Directors' Report
For Nine Months Ended September 30, 2025

The Valued Shareholders,
Pakistan Reinsurance Company Limited.

On behalf of the Board of Directors of PRCL, I am pleased to present Company's condensed interim financial statements for the third quarter ended September 30, 2025.

Review of Conventional Business Activities

The gross written premium is Rs.**28,027** million against an amount of Rs. 21,282 million for the corresponding period of last year, showing an increase of Rs. 6,745 million (31.7%). The net premium is Rs. **6,998** million against Rs. 8,059 million, showing a decrease of Rs. 1,061 million (-13.2%). The net commission expense for the period is Rs. **802** million as compared to Rs. 763 million, showing an increase of Rs. 39 million (5.1%). The net claims are Rs. **4,843** million against Rs. 4,110 million, showing a increase of Rs. 733 million (17.8%).

The underwriting results after management expenses for the period under review are Rs. **36** million as compared to Rs. 1,732 million for the corresponding periods last year showing a decrease of Rs. 1,696 million. (-97.9%)

The income from investment, rental, and other income for the period under review is recorded as Rs. **2,821** million, as compared to Rs. 2,968 million in the corresponding period of last year, showing a decrease of Rs. 147 million (-5%).

The profit before tax for the period under review is Rs. **2,864** million, as compared to Rs. 4,795 million recorded in the corresponding period last year, showing a decrease of Rs. 1,930 million (-40%).

The profit after tax for the period under review is Rs. **1,831** million, as compared to Rs. 2,639 million in the corresponding period of last year showing a decrease of Rs. 809 million (-30.6%) resulting in earnings per share of Rs. **2.03** as compared to earnings per share of Rs. 2.93 for the corresponding period of last year showing a decrease of Rs. 0.90 per share.

Review of Window Re-Takaful Business Activities

Participants' Re-takaful Fund

The gross written contribution is Rs. 1,461 million against an amount of Rs. 1,616 million for the corresponding period of last year, showing a decrease of Rs. 155 million (-9.6%). The net contribution is Rs. 1,484 million against Rs. 1,298 million, showing an increase of Rs. 185 million (14.3%). The wakala expense for the period is Rs. 297 million as compared to Rs. 260 million, showing an increase of Rs. 37 million (14.3%). The net re-takaful benefit for the period is Rs. 223 million as compared to Rs. 312 million, showing a decrease of Rs. 88.7 million (-28.4%), The income from investment and others income for the period under review is recorded as Rs. 184.7 million, as compared to Rs. 266 million in the corresponding period of last year, showing a decrease of Rs. 81.3 million (-30.6%).

Operator's Re-takaful Fund

The wakala income for the period is Rs. 297 million as compared to Rs. 260 million, showing an increase of Rs. 37 million (14.3%). The commission expense for the period is Rs. 310 million as compared to Rs. 241 million, showing an increase of Rs. 68 million (28.4%). The general administrative & management expense for the period is Rs. 15 million as compared to Rs. 13 million, showing an increase of Rs. 2 million (14.8%). The income from investment and other income for the period under review is recorded as Rs. 40 million, as compared to Rs. 63 million in the corresponding period of last year, showing a decrease of Rs. 23 million (-36.5%).

The profit after tax for the period under review is Rs. 35 million, as compared to Rs. 82 million in the corresponding period of last year, showing a decrease of Rs. 47 million (-57.1%).

Future Outlook

Since May 2025, the State Bank of Pakistan (SBP) has maintained the policy rate at 11%. We anticipate that SBP will continue to hold the rate as it remains confident to keep the Headline inflation in the 5 to 7 %, offering a decent Real Interest Rate (RIR). Current Account posted a surplus in Sept 2025; however, in 2Q FY 2026, the current account deficit (CAD) may persist. We expect CAD to remain within SBP's range of 0 – 1 % of GDP.

The IMF recently approved USD 1.2 billion, which was received favourably by the market. Accelerated Growth indicators and momentum continue to reflect Pakistan's improved macroeconomic factors and fiscal discipline.

We remain prudent as we adapt to an increasingly volatile and uncertain geopolitical environment.

Acknowledgment

The Directors would like to take this opportunity to express their gratitude to the Company’s esteemed clients, cedants, retrocessionnaires, business partners, the Securities and Exchange Commission of Pakistan, and the Pakistan Stock Exchange for their professional support and guidance.
We also extend our sincere thanks to our shareholders for their continued trust and confidence in the Company, and we assure them of our commitment to delivering our best efforts in the future. Lastly, the Directors would like to acknowledge the hard work, loyalty, and dedication of the Company's officers and staff

For and on behalf of the Board of Directors.

Chairman Board	**Chief Executive Officer**

Karachi, October, 2025

ڈائریکٹرز کی رپورٹ

برائے نو ماہ اختتام پذیر 30 ستمبر 2025ء

محترم حصص یافتگان،

پاکستان ری انشورنس کمپنی لمیٹڈ

پاکستان ری انشورنس کمپنی لمیٹڈ (PRCL) کے بورڈ آف ڈائریکٹرز کی جانب سے، مجھے یہ پیش کرتے ہوئے خوشی محسوس ہو رہی ہے کہ کمپنی کے مختصر عبوری مالیاتی بیانات، تیسری سہ ماہی جو 30 ستمبر 2025ء کو ختم ہوئی، پیش کیے جا رہے ہیں۔

روایتی کاروباری سرگرمیوں کا جائزہ

مجموعی تحریر شدہ پریمیم 28,027 ملین روپے ہے جو گزشتہ سال کے اسی عرصے کے 21,282 ملین روپے کے مقابلے میں 6,745 ملین روپے (31.7٪) کا اضافہ ظاہر کرتا ہے۔ خالص پریمیم 6,998 ملین روپے رہا جو کہ گزشتہ سال کے 8,059 ملین روپے کے مقابلے میں 1,061 ملین روپے (-13.2٪) کی کمی کو ظاہر کرتا ہے۔ اس عرصے کے دوران خالص کمیشن اخراجات 802 ملین روپے رہے جو کہ گزشتہ سال کے 763 ملین روپے کے مقابلے میں 39 ملین روپے (5.1٪) کا اضافہ ظاہر کرتے ہیں۔

خالص کلیمز (Claims) 4,843 ملین روپے ہیں جو کہ گزشتہ سال کے 4,110 ملین روپے کے مقابلے میں 733 ملین روپے (17.8٪) کا اضافہ ظاہر کرتے ہیں۔

اس مدت کے دوران مینجمنٹ اخراجات کے بعد انڈر رائٹنگ نتائج 36 ملین روپے رہے جو کہ گزشتہ سال کے اسی عرصے کے 1,732 ملین روپے کے مقابلے میں 1,696 ملین روپے (-97.9٪) کی کمی ظاہر کرتے ہیں۔

سرمایہ کاری، کرایہ، اور دیگر ذرائع سے آمدنی 2,821 ملین روپے رہی جو کہ گزشتہ سال کے 2,968 ملین روپے کے مقابلے میں 147 ملین روپے (-5٪) کی کمی ظاہر کرتی ہے۔

ٹیکس سے قبل منافع 2,864 ملین روپے رہا جو کہ گزشتہ سال کے اسی عرصے کے 4,795 ملین روپے کے مقابلے میں 1,930 ملین روپے (-40٪) کم ہے۔

ٹیکس کے بعد منافع 1,831 ملین روپے رہا جو کہ گزشتہ سال کے 2,639 ملین روپے کے مقابلے میں 809 ملین روپے (-30.6٪) کم ہے، جس کے نتیجے میں فی حصص آمدنی 2.03 روپے رہی جو کہ گزشتہ سال کے 2.93 روپے فی حصص کے مقابلے میں 0.90 روپے فی حصص کی کمی ظاہر کرتی ہے۔

ونڈو ری تکافل کاروباری سرگرمیوں کا جائزہ

شرکاء کا ری تکافل فنڈ:

مجموعی تحریر شدہ کنٹری بیوشن 1,461 ملین روپے ہے جو گزشتہ سال کے 1,616 ملین روپے کے مقابلے میں 155 ملین روپے (-9.6٪) کی کمی ظاہر کرتی ہے۔

خالص کنٹری بیوشن 1,484 ملین روپے رہی جو کہ گزشتہ سال کے 1,298 ملین روپے کے مقابلے میں 185 ملین روپے (14.3٪) کا اضافہ ظاہر کرتی ہے۔

وقفہ اخراجات (Wakala Expense) 297 ملین روپے رہے جو کہ گزشتہ سال کے 260 ملین روپے کے مقابلے میں 37 ملین روپے (14.3٪) کا اضافہ ظاہر کرتے ہیں۔

خالص ری تکافل بینیفٹ 223 ملین روپے رہا جو کہ گزشتہ سال کے 312 ملین روپے کے مقابلے میں 88.7 ملین روپے (-28.4٪) کی کمی ظاہر کرتا ہے۔

سرمایہ کاری اور دیگر آمدنی 184.7 ملین روپے رہی جو کہ گزشتہ سال کے 266 ملین روپے کے مقابلے میں 81.3 ملین روپے (-30.6٪) کی کمی ظاہر کرتی ہے۔

آپریٹر کا ری تکافل فنڈ:

وقفہ آمدنی (Wakala Income) 297 ملین روپے رہی جو کہ گزشتہ سال کے 260 ملین روپے کے مقابلے میں 37 ملین روپے (14.3٪) کا اضافہ ظاہر کرتی ہے۔

کمیشن اخراجات 310 ملین روپے رہے جو کہ گزشتہ سال کے 241 ملین روپے کے مقابلے میں 68 ملین روپے (28.4٪) کا اضافہ ظاہر کرتے ہیں۔

انتظامی و عمومی اخراجات 15 ملین روپے رہے جو کہ گزشتہ سال کے 13 ملین روپے کے مقابلے میں 2 ملین روپے (14.8٪) کا اضافہ ظاہر کرتے ہیں۔

سرمایہ کاری اور دیگر ذرائع سے آمدنی 40 ملین روپے رہی جو کہ گزشتہ سال کے 63 ملین روپے کے مقابلے میں 23 ملین روپے (-36.5٪) کی کمی ظاہر کرتی ہے۔

ٹیکس کے بعد منافع 35 ملین روپے رہا جو کہ گزشتہ سال کے 82 ملین روپے کے مقابلے میں 47 ملین روپے (-57.1٪) کم ہے۔

مستقبل کا جائزہ

مئی 2025ء سے، اسٹیٹ بینک آف پاکستان (SBP) نے پالیسی ریٹ 11٪ پر برقرار رکھا ہوا ہے۔ ہمیں توقع ہے کہ SBP یہ شرح برقرار رکھے گا کیونکہ اسے افراطِ زر کو 5 سے 7 فیصد کے درمیان رکھنے پر اعتماد ہے، جس سے حقیقی شرحِ سود (Real Interest Rate) معقول سطح پر رہے گی۔

ستمبر 2025ء میں موجودہ کھاتہ (Current Account) سرپلس میں رہا؛ تاہم مالی سال 2026ء کی دوسری سہ ماہی میں موجودہ کھاتہ خسارہ (CAD) برقرار رہنے کا امکان ہے۔ ہم توقع کرتے ہیں کہ CAD، GDP کے 0 تا 1 فیصد کی حد میں رہے گا۔

بین الاقوامی مالیاتی فنڈ (IMF) نے حال ہی میں 1.2 ارب امریکی ڈالر کی منظوری دی ہے جسے مارکیٹ نے مثبت انداز میں قبول کیا۔ پاکستان کی معاشی نمو اور مالی نظم و ضبط کے بہتر ہونے کے اشاریے مثبت رجحان ظاہر کر رہے ہیں۔

ہم غیر یقینی اور غیر مستحکم عالمی سیاسی حالات کے مطابق محتاط حکمت عملی اختیار کرتے رہیں گے۔

اظہارِ تشکر

ڈائریکٹرز اس موقع پر کمپنی کے معزز کلائنٹس، سیڈنٹس، ریٹروسشنئیرز، بزنس پارٹنرز، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اور پاکستان اسٹاک ایکسچینج کا شکریہ ادا کرتے ہیں جنہوں نے مسلسل پیشہ ورانہ تعاون اور رہنمائی فراہم کی۔

ہم اپنے حصص یافتگان کے بھی شکر گزار ہیں جنہوں نے کمپنی پر اپنا اعتماد اور یقین برقرار رکھا، اور ہم انہیں یقین دلاتے ہیں کہ آئندہ بھی اپنی بہترین کاوشیں جاری رکھیں گے۔

آخر میں، ڈائریکٹرز کمپنی کے افسران اور عملے کی محنت، وفاداری، اور لگن کو خراجِ تحسین پیش کرتے ہیں۔

برائے اور از جانب بورڈ آف ڈائریکٹرز

چیئرمین بورڈ **چیف ایگزیکٹو آفیسر**

کراچی: اکتوبر 2025

Pakistan Reinsurance Company Limited

Condensed Interim Statement of Financial Position (Unaudited)

