- Full and final settlements	73,933,333	-	-	-
- Sale of vehicle at written down value	13,268,181	-	-	-

## 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:

Description	Reclassification from component	Reclassification to component	Amount
Legal Fee	Other Expenses	Management Expenses	320,000
Printing and Stationary	Others	Printing and Stationary	1,450,163
CMO Consultant / Professional service charges	Medical Expenses	Consultant/Professional service charges	220,000



38 DATE OF AUTHORIZATION FOR ISSUE

29 AUG 2025

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

39 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 FINANCIAL  
STATEMENTS**

**FOR THE SIX MONTHS PERIOD  
ENDED JUNE 30, 2025**

**INDEPENDENT AUDITOR'S REPORT  
TO THE MEMBERS OF PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL  
OPERATIONS**

**REPORT ON REVIEW OF CONDENSED INTERIM FINANCIAL STATEMENTS**

**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of **Pakistan Reinsurance Company Limited – Window Retakaful Operation (the Operator)** as at June 30, 2025 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in funds and notes to the condensed interim financial statements for the six-months period then ended (here-in-after referred to as the “condensed interim financial statements”). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

**Scope of review**

We conducted our review in accordance with International Standards on Review Engagements 2410, “Review of Interim Financial Information performed by the Independent Auditor of the Entity”. A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

**Basis for Qualified Conclusion**

**Unreconciled Balances**

The opening balances of takaful / retakaful receivables (refer note 8 of the condensed interim financial statements) to the extent of gross amount of Rs 364.956 million and net amount of Rs. 337.815 million include material balances which remains unreconciled as at the reporting date and that gross amount includes opening balance of related party M/s National Insurance Company Limited amounting to Rs. 7.758 million whose financial statements are not available after the year 2023. Similarly, the operator's amount includes opening balance due to other insurance companies on account of treaty and facultative business as appearing in Note 18 in the annexed financial statements includes unreconciled balance of Rs. 10.439 million. Managements asserted that the reason for time lag in reconciliation is intimations and communications of the transactions which normally takes place after 3 to 4 months of transaction. The Operator is in the process of reconciling these balances. Due to pending reconciliations relating to the above balances, resultant adjustment and consequential impact thereon, if any, on the condensed interim financial statements remain unascertained.



### Qualified Conclusion

Based on our review, with the exception of the matter described in the "Basis for Qualified Conclusion" section of our report, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

### Emphasis of Matter

1. We draw attention to the notes 8, 10, 11,13,16, 17,18, 23, 25, 27 and 29 to the condensed interim financial statements, which reflect the transactions and balances relating to the Operator's treaty proportional reinsurance business. Previously, no supporting documentation of the contribution and claims of the ceding insurance companies were made available to the auditors. However, effective preceding year the management has developed some control mechanism over treaty proportional business premium and claims which includes obtaining relevant information from ceding companies in support of periodic returns on random basis and performing ceding company wise analysis of treaty proportional business as well as checking compliance of the treaty terms. However, this needs consistency and continuity of the internal control system over the years. Our opinion is not further modified in respect of the matters.
2. We draw attention to the note 22.1 to the condensed interim financial statements, which provides details regarding contingencies in respect of which decisions are pending. Our conclusion is not further modified in respect of this matter.

### Other matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the quarters ended June 30, 2025 and June 30, 2024 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Mohammad Hanif Razzak.



Chartered Accountants

Karachi





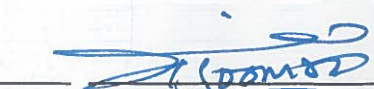
Dated: August 29, 2025

UDIN: RR202510222FnP3aBy7I

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION  
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)  
AS AT JUNE 30, 2025

		Operator's Retakaful Fund		Participant's Retakaful fund	
		Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)	Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	Note	-----Rupees-----			
<b>ASSETS</b>					
Investments	6	514,997,439	208,315,432	2,892,104,664	813,094,056
Other receivable	7	5,848,199	7,484,813	10,858,515	23,412,420
Takaful/retakaful receivables	8	-	-	562,350,239	585,782,001
Receivables from Participant's/Operator's					
Retakaful fund - net	9	192,806,996	159,393,278	-	-
Qard-e-hasna to Participant's Retakaful Fund		300,000,000	300,000,000	-	-
Retakaful recoveries against outstanding claims		-	-	131,202,104	207,495,090
Deferred wakala fee	10	-	-	126,223,827	175,296,605
Deferred commission expense	11	145,133,995	184,582,058	-	-
Deferred tax asset	12	1,295,568	-	-	-
Prepayments	13	-	-	86,754,447	148,038,177
Bank balances	14	25,182,379	402,529,946	59,218,374	1,914,448,854
<b>TOTAL ASSETS</b>		<b>1,185,264,577</b>	<b>1,262,305,527</b>	<b>3,868,712,171</b>	<b>3,867,567,203</b>
<b>FUND AND LIABILITIES</b>					
<b>FUNDS ATTRIBUTABLE TO:</b>					
Operator's Retakaful Fund					
Statutory fund		600,000,000	600,000,000	-	-
Reserves	15	320,049,058	284,992,616	-	-
Total Operator's Funds		920,049,058	884,992,616	-	-
Participant's Retakaful Fund					
Seed money		-	-	1,000,000	1,000,000
Reserves	15	-	-	2,073,941,166	1,680,306,271
Balance of Participant's Takaful Fund		-	-	2,074,941,166	1,681,306,271
Qard-e-Hasna		-	-	300,000,000	300,000,000
		-	-	2,374,941,166	1,981,306,271
<b>LIABILITIES</b>					
Underwriting provisions					
Outstanding claims including IBNR	16	-	-	620,923,951	597,880,348
Unearned contribution reserves	17	-	-	631,119,135	876,483,028
		-	-	1,252,043,086	1,474,363,376
Unearned wakala fee	10	126,223,827	175,296,606	-	-
Takaful/retakaful payables	18	-	-	48,889,232	252,472,589
Payable to Participant/Operator's					
Retakaful Fund - net		-	-	192,806,996	159,393,278
Taxation - provision less payment	19	19,102,695	54,123,865	-	-
Deferred tax liability	12	-	3,192,746	-	-
Other creditors and accruals	20	1,341,753	1,349,878	31,690	31,690
Payable to related party	21	118,547,245	143,349,816	-	-
<b>TOTAL LIABILITIES</b>		<b>265,215,520</b>	<b>377,312,911</b>	<b>1,493,771,004</b>	<b>1,886,260,933</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,185,264,577</b>	<b>1,262,305,527</b>	<b>3,868,712,171</b>	<b>3,867,567,203</b>
<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 SIX MONTHS AND THREE MONTHS PERIOD ENDED JUNE 30, 2025**