As at September 30, 2025

		September 30, 2025	December 31, 2024
		Unaudited	Audited
ASSETS	Note	Rupees	Rupees
Property and equipment	7	**960,980,745**	935,839,100
Intangible Assets	8	**19,569,111**	19,761,107
Right of use asset	9	**1,985,322,060**	2,177,450,000
Assest relating to Bangladesh	10	**-**	-
Investment property	11	**864,476,353**	864,476,353
Investments			
Equity securities	12	**10,483,958,487**	6,901,912,955
Debt securities	13	**15,912,575,724**	16,801,859,292
		26,396,534,211	23,703,772,247
Loans and other receivables	14	**1,002,080,763**	873,898,168
Receivable from Sindh Revenue Board	15	**2,573,888,727**	2,573,888,727
Insurance / Reinsurance receivables	16	**21,226,980,202**	9,663,385,890
Reinsurance recoveries against outstanding claims	17	**9,535,530,932**	15,767,126,860
Deferred Commission Expense / Acquisition cost	18	**1,235,338,822**	1,047,205,897
Taxation - payments less provision		**501,813,246**	-
Prepayments	19	**13,031,882,635**	6,955,327,497
Cash & Bank	20	**1,158,048,768**	3,235,526,667
		80,492,446,575	67,817,658,513
Total assets from Window Takaful Operations - OPF		**1,228,375,835**	1,262,305,527
Total Assets		**81,720,822,410**	69,079,964,040
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		**9,000,000,000**	9,000,000,000
Reserves		**6,341,217,394**	4,124,511,880
Unappropriated profit		**8,195,200,440**	8,077,645,381
Total Equity		**23,536,417,834**	21,202,157,261
Revaluation surplus - net of tax		**1,608,802,455**	1,695,820,477
Liabilities			
Underwriting Provisions			
- Outstanding claims including IBNR	21	**18,733,499,711**	24,333,649,075
- Unearned premium reserves		**16,499,596,513**	10,621,849,438
- Unearned Reisurance Commission		**974,765,384**	505,496,153
		36,207,861,608	35,460,994,666
Retirement benefit obligations		**3,560,603,423**	3,401,370,786
Taxation liabilities- provision less payments		**-**	533,341,570
Deferred taxation	22	**2,990,285,673**	2,945,023,429
Insurance / Reinsurance Payables	23	**13,352,127,034**	3,208,296,520
Lease liabilities		**23,159,244**	23,775,995
Unclaimed Dividend		**54,427,350**	93,997,886
Other Creditors and Accruals	24	**82,499,718**	137,872,539
Total Liabilities		**20,063,102,442**	10,343,678,725
Total liabilities from Window Takaful Operations - OPF		**304,638,071**	377,312,911
		56,575,602,121	46,181,986,302
Total Equity and Liabilities		**81,720,822,410**	69,079,964,040
Contingency(ies) and commitment(s)			

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

CFO **CEO** **DIRECTOR** **DIRECTOR** **CHAIRMAN**

Pakistan Reinsurance Company Limited

Condensed Interim Statement of Profit and Loss Account (Unaudited)

For the Nine months and Three months period ended September 30, 2025

		Nine months period ended				**Three months period ended**	
		September 30, 2025		September 30, 2024		**September 30, 2025**	September 30, 2024
		Unaudited		Unaudited		**Unaudited**	Unaudited
	Note						
Net insurance premium	26	**6,998,061,151**		8,059,554,082	-13.2%	**2,170,330,314**	2,660,661,482
Net Insurance claims	27	**(4,842,886,111)**	69.2%	(4,109,831,231)	17.8%	**(1,329,375,386)**	(1,419,004,595)
Net Commission and other acquistion costs	28	**(801,903,138)**	11.5%	(763,214,687)	5.1%	**(209,568,193)**	(232,704,498)
Insurance claims and acquisition expenses		**(5,644,789,249)**	80.7%	(4,873,045,918)	15.8%	**(1,538,943,579)**	(1,651,709,093)
Management Expenses	29	**(1,317,612,863)**	18.8%	(1,454,753,410)	-9.4%	**(349,560,276)**	(489,811,268)
Underwriting results		**35,659,039**	0.5%	1,731,754,754	-97.9%	**281,826,459**	519,141,121
Investment income	30	**2,482,513,134**	35.5%	2,519,954,825	-1.5%	**724,560,855**	840,910,454
Rental income - net	31	**123,499,665**	1.8%	110,383,042	11.9%	**46,679,901**	40,042,217
Finance cost		**(6,032,907)**		(6,769,011)		**(1,213,435)**	(140,031)
Other income	32	**214,944,532**	3.1%	337,848,438	-36%	**38,720,354**	170,013,325
Other expenses	33	**(44,325,046)**	0.6%	(33,507,726)	32%	**(13,154,791)**	(5,201,230)
Profit before tax from general operations		**2,806,258,417**	40.1%	4,659,664,322	57.8%	**1,077,419,343**	1,564,765,856
Profit from Window Retakaful Operations		**57,892,870**	0.8%	134,866,915	-57%	**(11,085,228)**	42,265,117
Profit before tax		**2,864,151,287**	40.9%	4,794,531,237	-40%	**1,066,334,115**	1,607,030,973
Income tax expense	34	**(1,033,614,250)**	14.8%	(2,155,214,517)	26.7%	**(366,442,054)**	(646,035,223)
Profit after tax		**1,830,537,037**	26.2%	2,639,316,720	-31%	**699,892,061**	960,995,750
Earnings (after tax) per share - Rupees	38	**2.03**		2.93		**0.78**	1.07

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

CFO	**CEO**	**DIRECTOR**	**DIRECTOR**	**CHAIRMAN**

Pakistan Reinsurance Company Limited
Condensed Interim Statement of Total Comprehensive Income (Unaudited)
For the Nine months and Three months period ended September 30, 2025

	Nine months period ended		Three months period ended	
	September 30, 2025	September 30, 2024	**September 30, 2025**	September 30, 2024
	Unaudited	Unaudited	**Unaudited**	Unaudited
	------------ Rupees ------------		------------ Rupees ------------	
Profit for the Period	**1,830,537,037**	2,639,316,720	**699,892,060**	960,995,750
Other comprehensive income / (loss)				
Items that may not be reclassified subsequently to profit and loss account				
Unrealized gain on available for sale investments - net	**2,258,537,262**	213,348,645	**2,097,178,512**	149,644,928
Impact of deferred tax	**(45,262,244)**	(130,610,300)	**17,667,667**	(105,592,467)
	2,213,275,018	82,738,345	**2,114,846,179**	44,052,461
Impact of change in tax rate	**-**	(265,014,837)		-
Other Comprehensive Income Window Retakaful Operations	**3,430,496**	3,370,292	**10,450,688**	4,810,813
Total other comprehensive income / (loss) for the period	**2,216,705,514**	(178,906,200)	**2,125,296,867**	48,863,274
Total comprehensive income / (loss) for the period	**4,047,242,551**	2,460,410,520	**2,825,188,927**	1,009,859,024

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

CFO **CEO** **DIRECTOR** **DIRECTOR** **CHAIRMAN**

Pakistan Reinsurance Company Limited
Condensed Interim Statement of Changes in Equity (Unaudited)
For the Nine months period ended September 30, 2025

	Share capital	Reserves						
		Capital		Other	Revenue reserves			
	Issued subscribed and paid-up	Reserve for exceptional losses	Unrealized gain on available for sale investment	Revaluation surplus	General reserve	Retained earnings	Total reserves	Total equity
	----- Rupees -----							
Balance as at January 01, 2024	9,000,000,000	281,000,000	1,384,637,060	1,590,000,034	1,135,296,316	4,748,800,041	9,139,733,451	18,139,733,451
Total Comprehensive income for the period ended September 30, 2024	-	-	-		-	2,639,316,719	2,639,316,719	2,639,316,719
Unrealized loss on available for sale investments			(36,518,137)	(142,388,063)			(178,906,200)	(178,906,200)
	-	-	(36,518,137)	(142,388,063)	-	2,639,316,719	2,460,410,519	2,460,410,519
Effect of changes in deferred tax rate			-	-			-	-
Incremental depreciation								
- Right of use assets				(6,788,485)		6,788,485		
- Property and equipment				(61,898,556)		61,898,556		
				(68,687,041)		68,687,041		
Final cash dividend 2023: Rs.1.00 @ 10% (2022 : Rs..0.75 @ 7.5%) per share		-			-	(900,000,000)	(900,000,000)	(900,000,000)
Balance as at September 30, 2024	**9,000,000,000**	**281,000,000**	**1,348,118,923**	**1,378,924,930**	**1,135,296,316**	**6,556,803,801**	**10,700,143,970**	**19,700,143,970**
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**
Total Comprehensive income for the period ended September 30, 2025	-	-	-		-	1,830,537,037	1,830,537,037	1,830,537,037
Unrealized loss on available for sale investments			2,216,705,514	-			2,216,705,514	2,216,705,514
	-	-	2,216,705,514	-	-	1,830,537,037	4,047,242,551	4,047,242,551
Incremental depreciation								
- Right of use assets				(77,604,419)		77,604,419	-	-
- Property and equipment				(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	-	-			-	(1,800,000,000)	(1,800,000,000)	(1,800,000,000)
Balance as at September 30, 2025	**9,000,000,000**	**281,000,000**	**4,924,921,078**	**1,608,802,455**	**1,135,296,316**	**8,195,200,440**	**16,145,220,289**	**25,145,220,289**

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

CFO **CEO** **DIRECTOR** **DIRECTOR** **CHAIRMAN**

Pakistan Reinsurance Company Limited
Condensed Interim Statement of Cash Flows (Unaudited)
For the Nine months period ended September 30, 2025

	September 30, 2025 Unaudited (Rupees)	September 30, 2024 Unaudited (Rupees)
Operating Cash Flows:		
Underwriting activities:-		
Premium received	**16,463,403,924**	18,234,064,287
Reinsurance premium paid	**(11,044,850,289)**	(10,646,272,638)
Claims paid	**(10,508,366,414)**	(6,693,856,375)
Reinsurance and other recoveries received	**6,296,926,867**	3,292,303,522
Commission paid	**(2,070,678,832)**	(1,941,229,492)
Commission received	**1,549,912,000**	995,674,198
Other underwriting payments (management expenses)	**(1,323,645,770)**	(1,461,522,421)
Net cash flows generated from underwriting activities	**(637,298,514)**	1,779,161,081
Other Operating Activities		
Income tax paid	**(2,046,190,847)**	(1,997,741,326)
General management expenses paid	**(44,325,046)**	(28,087,746)
Other operating (payments) / receipts	**374,433,171**	307,944,415
Advances to employees	**1,409,065**	5,975,878
Net cash used in other operating activities	**(1,714,673,657)**	(1,711,908,779)
Total cash flow generated from all operating activities	**(2,351,972,171)**	67,252,302
Investment activities		
Fixed Capital expenditure	**(87,281,927)**	(65,279,478)
Sale proceeds of Fixed Assets	**13,268,181**	-
Acquisition of investments	**(10,420,611,952)**	(9,724,584,469)
Rental income received - net of expenses	**6,946,042**	82,227,412
Dividend income received	**383,971,071**	324,581,320
Interest income on bank deposits	**231,069,469**	436,804,487
Investment income received - net of expenses	**1,808,807,665**	1,917,268,261
Proceeds on sale/ maturity of investments	**10,177,896,259**	7,142,477,873
Total cash used in investing activities	**2,114,064,808**	113,495,406
Financing activities		
Dividend paid	**(1,839,570,536)**	(895,888,747)
Payments of finance leases	**-**	-
Total cash generated used in financing activities	**(1,839,570,536)**	(895,888,747)
Net cash generated from all activities	**(2,077,477,899)**	(715,141,039)
Cash at beginning of the period	**3,235,526,667**	3,159,752,669
Cash at end of the period	**1,158,048,768**	2,444,611,630

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

CFO **CEO** **DIRECTOR** **DIRECTOR** **CHAIRMAN**

	September 30, 2025 Unaudited (Rupees)	September 30, 2024 Unaudited (Rupees)
Reconciliation to profit and loss account		
Operating cash flows	**(2,351,972,171)**	67,252,302
Depreciation expense		
-Fixed assets	**(241,000,042)**	(195,614,095)
Amortization expense	**(191,996)**	(141,627)
Exchange gain	**37,529,427**	(9,464,994)
Rental income	**123,499,665**	110,383,042
Reinsurance recoveries against outstanding claims	**(6,231,595,928)**	(1,649,089,510)
Provision for outstanding claims	**5,600,149,364**	940,811,132
Provision for unearned premium	**(5,877,747,075)**	1,412,873,169
Prepaid reinsurance	**6,075,020,227**	(1,862,583,868)
Provision for employee benefits	**(159,232,637)**	(209,826,403)
Dividend income	**409,582,646**	343,545,908
Investment income	**184,063,746**	168,820,771
Interest income	**1,717,346,033**	1,833,355,151
Amortization of premium	**139,817,520**	121,436,515
Gain on sale of investment	**171,520,709**	52,796,481
Increase/(Decrease) in operating assets other than cash	**11,152,018,259**	2,914,517,117
(Increase)/Decrease in operating liabilities	**(9,988,740,177)**	(1,377,148,095)
	760,067,570	2,661,922,996
Other adjustments:		
Income tax paid	**2,046,190,847**	1,997,741,326
	2,046,190,847	1,997,741,326
Profit/(Loss) before taxation	**2,806,258,417**	4,659,664,322
Provision for taxation	**(1,033,614,250)**	(2,155,214,517)
Profit/(Loss) after taxation	**1,772,644,167**	2,504,449,805
Profit from Window Retakaful Operations - Operator's Fund	**57,892,870**	134,866,915
Profit after taxation for the period *Rupees*	**1,830,537,037**	2,639,316,720

Definition of cash

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

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

Cash and cash equivalents:		
Cash and other equivalent	**756,385**	671,107
Current and other accounts	**1,157,292,383**	2,443,940,520
Rupees	**1,158,048,768**	2,444,611,627

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

CFO **CEO** **DIRECTOR** **DIRECTOR** **CHAIRMAN**

1 STATUS AND NATURE OF BUSINESS

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

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

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

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

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

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

3 BASIS OF PREPARATION

3.1 Basis of measurement

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

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

3.2 Functional and presentation currency

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

3.3 Statement of compliance

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

These condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in consepction with the annual financial statements of the Company as at and for the year ended December 31, 2024 which have been prepared in accordance with approved accounting standards as applicable to insurance companies in Pakistan.

These condensed interim financial statements of the Company for the Three months period ended September 30, 2025 have been prepared in accordance with the requirements of the International Accounting Standard 34 – (IAS 34) Interim Financial Reporting, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017 and the insurance Accounting Regulation, 2017 . In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2017 have been followed.

The comparative statement of financial position presented in this condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended December 31, 2024, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statements for the Nine months ended September 30, 2024.

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

4 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and method of computation adopted by the Company in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the preceding annual audited financial statements of the Company as at and for the year ended December 31, 2024.

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

4.1 STANDARDS, AMENDMENTS AND INTERPRETATIONS TO APPROVED ACCOUNTING STANDARDS

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

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

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

Standard or Interpretation		Effective date (annual periods beginning on or after)
IFRS 17	Insurance Contracts	January 1, 2027

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 year ended December 31, 2024.

		Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
			------------- Rupees -------------	
7	**PROPERTY AND EQUIPMENT**			
	Operating Fixed Assets	7.1	**775,866,721**	827,634,889
	Capital work in progress PRC Tower	7.2	**185,114,024**	108,204,211
			960,980,745	935,839,100
7.1	**PROPERTY AND EQUIPMENT**			
	Operating fixed assets - WDV			
	Opening balance		**827,634,889**	642,119,354
	Addition during the period:		**10,372,115**	49,561,393
	-Disposal		**(13,268,181)**	-
	Revaluation Surplus			194,396,213
	-Depreciation charge for the period/year		**(48,872,102)**	(58,442,071)
	Closing balance		**775,866,721**	827,634,889
7.2	**The movement in capital work in progress PRC Tower is as follows:**			
	Balance at beginning of the year		**108,204,211**	23,131,568
	Additions durring the year		**76,909,813**	65,509,856
	Advances to suppliers		**-**	19,562,787
	Closing balance		**185,114,024**	108,204,211
8	**INTANGIBLE ASSETS**			
	Computer Software	8.1	**1,087,980**	1,279,976
	Capital work in progress- Computer Software	8.2	**18,481,131**	18,481,131
			19,569,111	19,761,107
8.1	**INTANGIBLE ASSETS-COMPUTER SOFTWARE**			
	Opening Balance		**1,279,976**	502,146
	Additions durring the year		**-**	1,000,000
	Ammortization		**(191,996)**	(222,170)
	Closing balance		**1,087,980**	1,279,976
8.2	**The movement in capital work in progress Computer Software is as follows:**			
	Balance at beginning of the year		**18,481,131**	10,617,052
	Additions durring the year		**-**	7,864,079
	Closing balance		**18,481,131**	18,481,131

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

9	**RIGHT OF USE ASSETS**		
	Assets - Leasehold land		
	Net carrying value basis		
	Opening net book value	**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	**(192,127,940)**	(204,705,385)
	Closing net book value	**1,985,322,060**	2,177,450,000

9.1 The Company has entered into lease arrangement with Karachi Port Trust (KPT) for lease of land. The remaining lease term (useful life) of the right of use asset is 8 years.

10 ASSETS RELATING TO BANGLADESH

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

10.1 These include claims related to Bangladesh amounting to Rs.4,952,000 (December 31, 2024 : Rs.4,952,000).

11 INVESTMENT PROPERTIES

Opening balance	**864,476,353**	798,450,467
Revaluation Surplus	**-**	66,025,886
	864,476,353	864,476,353

12 INVESTMENT IN EQUITY SECURITIES

Available for sale	September 30, 2025				December 31, 2024			
	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value
	Rupees				Rupees			
-Listed shares	535,274,935	-	5,014,646,382	5,549,921,317	495,230,015	-	3,274,437,907	3,769,667,922
-Unlisted Shares	2,608,106	(1,990,491)	-	617,615	2,608,106	(1,990,491)	-	617,615
-Mutual Funds	2,692,444,032	-	1,656,068,579	4,348,512,611	1,592,441,114	-	1,155,075,723	2,747,516,837
Sub Total	3,230,327,073	(1,990,491)	6,670,714,961	9,899,051,543	2,090,279,235	(1,990,491)	4,429,513,630	6,517,802,374

Held For Trading	September 30, 2025				December 31, 2024			
	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value
	Rupees				Rupees			
-Listed Share	429,728,322	-	155,178,622	584,906,944	196,694,831	-	187,415,750	384,110,581
Sub Total	429,728,322		155,178,622	584,906,944	196,694,831		187,415,750	384,110,581
Grand Total	3,660,055,395	(1,990,491)	6,825,893,583	10,483,958,487	2,286,974,066	(1,990,491)	4,616,929,380	6,901,912,955

13 Investments in Debt Securities - Held For Maturity

		Amortized cost	Market value	Amortized cost	Market value
		September 30, 2025		December 31, 2024	
		Rupees		Rupees	
1	Pakistan Investment Bonds - Fixed	10,434,382,040	10,829,907,123	10,221,820,249	10,532,338,027
2	Pakistan Investment Bonds - Floater	-	-	176,287,099	175,038,827
3	Treasury Bills	4,412,580,650	4,640,202,150	5,673,772,600	6,048,608,000
	Total Debt Securities	14,846,962,690	15,470,109,273	16,071,879,948	16,755,984,854

Investments in Debt Securities - Available for Sale

1	Pakistan Investment Bonds (AFS)	43,876,950	47,734,051	43,876,950	45,874,438
2	Treasury Bills (AFS)	378,760,000	394,732,400	-	-
	Total	15,269,599,640	15,912,575,724	16,115,756,898	16,801,859,292

		Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
			------------- Rupees	-------------
14	**LOANS AND OTHER RECEIVABLES - Considered good**			
	Loans to employees		**73,629,996**	75,039,061
	Accrued investment income		**445,774,206**	396,201,915
	Sundry receivables - Net		**21,088,734**	35,546,240
	Receivable from Window Re-takaful Operation		**118,547,239**	143,349,816
	Receivable from tenants		**343,040,588**	223,761,136
			1,002,080,763	873,898,168
15	**RECEIVABLE FROM SINDH REVENUE BOARD**			
	Receivable from Sindh Revenue Board		**2,573,888,727**	2,573,888,727

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 Apeal No. AT-109/2015.

		Note	September 30, 2025	December 31, 2024
16	**INSURANCE / REINSURANCE RECEIVABLES**			
	Amount due from other reinsurers		**267,214,262**	1,111,209,727
	Amount due from other insurers		**21,569,307,686**	9,161,717,909
		16.1	**21,836,521,948**	10,272,927,636
	Less: Provision for impairment in due from other insurers/reinsurers	16.2	**(609,541,746)**	(609,541,746)
			21,226,980,202	9,663,385,890
	Premium and claim reserves retained by cedants		**24,831,633**	24,831,633
	Less: Provision for impairment in premium and claim		**(24,831,633)**	(24,831,633)
			-	-
			21,226,980,202	9,663,385,890

16.1 This includes an amount of Rs. 12,973,522,148 (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:

		Note	September 30, 2025	December 31, 2024
	Up to 3 months		**7,572,822,493**	1,933,391,532
	Over 3 months and above		**5,400,699,655**	848,107,382
			12,973,522,148	2,781,498,914
16.2	**Movement of provision for impairment**			
	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		**609,541,746**	609,541,746
17	**REINSURANCE RECOVERIES AGAINST OUTSTANDING CLAIMS**			
	Facultative business	17.1	**9,091,776,994**	15,073,895,836
	Treaty		**443,753,938**	693,231,024
			9,535,530,932	15,767,126,860
17.1	**Facultative business**			
	Fire		**667,486,211**	530,968,245
	Marine cargo		**-**	-
	Marine hull		**104,844,738**	35,809,757
	Accident		**498,469,000**	498,469,000
	Aviation		**1,915,771,499**	1,733,981,568
	Engineering		**5,905,205,546**	12,274,667,266
			9,091,776,994	15,073,895,836

		Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
			------------- Rupees -------------	
18	**DEFERRED COMMISSION EXPENSE**			
	Facultative business	18.1	**610,405,584**	414,785,121
	Treaty		**624,933,238**	632,420,776
			1,235,338,822	1,047,205,897
18.1	**Facultative business**			
	Fire		**105,754,664**	89,427,231
	Marine cargo		**2,816,163**	1,113,262
	Marine hull		**7,541,299**	5,137,992
	Accidents and others		**41,822,625**	26,310,208
	Aviation		**57,213,171**	39,805,069
	Engineering		**395,257,662**	252,991,359
			610,405,584	414,785,121
19	**PREPAYMENTS**			
	Prepaid reinsurance ceded - facultative business	19.1	**11,374,966,829**	5,955,529,691
	Prepaid reinsurance ceded - treaty business		**1,653,666,381**	998,083,292
			13,028,633,210	6,953,612,983
	Other prepayments		**3,249,425**	1,714,514
			13,031,882,635	6,955,327,497
19.1	**Prepayment reinsurance ceded - facultative business**			
	Fire		**939,225,588**	659,817,075
	Marine Cargo		**20,373,333**	-
	Marine hull		**113,693,743**	75,793,379
	Accidents and others		**666,318,648**	420,226,441
	Aviation		**2,388,392,971**	1,311,444,608
	Engineering		**7,246,962,546**	3,488,248,188
			11,374,966,829	5,955,529,691
20	**CASH AND BANK**			
	Cash in hand		**756,385**	865,000
	Policy & Revenue stamps, Bond papers		**-**	1,385
			756,385	866,385
	Saving accounts			
	- Local currency		**(192,827,039)**	409,343,958
	- Foreign currency		**1,172,597,465**	1,951,717,041
			979,770,426	2,361,060,999
	Current accounts			
	- Local currency		**93,313,527**	753,424,293
	Dividend accounts			
	- Saving accounts		**57,261,550.93**	91,555,889
	- Current accounts		**26,946,878.45**	28,619,101
			84,208,429.38	120,174,990
			1,158,048,768	3,235,526,667
21	**OUTSTANDING CLAIMS INCLUDING IBNR**			
	Facultative business	21.1	**14,908,346,368**	20,934,526,568
	Treaty		**3,830,105,343**	3,404,074,507
			18,738,451,711	24,338,601,075
	Claims related to Bangladesh, adjusted in Note 9		**(4,952,000)**	(4,952,000)
			18,733,499,711	24,333,649,075
21.1	**Facultative business**			
	Fire		**3,301,759,781**	3,329,035,649
	Marine cargo		**108,845,068**	86,514,925
	Marine hull		**158,654,848**	72,419,048
	Accident and others		**927,175,225**	910,882,876
	Aviation		**2,488,180,615**	2,284,482,664
	Engineering		**7,923,730,831**	14,251,191,406
			14,908,346,368	20,934,526,568

		(Unaudited) September 30, 2025	(Audited) December 31, 2024
		------------- Rupees -------------	
22	**DEFERRED TAXATION**		
	Deferred tax liabilities on taxable temporary differences:		
	Accelerated tax depreciation		
	Property and equipment	**15,628,905**	14,366,437
	Intangible assets	**-**	-
	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	**(776,291)**	(776,291)
		(288,533,393)	(288,773,926)
		2,990,285,673	2,945,023,429
23	**INSURANCE / REINSURANCE PAYABLES**		
	Due to other insurers/reinsurers	**13,352,127,034**	3,208,296,520
	Premium and claim reserves retained from retrocessionaires	**-**	-
		13,352,127,034	3,208,296,520
24	**OTHERS CREDITORS AND ACCRUALS**		
	Other creditors and accruals	**25,426,174**	3,278,355
	Tax payable	**2,730,941**	5,561,126
	Security deposits	**44,716,263**	43,074,026
	Accrued expenses	**8,413,737**	84,746,430
	Surplus profit payable	**1,212,602**	1,212,602
		82,499,718	137,872,539
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	**4,073,379,063**	4,073,379,063
	Income Tax	**1,822,636,685**	1,822,636,685
	Insurance payables	**61,568,840**	61,568,840
	EOBI	**3,669,500**	3,669,500
		31,154,280,423	31,154,280,423
25.2	**Commitments**		
	Commitments in respect of:		
	- Short term lease rentals (0 to 1 year)	**3,860,728**	3,992,521
	- Capital expenditure (intangible assets)	**25,422,503**	25,422,503
		29,283,231	29,415,024