		Six months period Ended		Three months period Ended	
		Jun 30, 2025	Jun 30, 2024	Jun 30, 2025	Jun 30, 2024
		-----Rupees-----			
	Note				
<b>Participant's Retakaful Fund</b>					
Contributions earned	23	1,014,909,939	824,186,468	321,384,141	429,029,107
Less: contributions ceded to retrotakaful		(104,020,677)	(104,183,646)	(55,656,770)	(48,015,356)
Net contribution revenue		910,889,262	720,002,822	265,727,371	381,013,751
Wakala expense	24	(202,981,988)	(164,837,294)	(64,276,828)	(85,805,821)
Net underwriting income		707,907,274	555,165,529	201,450,543	295,207,930
Net claims - reported/ settled - IBNR	25	(360,749,216)	(372,486,579)	(31,223,623)	(262,321,793)
Surplus before investment income		347,158,058	182,678,950	170,226,920	32,886,137
Profit on bank deposit		70,704,237	121,173,453	42,477,810	121,173,453
Investment income		99,892,995	59,964,847	91,111,383	51,024,051
Less: Modarib's share of investment income and profit on bank deposit		(42,649,308)	(45,284,575)	(33,397,298)	(43,049,376)
		127,947,925	135,853,725	100,191,896	129,148,128
Surplus before taxation		475,105,983	318,532,675	270,418,815	162,034,265
Taxation	26	(34,889,126)	(30,963,103)	(28,459,758)	(25,829,628)
Surplus for the period transferred to accumulated surplus		440,216,857	287,569,572	241,959,057	136,204,637
<b>Operator's Retakaful Fund</b>					
Wakala fee income	24	202,981,988	164,837,294	64,276,828	85,805,821
Commission expense	27	(202,578,531)	(152,397,828)	(106,441,264)	(88,100,889)
General, administrative and management expenses	28	(10,334,837)	(9,820,196)	(5,699,810)	(6,481,118)
		(9,931,380)	2,619,270	(47,864,246)	(8,776,186)
Modarib's share of participant's investment income and profit on bank deposit		42,649,308	45,284,575	33,397,298	43,049,376
Investment income		24,254,019	14,539,977	21,950,743	12,094,789
Profit on bank deposit		12,006,151	30,157,977	6,849,806	30,157,977
		78,909,478	89,982,529	62,197,847	85,302,142
Profit before taxation		68,978,098	92,601,799	14,333,601	76,525,956
Taxation		(26,901,458)	(36,114,702)	(5,590,104)	(29,845,123)
Profit after taxation		42,076,640	56,487,097	8,743,497	46,680,833

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 SIX MONTHS AND THREE MONTHS PERIOD ENDED JUNE 30, 2025

	Six months period Ended		Three months period Ended	
	Jun 30, 2025	Jun 30, 2024	Jun 30, 2025	Jun 30, 2024
	-----Rupees-----			
<b>Participant's Retakaful Fund</b>				
Surplus for the period	440,216,857	287,569,572	165,666,071	136,204,637
Other comprehensive loss for the period				
<b>Item that may be subsequently reclassified to profit and loss</b>				
Unrealised gain on 'available for sale' investments - net of tax	(46,581,962)	(10,926,404)	(57,195,968)	(14,834,185)
Total comprehensive income for the period	<u>393,634,895</u>	<u>276,643,168</u>	<u>108,470,103</u>	<u>121,370,452</u>
<b>Operator's Retakaful Fund</b>				
Profit after taxation	42,076,640	56,487,097	8,743,497	46,680,834
Other comprehensive loss for the period				
<b>Item that may be subsequently reclassified to profit and loss</b>				
Unrealised gain on 'available for sale investments' - net of tax	(11,508,512)	(2,216,665)	(14,178,076)	(2,848,360)
Deferred tax impact	4,488,314	776,144	4,488,314	776,144
	<u>(7,020,198)</u>	<u>(1,440,521)</u>	<u>(9,689,762)</u>	<u>(2,072,216)</u>
Total comprehensive income for the period	<u>35,056,442</u>	<u>55,046,576</u>	<u>(946,265)</u>	<u>44,608,618</u>

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

14

  
 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 JUNE 30, 2024**

FOR THE PERIOD ENDED JUNE 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, 2024 (Audited)	600,000,000	1,342,622	181,571,997	182,914,619	782,914,619
Total comprehensive income for the period					
Profit for the year	-	-	56,487,097	56,487,097	56,487,097
Unrealized loss on available for sale investments-net of tax	-	(355,945)	-	(355,945)	(355,945)
Deferred tax impact	-	(2,216,665)	-	(2,216,665)	(2,216,665)
		776,144	-	776,144	776,144
	-	(1,796,466)	56,487,097	54,690,631	54,690,631
Balance as at Jun 30, 2024 (Unaudited)	600,000,000	(453,844)	238,059,094	237,605,250	837,605,250
Balance as at January 01, 2025 (Audited)	600,000,000	4,993,783	279,998,833	284,992,616	884,992,616
Total comprehensive income for the period					
Profit for the period	-	-	42,076,640	42,076,640	42,076,640
Unrealized loss on available for sale investments-net of tax	-	(7,020,198)	-	(7,020,198)	(7,020,198)
		(7,020,198)	42,076,640	35,056,442	35,056,442
Balance as at Jun 30, 2025 (Unaudited)	600,000,000	(2,026,415)	322,075,473	320,049,058	920,049,058

	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, 2024 (Audited)	1,000,000	9,716,635	1,083,760,197	1,093,476,832	1,094,476,832
Total comprehensive income for the period					
Surplus for the period	-	(2,691,268)	290,260,840	287,569,572	287,569,572
Unrealized loss on available for sale investments	-	(10,926,404)	-	(10,926,404)	(10,926,404)
	-	(13,617,672)	290,260,840	276,643,168	276,643,168
Balance as at Jun 30, 2024 (Unaudited)	1,000,000	(3,901,037)	1,374,021,037	1,370,120,000	1,371,120,000
Balance as at January 01, 2025 (Audited)	1,000,000	34,364,428	1,645,941,843	1,680,306,271	1,681,306,271
Total comprehensive income for the period					
Surplus for the period	-	-	440,216,857	440,216,857	440,216,857
Unrealized loss on available for sale investments	-	(46,581,962)	-	(46,581,962)	(46,581,962)
	-	(46,581,962)	440,216,857	393,634,895	393,634,895
Balance as at Jun 30, 2025 (Unaudited)	1,000,000	(12,217,534)	2,086,158,700	2,073,941,166	2,074,941,166

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 SIX MONTH PERIOD ENDED 30 JUNE, 2025**