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Nine months period ended		Three months period ended	
		September 30, 2025 Unaudited	September 30, 2024 Unaudited	**September 30, 2025 Unaudited**	September 30, 2024 Unaudited
		-------------------------	------------ Rupees	------------	-------------------------
26	**NET INSURANCE PREMIUM**				
	Written gross premium	**28,026,998,236**	21,282,045,287	**10,919,230,372**	9,201,374,264
	Add: Unearned premium reserve opening	**10,621,849,438**	16,235,915,117	**13,854,520,871**	12,956,163,308
	Less: Unearned premium reserve closing	**(16,499,596,513)**	(14,823,041,948)	**(16,499,596,513)**	(14,823,041,948)
	Premium earned	**22,149,251,161**	22,694,918,456	**8,274,154,730**	7,334,495,624
	Less: Reinsurance premium ceded	**21,226,210,237**	12,772,780,506	**8,849,954,183**	5,294,631,152
	Add: Prepaid reinsurance premium opening	**6,953,612,983**	11,900,209,825	**10,282,503,443**	9,416,828,947
	Less: Prepaid reinsurance premium closing	**(13,028,633,210)**	(10,037,625,957)	**(13,028,633,210)**	(10,037,625,957)
	Reinsurance expense	**(15,151,190,010)**	(14,635,364,374)	**(6,103,824,416)**	(4,673,834,142)
		6,998,061,151	8,059,554,082	**2,170,330,314**	2,660,661,482
27	**NET INSURANCE CLAIMS**				
	Claims paid	**10,508,366,414**	6,693,856,375	**912,006,372**	1,391,214,721
	Add: Outstanding claims including IBNR closing	**18,738,451,711**	24,991,835,264	**18,738,451,711**	24,991,835,264
	Less: Outstanding claims including IBNR opening	**(24,338,601,075)**	(25,932,646,396)	**(18,069,554,845)**	(24,282,490,919)
	Claims expense	**4,908,217,050**	5,753,045,243	**1,580,903,238**	2,100,559,066
	Less: Reinsurance and other recoveries received	**6,296,926,867**	3,292,303,522	**15,737,523**	259,471,040
	Add: Reinsurance and other recoveries in respect of outstanding claims closing	**9,535,530,932**	16,557,095,648	**9,535,530,932**	16,557,095,648
	Less: Reinsurance and other recoveries in respect of outstanding claims opening	**(15,767,126,860)**	(18,206,185,158)	**(9,299,740,603)**	(16,135,012,217)
	Reinsurance and other recoveries revenue	**(65,330,939)**	(1,643,214,012)	**(251,527,852)**	(681,554,471)
		4,842,886,111	4,109,831,231	**1,329,375,386**	1,419,004,595
28	**NET COMMISSION AND OTHER ACQUISTION COSTS**				
	Commission paid or payable	**2,070,678,832**	1,941,229,492	**819,061,375**	844,644,800
	Add: Deferred commission expense opening	**1,047,205,897**	1,125,879,037	**1,074,602,389**	975,484,327
	Less: Deferred commission expense closing	**(1,235,338,822)**	(1,256,808,513)	**(1,235,338,822)**	(1,256,808,513)
	Net commission	**1,882,545,907**	1,810,300,016	**658,324,942**	563,320,614
	Less: Commission received or recoverable	**1,549,912,000**	995,674,198	**660,105,196**	472,589,795
	Add: Unearned reinsurance commission opening	**505,496,153**	810,160,213	**763,416,937**	616,775,403
	Less: Unearned reinsurance commission closing	**(974,765,384)**	(758,749,082)	**(974,765,384)**	(758,749,082)
	Commission from reinsurers	**(1,080,642,769)**	(1,047,085,329)	**(448,756,749)**	(330,616,116)
		801,903,138	763,214,687	**209,568,193**	232,704,498
29	**Management Expenses**				
	Salaries, Wages and Benefits	**556,185,299**	689,755,054	**142,736,634**	206,601,579
	Employees Benefits	**373,909,161**	406,381,919	**60,000,000**	150,000,000
	Travelling & Conveyance	**12,936,323**	18,645,896	**3,200,091**	4,031,818
	Entertainment Expenses	**2,106,179**	4,811,685	**264,734**	1,444,000
	Communication Exp.	**2,649,257**	3,473,403	**794,299**	1,662,882
	Insurance	**1,050,024**	24,399,248	**28,000**	24,335,059
	Utilities	**8,178,329**	27,293,116	**(1,201,475)**	10,345,982
	Printing and Stationery	**4,402,807**	3,814,207	**815,592**	951,807
	Repairs and Renewal	**3,454,812**	2,401,962	**606,972**	791,889
	Medical Expenses	**9,462,223**	11,444,062	**2,033,978**	6,361,916
	Rent, Rates and Taxes	**6,204,928**	12,995,816	**2,868,567**	814,745
	Computer related Expenses	**29,288,151**	28,332,134	**16,234,094**	6,034,204
	Consult./Professional Ser.Chgs.	**7,215,135**	5,480,666	**1,323,950**	1,736,550
	Newspaper & Periodicals	**44,040**	88,000	**4,185**	31,025
	Ammortization	**191,996**	141,627	**63,998**	(80,543)
	Depreciation	**241,000,042**	195,614,095	**79,685,312**	65,572,160
	Directors' Meeting Expenses	**32,339,312**	19,619,040	**12,395,085**	4,742,029
	Advertisement and Business Promotion	**3,889,922**	3,023,655	**1,977,022**	501,433
	Training and Research	**1,444,692**	1,043,508	**503,677**	566,608
	Repairs and Maintenance	**29,102,657**	31,956,071	**8,726,663**	11,222,654
	Shares Transaction Costs	**57,668**	109,280	**-**	18,259
	Legal Fee	**14,846,000**	-	**14,438,000**	-
	Others	**3,397,754**	3,781,698	**- 111,940**	1,452,348
	Welfare Fund	**10,000,000**	-	**10,000,000**	-
		1,353,356,711	1,494,606,142	**357,387,438**	499,138,404
	Exp. allocated to Rental Income	**(19,011,232)**	(24,222,517)	**(2,991,139)**	(5,725,976)
	Exp. allocated to Investment Income	**(16,732,616)**	(15,630,215)	**(4,836,023)**	(3,601,160)
		1,317,612,863	1,454,753,410	**349,560,276**	489,811,268

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

		Nine months period ended		Three months period ended	
		September 30, 2025 Unaudited	September 30, 2024 Unaudited	**September 30, 2025 Unaudited**	September 30, 2024 Unaudited
		------------ Rupees ------------			
30	**INVESTMENT INCOME**				
	Income from equity securities				
	Available for sale				
	Dividend income	**382,946,018**	323,472,408	**43,347,184**	104,311,876
	Held for trading				
	Dividend income	**26,636,628**	20,073,500	**9,145,000**	7,425,000
		409,582,646	343,545,908	**52,492,184**	111,736,876
	Income from debt securities				
	Return on debt securities				
	Held to maturity				
	Pakistan Investment Bonds	**1,034,482,694**	813,787,214	**342,302,537**	310,196,702
	Pakistan Investment Bonds - Floatimg	**10,094,753**	29,119,953	**-**	9,609,589
	Treasury Bills	**528,757,200**	967,681,875	**123,978,250**	291,739,250
	Profit / (loss) on Term Finance Certificates	**-**	9,888,628	**-**	-
	Premium / (amortization) of discount on PIBs	**139,817,520**	121,436,515	**46,455,726**	44,543,108
		1,713,152,167	1,941,914,185	**512,736,513**	656,088,649
	Available for sale				
	Pakistan Investment Bonds	**4,193,866**	12,877,481	**1,411,900**	4,081,342
	Net realized gains on investments				
	Available for sale financial assets				
	Realized gain on Equity securities	**171,520,709**	52,796,481	**9,730,659**	10,447,993
	Held for trading financial assets				
	Realized gain on Equity securities	**-**	-		
	Net unrealized losses on investments				
	Net unrealized losses / (gain) on held for trading investment	**200,796,362**	66,860,024	**153,025,622**	22,351,633
	Total investment income	**2,499,245,750**	2,417,994,079	**729,396,878**	804,706,493
	Add: Impairment in value of available for sale investment	**-**	117,590,962	**-**	39,805,121
	Less: Investment related expenses	**(16,732,616)**	(15,630,215)	**(4,836,023)**	(3,601,160)
	Net Investment income	**2,482,513,134**	2,519,954,826	**724,560,855**	840,910,454
31	**RENTAL INCOME**				
	Rental income	**142,510,897**	134,605,559	**49,671,040**	45,768,193
	Less:				
	Expenses related rental income	**(19,011,232)**	(24,222,517)	**(2,991,139)**	(5,725,976)
		123,499,665	110,383,042	**46,679,901**	40,042,217
32	**OTHER INCOME**				
	Return on bank deposits	**171,852,443**	342,372,803	**43,414,178**	166,716,254
	Exchange gain/(loss)	**37,529,427**	(9,464,994)	**(5,322,825)**	3,297,071
	Miscellaneous Income	**5,562,662**	4,940,629	**629,000**	-
		214,944,532	337,848,438	**38,720,354**	170,013,325
33	**OTHER EXPENSES**				
	Subscription Fee	**34,642,646**	24,847,107	**7,467,222**	3,576,196
	Subscription and membership fee	**8,974,400**	1,104,663	**5,634,569**	355,058
	Auditors Fee	**708,000**	923,296	**53,000**	377,296
	Legal Fee	**-**	1,212,680	**-**	892,680
	Bad Debts	**-**	5,419,980	**-**	-
		44,325,046	33,507,726	**13,154,791**	5,201,230
34	**LEVIES AND INCOME TAX**				
	Levies - final tax	**13,870,175**	-	**-**	-
	Income Tax 34.1	**1,019,744,075**	2,155,214,517	366,442,054	646,035,223
		1,033,614,250	2,155,214,517	**366,442,054**	646,035,223
34.1	**INCOME TAX**				
	For the year				
	Current	**1,037,411,742**	1,865,087,949	**366,442,054**	626,448,107
	Prior	**-**	323,647,001	**-**	-
	Deferred	**(17,667,667)**	(33,520,433)	-	19,587,116
		1,019,744,075	2,155,214,517	**366,442,054**	646,035,223

35 FAIR VALUE HIERARCHY

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

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

The fair value hierarchy has the following levels:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.

- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)

- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

	Total	Level 1	Level 2	Level 3
	-------------------------------- Rupees --------------------------------			
September 30, 2025 (Un-audited)				
Financial assets measured at fair value				
Held-for-trading investment				
Ordinary shares - listed	**584,906,944**	**584,906,944**	**-**	**-**
Available-for-sale investment				
Ordinary shares - listed	**5,549,921,317**	**5,549,921,317**	**-**	**-**
Mutual fund units	**4,348,512,611**	**4,348,512,611**	**-**	**-**
Ordinary shares - unlisted	**617,615**	**-**	**-**	**617,615**
	10,483,958,487	**10,483,340,872**	**-**	**617,615**
December 31, 2024 (Audited)				
Financial assets measured at fair value				
Held-for-trading investment				
Ordinary shares - listed	384,110,581	384,110,581	-	-
Available-for-sale investment				
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	-	-	617,613
	6,901,912,955	6,901,295,340	-	617,613

36 SEGMENT INFORMATION

36.1 Nine months period ended

September 30, 2025	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	4,638,716,144	124,434,637	271,793,517	1,325,665,627	4,521,861,987	11,405,059,613	5,739,466,711	28,026,998,236
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	1,748,685,847	42,294,644	128,593,911	748,943,569	2,537,884,296	7,669,383,648	3,623,810,598	16,499,596,513
Premium earned	4,175,471,942	95,629,093	230,576,417	1,066,856,633	3,452,143,835	7,575,293,068	5,553,280,173	22,149,251,161
Reinsurance-Ceded	3,119,929,098	80,778,944	240,254,694	1,102,467,428	4,264,567,140	10,368,160,108	2,050,052,825	21,226,210,237
Prepaid reinsurance-Opening	659,817,075	-	75,793,379	420,226,441	1,311,444,608	3,488,248,188	998,083,292	6,953,612,983
Prepaid reinsurance-Closing	939,225,588	20,373,333	113,693,743	666,318,648	2,388,392,971	7,246,962,546	1,653,666,381	13,028,633,210
Reinsurance expenses	2,840,520,585	60,405,611	202,354,330	856,375,221	3,187,618,777	6,609,445,750	1,394,469,736	15,151,190,010
Net insurance premium	1,334,951,357	35,223,482	28,222,087	210,481,412	264,525,058	965,847,318	4,158,810,437	6,998,061,151
Commission income	152,734,344	5,515,207	19,969,203	70,319,616	145,446,804	661,416,304	25,241,291	1,080,642,769
Net underwriting income (A)	1,487,685,701	40,738,689	48,191,290	280,801,028	409,971,862	1,627,263,622	4,184,051,728	8,078,703,920
Insurance claims paid	653,871,379	136,569	334,987,616	2,065,988	70,173,035	6,376,808,848	3,070,322,979	10,508,366,414
Outstanding-Opening	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
Outstanding-Closing	3,301,759,781	108,845,068	158,654,848	927,175,225	2,488,180,615	7,923,730,831	3,830,105,343	18,738,451,711
Insurance claims expenses	626,595,511	22,466,712	421,223,416	18,358,337	273,870,986	49,348,273	3,496,353,815	4,908,217,050
Reinsurance recoveries received	-	-	263,413,208	420,568	44,841,471	5,892,849,142	95,402,478	6,296,926,867
Recovery-Opening	530,968,245	-	35,809,757	498,469,000	1,733,981,568	12,274,667,266	693,231,024	15,767,126,860
Recovery-Closing	667,486,211	-	104,844,738	498,469,000	1,915,771,499	5,905,205,546	443,753,938	9,535,530,932
Insurance claims recovered from reinsures	136,517,966	-	332,448,189	420,568	226,631,402	(476,612,578)	(154,074,608)	65,330,939
Net claims	490,077,545	22,466,712	88,775,227	17,937,769	47,239,584	525,960,851	3,650,428,423	4,842,886,111
Commission expense	220,732,552	6,887,108	13,850,530	61,555,720	85,670,088	481,712,938	1,012,136,971	1,882,545,907
Management expense	251,348,058	6,631,967	5,313,727	39,629,979	49,805,455	181,852,205	783,031,472	1,317,612,863
Net insurance claims and expenses (B)	962,158,155	35,985,787	107,939,484	119,123,468	182,715,127	1,189,525,994	5,445,596,866	8,043,044,881
Provisional for Doubtful Debts								-
Underwriting results (C=A-B)	525,527,546	4,752,902	(59,748,194)	161,677,560	227,256,735	437,737,628	(1,261,545,138)	35,659,039
Net investment income								2,482,513,134
Rental income								123,499,665
Other income								214,944,532
Finance Cost								(6,032,907)
Fair value gain on investment property								-
Other expenses								(44,325,046)
Profit before tax								2,806,258,417
Segment assets	1,712,466,463	23,189,496	226,079,780	1,206,610,273	4,361,377,641	13,547,425,754	2,725,602,982	23,802,752,389
Unallocated assets								56,689,694,186
								80,492,446,575
Segment liabilities	5,093,376,476	152,998,316	298,353,360	1,729,938,120	5,138,494,932	16,315,296,643	7,479,403,761	36,207,861,608
Unallocated liabilities								20,063,102,442
								56,270,964,050