	Operator's Retakaful Fund		Participant's Retakaful Fund	
	Jun 30, 2025	Jun 30, 2024	Jun 30, 2025	Jun 30, 2024
-----Rupees-----				
<b>Operating cash flow</b>				
<b>Retakaful activities</b>				
Contribution received	-	-	792,977,808	795,194,588
Retro takaful contribution paid	-	-	(246,320,304)	(84,464,040)
Benefits paid	-	-	(351,576,871)	(269,159,388)
Benefits recoveries from retro takaful	-	-	90,164,244	-
Commission paid	(163,130,467)	(181,855,454)	-	-
<b>Net cash (used in) / generated from retakaful activities</b>	<b>(163,130,467)</b>	<b>(181,855,454)</b>	<b>285,244,877</b>	<b>441,571,161</b>
<b>Other operating activities</b>				
Income tax paid	(61,922,628)	(7,884,736)	-	-
Management expenses paid	(10,334,837)	(9,820,196)	-	-
Other operating receipts/(payments)	139,970,715	156,154,725	(188,204,212)	(152,948,795)
<b>Net cash generated from/(used in) other operating activities</b>	<b>67,713,250</b>	<b>138,449,793</b>	<b>(188,204,212)</b>	<b>(152,948,795)</b>
<b>Total cash (used in)/generated from all operating activities</b>	<b>(95,417,217)</b>	<b>(43,405,662)</b>	<b>97,040,665</b>	<b>288,622,366</b>
<b>Investing activities</b>				
Payment for investments made	(318,190,520)	(172,358,981)	(2,122,868,376)	(650,970,115)
Receipt of profit on bank deposits	12,006,151	30,157,977	70,704,237	121,173,453
Receipt of investment income	24,254,019	14,539,977	99,892,995	59,964,847
<b>Total cashflow from investing activities</b>	<b>(281,930,350)</b>	<b>(127,661,027)</b>	<b>(1,952,271,144)</b>	<b>(469,831,815)</b>
<b>Financing activities</b>				
Statutory fund	-	-	-	-
<b>Total cash from financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net cash flow from/(used-in) all activities</b>	<b>(377,347,567)</b>	<b>(171,066,689)</b>	<b>(1,855,230,479)</b>	<b>(181,209,449)</b>
Cash and cash equivalents at beginning of the period	402,529,946	489,833,804	1,914,448,854	1,669,936,933
Cash and cash equivalents at end of the period	25,182,379	318,767,115	59,218,375	1,488,727,485
<b>Reconciliation to profit and loss</b>				
Operating cash flows	(95,417,217)	(43,405,662)	99,764,858	288,622,366
Receipt of Profit on bank deposits	12,006,151	30,157,977	70,704,237	121,173,453
Receipt of Investment income	24,254,019	14,539,977	99,892,995	59,964,847
(Decrease)/increase in operating assets other than cash	(6,375,390)	65,980,842	(222,635,161)	(21,479,672)
(Increase)/decrease in operating liabilities	77,076,221	17,443,929	427,379,054	(129,748,319)
Change in tax rate	-	-	-	-
Other adjustments:				
Income tax paid	57,434,314	7,884,736	-	-
Profit before taxation	68,978,097	92,601,799	475,105,983	318,532,675
Provision for taxation	(26,901,458)	(36,114,702)	(34,889,126)	(30,963,103)
Profit after taxation	42,076,639	56,487,097	440,216,857	287,569,572

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 OPERATIONS**  
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENT**  
**FOR THE PERIOD ENDED 30 JUNE, 2025**

**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.

**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 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.

### **2.3 Functional and presentation currency**

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

## **3 MATERIAL ACCOUNTING POLICY INFORMATION**

**3.1** The material 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, 2024.

**3.2 New accounting standards, amendments and IFRS interpretations that are effective for the year ended December 31, 2024.**

Certain new IFRSs and amendments to existing IFRSs, effective for periods beginning on or after January 01, 2025 are either not relevant or do not have material impact on the condensed interim financial statements, and are therefore not disclosed.

**3.3 Temporary Exemption from Application of IFRS 9**

The Company has determined that it is eligible for the temporary exemption option since the Company has not previously applied any version of IFRS 9, its activities are predominantly connected with insurance as the percentage of the total carrying amount of its liabilities connected with insurance relative to the total carrying amount of all its liabilities is greater than 90 percent and the Company doesn't engage in significant activities unconnected with insurance based on historical available information. Under the temporary exemption option, the Company can defer the application of IFRS 9 until the application IFRS 17.

**3.4 Temporary exemption from IFRS 17 and IFRS 9**

Pursuant to the requirements of Securities and Exchange Commission of Pakistan SRO 1715 (I) / 2023 dated 21 November 2023 IFRS 17 "Insurance Contracts", is applicable to the companies engaged in insurance / takaful and re-insurance / re-takaful business from financial years commencing on or after 01 January 2026.

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition / derecognition of IFRS 17. Companies subject to the requirement of SRO 1715 will also be required to adopt requirements of IFRS-9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

## **4 USE OF ESTIMATES AND JUDGMENTS**

The preparation of these condensed interim financial statements require management to make estimates, assumptions and use judgements that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgements are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Judgements and estimates made by the management in the preparation of these condensed interim financial statements are the same as those that were applied to financial statements as at and for the year ended December 31, 2024.

## **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, 2024.



## 6 INVESTMENTS

### Available for sale - Mutual Funds

30-Jun-2025						
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	5,676,787	5,688,876	12,089	27,877,857	27,878,591	735
AL HAMRA ISLAMIC MONEY MARKET FUND	49,930,290	46,446,625	(3,483,665)	187,238,570	174,141,917	(13,096,653)
AL-AMEEN ISLAMIC SOVEREIGN FUND -Class-C	2,980,480	2,958,589	(21,891)	5,259,670	5,221,039	(38,631)
AL- AMEEN ISLAMIC CASH PLANE - 1 (AICP-1)	46,385,182	46,594,788	209,606	173,944,472	174,730,454	785,982
NBP ISLAMIC MAHANA AMDANI FUND (FORMERLY:NBP AITEMAAD MAHANA AMDANI FUND)	5,666,421	5,608,834	(57,586)	27,827,116	27,486,404	(340,712)
ABL ISLAMIC INCOME FUND	5,508,141	5,429,428	(78,713)	27,051,673	26,602,365	(449,308)
ABL ISLAMIC Cash FUND	46,425,065	46,504,452	79,387	174,093,994	174,391,695	297,701
MEEZAN ROZANA AMDANI FUND - GROWTH-B	6,276,731	5,693,225	(583,506)	30,765,035	27,905,043	(2,859,992)
HBL ISLAMIC MOENY MARKET FUND	96,454,680	96,720,700	266,019	499,975,342	501,247,126	1,271,784
ALHAMRA CASH MANAGEMENT OPTIMIZER (ALHCMOP)	50,047,569	50,132,664	85,095	325,375,752	325,928,983	553,231
AL- AMEEN ISLAMIC CASH Fund	52,735,361	52,741,484	6,123	348,384,607	348,353,909	(30,698)
NBP ISLAMIC MONEY MARKET FUND (NICMM)	50,086,685	50,145,329	58,643	375,528,566	375,968,278	476,018
ABL ISLAMIC MONEY MARKET PLANE I (ABL-IMMP-I)	50,125,877	50,163,443	37,566	375,868,645	376,150,336	245,385
MEEZAN CASH FUND (MCF)	50,020,138	50,169,004	148,866	325,130,900	326,098,525	967,625
	518,319,407	514,997,439	(3,321,968)	2,904,322,199	2,892,104,664	(12,217,534)