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

Nine months period ended September 30, 2024	**Fire**	**Marine cargo**	**Marine hull**	**Accident**	**Aviation**	**Engineering**	**Treaty**	**Total**
	---------------	---------------	---------------	---------------	--------------- Rupees ---------------	---------------	---------------	---------------
Gross written premium	5,103,758,216	107,277,590	414,463,980	1,454,229,089	318,112,629	7,290,563,724	6,593,640,059	21,282,045,287
Unearned-Opening	1,478,547,379	18,449,715	85,469,507	506,421,391	6,287,785,687	4,362,324,668	3,496,916,770	16,235,915,117
Unearned-Closing	2,147,511,713	26,801,541	175,778,052	792,583,606	2,522,649,794	5,004,115,843	4,153,601,399	14,823,041,948
Premium earned	4,434,793,882	98,925,764	324,155,435	1,168,066,874	4,083,248,522	6,648,772,549	5,936,955,430	22,694,918,456
Reinsurance-Ceded	3,414,261,118	-	364,187,721	1,205,904,458	262,849,436	6,226,440,454	1,299,137,319	12,772,780,506
Prepaid reinsurance-Opening	788,452,964	-	73,320,788	441,422,065	5,854,244,079	4,154,034,574	588,735,355	11,900,209,825
Prepaid reinsurance-Closing	1,442,505,305	-	153,271,056	716,000,159	2,352,906,125	4,610,134,987	762,808,325	10,037,625,957
Reinsurance expenses	2,760,208,777	-	284,237,453	931,326,364	3,764,187,390	5,770,340,041	1,125,064,349	14,635,364,374
Net insurance premium	1,674,585,105	98,925,764	39,917,982	236,740,510	319,061,132	878,432,508	4,811,891,081	8,059,554,082
Commission income	161,637,499	-	28,599,864	75,594,099	176,859,849	574,685,833	29,708,185	1,047,085,329
Net underwriting income (A)	1,836,222,604	98,925,764	68,517,846	312,334,609	495,920,981	1,453,118,341	4,841,599,266	9,106,639,411
Insurance claims paid	712,376,070	4,994,534	384,323,073	36,166,015	74,359,558	2,782,891,199	2,698,745,926	6,693,856,375
Outstanding-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	3,722,346,160	73,318,137	150,896,057	429,732,628	2,802,576,616	14,194,169,977	3,618,795,689	24,991,835,264
Insurance claims expenses	288,200,782	7,398,902	411,177,907	115,857,929	(261,598,476)	2,294,618,976	2,897,389,223	5,753,045,243
Reinsurance recoveries received	-	-	318,422,159	-	45,544,467	2,493,369,947	434,966,949	3,292,303,522
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	-	48,493,968	9,504,871	2,570,824,147	12,815,736,693	693,231,024	16,557,095,648
Insurance claims recovered from reinsures	(293,945,525)	-	349,809,619	-	(262,489,002)	1,577,280,425	272,558,495	1,643,214,012
Net claims	582,146,307	7,398,902	61,368,288	115,857,929	890,526	717,338,551	2,624,830,728	4,109,831,231
Commission expense	253,969,736	9,072,584	19,767,098	65,843,658	106,805,338	325,990,809	1,028,850,793	1,810,300,016
Management expense	302,263,420	17,856,148	7,205,215	42,731,777	57,590,689	158,557,493	868,548,668	1,454,753,410
Premium deficiency expense	-	-	-	-	-	-	-	-
Net insurance claims and expenses (B)	1,138,379,463	34,327,634	88,340,601	224,433,364	165,286,553	1,201,886,853	4,522,230,189	7,374,884,657
Provision for doubtful debts	-	-	-	-	-	-	-	-
Underwriting results (C=A-B)	697,843,141	64,598,130	(19,822,755)	87,901,245	330,634,428	251,231,488	319,369,077	1,731,754,754
Net investment income								2,519,954,825
Rental income								110,383,042
Other income								337,848,438
Fair value gain on investment property								-
Finance cost								(6,769,011)
Other expenses								(33,507,726)
Profit before tax								4,659,664,322
Segment assets	1,977,939,559	2,332,858	212,114,213	766,102,783	4,986,130,975	17,761,599,276	2,150,333,207	27,856,552,871
Unallocated assets								49,908,921,828
								77,765,474,699
Segment liabilities	5,961,001,600	100,119,678	342,001,214	1,280,173,726	5,436,861,618	19,657,048,915	7,791,467,543	40,568,674,294
Unallocated liabilities								18,365,210,165
								58,933,884,459

36.2 Three months period ended

September 30, 2025	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	---	---	---	---	Rupees	---	---	---
Gross written premium	1,143,173,383	8,880,725	15,186,065	663,128,803	1,072,166,784	5,410,650,604	2,606,044,008	10,919,230,372
Unearned-Opening	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
Unearned-Closing	1,748,685,847	42,294,644	128,593,911	748,943,569	2,537,884,296	7,669,383,648	3,623,810,598	16,499,596,513
Premium earned	1,374,578,361	35,299,410	78,210,262	358,749,631	1,319,481,193	3,202,238,152	1,905,597,721	8,274,154,730
Reinsurance-Ceded	283,937,146	-	12,242,518	578,943,334	1,026,744,466	5,094,082,026	1,854,004,693	8,849,954,183
Prepaid reinsurance-Opening	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
Prepaid reinsurance-Closing	939,225,588	20,373,333	113,693,743	666,318,648	2,388,392,971	7,246,962,546	1,653,666,381	13,028,633,210
Reinsurance expenses	987,829,992	21,077,417	69,714,080	285,838,836	1,232,641,421	2,891,144,300	615,578,370	6,103,824,416
Net insurance premium	386,748,369	14,221,993	8,496,182	72,910,795	86,839,772	311,093,852	1,290,019,351	2,170,330,314
Commission income	55,317,183	1,858,605	6,837,566	24,032,988	56,194,686	291,351,346	13,164,375	448,756,749
Net underwriting income (A)	442,065,552	16,080,598	15,333,748	96,943,783	143,034,458	602,445,198	1,303,183,726	2,619,087,063
Insurance claims paid	25,640,727	16,966	486,672	-	-	51,099,379	834,762,628	912,006,372
Outstanding-Opening	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
Outstanding-Closing	3,301,759,781	108,845,068	158,654,848	927,175,225	2,488,180,615	7,923,730,831	3,830,105,343	18,738,451,711
Insurance claims expenses	122,690,801	19,406,776	77,094,172	1,201,784	4,996,684	24,444,416	1,331,068,605	1,580,903,238
Reinsurance recoveries received	-	-	-	420,568	-	-	15,316,955	15,737,523
Recovery-Opening	667,486,211	-	37,714,738	498,469,000	1,915,771,499	5,854,534,946	325,764,209	9,299,740,603
Recovery-Closing	667,486,211	-	104,844,738	498,469,000	1,915,771,499	5,905,205,546	443,753,938	9,535,530,932
Insurance claims recovered from reinsures	-	-	67,130,000	420,568	-	50,670,600	133,306,684	251,527,852
Net claims	122,690,801	19,406,776	9,964,172	781,216	4,996,684	(26,226,184)	1,197,761,921	1,329,375,386
Commission expense	75,032,464	2,355,753	4,792,142	21,198,997	30,500,850	188,609,204	335,835,532	658,324,942
Management expense	61,215,181	2,420,766	1,358,305	12,044,433	14,176,149	50,561,583	207,783,860	349,560,277
Net insurance claims and expenses (B)	258,938,446	24,183,295	16,114,619	34,024,646	49,673,683	212,944,603	1,741,381,313	2,337,260,605
Underwriting results (C=A-B)	183,127,106	(8,102,697)	(780,871)	62,919,137	93,360,775	389,500,595	(438,197,587)	281,826,458
Provision for doubtful debts								
Net investment income								724,560,855
Rental income								46,679,901
Other income								38,720,354
Fair value gain on investment property								-
Finance cost								(1,213,435)
Other expenses								(13,154,791)
Profit before tax								1,077,419,342
Segment assets	1,712,466,463	23,189,496	226,079,780	1,206,610,273	4,361,377,641	13,547,425,754	2,725,602,982	23,802,752,389
Unallocated assets								56,689,694,186
								80,492,446,575
Segment liabilities	5,093,376,476	152,998,316	298,353,360	1,729,938,120	5,138,494,932	16,315,296,643	7,479,403,761	36,207,861,608
Unallocated liabilities								20,063,102,442
								56,270,964,050

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

Three months period ended September 30, 2024	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	---Rupees---							
Gross written premium	1,493,377,572	5,348,523	2,636,829	503,074,445	214,531,657	3,833,529,732	3,148,875,506	9,201,374,264
Unearned-Opening	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
Unearned-Closing	2,147,511,713	26,801,541	175,778,052	792,583,606	2,522,649,794	5,004,115,843	4,153,601,399	14,823,041,948
Premium earned	1,418,529,157	29,325,721	88,791,694	383,688,425	1,322,085,395	2,032,488,853	2,059,586,379	7,334,495,624
Reinsurance-Ceded	648,667,270	-	-	440,323,831	174,116,931	3,560,293,622	471,229,498	5,294,631,152
Prepaid reinsurance-Opening	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
Prepaid reinsurance-Closing	1,442,505,305	-	153,271,056	716,000,159	2,352,906,125	4,610,134,987	762,808,325	10,037,625,957
Reinsurance expenses	901,988,183	-	77,477,676	305,987,449	1,217,723,164	1,738,461,575	432,196,095	4,673,834,142
Net insurance premium	516,540,974	29,325,721	11,314,018	77,700,976	104,362,231	294,027,278	1,627,390,284	2,660,661,482
Commission income	53,514,575	-	7,747,767	24,809,546	57,705,562	172,975,322	13,863,344	330,616,116
Net underwriting income (A)	570,055,549	29,325,721	19,061,785	102,510,522	162,067,793	467,002,600	1,641,253,628	2,991,277,598
Insurance claims paid	454,938,834	418,347	8,331,213	1,371,408	-	169,192,778	756,962,141	1,391,214,721
Outstanding-Opening	3,838,279,715	71,302,886	158,146,304	340,996,771	2,859,957,416	13,690,251,262	3,323,556,565	24,282,490,919
Outstanding-Closing	3,722,346,160	73,318,137	150,896,057	429,732,628	2,802,576,616	14,194,169,977	3,618,795,689	24,991,835,264
Insurance claims expenses	339,005,279	2,433,598	1,080,966	90,107,265	(57,380,800)	673,111,493	1,052,201,265	2,100,559,066
Reinsurance recoveries received	-	-	3,785,119	-	-	167,445,564	88,240,357	259,471,040
Recovery-Opening	419,304,945	-	51,182,233	9,504,871	2,627,818,375	12,333,970,769	693,231,024	16,135,012,217
Recovery-Closing	419,304,945	-	48,493,968	9,504,871	2,570,824,147	12,815,736,693	693,231,024	16,557,095,648
Insurance claims recovered from reinsures	-	-	1,096,854	-	(56,994,228)	649,211,488	88,240,357	681,554,471
Net claims	339,005,279	2,433,598	(15,888)	90,107,265	(386,572)	23,900,005	963,960,908	1,419,004,595
Commission expense	79,924,411	2,648,985	5,250,241	21,348,308	33,621,272	85,262,649	335,264,748	563,320,614
Management expense	92,710,111	5,261,706	2,029,199	13,952,856	18,739,954	52,806,731	304,310,711	489,811,268
Net insurance claims and expenses (B)	511,639,801	10,344,289	7,263,552	125,408,429	51,974,654	161,969,385	1,603,536,367	2,472,136,477
Provision for doubtful debts	-	-	-	-	-	-	-	-
Underwriting results (C=A-B)	58,415,748	18,981,432	11,798,233	(22,897,907)	110,093,139	305,033,215	37,717,261	519,141,121
Provision for doubtful debts								-
Net investment income								840,910,454
Rental income								40,042,217
Other income								170,013,325
Fair value gain on investment property								-
Finance cost								(140,031)
Other expenses								(5,201,230)
Profit before tax								1,564,765,856
Segment assets	1,977,939,559	2,332,858	212,114,213	766,102,783	4,986,130,975	17,761,599,276	2,150,333,207	27,856,552,871
Unallocated assets								49,908,921,828
								77,765,474,699
Segment liabilities	5,961,001,600	100,119,678	342,001,214	1,280,173,726	5,436,861,618	19,657,048,915	7,791,467,543	40,568,674,294
Unallocated liabilities								18,365,210,165
								58,933,884,459

37 TRANSACTIONS WITH RELATED PARTIES

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

	(Unaudited) Nine months period ended	
	September 30, 2025	September 30, 2024
	------------- Rupees -------------	
Major shareholder		
Government of Pakistan through Ministry of Commerce		
Dividend paid during the year	**917,998,536**	458,999,628
State Life Insurance Corporation of Pakistan		
Dividend paid during the year	**439,393,206**	219,696,603
Insurance premium written during the year	**-**	-
Related parties by virtue of GoP's holdings		
Purchase of investment (PIBs)	**-**	3,496,108,825
Purchase of investment (T-Bills)	**6,091,596,950**	7,015,777,222
National Investment Trust Limited		
Dividend received during the year	**55,480,701**	56,236,747
National Insurance Company Limited		
Premium due but unpaid	**12,972,841,295**	10,468,111,935
Insurance premium written during the year	**19,087,859,398**	12,494,420,074
Premium received	**(11,314,790,585)**	(6,432,269,268)
Insurance commission paid	**(801,139,412)**	(572,488,541)
Insurance claims paid	**(6,971,248,548)**	(2,984,932,905)
Balance at the end of year	**12,973,522,148**	12,972,841,295