31-December-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)	
AL HAMRA ISLAMIC INCOME FUND	5,102,071	5,582,184	480,113	25,061,438	27,355,741	2,294,303
AL-AMEEN ISLAMIC SOVEREIGN FUND -Class-C	2,687,338	2,916,262	228,924	4,742,360	5,146,344	403,984
AL-AMEEN ISLAMIC CASH FUND	2,372,821	2,542,988	170,167	20,513,243	21,967,140	1,453,897
NBP ISLAMIC MAHANA AMDANI FUND (FORMERLY:NBP AITEMAAD MAHANA AMDANI FUND)	5,129,765	5,523,054	393,289	25,197,203	27,066,033	1,868,830
ABL ISLAMIC INCOME FUND	4,961,464	5,361,609	400,145	24,373,137	26,270,076	1,896,939
MEEZAN ROZANA AMDANI FUND - GROWTH-B	6,079,875	5,496,385	(583,490)	29,800,155	26,940,163	(2,859,992)
AL HAMRA ISLAMIC MONEY MARKET FUND	44,841,618	44,841,618	-	168,156,065	168,156,065	-
AL- AMEEN ISLAMIC CASH PLANE - 1 (AICP-1)	42,065,993	45,656,668	3,590,675	157,747,512	171,212,504	13,464,992
ABL ISLAMIC CASH FUND	44,730,304	44,743,723	13,419	167,738,641	167,788,962	50,321
HBL ISLAMIC MOENY MARKET FUND	42,157,638	45,650,941	3,493,303	158,091,144	171,191,028	13,099,884
	200,128,887	208,315,432	8,186,545	781,420,898	813,094,056	31,673,158

Operator's Retakaful Fund		Participant's Retakaful Fund	
Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)	Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)

-----Rupees-----

## 7 OTHER RECEIVABLES

Loan to employees	1,451,801	1,147,000	-	-
Accrued markup on bank deposits	4,396,398	6,337,813	10,858,515	23,412,420
	5,848,199	7,484,813	10,858,515	23,412,420

## 8 TAKAFUL/RETAKAFUL RECEIVABLES

Due from takaful participants holders  
Amount due from other insurers  
Amount due from other reinsurers

Less: provision for impairment

### 8.1 Movement of provision for impairment

Opening balance  
Provisions made during the period  
Closing balance

Note

8.1

Participant's Retakaful Fund	
Jun 30, 2025 (Unaudited)	Dec 31, 2024 (Audited)

-----Rupees-----

587,788,811	612,923,102
1,702,529	-
589,491,340	612,923,102
(27,141,101)	(27,141,101)
562,350,239	585,782,001

27,141,101	62,798,990
-	(35,657,889)
27,141,101	27,141,101



Operator's Retakaful Fund		Participant's Retakaful Fund	
Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)	Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)

9 RECEIVABLE FROM PARTICIPANT'S RETAKAFUL FUND / (PAYABLE TO OPERATOR'S RETAKAFUL FUND)

Note

Rupees

Amount (payable) to / receivable from Participant's Retakaful Fund Opening balance	9.1	159,393,278	78,055,762	(159,393,278)	(78,055,762)
Wakala fee	9.2	153,909,209	401,406,240	(153,909,209)	(401,406,240)
Modarib's share of participant's retakaful fund investment income and bank profit	9.3	42,649,308	88,431,264	(42,649,308)	(88,431,264)
Bank charges payable		(14,331)	(18,207)	14,331	18,207
Commission payable		(163,130,468)	(408,481,781)	163,130,468	408,481,781
		<u>192,806,996</u>	<u>159,393,278</u>	<u>(192,806,996)</u>	<u>(159,393,278)</u>
9.1 The amount is payable by the Operator to Participant's Retakaful Fund related to contribution received by the Operator from takaful					
9.2 It represents the amount receivable from Participant's Retakaful Fund related to wakala fee charged at 20% (2024: 20%) of gross contribution written amounted to Rs. 421,944,770 (2024: Rs 303,473,943).					
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 Treaty	10.1	7,045,066	12,871,675	7,045,066	12,871,675
		<u>119,178,761</u>	<u>162,424,930</u>	<u>119,178,761</u>	<u>162,424,930</u>
10.1 Facultative business		<u>126,223,827</u>	<u>175,296,605</u>	<u>126,223,827</u>	<u>175,296,605</u>
Fire		2,446,081	8,213,718	2,446,081	8,213,718
Marine Cargo		22,847	89,740	22,847	89,740
Marine Hull		799,421	77,571	799,421	77,571
Accident		172,881	496,746	172,881	496,746
Aviation		79,493	163,141	79,493	163,141
Engineering		3,524,343	3,830,759	3,524,343	3,830,759
		<u>7,045,066</u>	<u>12,871,675</u>	<u>7,045,066</u>	<u>12,871,675</u>

11 DEFERRED COMMISSION EXPENSE

Facultative business Treaty	11.1	965,037	2,327,558	-	-
		<u>144,168,958</u>	<u>182,254,500</u>	-	-
11.1 Facultative business		<u>145,133,995</u>	<u>184,582,058</u>	-	-
Fire		916,987	2,170,293	-	-
Marine Cargo		6,607	25,131	-	-
Marine Hull		-	19,393	-	-
Accident		35,537	112,665	-	-
Engineering		5,906	76	-	-
		<u>965,037</u>	<u>2,327,558</u>	-	-

12 DEFERRED TAX ASSET/(LIABILITY)

Taxable temporary differences  
Unrealized loss on available for sale investments

Opening balance  
(Credited) /Charged to other comprehensive income

Operator's Retakaful Fund	
Jun 30, 2025 (UnAudited)	December 31, 2024 (Audited)

Rupees

3,192,746	485,982
(4,488,314)	2,706,764
<u>(1,295,568)</u>	<u>3,192,746</u>

W

		Operator's Retakaful Fund		Participant's Retakaful Fund	
		Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)	Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		Note -----Rupees-----			
13	PREPAYMENTS				
	Treaty business				
	Prepaid retakaful contribution ceded	-	-	86,754,447	148,038,177
14	BANK BALANCES				
	Cash at bank in:				
	Saving accounts	14.1	25,182,379	402,529,946	59,218,374
					1,914,448,854
14.1	Profit sharing rate on modaraba account ranges from 9% to 11% (December 31 2024: 18% to 20 %) per annum.				
15	RESERVES				
	Revenue Reserves				
	Unappropriated profit / (loss)	322,075,473	279,998,833	2,086,158,700	1,645,941,843
	Capital Reserves				
	Unrealized (loss) /gain on available for sale investmen	(2,026,415)	4,993,783	(12,217,534)	34,364,428
		320,049,058	284,992,616	2,073,941,166	1,680,306,271
		Participant's Retakaful Fund			
		Jun 30, 2025 (UnAudited)		December 31, 2024 (Audited)	
		Note -----Rupees-----			
16	OUTSTANDING CLAIMS INCLUDING IBNR				
	Facultative business	16.1	208,127,403	220,011,192	
	Treaty		412,796,548	377,869,156	
		16.2	620,923,951	597,880,348	
16.1	Facultative business				
	Fire		69,990,363	77,772,186	
	Marine cargo		231,606	231,606	
	Marine hull		-	-	
	Accident		11,277,508	11,832,974	
	Engineering		126,627,926	130,174,426	
			208,127,403	220,011,192	
		Participant's Retakaful Fund			
		Jun 30, 2025 (UnAudited)		December 31, 2024 (Audited)	
		Note -----Rupees-----			
17	UNEARNED CONTRIBUTION RESERVES				
	Facultative business	17.1	35,225,329	64,358,376	
	Treaty		595,893,806	812,124,652	
			631,119,135	876,483,028	
		Participant's Retakaful Fund			
		Jun 30, 2025 (UnAudited)		December 31, 2024 (Audited)	
		Note -----Rupees-----			
17.1	Facultative business				
	Fire		12,230,403	41,068,588	
	Marine cargo		114,235	448,699	
	Marine hull		3,997,107	387,857	
	Accident		864,405	2,483,732	
	Aviation		397,464	815,706	
	Engineering		17,621,715	19,153,794	
			35,225,329	64,358,376	
18	TAKAFUL/RETAKAFUL PAYABLES				
	Retakaful contribution payable		48,889,232	252,472,589	

	Operator's Retakaful Fund		Participant's Retakaful Fund	
	Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)	Jun 30, 2025 (Unaudited)	December 31, 2024 (Audited)
<b>19 TAXATION- PROVISION LESS PAYMENT</b>	<b>Note -----Rupees-----</b>			
Balance at beginning of the period/year	(54,123,865)	(55,709,310)	-	-
Payment of income tax	7,798,763	14,043,240	-	-
Provision for current tax	(26,901,458)	(68,167,105)	475,105,983	(59,702,429)
Payable to Pakistan Reinsurance Company Limited	(54,123,865)	(55,709,310)	(34,889,126)	(59,702,429)
Balance at end of the period/year	<u>(19,102,695)</u>	<u>(54,123,865)</u>	<u>450,805,557</u>	<u>(59,702,429)</u>

**20 OTHER CREDITORS AND ACCRUALS**

Employee income tax payable	-	-	-	-
Sindh sales tax payable	382,545	177,380	3,960	3,960
General sales tax payable	162	-	-	-
Income tax deducted at source	160,786	142,638	26,730	26,730
Audit fee payable	798,260	1,029,860	-	-
Miscellaneous creditors	-	-	1,000	1,000
	<u>1,341,753</u>	<u>1,349,878</u>	<u>31,690</u>	<u>31,690</u>

**21 PAYABLE TO RELATED PARTY**

Pakistan Reinsurance Company Limited	21.1	<u>118,547,245</u>	<u>143,349,816</u>	<u>-</u>	<u>-</u>
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**21.1 Payable in respect of**

Receipt from cedent	-	69,679,288	-	-
Income tax	118,382,637	64,258,772	-	-
Salaries	164,608	8,649,485	-	-
Bonus	-	762,271	-	-
	<u>118,547,245</u>	<u>143,349,816</u>	<u>-</u>	<u>-</u>

**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. The Operator 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 be Rs. 118.7 million pertaining to six months 2025 (2024: Rs. 260.914 millions) on retakaful operations excluding any additional penalty or default surcharge.

**22.2** There are no commitments as at Jun 30, 2025 (December 31 2024: Nil).

	Six months period Ended		Three months period Ended	
	Jun 30, 2025 (Unaudited)	Jun 30, 2024 (Unaudited)	Jun 30, 2025 (Unaudited)	Jun 30, 2024 (Unaudited)
<b>Note -----Rupees-----</b>				

**23 NET CONTRIBUTION REVENUE**

Written gross contribution	29	769,546,046	904,672,934	285,614,007	482,728,163
Add: unearned contribution reserve opening	29	876,483,028	653,713,006	666,889,269	680,500,416
Less: unearned contribution reserve closing		(631,119,135)	(734,199,472)	(631,119,135)	(734,199,472)
Contribution earned		<u>1,014,909,939</u>	<u>824,186,468</u>	<u>321,384,141</u>	<u>429,029,107</u>
Retakaful contribution ceded		42,736,947	-	42,736,947	-
Add: prepaid retakaful contribution opening	29	148,038,177	165,831,810	99,674,270	109,663,520
Less: prepaid retakaful contribution closing	29	(86,754,447)	(61,648,164)	(86,754,447)	(61,648,164)
Retakaful expense		<u>104,020,677</u>	<u>104,183,646</u>	<u>55,656,770</u>	<u>48,015,356</u>
		<u>910,889,262</u>	<u>720,002,822</u>	<u>265,727,371</u>	<u>381,013,751</u>

**24 WAKALA FEE/EXPENSE**

Gross wakala fee	153,909,209	180,934,587	57,122,801	96,545,633
Add: unearned Wakala fee opening	175,296,606	130,742,601	133,377,854	136,100,083
Less: unearned Wakala fee closing	(126,223,827)	(146,839,894)	(126,223,827)	(146,839,894)
	<u>202,981,988</u>	<u>164,837,294</u>	<u>64,276,828</u>	<u>85,805,821</u>



	Six months period Ended		Three months period Ended	
	Jun 30, 2025 (Unaudited)	Jun 30, 2024 (Unaudited)	Jun 30, 2025 (Unaudited)	Jun 30, 2024 (Unaudited)