38 EARNINGS PER SHARE - BASIC AND DILUTED

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

	(Unaudited) Nine months period ended		(Unaudited) Three months period ended	
	September 30, 2025	September 30, 2024	**September 30, 2025**	September 30, 2024
Profit/(loss) after tax for the period	**1,830,537,037**	2,639,316,720	**699,892,061**	960,995,750
Weighted average number of ordinary shares (Number of shares)	**900,000,000**	900,000,000	**900,000,000**	900,000,000
Earning/(loss) per share - basic	**2.03**	2.93	**0.78**	1.07

39 CORRESPONDING FIGURES

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

40 DATE OF AUTHORIZATION FOR ISSUE

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

41 GENERAL

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

CFO **CEO** **DIRECTOR** **DIRECTOR** **CHAIRMAN**

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

	Note	Operator's Retakaful Fund		Participant's Retakaful fund	
		September 30, 2025 (Unaudited)	December 31, 2024 (Audited)	September 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		------Rupees------			
ASSETS					
Investments	6	526,953,436	208,315,432	2,960,227,759	813,094,056
Other receivable	7	5,274,724	7,484,813	10,858,515	23,412,420
Takaful/retakaful receivables	8	-	-	831,536,305	585,782,001
Receivables from Participant's/Operator's Retakaful fund - net	9	193,176,187	159,393,278	-	-
Qard-e-hasna to Participant's Retakaful Fund		300,000,000	300,000,000	-	-
Retakaful recoveries against outstanding claims		-	-	162,957,639	207,495,090
Deferred wakala fee	10	-	-	170,774,928	175,296,606
Deferred commission expense	11	179,251,937	184,582,058	-	-
Deferred tax asset	12	1,295,568	-	-	-
Prepayments	13	-	-	49,036,415	148,038,177
Bank balances	14	22,423,982	402,529,946	128,724,172	1,914,448,854
TOTAL ASSETS		1,228,375,835	1,262,305,527	4,314,115,733	3,867,567,204
FUND AND LIABILITIES					
FUNDS ATTRIBUTABLE TO:					
Operator`s Retakaful Fund					
Statutory fund		600,000,000	600,000,000	-	-
Reserves	15	323,737,763	284,992,616	-	-
Total Operator's Funds		923,737,763	884,992,616	-	-
Participant's Retakaful Fund					
Seed money		-	-	1,000,000	1,000,000
Reserves	15	-	-	2,023,083,790	1,680,306,271
Balance of Participant's Takaful Fund				2,024,083,790	1,681,306,271
Qard-e-Hasna		-	-	300,000,000	300,000,000
		-	-	2,324,083,790	1,981,306,271
LIABILITIES					
Underwriting provisions					
Outstanding claims including IBNR	16	-	-	917,889,230	597,880,348
Unearned contribution reserves	17	-	-	853,874,641	876,483,028
		-	-	1,771,763,871	1,474,363,376
Unearned wakala fee	10	170,774,928	175,296,606	-	-
Takaful/retakaful payables	18	-	-	25,060,195	252,472,589
Payable to Participant/Operator's			-	-	
Retakaful Fund - net		-	-	193,176,187	159,393,278
Taxation - provision less payment	19	14,125,619	54,123,865	-	-
Deferred tax liability	12	-	3,192,746	-	-
Other creditors and accruals	20	1,190,281	1,349,878	31,690	31,690
Payable to related party	21	118,547,243	143,349,816		-
TOTAL LIABILITIES		304,638,071	377,312,911	1,990,031,943	1,886,260,933
TOTAL EQUITY AND LIABILITIES		1,228,375,835	1,262,305,527	4,314,115,733	3,867,567,204
CONTINGENCIES AND COMMITMENTS	22				

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Note	Nine months period Ended		Three months period Ended	
		Sep 30, 2025	Sep 30, 2024	Sep 30, 2025	Sep 30, 2024
		----------------------Rupees----------------------			
Participant's Retakaful Fund					
Contributions earned	23	1,483,804,531	1,298,388,977	468,894,592	474,202,509
Less: contributions ceded to retrotakaful		(144,471,245)	(147,011,566)	(40,450,568)	(42,827,920)
Net contribution revenue		1,339,333,286	1,151,377,411	428,444,024	431,374,589
Wakala expense	24	(296,760,906)	(259,677,795)	(93,778,918)	(94,840,502)
Net underwriting income		1,042,572,379	891,699,616	334,665,105	336,534,087
Net claims - reported/ settled - IBNR	25	(819,396,205)	(579,807,953)	(458,646,989)	(121,899,566)
Surplus / (Deficit) before investment income		223,176,174	311,891,663	(123,981,884)	214,634,521
Profit on bank deposit		79,434,084	190,272,450	8,729,846	69,098,997
Investment income		105,301,999	75,884,778	5,409,004	15,919,931
Less: Modarib's share of investment income and profit on bank deposit		(46,184,021)	(66,539,307)	(3,534,713)	(21,254,732)
		138,552,062	199,617,921	10,604,137	63,764,196
Surplus / (deficit) before taxation		361,728,236	511,509,584	(113,377,746)	278,398,717
Taxation	26	(37,431,931)	(45,272,265)	(2,542,805)	(14,309,163)
Surplus / (deficit) transferred to accumulated		324,296,305	466,237,319	(115,920,551)	264,089,554
Operator's Retakaful Fund					
Wakala fee income	24	296,760,906	259,677,795	93,778,918	94,840,502
Commission expense	27	(309,956,130)	(241,464,544)	(107,377,599)	(89,066,716)
General, administrative and management expenses	28	(14,942,861)	(13,018,477)	(4,608,024)	(3,198,281)
Cede money paid to participants' retakaful fund					
		(28,138,085)	5,194,774	(18,206,705)	2,575,505
Modarib's share of participant's investment income and profit on bank deposit		46,184,021	66,539,307	3,534,713	21,254,732
Investment income		26,374,160	18,711,159	2,120,141	4,171,182
Profit on bank deposit		13,472,774	44,421,675	1,466,623	14,263,698
		86,030,955	129,672,141	7,121,477	39,689,612
Profit before taxation		57,892,870	134,866,915	(11,085,227)	42,265,117
Taxation		(22,578,219)	(52,598,097)	4,323,239	(16,483,395)
Profit after taxation		35,314,651	82,268,818	(6,761,988)	25,781,722

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Nine months period Ended		Three months period Ended	
	Sep 30, 2025	Sep 30, 2024	Sep 30, 2025	Sep 30, 2024
	----------------------Rupees----------------------			
Participant's Retakaful Fund				
Surplus for the period	324,296,305	466,237,319	(115,920,552)	264,089,554
Other comprehensive loss for the period				
Item that may be subsequently reclassified to profit or				
Unrealised gain on 'available for sale' investments - net of tax	18,481,214	8,166,312	65,063,176	19,092,716
Total comprehensive income for the period	342,777,519	474,403,631	(50,857,376)	283,182,270
Operator's Retakaful Fund				
Profit after taxation	35,314,651	82,268,818	(6,761,989)	25,781,722
Other comprehensive loss for the period				
Item that may be subsequently reclassified to profit or				
Unrealised gain on 'available for sale investments' - net of tax	(1,057,818)	2,594,150	10,450,694	4,810,815
Deferred tax impact	4,488,314	776,144	-	-
	3,430,496	3,370,294	10,450,694	4,810,815
Total comprehensive income for the period	38,745,147	85,639,112	3,688,705	30,592,537

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

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

	Attributable to Operator`s Retakaful Fund				
		Reserves			
		Capital	Revenue		
	Statutory Fund	Unrealized gain / (loss) on available for sale investment	Unappropriated Profit	Total Reserves	Total
	-------Rupees-------				
Balance as at January 01, 2024 (Audited)	600,000,000	1,342,622	181,571,997	182,914,619	782,914,619
Increase in Statutory Fund	-				-
Total comprehensive income for the period					
Profit for the year	-	-	82,268,818	82,268,818	82,268,818
Unrealized loss on available for	-	-	-	-	-
sale investments-net of tax	-	2,594,149	-	2,594,149	2,594,149
Deferred tax impact		776,144	-	776,144	776,144
	-	3,370,293	82,268,818	85,639,111	85,639,111
Balance as at September 30, 2024 (Unaudited)	600,000,000	4,712,915	263,840,815	268,553,730	868,553,730
Balance as at January 01, 2025 (Audited)	600,000,000	4,993,783	279,998,833	284,992,616	884,992,616
Profit for the period	-	-	35,314,651	35,314,651	35,314,651
Unrealized loss on available for		-			
sale investments-net of tax	-	3,430,496	-	3,430,496	3,430,496
		3,430,496	35,314,651	38,745,147	38,745,147
Balance as at September 30, 2025 (Unaudited)	600,000,000	8,424,279	315,313,484	323,737,763	923,737,763

	Attributable to Participant's Retakaful Fund				
		Reserves			
		Capital	Revenue		
	Seed money	Unrealized (loss) on available for sale investment	Accumulated surplus	Total Reserves	Total
	-------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	-	-	466,237,319	466,237,319	466,237,319
Unrealized loss on available for sale investments	-	(10,926,404)	-	(10,926,404)	(10,926,404)
	-	(10,926,404)	466,237,319	455,310,915	455,310,915
Balance as at September 30, 2024 (Unaudited)	1,000,000	(1,209,769)	1,549,997,516	1,548,787,747	1,549,787,747
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
Surplus for the period	-	-	324,296,305	324,296,305	324,296,305
Unrealized loss on available for sale investments	-	18,481,214	-	18,481,214	18,481,214
	-	18,481,214	324,296,305	342,777,519	342,777,519
Balance as at September 30, 2025 (Unaudited)	1,000,000	52,845,642	1,970,238,148	2,023,083,790	2,024,083,790

The annexed notes 1 to 35 form an integral part of these condensed interim financial statements.

Chairman Director Director Chief Executive Officer Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF CASHFLOWS (UNAUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

	Operator's Retakaful Fund		Participant's Retakaful Fund	
	Sep 30, 2025	Sep 30, 2024	Sep 30, 2025	Sep 30, 2024
	---Rupees---			
Operating cash flow				
Retakaful activities				
Contribution received	-	-	1,215,441,839	1,361,680,861
Retro takaful contribution paid	-	-	(272,881,877)	(84,464,040)
Benefits paid	-	-	(545,014,116)	(578,250,739)
Benefits recoveries from retro takaful	-	-	90,164,244	-
Commission paid	(304,626,008)	(314,564,084)	-	-
Net cash (used in) / from retakaful activities	(304,626,008)	(314,564,084)	487,710,090	698,966,082
Other operating activities				
Income tax paid	(62,576,465)	(11,057,574)	-	-
Management expenses paid	(14,942,861)	(13,018,477)	-	-
Other operating receipts/(payments)	281,888,257	287,468,121	(329,518,366)	(299,966,587)
Net cash from/(used in) other	204,368,931	263,392,069	(329,518,366)	(299,966,587)
operating activities	204,368,931	263,392,069	(329,518,366)	(299,966,587)
Total cash from/(used in) all operating activities	(100,257,077)	(51,172,015)	158,191,724	398,999,495
Investing activities				
Payment for investments made	(319,695,822)	(175,496,880)	(2,128,652,489)	(662,945,732)
Receipt of profit on bank deposits	13,472,774	44,421,675	79,434,084	190,272,450
Receipt of investment income	26,374,160	18,711,159	105,301,999	75,884,778
Total cashflow from investing activities	(279,848,887)	(112,364,046)	(1,943,916,406)	(396,788,504)
Financing activities				
Statutory fund	-	-	-	-
Total cash from financing activities	-	-	-	-
Net cash flow from/(used-in) all activities	(380,105,964)	(163,536,061)	(1,785,724,682)	2,210,991
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	22,423,982	326,297,743	128,724,172	1,672,147,924
Reconciliation to profit and loss				
Operating cash flows	(100,257,077)	(51,172,015)	158,191,724	398,999,495
Receipt of Profit on bank deposits	13,472,774	44,421,675	79,434,084	190,272,450
Receipt of Investment income	26,374,160	18,711,159	105,301,999	75,884,778
(Decrease)/increase in operating assets other than cash	27,538,268	140,696,128	85,139,509	42,366,474
(Increase)/decrease in operating liabilities	28,188,280	(28,847,606)	(66,339,079)	(196,013,613)
Change in tax rate		-		
Other adjustments:				
Income tax paid	62,576,465	11,057,574	-	-
Profit/(deficit) before taxation	57,892,870	134,866,915	361,728,236	511,509,584
Provision for taxation	(22,578,219)	(52,598,097)	(37,431,931)	(45,272,265)
Profit after taxation	35,314,651	82,268,818	324,296,305	466,237,319

The annexed notes 1 to 35 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 SEPTEMBER 30, 2025

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Pakistan Reinsurance Company Limited (the Company) is a pubic listed company incorporated in Pakistan on March 30, 2000 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Pakistan Reinsurance Company Limited - Window Retakaful Operations (the Operator) is listed on Pakistan Stock Exchange and is engaged in general retakaful business which comprise of fire, marine, aviation, engineering and accident. The registered office of the Operator is situated at PRC Tower. 32-A. Lalazar Drive. Maulvi Tamizuddin Khan Road, Karachi. Pakistan.