Note -----Rupees-----

**25 NET CLAIMS - REPORTED / SETTLED - IBNR**

Benefits/claims paid	351,576,871	269,159,388	98,321,259	234,744,891
Less: outstanding benefits/claims including IBNR - opening	(597,880,348)	(612,623,902)	(597,857,343)	(705,383,920)
Add: outstanding benefits / claims including IBNR - closing	620,923,951	732,960,822	620,923,951	732,960,822
Claims expense	374,620,474	389,496,308	121,387,867	262,321,793
Retakaful and other recoveries received	90,164,244	-	90,164,244	-
Add: retakaful and other recoveries received- closing	131,202,104	246,073,148	207,495,090	229,063,419
Less: retakaful and other recoveries received- opening	(207,495,090)	(229,063,419)	(207,495,090)	(229,063,419)
Retakaful and other recoveries revenue	13,871,258	17,009,729	90,164,244	-
Net claims expenses	360,749,216	372,486,579	31,223,623	262,321,793

**26 TAXATION PARTICIPANT RETAKAFUL FUND**

Current tax-deducted at source	(34,889,126)	(30,963,103)	(28,459,758)	(25,829,628)
	(34,889,126)	(30,963,103)	(28,459,758)	(25,829,628)

**27 COMMISSION EXPENSE**

Commission paid or payable	163,130,467	181,855,454	54,495,472	139,196,898
Add: deferred commission expense opening	184,582,059	114,413,227	197,079,787	92,774,845
Less: deferred commission expense closing	(145,133,995)	(143,870,854)	(145,133,995)	(143,870,854)
	202,578,531	152,397,828	106,441,264	88,100,889

**28 GENERAL, ADMINISTRATIVE AND MANAGEMENT EXPENSES**

Salaries, allowance and other benefits	7,168,247	7,949,360	4,497,140	5,096,234
Shariah advisor fee	1,500,000	1,353,630	750,000	902,420
Auditor's remuneration	410,400	342,000	410,400	342,000
Others	1,256,190	175,206	42,270	140,464
	10,334,837	9,820,196	5,699,810	6,481,118

## PARTICIPANT'S RETAKAFUL FUND

Six months ended June 30, 2025

	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
	-----Rupees-----				
Gross written contribution	39,930,340	5,493,282	1,582,577	722,539,847	769,546,046
Unearned contribution-opening	60,222,382	836,556	3,299,438	812,124,652	876,483,028
Unearned contribution-closing	29,852,118	4,111,342	1,261,869	595,893,806	631,119,135
<b>Contribution earned</b>	<b>70,300,604</b>	<b>2,218,496</b>	<b>3,620,146</b>	<b>938,770,693</b>	<b>1,014,909,939</b>
Retakaful-Ceded	-	-	-	42,736,947	42,736,947
Prepaid retakaful-opening	-	-	-	148,038,177	148,038,177
Prepaid retakaful-closing	-	-	-	86,754,447	86,754,447
<b>Retakaful expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>104,020,677</b>	<b>104,020,677</b>
Net contribution	70,300,604	2,218,496	3,620,146	834,750,016	910,889,262
Rebate	-	-	-	-	-
<b>Net underwriting income (A)</b>	<b>70,300,604</b>	<b>2,218,496</b>	<b>3,620,146</b>	<b>834,750,016</b>	<b>910,889,262</b>
Benefits paid	62,290,266	-	-	289,286,605	351,576,871
Outstanding benefits/claims-opening	207,946,612	231,606	11,832,974	377,869,156	597,880,348
Outstanding benefits/claims-closing	196,618,289	231,606	11,277,508	412,796,548	620,923,951
<b>Claims expenses</b>	<b>50,961,943</b>	<b>-</b>	<b>(555,466)</b>	<b>324,213,997</b>	<b>374,620,474</b>
Retakaful recoveries received	-	-	-	90,164,244	90,164,244
Retakaful recoveries against outstanding claims-opening	46,843,750	-	-	160,651,340	207,495,090
Retakaful recoveries against outstanding claims-closing	63,414,500	-	-	67,787,604	131,202,104
<b>Retakaful recoveries revenue</b>	<b>16,570,750</b>	<b>-</b>	<b>-</b>	<b>(2,699,492)</b>	<b>13,871,258</b>
Net benefit expenses	34,391,193	-	(555,466)	326,913,489	360,749,216
Wakala fee	14,060,121	443,699	724,029	187,754,139	202,981,988
<b>Net benefits and expenses (B)</b>	<b>48,451,314</b>	<b>443,699</b>	<b>168,563</b>	<b>514,667,628</b>	<b>563,731,204</b>
<b>Underwriting results (C=A-B)</b>	<b>21,849,290</b>	<b>1,774,797</b>	<b>3,451,583</b>	<b>320,082,388</b>	<b>347,158,058</b>
Profit on bank deposits					70,704,237
Modarib share of PTF investment income and bank					(42,649,308)
Investment income					99,892,995
<b>Profit before tax</b>					<b>475,105,983</b>
Segment Assets	69,384,924	822,268	252,374	273,720,812	344,180,378
Unallocated Assets					3,524,531,793
					<u>3,868,712,171</u>
Segment Liabilities	226,470,407	4,342,948	12,539,377	1,008,690,354	1,252,043,086
Unallocated Liabilities					241,727,918
					<u>1,493,771,004</u>
<b>OPERATOR'S RETAKAFUL FUND</b>					
Wakala fee	14,060,121	443,699	724,029	187,754,139	202,981,988
Commission	(2,988,004)	(47,080)	(116,321)	(199,427,126)	(202,578,531)
Management expenses	(715,872)	(22,591)	(36,864)	(9,559,511)	(10,334,837)
<b>Segment Results</b>	<b>10,356,245</b>	<b>374,028</b>	<b>570,844</b>	<b>(21,232,498)</b>	<b>(9,931,380)</b>
Profit on bank deposits					12,006,151
Modarib share of PTF investment income and bank profit					42,649,308
Investment income					24,254,019
<b>Profit before tax</b>					<b>68,978,098</b>
Segment Assets	922,893	6,607	35,537	144,168,958	145,133,995
Unallocated Assets					1,040,130,582
					<u>1,185,264,577</u>
Segment Liabilities	5,970,424	822,268	252,374	119,178,761	126,223,827
Unallocated Liabilities					138,991,693
					<u>265,215,520</u>

**PARTICIPANT'S RETAKAFUL FUND**

Six months ended June 30, 2024

	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
-----Rupees-----					
Gross written contribution	44,631,001	606,795	10,704,827	848,730,311	904,672,934
Unearned contribution-opening	65,157,260	145,438	3,495,235	584,915,073	653,713,006
Unearned contribution-closing	35,683,774	336,707	4,645,777	693,533,214	734,199,472
<b>Contribution Earned</b>	<b>74,104,487</b>	<b>415,526</b>	<b>9,554,285</b>	<b>740,112,170</b>	<b>824,186,468</b>
Retakaful-ceded	-	-	-	-	-
Prepaid Retakaful-opening	-	-	-	165,831,810	165,831,810
Prepaid Retakaful-closing	-	-	-	61,648,164	61,648,164
<b>Retakaful Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>104,183,646</b>	<b>104,183,646</b>
Net contribution	74,104,487	415,526	9,554,285	635,928,524	720,002,822
Rebate	-	-	-	-	-
<b>Net underwriting income (A)</b>	<b>74,104,487</b>	<b>415,526</b>	<b>9,554,285</b>	<b>635,928,524</b>	<b>720,002,822</b>
Benefits/claims paid	14,195,743	-	368,826	254,594,819	269,159,388
Outstanding benefits/claims-opening	92,841,036	99,137	2,817,282	516,866,447	612,623,902
Outstanding benefits/claims-closing	83,347,765	99,137	7,428,420	642,085,500	732,960,822
<b>Claims expenses</b>	<b>4,702,472</b>	<b>-</b>	<b>4,979,964</b>	<b>379,813,872</b>	<b>389,496,308</b>
Retakaful recoveries received	-	-	-	-	-
Retakaful recoveries against outstanding claims-	-	-	-	229,063,419	229,063,419
Retakaful recoveries against outstanding claims-	-	-	-	246,073,148	246,073,148
<b>Benefits recovered from retro takaful</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>17,009,729</b>	<b>17,009,729</b>
Net benefit expenses	4,702,472	-	4,979,964	362,804,143	372,486,579
Wakala Fee	14,820,897	83,105	1,910,857	148,022,434	164,837,294
Management expense	-	-	-	-	-
<b>Net benefits and expenses (B)</b>	<b>19,523,369</b>	<b>83,105</b>	<b>6,890,821</b>	<b>510,826,577</b>	<b>537,323,873</b>
<b>Underwriting results (C=A-B)</b>	<b>54,581,118</b>	<b>332,421</b>	<b>2,663,464</b>	<b>125,101,947</b>	<b>182,678,949</b>
Profit on bank deposits					121,173,453
Modarib share of PTF investment income and bank					(45,284,575)
Investment income					59,964,847
<b>Profit before tax</b>					<b>318,532,674</b>
Segment assets	7,136,755	67,341	929,155	446,427,955	454,561,206
Unallocated assets					2,907,986,655
					<u>3,362,547,862</u>
Segment liabilities	119,031,539	435,844	12,074,197	1,335,618,714	1,467,160,294
Unallocated liabilities					224,267,567
					<u>1,691,427,861</u>
<b>OPERATOR'S RETAKAFUL FUND</b>					
Wakala Fee	14,820,897	83,105	1,910,857	148,022,434	164,837,294
Commission	(3,622,128)	(24,001)	(403,474)	(148,348,225)	(152,397,828)
Management Expenses	(882,956)	(4,951)	(113,839)	(8,818,449)	(9,820,196)
<b>Segment Results</b>	<b>10,315,813</b>	<b>54,153</b>	<b>1,393,544</b>	<b>(9,144,240)</b>	<b>2,619,270</b>
Profit on bank deposits					30,157,977
Modarib share of PTF investment income and bank					45,284,575
Investment income					14,539,977
<b>Deficit before tax</b>					<u>92,601,799</u>
Segment Assets	1,165,428	20,112	171,565	142,513,749	143,870,854
Unallocated Assets					940,224,888
					<u>1,084,095,742</u>
Segment Liabilities	7,136,755	67,341	929,155	138,706,643	146,839,894
Unallocated Liabilities					99,294,653
					<u>246,134,547</u>



# SEGMENT REPORTING

## PARTICIPANT'S RETAKAFUL FUND

	Three months period ended Jun 30, 2025				
	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
	Rupees				
Gross written contribution	25,730,589	5,356,603	449,327	254,077,488	285,614,007
Unearned contribution-opening	40,054,638	463,041	2,460,741	623,910,849	666,889,269
Unearned contribution-closing	29,852,118	4,111,342	1,261,869	595,893,806	631,119,135
<b>Contribution earned</b>	<b>35,933,109</b>	<b>1,708,302</b>	<b>1,648,199</b>	<b>282,094,531</b>	<b>321,384,141</b>
Retakaful-Ceded	-	-	-	42,736,947	42,736,947
Prepaid retakaful-opening	-	-	-	99,674,270	99,674,270
Prepaid retakaful-closing	-	-	-	86,754,447	86,754,447
<b>Retakaful expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>55,656,770</b>	<b>55,656,770</b>
Net contribution	35,933,109	1,708,302	1,648,199	226,437,761	265,727,371
Rebate	-	-	-	-	-
<b>Net underwriting income (A)</b>	<b>35,933,109</b>	<b>1,708,302</b>	<b>1,648,199</b>	<b>226,437,761</b>	<b>265,727,371</b>
Benefits paid	36,529,542	-	-	61,791,717	98,321,259
Outstanding benefits/claims-opening	223,378,843	231,606	12,013,560	362,233,334	597,857,343
Outstanding benefits/claims-closing	196,618,289	231,606	11,277,508	412,796,548	620,923,951
<b>Claims expenses</b>	<b>9,768,988</b>	<b>-</b>	<b>(736,052)</b>	<b>112,354,931</b>	<b>121,387,867</b>
Retakaful recoveries received	-	-	-	90,164,244	90,164,244
Retakaful recoveries against outstanding claims opening	46,843,750	-	-	160,651,340	207,495,090
Retakaful recoveries against outstanding claims-closing	63,414,500	-	-	67,787,604	131,202,104
<b>Retakaful recoveries revenue</b>	<b>16,570,750</b>	<b>-</b>	<b>-</b>	<b>(2,699,492)</b>	<b>13,871,258</b>
Net benefit expenses	(6,801,762)	-	(736,052)	115,054,423	107,516,609
Wakala fee	7,186,622	341,660	329,640	56,418,906	64,276,828
Management expense	-	-	-	-	-
Contribution deficiency expense	-	-	-	-	-
<b>Net benefits and expenses (B)</b>	<b>384,860</b>	<b>341,660</b>	<b>(406,412)</b>	<b>171,473,330</b>	<b>171,793,438</b>
<b>Underwriting results (C=A-B)</b>	<b>35,548,249</b>	<b>1,366,642</b>	<b>2,054,611</b>	<b>54,964,432</b>	<b>93,933,934</b>
Profit on bank deposits					42,477,810
Modarib share of PTF investment income and bank profit					(32,724,481)
Investment income					88,420,116
<b>Profit before tax</b>					<b>192,107,379</b>
Segment Assets	69,384,924	822,268	252,374	273,720,812	344,180,378
Unallocated Assets					3,524,564,718
					<b>3,868,745,096</b>
Segment Liabilities	226,470,407	4,342,948	12,539,377	1,008,690,354	1,252,043,086
Unallocated Liabilities					241,055,101
					<b>1,493,098,187</b>
<b>OPERATOR'S RETAKAFUL FUND</b>					
Wakala fee	7,186,622	341,660	329,640	56,418,906	64,276,828
Commission	(1,617,480)	(20,675)	(49,246)	(104,753,863)	(106,441,264)
Management expenses	(486,184)	(19,181)	(23,685)	(5,170,760)	(5,699,810)
<b>Segment Results</b>	<b>5,082,958</b>	<b>301,804</b>	<b>256,709</b>	<b>(53,505,717)</b>	<b>(47,864,246)</b>
Profit on bank deposits					6,849,806
Modarib share of PTF investment income and bank profit					32,724,481
Investment income					21,950,745
<b>Profit before tax</b>					<b>13,660,786</b>
Segment Assets	922,893	6,607	35,537	144,168,958	145,133,995
Unallocated Assets					1,038,162,198
					<b>1,183,296,193</b>
Segment Liabilities	5,970,424	822,268	252,374	119,178,761	126,223,827
Unallocated Liabilities					141,922,039
					<b>268,145,866</b>

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**PARTICIPANT'S RETAKAFUL FUND**

	Three months period ended Jun 30, 2024				TOTAL
	Fire and property damage	Marine	Miscellaneous	Treaty	
	Rupees				
Gross written contribution	22,840,729	334,441	2,661,931	456,891,062	482,728,163
Unearned contribution-opening	49,958,828	256,437	6,374,302	623,910,849	680,500,416
Unearned contribution-closing	35,683,774	336,707	4,645,777	693,533,214	734,199,472
<b>Contribution Earned</b>	<b>37,115,783</b>	<b>254,171</b>	<b>4,390,456</b>	<b>387,268,697</b>	<b>429,029,107</b>
Retakaful-ceded	-	-	-	-	-
Prepaid Retakaful-opening	-	-	-	109,663,520	109,663,520
Prepaid Retakaful-closing	-	-	-	61,648,164	61,648,164
<b>Retakaful Expenses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>48,015,356</b>	<b>48,015,356</b>
Net contribution	37,115,783	254,171	4,390,456	339,253,341	381,013,751
Rebate	-	-	-	-	-
<b>Net underwriting income (A)</b>	<b>37,115,783</b>	<b>254,171</b>	<b>4,390,456</b>	<b>339,253,341</b>	<b>381,013,751</b>
Benefits/claims paid	9,938,368	-	73,248	224,733,275	234,744,891
Outstanding benefits/claims-opening	74,954,137	99,137	2,624,482	627,706,164	705,383,920
Outstanding benefits/claims-closing	83,347,765	99,137	7,428,420	642,085,500	732,960,822
<b>Claims expenses</b>	<b>18,331,996</b>	<b>-</b>	<b>4,877,186</b>	<b>239,112,611</b>	<b>262,321,793</b>
Retakaful recoveries received	-	-	-	-	-
Retakaful recoveries against outstanding claims opening	-	-	-	246,073,148	246,073,148
Retakaful recoveries against outstanding claims closing	-	-	-	246,073,148	246,073,148
<b>Benefits recovered from retro takaful</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Net benefit expenses	18,331,996	-	4,877,186	239,112,611	262,321,793
Wakala Fee	7,423,157	50,834	878,091	77,453,739	85,805,821
Management expense	-	-	-	-	-
Contribution deficiency expense	-	-	-	-	-
<b>Net benefits and expenses (B)</b>	<b>25,755,153</b>	<b>50,834</b>	<b>5,755,277</b>	<b>316,566,350</b>	<b>348,127,614</b>
<b>Underwriting results (C=A-B)</b>	<b>11,360,630</b>	<b>203,337</b>	<b>(1,364,821)</b>	<b>22,686,991</b>	<b>32,886,137</b>
Profit on bank deposits					121,173,453
Modarib share of PTF investment income and bank profit					(43,049,376)
Investment income					51,024,051
<b>Deficit before tax</b>					<b>162,034,265</b>
Segment assets	7,136,755	67,341	929,155	446,427,955	454,561,206
Unallocated assets					2,907,986,655
					<b>3,362,547,862</b>
Segment liabilities	119,031,539	435,844	12,074,197	1,335,618,714	1,467,160,294
Unallocated liabilities					224,267,567
					<b>1,691,427,861</b>
<b>OPERATOR'S RETAKAFUL FUND</b>					
Wakala Fee	7,423,157	50,834	878,091	77,453,739	85,805,821
Commission	(2,445,468)	(83,739)	(95,950)	(60,590,851)	(63,216,008)
Management Expenses	(839,940)	(21,348)	(47,078)	(6,352,104)	(7,260,470)
<b>Segment Results</b>	<b>4,137,749</b>	<b>(54,253)</b>	<b>735,063</b>	<b>10,510,784</b>	<b>15,329,343</b>
Profit on bank deposits					31,999,034
Modarib share of PTF investment income and bank profit					25,129,952
Investment income					2,347,457
<b>Profit before tax</b>					<b>74,805,786</b>
Segment Assets	1,165,428	20,112	171,565	142,513,749	143,870,854
Unallocated Assets					940,224,888
					<b>1,084,095,742</b>
Segment Liabilities	7,136,755	67,341	929,155	138,706,643	146,839,894
Unallocated Liabilities					99,294,653
					<b>246,134,547</b>

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### 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

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			
PARTICIPANT'S RETAKAFUL FUND				
June 30, 2024 (Un-audited)				
Available for sale				
Mutual funds	2,892,104,664	-	-	2,892,104,664
OPERATOR'S RETAKAFUL FUND				
June 30, 2024 (Unaudited)				
Available for sale				
Mutual funds	514,997,439	-	-	514,997,439
PARTICIPANT'S RETAKAFUL FUND				
December 31, 2024 (Audited)				
Available for sale				
Mutual funds	813,094,056	-	-	813,094,056
OPERATOR'S RETAKAFUL FUND				
December 31, 2024 (Audited)				
Available for sale				
Mutual funds	208,315,432	-	-	208,315,432

### 31 SUBSEQUENT NON ADJUSTING EVENTS

There are no significant subsequent events that need to be disclosed for the period ended Jun 30, 2025.

### 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

29 AUG 2025

These condensed interim financial statements were authorized for issue on \_\_\_\_\_ by the Board of Directors of the

### 34 GENERAL

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

 Chairman  
 Director  
 Director  
 Chief Executive Officer  
 Chief Financial Officer