1.2 The Operator has been authorized to undertake Window Retakaful Operations on September 26, 2018 by Securities and Exchange Commission of Pakistan (SECP) under Takaful Rules, 2012 to carry on General Window Retakaful Operations in Pakistan. For the purpose of carrying on the Retakaful business, the Operator has formed a Waqf (Participants' Retakaful Fund) on September 26, 2018 under the Waqf Deed with a Cede money of Rs. 1,000,000.

1.3 The Waqf Deed and Participant Retakaful Fund Policies (Waqf Rules) govern the relationship of Operator, Waqf and Participants for management of Retakaful operations, investment of Waqf and Operator's Fund as approved by the Shariah Advisor of the Operator. The accounts of the Waqf are maintained by the Operator in a manner that the assets and liabilities of Waqf remain separately identifiable. The financial statements of the Operator are prepared in such a manner that the financial position and results from the operations of Waqf and the Operator are shown separately.

1.4 During the preiod, Participant's Retakaful fund of Window Retakaful Operations incurred a surplus of Rs. 324,296,305 (Sep 2024: 466.237,319 surplus), resulting in accumulated surplus of Rs. 1,970,238,148 (Sep 2024: Rs.1,549,997,516) as of the date of statement of financial position. Further, as of that date total assets Participant's Retakaful fund exceed its total liabilities by Rs. 2,024,083,790 (Sep 2024: Rs. 1,549,787,747).

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 regualtions 2017 and Takaful Rules, 2012.

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

2.2 These condensed interim financial statements do not include all the information and disclosures required for audited annual financial statements and should be read in conjunction with the annual financial statements of the Operator as at and for the year ended December 31, 2024 which have been prepared in accordance with accounting and reporting standards as applicable to insurance companies in Pakistan.

2.3 The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Operator for the year ended December 31, 2024, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in funds are extracted from the unaudited condensed interim financial statements for period ended Sep 30, 2024.

2.4 Basis of measurement

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

2.5 Functional and presentation currency

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

3 USE OF JUDGEMENTS AND ESTIMATES

The preparation of these condensed interim financial statements in conformity with accounting and reporting standards requires the management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. In preparing these condensed interim financial statements, the significant judgments made by management in applying the Operators' accounting policies and the key sources of estimation uncertainty were the same as those that applied to the annual audited financial statements of the company as at and for the year ended December 31, 2024.

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same and are consistent with those followed in the preparation of the annual audited financial statements of the Operator for the year ended December 31, 2024.

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

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

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

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

5 INSURANCE AND FINANCIAL RISK MANAGEMENT

The insurance and financial risk management objectives and policies are consistent with those disclosed in annual audited financial statements of the Operator for the year ended December 31, 2024.

6 INVESTMENTS

Available for sale - Mutual Funds

	September 30, 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	5,828,575	151,788	27,877,857	28,563,191	685,334
AL HAMRA ISLAMIC MONEY MARKET FUND	50,741,699	47,258,034	(3,483,665)	190,281,337	177,217,612	(13,063,725)
AL-AMEEN ISLAMIC SOVEREIGN FUND -Class-C	2,980,480	3,037,466	56,986	5,259,670	5,360,234	100,564
AL- AMEEN ISLAMIC CASH PLANE - 1 (AICP-1)	46,385,182	47,741,698	1,356,516	173,944,472	179,031,368	5,086,896
AL-AMEEN ISLAMIC Cash Fund (AICF)	52,735,361	54,007,773	1,272,412	348,384,607	356,717,661	8,333,054
NBP ISLAMIC MAHANA AMDANI FUND (FORMERLY:NBP AITEMAAD MAHANA AMDANI FUND)	5,666,421	5,737,018	70,597	27,827,116	28,114,576	287,460
ABL ISLAMIC INCOME FUND	5,508,141	5,552,763	44,622	27,051,673	27,206,665	154,992
ABL ISLAMIC Cash FUND	47,026,618	47,434,714	408,096	176,349,817	177,880,176	1,530,359
MEEZAN ROZANA AMDANI FUND - GROWTH-B	6,369,071	5,785,564	(583,507)	31,217,632	28,357,639	(2,859,993)
HBL ISLAMIC MOENY MARKET FUND	96,454,680	99,096,468	2,641,788	499,975,342	513,559,354	13,584,012
ALHAMRA CASH MANAGEMENT OPTIMIZER (ALHCMOP)	50,047,569	51,368,815	1,321,246	325,375,752	333,965,611	8,589,859
NBP ISLAMIC MONEY MARKET FUND (NICMM)	50,086,685	51,362,482	1,275,797	375,528,566	385,093,973	9,565,407
ABL ISLAMIC MONEY MARKET PLANE I (ABL-IMMP-I)	50,125,877	51,413,647	1,287,770	375,868,645	385,524,986	9,656,341
MEEZAN CASH FUND (MCF)	50,020,138	51,328,419	1,308,281	325,130,900	333,634,713	8,503,813
	519,824,709	526,953,436	7,128,727	2,910,073,386	2,960,227,759	50,154,373

	December 31, 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

7 OTHER RECEIVABLES

	Operator's Retakaful Fund		Participant's Retakaful Fund	
	Sep 30, 2025 (Unaudited)	December 31, 2024 (Audited)	Sep 30, 2025 (Unaudited)	December 31, 2024 (Audited)
	----------Rupees----------			
Loan to employee	878,326	1,147,000	-	-
Accrued markup on bank deposits	4,396,398	6,337,813	10,858,515	23,412,420
	5,274,724	7,484,813	10,858,515	23,412,420

8 TAKAFUL/RETAKAFUL RECEIVABLES

	Note	Participant's Retakaful Fund	
		Sep 30, 2025 (Unaudited)	Dec 31, 2024 (Audited)
		----------Rupees----------	
Due from takaful participants holders			
Amount due from other insurers		856,863,514	612,923,102
Amount due from other reinsurers		1,813,892	-
		858,677,406	612,923,102
Less: provision for impairment	8.1	(27,141,101)	(27,141,101)
		831,536,305	585,782,001

8.1 Movement of provision for impairment

Opening balance	27,141,101	62,798,990
Provisions made during the period	-	(35,657,889)
Closing balance	27,141,101	27,141,101

	Note	Operator's Retakaful Fund		Participant's Retakaful Fund	
		Sep 30, 2025 (Unaudited)	December 31, 2024 (Audited)	Sep 30, 2025 (Unaudited)	December 31, 2024 (Audited)
		-----------------------------Rupees-----------------------------			
9 RECEIVABLE FROM PARTICIPANT'S RETAKAFUL FUND / (PAYABLE TO					
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	**292,239,228**	401,406,240	**(292,239,228)**	(401,406,240)
Modarib's share of participant's retakaful fund investment income and bank profit	9.3	**46,184,021**	88,431,264	**(46,184,021)**	(88,431,264)
Bank charges payable		**(14,331)**	(18,207)	**14,331**	18,207
Commission payable		**(304,626,009)**	(408,481,781)	**304,626,009**	408,481,781
		193,176,187	159,393,278	**(193,176,187)**	(159,393,278)

9.1 The amount is payable by the Operator to Participant's Retakaful Fund related to contribution received by the Operator from takaful participants.

9.2 It represents the amount receivable from Participant's Retakaful Fund related to wakala fee charged at 20% (2024: 20%) of gross contribution written amounted to Rs. 421,944,770 (2024: Rs. 421,944,770).

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.

	Note	Operator's Sep 30, 2025	Operator's December 31, 2024	Participant's Sep 30, 2025	Participant's December 31, 2024
10 UNEARNED WAKALA FEE / DEFERRED WAKALA FEE					
Facultative business	10.1	12,324,130	12,871,675	12,324,130	12,871,675
Treaty		158,450,798	162,424,930	158,450,798	162,424,930
		170,774,928	175,296,605	170,774,928	175,296,605
10.1 Facultative business					
Fire		4,817,826	8,213,718	4,817,826	8,213,718
Marine Cargo		5,808	89,740	5,808	89,740
Marine Hull		531,003	77,571	531,003	77,571
Accident		1,464,588	496,746	1,464,588	496,746
Aviation		207,183	163,141	207,183	163,141
Engineering		5,297,722	3,830,759	5,297,722	3,830,759
		12,324,130	12,871,675	12,324,130	12,871,675
11 DEFERRED COMMISSION EXPENSE					
Facultative business	11.1	2,126,961	2,327,558	-	-
Treaty		177,124,976	182,254,501	-	-
		179,251,937	184,582,059	-	-
11.1 Facultative business					
Fire		1,976,198	2,170,293	-	-
Marine Cargo		1,453	25,131	-	-
Marine Hull		-	19,393	-	-
Accident		24,950	112,665	-	-
Engineering		124,360	76	-	-
		2,126,961	2,327,558	-	-

	Note	Operator's Retakaful Fund		Participant's Retakaful Fund	
		Sep 30, 2025 (UnAudited)	December 31, 2024 (Audited)	Sep 30, 2025 (UnAudited)	December 31, 2024 (Audited)
		----------Rupees----------			
12 DEFERRED TAX ASSET/(LIABILITY)					
Opening balance		3,192,746	485,982	-	-
Deductible temporary differences on					
Unrealized gain on available for sale investments				-	-
Taxable temporary differences					
Unrealized loss on available for sale investments		(4,488,314)	2,706,764	-	-
		(1,295,568)	3,192,746	-	-
13 PREPAYMENTS					
Treaty business					
Prepaid retakaful contribution ceded		-	-	49,036,415	148,038,177
14 BANK BALANCES					
Cash at bank in:					
Saving accounts	14.1	22,423,982	402,529,946	128,724,172	1,914,448,854

14.1 Profit sharing rate on modaraba account ranging from 9% to 11% (December 31 2024: 18% to 20 %) per annum.

	Operator's Retakaful Fund		Participant's Retakaful Fund	
	Sep 30, 2025 (UnAudited)	December 31, 2024 (Audited)	Sep 30, 2025 (UnAudited)	December 31, 2024 (Audited)
15 RESERVES				
Revenue Reserves				
Unappropriated profit / (loss)	315,313,484	279,998,833	1,970,238,148	1,645,941,843
Capital Reserves				
Unrealized (loss) /gain on available for sale reserve	8,424,279	4,993,783	52,845,642	34,364,428
	323,737,763	284,992,616	2,023,083,790	1,680,306,271

	Note	Participant's Retakaful Fund	
		Sep 30, 2025 (UnAudited)	December 31, 2024 (Audited)
16 OUTSTANDING CLAIMS INCLUDING IBNR		--------Rupees--------	
Facultative business	16.1	209,940,922	220,011,192
Treaty		707,948,308	377,869,156
	16.2	917,889,230	597,880,348
16.1 Facultative business			
Fire		71,795,051	77,772,186
Marine cargo		231,606	231,606
Marine hull		-	-
Accident		11,286,339	11,832,974
Engineering		126,627,926	130,174,426
		209,940,922	220,011,192

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

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

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

		Note	Participant's Retakaful Fund Sep 30, 2025 (UnAudited)	Participant's Retakaful Fund December 31, 2024 (Audited)
			--------------------Rupees--------------------	
17	**UNEARNED CONTRIBUTION RESERVES**			
	Facultative business	17.1	61,620,651	64,358,376
	Treaty		792,253,990	812,124,652
			853,874,641	876,483,028
17.1	**Facultative business**			
	Fire		24,089,128	41,068,588
	Marine cargo		29,042	448,699
	Marine hull		2,655,013	387,857
	Accident		7,322,939	2,483,732
	Aviation		1,035,917	815,706
	Engineering		26,488,612	19,153,794
			61,620,651	64,358,376
18	**TAKAFUL/RETAKAFUL PAYABLES**			
	Retakaful contribution payable		25,060,200	252,472,589

		Note	Operator's Retakaful Fund Sep 30, 2025 (Unaudited)	Operator's Retakaful Fund December 31, 2024 (Audited)	Participant's Retakaful Fund Sep 30, 2025 (Unaudited)	Participant's Retakaful Fund December 31, 2024 (Audited)
19	**TAXATION- PROVISION LESS PAYMENT**		----------------------------Rupees----------------------------			
	Balance at beginning of the period/year		-	(55,709,310)	-	
	Income tax deducted at source on dividend income		6,678,339	4,063,241	10,782,420	16,180,854
	Income tax deducted at source on bank profit		1,774,261	9,979,999	-	43,521,575
	Payment of income tax		-	-	-	
	Provision for current tax		-	(68,167,105)	361,728,236	(59,702,429)
	Payable to Pakistan Reinsurance Company Limited		(22,578,219)	55,709,310	(37,431,931)	(59,702,429)
	Balance at end of the period/year		(14,125,619)	(54,123,865)	-	**(59,702,429)**
20	**OTHER CREDITORS AND ACCRUALS**					
	Employee professional tax payable		8,000	-	-	-
	Sindh sales tax payable		484,091	177,380	3,960	3,960
	General sales tax payable		162	-	-	-
	Income tax deducted at source		90,168	142,638	26,730	26,730
	Audit fee payable		607,860	1,029,860	-	-
	Miscellaneous creditors		-	-	1,000	1,000
			1,190,281	1,349,878	31,690	31,690
21	**PAYABLE TO RELATED PARTY**					
	Pakistan Reinsurance Company Limited	21.1	118,547,243	143,349,816	-	-
21.1	**Payable in respect of**					
	Receipt from cedent		-	69,679,288	-	-
	Income tax		118,382,635	64,258,772	-	-
	Salaries		164,608	8,649,485	-	-
	Bonus		-	762,271	-	-
			118,547,243	143,349,816	-	-

22 CONTINGENCIES AND COMMITMENTS

22.1 The Operator was served with a notice by Sindh Revenue Board (SRB) in 2016 for non filing of sales tax returns and raised sales tax liability via same notice on conventional reinsurance services provided by the Operator. Company has contested the notice and the case is pending with the Honorable High Court of Sindh. In case of unfavorable outcome of the said matter, the charge to profit or loss would to Rs. 118.7 million pertaining to 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 Sep 30, 2025 (December 31 2024: Nil).

	Note	Nine months period Ended		Three months period Ended	
		Sep 30, 2025 (Unaudited)	Sep 30, 2024 (Unaudited)	Sep 30, 2025 (Unaudited)	Sep 30, 2024 (Unaudited)
		----------------------------Rupees----------------------------			
23 NET CONTRIBUTION REVENUE					
Written gross contribution	29	1,461,196,144	1,615,858,475	691,650,097	711,185,541
Add: unearned contribution reserve opening	29	876,483,028	653,713,006	631,119,135	734,199,472
Less: unearned contribution reserve closing		(853,874,641)	(971,182,504)	(853,874,641)	(971,182,504)
Contribution earned		1,483,804,531	1,298,388,977	468,894,591	474,202,509
Retakaful contribution ceded		45,469,483	-	2,732,536	-
Add: prepaid retakaful contribution opening	29	148,038,177	165,831,810	86,754,447	61,648,164
Less: prepaid retakaful contribution closing	29	(49,036,415)	(18,820,244)	(49,036,415)	(18,820,244)
Retakaful expense		144,471,245	147,011,566	40,450,568	42,827,920
		1,339,333,286	1,151,377,411	428,444,023	431,374,589
24 WAKALA FEE/EXPENSE					
Gross wakala fee		292,239,229	323,171,695	138,330,019	142,237,108
Add: unearned Wakala fee opening		175,296,606	130,742,601	126,223,827	146,839,894
Less: unearned Wakala fee closing		(170,774,928)	(194,236,501)	(170,774,928)	(194,236,501)
		296,760,906	259,677,795	93,778,918	94,840,501
25 NET CLAIMS - REPORTED / SETTLED - IBNR					
Benefits/claims paid		545,014,116	578,250,739	193,437,245	309,091,351
Less: outstanding benefits/claims including IBNR - opening		(597,880,348)	(612,623,902)	(620,923,951)	(732,960,822)
Add: outstanding benefits / claims including IBNR - closing		917,889,230	545,769,037	917,889,230	545,769,037
Claims expense		865,022,998	511,395,874	490,402,524	121,899,566
Retakaful and other recoveries received		90,164,244	-	-	-
Add: retakaful and other recoveries received- closing		162,957,639	160,651,340	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		45,626,793	(68,412,079)	-	-
Net claims expenses		819,396,205	579,807,953	490,402,524	121,899,566
26 TAXATION PARTICIPANT RETAKAFUL FUND					
Current tax-deducted at source		(37,431,931)	(45,272,265)	(2,542,805)	(14,309,163)
		(37,431,931)	(45,272,265)	(2,542,805)	(14,309,163)
27 COMMISSION EXPENSE					
Commission paid or payable		304,626,008	314,564,084	141,495,541	132,708,630
Add: deferred commission expense opening	29	184,582,059	114,413,227	145,133,995	143,870,854
Less: deferred commission expense closing		(179,251,937)	(187,512,768)	(179,251,937)	(187,512,768)
		309,956,130	241,464,543	107,377,599	89,066,716
28 GENERAL, ADMINISTRATIVE AND					
Salaries, allowance and other benefits		9,763,088	10,358,326	2,594,841	2,408,966
Shariah advisor fee		2,250,000	2,030,445	750,000	676,815
Auditor's remuneration		410,400	360,000	-	18,000
Others		2,519,373	269,706	1,263,183	94,500
		14,942,861	13,018,477	4,608,024	3,198,281

29 SEGMENT REPORTING

PARTICIPANT'S RETAKAFUL FUND

	Nine months ended September 30, 2025				
	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
	--------------------------Rupees--------------------------				
Gross written contribution	91,283,734	5,533,782	12,277,801	1,352,100,827	1,461,196,144
Unearned contribution-opening	60,222,382	836,556	3,299,438	812,124,652	876,483,028
Unearned contribution-closing	50,577,740	2,684,055	8,358,856	792,253,990	853,874,641
Contribution earned	100,928,376	3,686,283	7,218,383	1,371,971,489	1,483,804,531
Retakaful-Ceded	-	-	-	45,469,483	45,469,483
Prepaid retakaful-opening	-	-	-	148,038,177	148,038,177
Prepaid retakaful-closing	-	-	-	49,036,415	49,036,415
Retakaful expenses	-	-	-	144,471,245	144,471,245
Net contribution	100,928,376	3,686,283	7,218,383	1,227,500,244	1,339,333,286
Rebate	-	-	-	-	-
Net underwriting income (A)	100,928,376	3,686,283	7,218,383	1,227,500,244	1,339,333,286
Benefits paid	69,863,036	-	637	475,150,443	545,014,116
Outstanding benefits/claims-opening	207,946,612	231,606	11,832,974	377,869,156	597,880,348
Outstanding benefits/claims-closing	198,422,977	231,606	11,286,339	707,948,308	917,889,230
Claims expenses	60,339,401	-	(545,998)	805,229,595	865,022,998
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	-	-	99,543,139	162,957,639
Retakaful recoveries revenue	16,570,750	-	-	29,056,043	45,626,793
Net benefit expenses	43,768,651	-	(545,998)	776,173,552	819,396,205
Wakala fee	20,185,675	737,257	1,443,677	274,394,298	296,760,906
Management expense	-	-	-	-	-
Contribution deficiency expense	-	-	-	-	-
Net benefits and expenses (B)	63,954,326	737,257	897,679	1,050,567,850	1,116,157,111
Underwriting results (C=A-B)	36,974,050	2,949,026	6,320,704	176,932,394	223,176,175
Profit on bank deposits					79,434,084
Investment income					105,301,999
Modarib share of PTF investment income and bank					(46,184,021)
Profit before tax					361,728,236
Segment Assets	73,530,048	536,811	1,671,771	307,030,352	382,768,982
Unallocated Assets					3,931,346,751
					4,314,115,733
Segment Liabilities	249,000,717	2,915,661	19,645,195	1,500,202,298	1,771,763,871
Unallocated Liabilities					218,268,072
					1,990,031,943
OPERATOR'S RETAKAFUL FUND					
Wakala fee	20,185,675	737,257	1,443,677	274,394,298	296,760,906
Commission	(4,052,009)	(54,260)	(151,929)	(305,697,932)	(309,956,130)
Management expenses	(1,016,413)	(37,123)	(72,694)	(13,816,631)	(14,942,861)
Segment Results	15,117,253	645,873	1,219,054	(45,120,266)	(28,138,085)
Profit on bank deposits					13,472,774
Modarib share of PTF investment income and bank profit					46,184,021
Investment income					26,374,160
Profit before tax					57,892,870
Segment Assets	2,100,558	1,453	24,950	177,124,976	179,251,937
Unallocated Assets					1,049,123,898
					1,228,375,835
Segment Liabilities	10,115,548	536,811	1,671,771	158,450,798	170,774,928
Unallocated Liabilities					133,863,143
					304,638,071

PARTICIPANT'S RETAKAFUL FUND

	Nine months ended September 30, 2024				
	Fire and property damage	**Marine**	**Miscellaneous**	**Treaty**	**TOTAL**
	--------------------------Rupees--------------------------				
Gross written contribution	134,106,574	1,838,806	14,267,746	1,465,645,349	1,615,858,475
Unearned contribution-opening	65,157,260	145,438	3,495,235	584,915,073	653,713,006
Unearned contribution-closing	73,502,943	973,064	4,321,451	892,385,046	971,182,504
Contribution Earned	125,760,891	1,011,180	13,441,530	1,158,175,376	1,298,388,977
Retakaful-ceded	-	-	-	-	-
Prepaid Retakaful-opening	-	-	-	165,831,810	165,831,810
Prepaid Retakaful-closing	-	-	-	18,820,244	18,820,244
Retakaful Expenses	-	-	-	147,011,566	147,011,566
Net contribution	125,760,891	1,011,180	13,441,530	1,011,163,810	1,151,377,411
Rebate	-	-	-	-	-
Net underwriting income (A)	125,760,891	1,011,180	13,441,530	1,011,163,810	1,151,377,411
Benefits/claims paid	19,551,437	-	757,552	557,941,750	578,250,739
Outstanding benefits/claims-opening	92,841,036	99,137	2,817,282	516,866,447	612,623,902
Outstanding benefits/claims-closing	83,051,085	131,743	7,168,854	455,417,355	545,769,037
Claims expenses	9,761,486	32,606	5,109,124	496,492,658	511,395,874
Retakaful recoveries received	-	-	-	-	-
Retakaful recoveries against outstanding claims-	-	-	-	229,063,419	229,063,419
Retakaful recoveries against outstanding claims-	-	-	-	160,651,340	160,651,340
Benefits recovered from retro takaful	-	-	-	(68,412,079)	(68,412,079)
Net benefit expenses	6,323,184	-	341,745	219,866,985	579,807,953
Wakala Fee	25,152,178	202,236	2,688,306	231,635,075	259,677,795
Management expense	-	-	-	-	-
Net benefits and expenses (B)	31,475,362	202,236	3,030,051	451,502,060	839,485,748
Underwriting results (C=A-B)	94,285,529	808,944	10,411,479	559,661,750	311,891,663
Profit on bank deposits					190,272,450
Investment income					75,884,778
Modarib share of PTF investment income and bank					(66,539,307)
Profit before tax					511,509,584
Segment assets	14,700,589	194,613	864,290	357,948,593	373,708,085
Unallocated assets					3,267,174,696
					3,640,882,781
Segment liabilities	156,554,028	1,104,807	11,490,305	1,347,802,401	1,516,951,541
Unallocated liabilities					255,050,777
					1,772,002,318
OPERATOR'S RETAKAFUL FUND					
Wakala Fee	25,152,178	202,236	2,688,306	231,635,075	259,677,795
Commission	(6,256,380)	(60,710)	(554,949)	(234,592,505)	(241,464,544)
Management Expenses	(1,260,959)	(10,139)	(134,773)	(11,612,606)	(13,018,477)
Segment Results	17,634,839	131,387	1,998,584	(14,570,036)	5,194,774
Profit on bank deposits					44,421,675
Modarib share of PTF investment income and bank					66,539,307
Investment income					18,711,159
Deficit before tax					134,866,915
Segment Assets	2,018,428	51,111	147,969	185,295,260	187,512,768
Unallocated Assets					986,487,439
					1,174,000,207
Segment Liabilities	14,700,589	194,613	864,290	178,477,009	194,236,501
Unallocated Liabilities					111,209,976
					305,446,477

30 FAIR VALUE MEASUREMENT

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

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities,
Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable,
Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

	Fair value measurement using			
	Level 1	**Level 2**	**Level 3**	**Total**
PARTICIPANT'S RETAKAFUL FUND	------------------------------- Rupees -------------------------------			
June 30, 2024 (Un-audited)				
Open end mutual funds	2,960,227,759	-	-	**2,960,227,759**
OPERATOR'S RETAKAFUL FUND				
June 30, 2024 (Unaudited)				
Open end mutual funds	526,953,436	-	-	**526,953,436**
PARTICIPANT'S RETAKAFUL FUND				
December 31, 2024 (Audited)				
Open end mutual funds	813,094,056	-	-	813,094,056
OPERATOR'S RETAKAFUL FUND				
December 31, 2024 (Audited)				
Open end mutual funds	208,315,432	-	-	208,315,432

31 STATEMENT OF SOLVENCY

	Note	Participant's Retakaful Fund	
		Sep 30, 2025 (UnAudited)	**December 31, 2024 (Audited)**
		------------------Rupees------------------	
Assets			
Investments	**6**	**2,960,227,759**	813,094,056
Takaful/retakaful receivables	**8**	**831,536,305**	585,782,001
Other Receivable	**7**	**10,858,515**	23,412,420
Prepayment	**13**	**49,036,415**	148,038,177
Deferred wakala fee	**10**	**170,774,928**	175,296,606
Retakaful Recoveries against outstanding claims		**162,957,639**	207,495,090
Bank balances	**14**	**128,724,172**	1,914,448,854
Total Assets (A)		**4,314,115,733**	3,867,567,204
In-admissible assets as per section 32 (2) of Insurance Ordinance, 2000			
Contribution due since more than three months		**(644,014,780)**	(195,647,000)
Total In-admissible assets (B)		**(644,014,780)**	(195,647,000)
Total Admissible Assets (C=A-B)	**(A)**	**3,670,100,953**	3,671,920,204
Total Liabilities			
Outstanding benefits including IBNR	**16**	**917,889,230**	597,880,348
Unearned contribution reserves	**17**	**853,874,641**	876,483,028
Takaful/retakaful payable	**19**	**25,060,195**	252,472,589
Other creditors and accruals	**21**	**31,690**	31,690
Total Liabilities (D)	**(B)**	**1,796,855,756**	1,726,867,655
Minimum Solvency Requirement (higher of following amounts)			
Surplus in Net Admissible Assets over Minimum Requirements	**(A-B)**	**1,873,245,197**	1,945,052,549

31.1 The Participant's Retkaful Fund has not complied with the minimum solvency requirement as against the requirement of section 36 of the Insurance ordinance, 2000 and Takaful Rules, 2012 section 10 (k).

32 SUBSEQUENT NON ADJUSTING EVENTS

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

33 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.

34 DATE OF AUTHORIZATION FOR ISSUE

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

35 GENERAL

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

Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer