

2025

QUARTERLY
REPORT



Expanding
Horizons
of Protection

EFU GENERAL INSURANCE LTD

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Company Information

Chairman

Saifuddin N. Zoomkawala

Vice Chairman

Hasanali Abdullah

**Managing Director &
Chief Executive Officer**

Kamran Arshad Inam

Directors

Taher G. Sachak
Asad Nasir
Saad Bhimjee
Tanveer Sultan Moledina
Yasmin Hyder

Chief Financial Officer

Najmul Hoda Khan

**Company Secretary &
Compliance Officer**

Amin Punjani

Legal Advisor

Khurram Rashid Advocate

Shari'ah Advisor

Mufti Muhammad Ibrahim Essa

Audit Committee

Tanveer Sultan Moledina
Hasanali Abdullah
Taher G. Sachak
Asad Nasir
Yasmin Hyder

Investment Committee

Hasanali Abdullah
Saifuddin N. Zoomkawala
Taher G. Sachak
Kamran Arshad Inam
Najmul Hoda Khan

**Ethics, Human Resource &
Remuneration Committee**

Yasmin Hyder
Saifuddin N. Zoomkawala
Hasanali Abdullah
Kamran Arshad Inam

Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2
Karachi

Registrar

CDC Share Registrar Services Limited
CDC House, 99-B, Block-B
S.M.C.H.S., Shahrah-e-Faisal
Karachi - 74400

Website

www.efuinsurance.com

Email:

info@efuinsurance.com

Registered Office

Kamran Centre, 1st Floor
85 East, Jinnah Avenue
Blue Area, Islamabad

Main Office

EFU House
M.A. Jinnah Road
Karachi

Window Takaful Operations

5th Floor, EFU House
M.A. Jinnah Road
Karachi

**UNCONSOLIDATED
CONDENSED INTERIM
FINANCIAL INFORMATION**

For the three months period ended 31 March 2025 (Unaudited)

Directors' Review

We are pleased to present the unaudited financial statements for the three months period ended 31 March 2025.

Performance Review

The Written Premium for the period was Rs. 9.17 billion (including Takaful Contribution of Rs. 0.68 billion) from Rs. 9.15 billion (including Takaful Contribution of Rs. 0.77 billion) for the corresponding period of last year. The Net Premium Revenue was Rs. 3.76 billion as against Rs. 3.55 billion for the corresponding period of last year. The overall Claims ratio to Net Premium Revenue was 33 % as compared to 37 % for the corresponding period of last year. The underwriting profit for the period was Rs. 921 million as against 724 million for the corresponding period of last year.

Investment income (including dividends, capital gains, rental income, profit on deposits, and other income) for the period decreased by 52 % to Rs. 538 million as compared to Rs. 1,300 million for the corresponding period of last year due to charge of impairment on investment in subsidiary of Rs. 842 million.

The profit before tax for the period was Rs. 1.55 billion as compared to Rs. 2.14 billion in the corresponding period last year. The profit after tax for the period was Rs. 944 million as compared to Rs. 1,301 million in the corresponding period last year.

The earnings per share for the period was Rs. 4.72 as against Rs. 6.51 for the corresponding period of last year.

Your Directors have pleasure in declaring the first interim cash dividend of Rs. 1.50 (15.00 %) per share for the year 2025.

Outlook

For sustained economic recovery in 2025, the Government of Pakistan plans to implement comprehensive reforms in taxation, energy, and public sector management. Additionally, continued financial backing from international institutions will be key to manage debt burden and stabilizing the economy.

Acknowledgments

It is a matter of deep gratification for your Directors to place on record their appreciation of the efforts made by officers, field force and staff who had contributed to the growth of the Company and the continued success of its operations.

Your Directors would also like to thank the Securities & Exchange Commission of Pakistan, Pakistan Reinsurance Company Limited and all our reinsurers for their continued guidance and support.

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

ڈائریکٹرز کا جائزہ:

ہم ۳۱ مارچ ۲۰۲۵ء کو ختم ہونے والی تین ماہ کی مدت کیلئے کمپنی کے غیر آڈٹ شدہ مالیاتی حسابات پیش کرتے ہوئے پرمسرت ہیں۔

کارکردگی کا جائزہ:

دوران مدت تحریری پریمیم ۹۷۱۷ بلین روپے رہا (جس میں ٹکافل کنٹری بیوشن ۶۸۰۰ بلین روپے شامل ہے)، جبکہ گزشتہ سال کی اسی مدت میں ۹۱۵۰ بلین روپے تھا (جس میں ٹکافل کنٹری بیوشن ۷۷۰۰ بلین روپے شامل تھا)۔ خالص پریمیم آمدنی ۳۷۷۶ بلین روپے رہی جبکہ گزشتہ سال کی اسی مدت میں یہ ۳۵۵۵ بلین روپے تھی۔ خالص پریمیم آمدنی کے مقابلے میں کلیمز کا مجموعی تناسب ۳۳ فیصد رہا، جو کہ گزشتہ سال کی اسی مدت میں ۳۷ فیصد تھا۔ اس مدت کے دوران انڈر رائٹنگ منافع ۹۲۱ بلین روپے رہا جو کہ گزشتہ سال کی اسی مدت میں ۷۲۲ بلین روپے تھا۔

دوران مدت سرمایہ کاری سے حاصل ہونے والی آمدنی ۵۲ فیصد کی کے ساتھ ۵۳۸ بلین روپے رہی (جس میں منافع، کیپٹل گینز، کرایے کی آمدنی، ڈپازٹس پر منافع اور دیگر آمدنیاں شامل ہیں) جو کہ گزشتہ سال کی اسی مدت میں ۱,۳۰۰ بلین روپے تھی۔ اس کی بنیادی وجہ ذیلی کمپنی میں سرمایہ کاری پر ۸۴۲ بلین روپے کی امپیرمنٹ میں تبدیلی رہی۔ دوران مدت قبل از ٹیکس منافع ۱۵۵۵ بلین روپے رہا، جو کہ گزشتہ سال کی اسی مدت میں ۲۱۴۲ بلین روپے تھا۔ بعد از ٹیکس منافع ۹۴۴ بلین روپے رہا جبکہ گزشتہ سال کی اسی مدت میں یہ ۱,۳۰۱ بلین روپے تھا۔

دوران مدت فی حصص آمدنی ۲۷۷۲ روپے رہی، جو کہ گزشتہ سال کی اسی مدت میں ۶۵۱۱ روپے تھی۔

آپ کے ڈائریکٹرز کو یہ اعلان کرتے ہوئے خوشی ہو رہی ہے کہ سال ۲۰۲۵ء کے لیے فی حصص ۱۵۰۰ روپے (۱۵۰۰ فیصد) کے پہلے عبوری نقد ڈیویڈنڈ کی منظوری دے دی گئی ہے۔

مستقبل کا جائزہ:

سال ۲۰۲۵ء میں پائیدار معاشی بحالی کے لیے حکومت پاکستان نے ٹیکسیشن، توانائی اور عوامی شعبے کے انتظام میں جامع اصلاحات متعارف کرانے کا منصوبہ بنایا ہے۔ مزید برآں، بین الاقوامی اداروں کی جانب سے مسلسل مالی معاونت قرضوں کے بوجھ کو سنبھالنے اور معیشت کو مستحکم کرنے کے لیے کلیدی حیثیت رکھے گی۔

اظہار تشکر:

ہم اپنے معزز کسٹمرز کی مسلسل سرپرستی اور حمایت کے لئے ان کا شکریہ ادا کرنا چاہیں گے جبکہ پاکستان ری انشورنس کمپنی لمیٹڈ، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی جانب سے ان کی رہنمائی اور معاونت پر بھی شکر گزار ہیں۔

آپ ڈائریکٹرز تہہ دل سے یہ امر ریکارڈ پر لاتے ہیں کہ ہمارے آفیسرز، فیلڈ فورس اور دیگر اسٹاف نے نہایت جانفشانی سے کمپنی کی ترقی کے لئے محنت کی ہے اور کاروبار کے اضافے اور کامیابیوں کے تسلسل کو برقرار رکھنے میں مثالی کردار ادا کیا ہے۔

سیف الدین این ذومکوالا
چیئرمین

کراچی ۲۸ اپریل ۲۰۲۵ء

کامران ارشد انعام
مینجنگ ڈائریکٹر
چیف ایگزیکٹو آفیسر

حسن علی عبداللہ

تومیر مولیرینا

Unconsolidated Condensed Interim Statement of Financial Position

As at 31 March 2025 (Unaudited)

		(Rupees in '000)	
	Note	31 March 2025 (Unaudited)	31 December 2024 (Audited)
Assets			
Property and equipment	5	3,686,384	3,669,772
Intangible assets	6	-	-
Investment properties	7	3,462,112	3,462,112
Investment in subsidiary	8	7,278,017	8,120,149
Investments			
Equity securities	9	9,905,025	8,603,348
Debt securities	10	13,220,730	14,483,919
Term deposits	11	687,804	665,734
Loans and other receivables	12	767,621	920,669
Insurance / reinsurance receivables	13	6,726,433	7,634,503
Reinsurance recoveries against outstanding claims	22	8,235,786	8,596,247
Salvage recoveries accrued		63,353	92,600
Deferred commission expense	23	1,313,341	1,510,828
Retirement benefit - pension		8,757	1,680
Prepayments	14	10,481,836	10,715,960
Cash and bank	15	2,314,692	1,717,797
		68,151,891	70,195,318
Total assets of window takaful operations	19	8,200,806	2,203,554
Total assets		76,352,697	72,398,872
Equity and Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital	16	2,000,000	2,000,000
Reserves	17	19,664,854	18,964,631
Unappropriated profit		2,052,329	3,205,197
Total equity		23,717,183	24,169,828
Surplus on revaluation of property and equipment		1,264,544	1,268,014
Liabilities			
Underwriting provisions			
Outstanding claims including IBNR	22	12,426,844	13,029,997
Unearned premium reserve	21	17,446,407	18,315,194
Unearned reinsurance commission	23	269,739	329,486
Retirement benefit - gratuity		91,061	80,936
Deferred taxation		906,631	1,426,822
Premium received in advance		97,412	182,957
Insurance / reinsurance payables		7,602,094	7,830,481
Other creditors and accruals	18	5,102,885	4,622,888
Taxation - provision less payments		737,961	362,981
Total liabilities		44,681,034	46,181,742
		69,662,761	71,619,584
Total liabilities & fund of window takaful operations	19	6,689,936	779,288
Total equity and liabilities		76,352,697	72,398,872
Contingencies and commitments	20		

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

TANVEER SULTAN MOLEDINA Director	HASANALI ABDULLAH Director	NAJMUL HODA KHAN Chief Financial Officer	KAMRAN ARSHAD INAM Managing Director & Chief Executive Officer	SAIFUDDIN N. ZOOMKAWALA Chairman
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2025 QUARTERLY REPORT

Unconsolidated Condensed Interim Profit and Loss Account

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	Note	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Net insurance premium	21	3,757,150	3,553,955
Net insurance claims	22	(1,258,240)	(1,311,057)
Net commission and other acquisition costs	23	(658,300)	(625,455)
Insurance claims and acquisition expenses		(1,916,540)	(1,936,512)
Management expenses		(919,206)	(892,999)
Underwriting results		921,404	724,444
Investment income	24	410,290	1,115,780
Rental income		31,028	33,093
Other income	25	97,080	151,313
Other expenses		(60,762)	(61,335)
		477,636	1,238,851
Results of operating activities		1,399,040	1,963,295
Finance cost		(4,610)	(3,642)
Profit from window takaful operations - Operator's Fund	26	159,165	175,542
Profit before tax		1,553,595	2,135,195
Taxation	27		
Current		(948,666)	(839,066)
Deferred		338,733	5,314
		(609,933)	(833,752)
Profit after tax		943,662	1,301,443
Earnings after tax per share - Rupees	28	4.72	6.51

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

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

Unconsolidated Condensed Interim Statement of Financial Position

As at 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Profit after tax	943,662	1,301,443
Other comprehensive (loss) / income		
Total items that may be reclassified subsequently to profit and loss account		
Unrealised (loss) / gain on available-for-sale investments during the period - net	(291,862)	246,898
Unrealised gain on available-for-sale investments during the period - subsidiary company - net	-	46,474
Unrealised loss on available for sale investment from window takaful operations		
- Operator's Fund - net	(10,440)	(1,678)
Total unrealised (loss) / gain on available-for-sale investments - net	(302,302)	291,694
Effect of translation of foreign branches	2,525	(4,722)
Other comprehensive (loss) / income	(299,777)	286,972
Total comprehensive income for the period	643,885	1,588,415

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

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

2025 QUARTERLY REPORT

Unconsolidated Condensed Interim Cash Flow Statement

For the three months period ended 31 March 2025 (Unaudited)

	(Rupees in '000)	
	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Note		
Operating cash flows		
a) Underwriting activities		
Insurance premium received	9,497,418	9,311,129
Reinsurance premium paid	(5,555,249)	(5,676,112)
Claims paid	(2,964,976)	(1,445,962)
Reinsurance and other recoveries received	1,313,851	404,406
Commission paid	(691,215)	(623,641)
Commission received	92,992	130,958
Management expenses paid	(1,011,973)	(919,596)
Net cash flow generated from underwriting activities	680,848	1,181,182
b) Other operating activities		
Income tax paid	(511,483)	(707,147)
Other operating payments	(91,397)	(204,195)
Other operating receipts	(301,746)	72,500
Loans advanced	-	-
Loans repayments received	285	186
Net cash flow used in other operating activities	(904,341)	(838,656)
Total cash flow (used in) / generated from all operating activities	(223,493)	342,526
Investment activities		
Profit / return received	916,108	70,102
Dividend received	667,711	602,375
Rentals received net of expenses paid	(22,292)	41,098
Payment for investments	(4,920,207)	(2,494,744)
Proceeds from investments	4,278,782	1,310,174
Fixed capital expenditures	(96,701)	(57,553)
Proceeds from sale of property and equipment	42,741	35,601
Total cash flow generated / (used in) from investing activities	866,142	(492,947)
Financing activities		
Payments against lease liabilities	(24,028)	(22,205)
Dividends paid	(1,512)	(135)
Total cash flow used in financing activities	(25,540)	(22,340)
Net cash flow generated from / (used in) all activities	617,109	(172,761)
Cash and cash equivalents at the beginning of the period	2,063,198	2,581,405
Cash and cash equivalents at the end of the period	2,680,307	2,408,644
15.3		
Reconciliation to profit and loss account		
Operating cash flows	(223,493)	342,526
Depreciation / amortisation expense	(86,897)	(78,082)
Finance cost	(4,610)	(3,642)
Profit on disposal of property and equipment	41,010	31,509
Profit on disposal of investments	118,185	6,492
Rental income	31,028	33,093
Dividend Income	667,711	606,662
Other investment (loss) / income	(362,334)	502,626
Loss on remeasurement of investments at held for trading	(13,272)	-
Profit on deposits	56,118	120,413
Other loss	(47)	(609)
Decrease in assets other than cash	(1,734,376)	(2,905,238)
Decrease in liabilities other than borrowings	2,295,474	2,470,151
Profit after tax from conventional insurance operations	784,497	1,125,901
Profit from window takaful operations - Operator's Fund	159,165	175,542
Profit after tax	943,662	1,301,443

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

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

Unconsolidated Condensed Interim Statement of Changes in Equity

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	Attributable to equity holders of the Company							
	Capital reserve					Revenue reserves		Total
	Share capital	Reserve for exceptional losses	Unrealised gain / (loss) on revaluation of available-for-sale investments-net	Exchange translation reserve	Unrealised gain on fair value of investment property	General reserve	Unappropriated profit	
Balance as at 01 January 2024	2,000,000	12,902	662,892	195,722	1,802,531	13,000,000	2,733,704	20,407,751
Total comprehensive income for the period ended 31 March 2024								
Profit after tax	-	-	-	-	-	-	1,301,443	1,301,443
Other comprehensive income	-	-	291,694	(4,722)	-	-	-	286,972
	-	-	291,694	(4,722)	-	-	1,301,443	1,588,415
Transferred from surplus on revaluation of property and equipment	-	-	-	-	-	-	2,457	2,457
Transactions with owners recorded directly in equity								
Final dividend for the year 2023 at the rate of Rs. 5.50 (55.00%) per share	-	-	-	-	-	-	(1,100,000)	(1,100,000)
Other transfer within equity								
Transfer to general reserve	-	-	-	-	-	1,000,000	(1,000,000)	-
Balance as at 31 March 2024	<u>2,000,000</u>	<u>12,902</u>	<u>954,586</u>	<u>191,000</u>	<u>1,802,531</u>	<u>14,000,000</u>	<u>1,937,604</u>	<u>20,898,623</u>
Balance as at 01 January 2025	2,000,000	12,902	2,792,904	191,764	1,967,061	14,000,000	3,205,197	24,169,828
Total comprehensive income for the period ended 31 March 2025								
Profit after tax	-	-	-	-	-	-	943,662	943,662
Other comprehensive loss	-	-	(302,302)	2,525	-	-	-	(299,777)
	-	-	(302,302)	2,525	-	-	943,662	643,885
Transferred from surplus on revaluation of property and equipment	-	-	-	-	-	-	3,470	3,470
Transactions with owners recorded directly in equity								
Final dividend for the year 2024 at the rate of Rs. 5.50 (55.00%) per share	-	-	-	-	-	-	(1,100,000)	(1,100,000)
Other transfer within equity								
Transfer to general reserve	-	-	-	-	-	1,000,000	(1,000,000)	-
Balance as at 31 March 2025	<u>2,000,000</u>	<u>12,902</u>	<u>2,490,602</u>	<u>194,289</u>	<u>1,967,061</u>	<u>15,000,000</u>	<u>2,052,329</u>	<u>23,717,183</u>

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

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

1 LEGAL STATUS AND NATURE OF BUSINESS

EFU General Insurance Limited (the Company) was incorporated as a public limited company on 02 September 1932. The Company is registered under Companies Act, 2017 and is listed on the Pakistan Stock Exchange and is engaged in non-life insurance business comprising of fire and property damage, marine, aviation and transport, motor and miscellaneous.

The Registered Office of the Company is situated in Kamran Centre, 1st Floor, 85 East, Jinnah Avenue, Blue Area, Islamabad while the principal place of business is located at EFU House, M.A. Jinnah Road, Karachi. The Company was granted authorisation on 16 April 2015 under Rule 6 of Takaful Rules, 2012 to undertake Window Takaful Operations (WTO) in respect of general takaful products by the Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations on 6 May 2015. The Company operates through 30 (2024: 30) branches in Pakistan including a branch in Export Processing Zone (EPZ).

- 1.1 In 2018, the Company had assessed its control position in relation to its investments in EFU Life Assurance Limited ("EFU Life") after its agreement with some shareholders of EFU Life effective 31 March 2018, accordingly it was concluded that the Company has the ability to control the composition of the Board of Directors of EFU Life, therefore EFU Life has become the subsidiary of the Company from 31 March 2018.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 Statement of compliance

These unconsolidated 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; and
- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and Takaful Rules 2012, General Takaful Accounting Regulations, 2019;

In case requirement differ, the provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012, and the General Takaful Accounting Regulations, 2019 have been followed.

Total assets, total liabilities and profit / (loss) of the Window Takaful Operations of the Company (referred to as the Operator's Fund and Participants' Fund) have been presented in these unconsolidated condensed interim financial statements in accordance with the requirements of Circular 25 of 2015 dated 09 July 2015 and Notification S.R.O 311(I)/2025 dated 03 March 2025. A separate set of condensed interim

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

financial statements of the General Window Takaful Operations has been reported which is annexed to these unconsolidated condensed interim financial statements as per the requirements of the SECP Takaful Rules, 2012, General Takaful Accounting Regulations, 2019.

These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual audited unconsolidated financial statements and should be read in conjunction with the Company's audited annual unconsolidated financial statements for the year ended 31 December 2024.

2.2 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for the available-for-sale investments, held for trading investments, land and buildings, and investment properties that have been measured at fair value. Further lease liabilities and their related right-of-use assets are measured at their present values at initial recognition, and the Company's liability under a defined benefit plan is determined based on present value of defined benefit obligation less fair value of plan assets.

2.3 Functional and presentation currency

Items included in the unconsolidated condensed interim financial statements are measured using the currency of the primary economic environment in which the Company operates. These unconsolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Company's functional currency. All financial information presented in Pakistani Rupees has been rounded to the nearest rupees in thousand, unless otherwise stated.

2.4 Standards, interpretations and amendments effective during the current year

There are certain new standards, amendments and interpretations that are applicable for accounting periods beginning on or after 01 January 2025, that are considered not to have a relevant or not to have material impact on the Company's financial statements.

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

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 January 2025:

- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (amendments to IFRS 10 and IAS 28) amend accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review. Early adoption continues to be permitted.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

- Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments Disclosures:

- Financial Assets with ESG-linked features:

Under IFRS 9, it was unclear whether the contractual cash flows of some financial asset with ESG-linked features represented SPPI. This could have resulted in financial assets with ESG-linked features being measured at fair value through profit or loss.

Although the new amendments are more permissive, they apply to all contingent features, not just ESG-linked features. While the amendments may allow certain financial assets with contingent features to meet the SPPI criterion, companies may need to perform additional work to prove this. Judgement will be required in determining whether the new test is met.

The amendments introduce an additional SPPI test for financial assets with contingent features that are not related directly to a change in basic lending risks or costs - e.g., where the cash flows change depending on whether the borrower meets an ESG target specified in the loan contract.

The amendments also include additional disclosures for all financial assets and financial liabilities that have certain contingent features that are:

- not related directly to a change in basic lending risks or costs; and
- are not measured at fair value through profit or loss.

The amendments apply for reporting periods beginning on or after 01 January 2026. Companies can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

- Recognition / Derecognition requirements of financial assets / liabilities by electronic payments:

The amendments to IFRS 9 clarify when a financial asset or a financial liability is recognised and derecognised and provide an exception for certain financial liabilities settled using an electronic payment system. Companies generally derecognised their trade payables on the settlement date (i.e., when the payment is completed). However, the amendments provide an exception for the derecognition of financial liabilities. The exception allows the Company to derecognised its trade payable before the settlement date, when it uses an electronic payment system that meets all of the following criteria:

- no practical ability to withdraw, stop or cancel the payment instruction;
- no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- the settlement risk associated with the electronic payment system is insignificant.

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The amendments apply for reporting periods beginning on or after 01 January 2026. Companies can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

- Other related amendments:

Contractually linked instruments (CLIs) and non-recourse features:

The amendments clarify the key characteristics of CLIs and how they differ from financial assets with non-recourse features. The amendments also include factors that a company needs to consider when assessing the cash flows underlying a financial asset with non-recourse features (the 'look through' test).

- Disclosures on investments in equity instruments:

The amendments require additional disclosures for investments in equity instruments that are measured at fair value with gains or losses presented in other comprehensive income (FVOCI).

The amendments apply for reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

Annual Improvements to IFRS Accounting Standards – Amendments to:

- IFRS 1 First-time Adoption of International Financial Reporting Standards;
- IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
- IFRS 9 Financial Instruments;
- IFRS 10 Consolidated Financial Statements; and
- IAS 7 Statement of Cash flows

The amendments to IFRS 9 address:

- A conflict between IFRS 9 and IFRS 15 Revenue from Contracts with Customers over the initial measurement of trade receivables: Under IFRS 15, a trade receivable may be recognised at an amount that differs from the transaction price e.g. when the transaction price is variable. Conversely, IFRS 9 requires that companies initially measure trade receivables without a significant financing component at the transaction price. The IASB has amended IFRS 9 to require companies to initially measure a trade receivable without a significant financing component at the amount determined by applying IFRS 15; and
- how a lessee accounts for the derecognition of a lease liability under paragraph 23 of IFRS 9:

When lease liabilities are derecognised under IFRS 9, the difference between the carrying amount and the consideration paid is recognised in profit and loss.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

The amendment on trade receivables may require some companies to change their accounting policy.

The amendments apply for annual reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

The amendment on derecognition of lease liabilities applies only to lease liabilities extinguished on or after the beginning of the annual reporting period in which the amendment is first applied.

2.5.1 Temporary exemption from IFRS 17 and IFRS 9

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

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

SECP through its S.R.O.506(I)/2024 has directed that the applicability period of optional temporary exemption from applying IFRS 9 Financial Instruments as given in para 20A of IFRS 4 Insurance Contracts is extended for annual periods beginning before 01 January 2026, subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4.

SECP vide letter no. ID/MDPRD/IFRS-17/2021/176 dated 15 June 2021 initiated a four-phase approach towards implementation of IFRS 17 - Insurance Contracts. The first three phases now stand completed and Phase 4 parallel run and implementation has commenced and is currently under progress.

In Phase 4, SECP requires parallel run of IFRS 17 for the year ended 31 December 2024 to be submitted to SECP by 30 June 2025 and dry run on the financial statement of the first quarter of 2025 to be submitted by 31 October 2025.

2.5.2 The tables below set out the fair values as at the end of reporting year and the amount of change in the fair value during that year for the following two groups of financial assets separately:

a) financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding, excluding any financial asset that meets the definition of fair value through profit and loss in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis; and

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

b) all other financial assets.

Fair value of financial assets as at 31 March 2025 and the change in the fair values during the period ended 31 March 2025.

	(Rupees in '000)			
	As at 31 March 2025			
	Failed the SPPI test		Passed the SPPI test	
	Fair value	Change in unrealised gain during the period	Fair value	Change in unrealised gain during the period
Financial assets				
Cash at bank*	-	-	2,314,692	-
Investment in subsidiary	7,278,017	-	-	-
Investment in equity securities	9,905,025	3,496,681	-	-
Investment in debt securities	-	-	13,220,730	442,827
Term deposits*	-	-	687,804	-
Loans and other receivables	2,253	-	-	-
	<u>17,185,295</u>	<u>3,496,681</u>	<u>16,223,226</u>	<u>442,827</u>

Fair value of financial assets as at 31 December 2024 and the change in the fair values during the year ended 31 December 2024.

	(Rupees in '000)			
	As at 31 December 2024			
	Failed the SPPI test		Passed the SPPI test	
	Fair value	Change in unrealised gain during the period	Fair value	Change in unrealised gain during the period
Financial assets				
Cash at bank*	-	-	1,717,797	-
Investment in subsidiary	8,120,149	-	-	-
Investment in equity securities	8,603,348	3,895,061	-	-
Investment in debt securities	-	-	14,483,919	524,150
Term deposits*	-	-	665,734	-
Loans and other receivables	2,538	-	-	-
	<u>16,726,035</u>	<u>3,895,061</u>	<u>16,867,450</u>	<u>524,150</u>

*The carrying amount of these financial assets measured applying IAS 39 are a reasonable approximation of their fair values.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

3 SUMMARY OF MATERIAL ACCOUNTING POLICIES

The summary of material accounting policies and method of computation adopted in preparation of unconsolidated condensed interim financial statements are consistent with those followed in preparation of annual unconsolidated financial statements of the Company for the year ended 31 December 2024.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of unconsolidated condensed interim financial statements in conformity with approved accounting standards requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The judgements, 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 results of which form the basis of making the estimates 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 assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the revision and future periods if the revision affects both current and future periods.

The significant judgment made by management in applying the Company's accounting policies and the key sources of estimation, uncertainty were the same as those that applied to the unconsolidated financial statement as at and for the year ended 31 December 2024.

5 PROPERTY AND EQUIPMENT

The additions and disposals to property and equipment during the three months period ended 31 March are as follows:

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
5.1 Additions		
Building	-	3,168
Right of use assets - buildings	8,538	30,537
Leasehold improvements	-	5,014
Furniture and fixtures	32	2,184
Office equipment	2,804	374
Computer equipment	3,113	3,299
Vehicles	67,990	12,977
Work in progress	22,762	-
	<u>105,239</u>	<u>57,553</u>

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For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
5.2 Written down value		
Land	1,736,917	1,736,917
Buildings	1,087,965	1,107,716
Right of use assets - buildings	105,217	108,505
Leasehold improvements	11,200	12,458
Furniture and fixtures	92,712	98,032
Office equipment	85,531	86,692
Computer equipment	46,899	50,016
Vehicles	497,181	469,436
Work in progress	22,762	-
	<u>3,686,384</u>	<u>3,669,772</u>

6 INTANGIBLE ASSETS

Cost and accumulated amortisation in respect of fully amortised intangible assets still in use at the end of the period amounts to Rs. 59.57 million (31 December 2024: Rs. 59.57 million).

(Rupees in '000)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
7 INVESTMENT PROPERTIES		
Balance at 01 January	3,462,112	3,191,970
Additions and capital improvements	-	421
Unrealised gain on remeasurement of fair value	-	269,721
Balance at the end of period	<u>3,462,112</u>	<u>3,462,112</u>

7.1 Measurement of investment property at fair value

The fair value of investment property is determined at the end of each year by independent suitably qualified valuer. The fair value of the investment properties as at 31 December 2024 were performed by Hamid Mukhtar & Co. (Pvt) Ltd and Iqbal A. Nanjee & Co. (Pvt). Ltd

The fair value was determined based on the market comparable approach that reflects recent transaction prices for similar properties.

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7.2 Fair value hierarchy

The fair value hierarchy as at the end of the reporting period was Level 2

8 INVESTMENT IN SUBSIDIARY

(Rupees in '000)

	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
Available for sale						
Listed shares	13,682,824	(6,404,807)	7,278,017	13,682,824	(5,562,675)	8,120,149

The Company holds 47,578,071 number of shares i.e. 45.31%, (31 December 2024: 47,578,071 i.e. 45.31%) of EFU Life Assurance Limited.

9 INVESTMENT IN EQUITY SECURITIES

(Rupees in '000)

	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
Available-for-sale						
Related Party						
Listed shares*	461,835	(202,012)	259,823	461,835	(202,012)	259,823
Others						
Listed shares	4,455,675	(400,716)	4,054,959	3,850,795	(400,716)	3,450,079
Unlisted shares	15,216	(15,216)	-	15,216	(15,216)	-
	4,470,891	(415,932)	4,054,959	3,866,011	(415,932)	3,450,079
Surplus on revaluation	-	-	3,496,681	-	-	3,893,820
	4,932,726	(617,944)	7,811,463	4,327,846	(617,944)	7,603,722
Held for trading						
Others						
Listed shares	2,105,593	-	2,105,593	998,385	-	998,385
(Deficit) / surplus on revaluation	-	-	(12,031)	-	-	1,241
	2,105,593	-	2,093,562	998,385	-	999,626
	7,038,319	(617,944)	9,905,025	5,326,231	(617,944)	8,603,348

* The Company has not accounted for investment in related parties as associates under IAS 28 "Investment in Associates and Joint Ventures", as the management has concluded that the Company does not have significant influence in these companies.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

10 INVESTMENT IN DEBT SECURITIES

(Rupees in '000)

	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
Available-for-sale						
Government securities						
Pakistan investment bonds	8,990,834	-	8,990,834	8,968,860	-	8,968,860
Ijara sukuks	2,847,351	-	2,847,351	2,848,679	-	2,848,679
Treasury bills	637,718	-	637,718	1,840,230	-	1,840,230
	12,475,903	-	12,475,903	13,657,769	-	13,657,769

Term Finance Certificate - Related party

Agritech Ltd. - 3rd Issue (B)	5,665	(5,665)	-	5,665	(5,665)	-
Agritech Ltd. - 3rd Issue (A)	34,972	(34,972)	-	34,972	(34,972)	-
	40,637	(40,637)	-	40,637	(40,637)	-

(Rupees in '000)

	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
Available-for-sale						
Term Finance Certificate - Others						
Soneri Bank Limited	100,000	-	100,000	100,000	-	100,000
Habib Bank Limited	100,000	-	100,000	100,000	-	100,000
	200,000	-	200,000	200,000	-	200,000
Corporate Sukuks - Others						
Dubai Islamic Bank Limited -Tier I	80,000	-	80,000	80,000	-	80,000
Dubai Islamic Bank Limited -Tier II	22,000	-	22,000	22,000	-	22,000
	102,000	-	102,000	102,000	-	102,000
Surplus on revaluation			442,827			524,150
	12,818,540	(40,637)	13,220,730	14,000,406	(40,637)	14,483,919

11 TERM DEPOSITS

Held to maturity

Deposits maturing within 12 months

Term deposits certificates – foreign currency

Note	31 March 2025 (Unaudited)	31 December 2024 (Audited)
11.1	687,804	665,734
	687,804	665,734

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Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

- 11.1** The rate of return on foreign currency term deposit certificates issued by various banks range from is 3.25 % to 5.00 % per annum (31 December 2024: 3.25 % to 5.00 % per annum) depending on tenure. These term deposit certificates have maturities up to October 2025.

(Rupees in '000)

		31 March 2025 (Unaudited)	31 December 2024 (Audited)
	Note		
12	LOANS AND OTHER RECEIVABLES – Considered good		
Accrued investment income		423,893	567,764
Security deposits		235,351	234,301
Advances to suppliers		58,192	79,787
Other receivables		41,015	34,249
Loans to employees		2,253	2,538
Advances to employees		6,917	2,030
		<u>767,621</u>	<u>920,669</u>
13	INSURANCE / REINSURANCE RECEIVABLES - Unsecured and considered good		
Due from insurance contract holders	13.1	6,522,295	7,610,989
Provision for impairment of receivables from insurance contract holders		(13,700)	(14,883)
		<u>6,508,595</u>	<u>7,596,106</u>
Due from other insurer / reinsurers		217,838	38,397
		<u>6,726,433</u>	<u>7,634,503</u>

- 13.1** Due from insurance contract holders include Rs. 42.299 million (31 December 2024: Rs. 48.160 million) receivable from related parties.

(Rupees in '000)

		31 March 2025 (Unaudited)	31 December 2024 (Audited)
	Note		
14	PREPAYMENTS		
Prepaid reinsurance premium ceded	21	10,380,913	10,661,140
Prepaid charges for vehicle tracking devices		24,067	30,253
Prepaid insurance premium		67,544	-
Others		9,312	24,567
		<u>10,481,836</u>	<u>10,715,960</u>

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

		31 March 2025 (Unaudited)	31 December 2024 (Audited)
15	CASH AND BANK	Note	
	Cash and cash equivalents		
	Cash in hand	1,078	-
	Policy and revenue stamps, bond papers	57,853	44,193
		58,931	44,193
	Cash at bank		
	- foreign currency		
	Current accounts	17,153	25,284
	- local currency		
	Current accounts	167,821	310,578
	Saving accounts	2,070,787	1,337,742
		2,238,608	1,648,320
		2,314,692	1,717,797

15.1 The rate of return on saving accounts from various banks ranges from 6.50 % to 10.50 % per annum (31 December 2024: 6.50 % to 11.50 % per annum) depending on the size of average deposits.

15.2 This includes an amount of Rs. 39 million (31 December 2024: Rs. 39 million) under lien with commercial banks against bank guarantees and credit facility against corporate credit cards.

15.3 Cash and cash equivalents include the following for the purposes of the cash flow statement:

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Term deposit with original maturity of less than three months	365,615	323,808
Cash and Bank	2,314,692	2,084,836
	2,680,307	2,408,644

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Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

16 SHARE CAPITAL

16.1 Authorised share capital

(Rupees in '000)

31 March 2025 (Unaudited)	31 December 2024 (Audited)	31 March 2025 (Unaudited)	31 December 2024 (Audited)
(Number of shares in '000)			
200,000	200,000	2,000,000	2,000,000

16.2 Issued, subscribed and paid-up share capital

31 March 2025 (Unaudited)	31 December 2024 (Audited)	31 March 2025 (Unaudited)	31 December 2024 (Audited)
(Number of shares in '000)			
250	250	2,500	2,500
199,750	199,750	1,997,500	1,997,500
200,000	200,000	2,000,000	2,000,000

Ordinary shares of Rs. 10 each fully paid In cash

Ordinary shares of Rs. 10 each, issued as fully paid bonus shares

	Note	31 March 2025 (Unaudited)	31 December 2024 (Audited)
17 RESERVES			
Capital reserve			
Reserve for exceptional losses	17.1	12,902	12,902
Revaluation reserve for unrealised gain on available-for-sale investments - net		2,490,602	2,792,904
Reserve for change in fair value of investment property - net		1,967,061	1,967,061
Exchange translation reserves		194,289	191,764
		4,664,854	4,964,631
Revenue reserves			
General reserve		15,000,000	14,000,000
Total reserves		19,664,854	18,964,631
Unappropriated profit		2,052,329	3,205,197
		21,717,183	22,169,828

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

- 17.1** The reserve for exceptional losses was created prior to 1979 and was charged to income in accordance with the provisions of the repealed Income Tax Act, 1922 and has been so retained to date.

(Rupees in '000)

		31 March 2025 (Unaudited)	31 December 2024 (Audited)
	Note		
18	OTHER CREDITORS AND ACCRUALS		
Security deposits against bond insurance		1,267,813	1,311,076
Agent commission payable		706,814	784,477
Sales tax payable		484,765	647,064
Unclaimed / unpaid dividends		1,646,248	547,760
Accrued expenses		344,312	516,433
Others		136,510	302,683
Workers' welfare fund		323,420	277,873
Lease liabilities		107,905	118,784
Unearned rentals		48,109	98,205
Federal insurance fee payable		36,989	18,533
		<u>5,102,885</u>	<u>4,622,888</u>
19	WINDOW TAKAFUL OPERATIONS		
19.1	Assets		
Operator's Fund		2,254,113	2,203,554
Participants' Fund	19.3	5,946,693	-
		<u>8,200,806</u>	<u>2,203,554</u>
19.2	Liabilities and Funds		
Liabilities of Operator's Fund		743,243	779,288
Liabilities and Fund of Participants' Fund	19.3	5,946,693	-
		<u>6,689,936</u>	<u>779,288</u>
19.3	Securities and Exchange Commission of Pakistan (SECP) vide Notification S.R.O. 311(I)/2025 dated 03 March 2025 has amended regulation 6 of General Takaful Accounting Regulations, 2019. Now insurance companies are required to present Asset and Liabilities of Participants' Fund along with Operator's Fund in the Financial Statement effective from the date of Notification. As a result, the Assets and Liabilities of Window Takaful Operations are presented in these condensed interim financial statement. Accordingly, the comparative figures have not been changed.		

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For the three months period ended 31 March 2025 (Unaudited)

20 CONTINGENCIES AND COMMITMENTS

The status of the contingencies and commitment remains unchanged as disclosed in the annual audited unconsolidated financial statement as at 31 December 2024.

(Rupees in '000)

		31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
	Note		
21 NET INSURANCE PREMIUM			
Written gross premium		8,495,452	8,376,919
Unearned premium reserve - opening		18,315,194	19,546,386
Unearned premium reserve - closing		(17,446,407)	(17,987,943)
Premium earned		9,364,239	9,935,362
Less:			
Reinsurance premium ceded		5,326,862	4,674,400
Prepaid reinsurance premium - opening	14	10,661,140	12,479,228
Prepaid reinsurance premium - closing	14	(10,380,913)	(10,772,221)
Reinsurance expense		5,607,089	6,381,407
		3,757,150	3,553,955
22 NET INSURANCE CLAIMS EXPENSE			
Claims Paid		2,994,223	1,486,199
Outstanding claims including IBNR - closing		12,426,844	10,841,023
Outstanding claims including IBNR - opening		(13,029,997)	(10,774,706)
Claim expense		2,391,070	1,552,516
Less:			
Reinsurance and other recoveries received		1,493,291	410,577
Reinsurance and other recoveries in respect of outstanding claims - opening		(8,596,247)	(7,009,843)
Reinsurance and other recoveries in respect of outstanding claims - closing		8,235,786	6,840,725
Reinsurance and other recoveries revenue		1,132,830	241,459
		1,258,240	1,311,057

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
23 NET COMMISSION EXPENSE / ACQUISITION COST		
Commission paid or payable	613,551	579,892
Deferred commission expense - opening	1,510,828	1,491,266
Deferred commission expense - closing	(1,313,341)	(1,291,301)
Net commission	811,038	779,857
Less:		
Commission received or recoverable	92,991	130,958
Unearned reinsurance commission - opening	329,486	302,821
Unearned reinsurance commission - closing	(269,739)	(279,377)
Commission from reinsurers	152,738	154,402
	658,300	625,455
24 INVESTMENT INCOME		
Dividend income		
Subsidiary company - Available-for-sale	499,570	498,236
Equity securities - Available-for-sale	152,883	108,426
Equity securities - Held-for-trading	15,258	-
	667,711	606,662
Income from debt securities		
Available-for-sale	487,793	497,085
Income from term deposits		
Held-to-maturity	6,576	10,793
	1,162,080	1,114,540
Net realised gain on investments		
Available-for-sale financial assets		
Equity securities - Available for sale		
Realised gains	58,386	6,492
Realised losses	(2,962)	-
	55,424	6,492

2025 QUARTERLY REPORT

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

		31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
	Note		
Equity securities - Held for trading			
Realised gains		96,798	-
Realised losses		(34,037)	-
		62,761	-
		118,185	6,492
Net unrealised losses on investment at held for trading purpose	9	(13,272)	-
Total investment income		1,266,993	1,121,032
Less: Impairment in value of available-for-sale			
Subsidiary Company	8	(842,132)	-
Equity securities	9	-	(4,961)
Investment related expenses		(14,571)	(291)
		410,290	1,115,780
25 OTHER INCOME			
Return on bank balances		56,118	120,413
Gain on sale of property and equipment		41,010	31,509
Return on loans to employees		33	43
Exchange loss		(81)	(652)
		97,080	151,313
26 PROFIT FROM WINDOW TAKAFUL OPERATIONS – Operator's Fund			
Wakala fee		292,728	288,868
Commission expense		(91,772)	(89,744)
General, administrative and management expenses		(106,955)	(107,161)
Modarib's share of PTF investment income		25,043	33,145
Investment income		40,935	50,558
Direct expenses		(3,561)	(3,981)
Other income		2,747	3,857
		159,165	175,542
27 TAXATION			
Current		704,993	623,453
Deferred		(338,733)	(5,314)
Super tax		243,673	215,613
		609,933	833,752

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

		31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
28 EARNINGS PER SHARE			
Profit after tax for the period	(Rupees in '000)	<u>943,662</u>	<u>1,301,443</u>
Weighted average number of ordinary shares	(Numbers in '000)	<u>200,000</u>	<u>200,000</u>
Earnings per share	(Rupees)	<u>4.72</u>	<u>6.51</u>

29 RELATED PARTY TRANSACTIONS

Related parties comprise of directors, major shareholders, key management personnel, associated companies, subsidiary company, and entities with common directors and employee retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions except for compensation to key management personnel which are on employment terms. The transactions and balances with related parties during the period other than those which have been specifically disclosed elsewhere in these unconsolidated condensed interim financial statements are as follows:

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Transactions		
Subsidiary company		
Premium received	46,164	31,007
Premium paid	71,867	13,000
Claims paid	803	208
Dividends received	499,570	-
Associated companies		
Premium received	30,445	28,690
Premium paid	-	32,238
Claims paid	384	23,264
Bank deposits withdrawn	-	200,000
Key management personnel		
Premium received	-	210
Claims paid	153	-
Compensation	36,859	29,724

2025 QUARTERLY REPORT

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

	(Rupees in '000)	
	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Others		
Premium received	16,619	2,829
Claims paid	941	90
Dividend received	3,545	-
Brokerage paid	8,436	419
Sponsorship paid	781	-
Donation paid	500	-
Employees' funds		
Contribution to provident fund	9,140	8,540
Contribution to gratuity fund	10,125	8,012
	31 March 2025 (Unaudited)	31 December 2024 (Audited)
Balances		
Others		
Balances receivable	42,299	48,160
Balances payable	57	-
Dividend payable	801,265	-
Bank balances	1,272,977	525,823
Employees' funds receivable / payable		
EFU gratuity fund payable	91,061	80,936
EFU pension fund receivable	8,757	1,680

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

30 SEGMENT INFORMATION

(Rupees in '000)

Current period	For the three months period ended 31 March 2025 (Unaudited)					
	Fire and property damage	Marine, aviation & transport	Motor	Miscellaneous	Treaty	Total
Premium receivable (inclusive of sales tax, federal insurance fee and administrative surcharge)	7,246,263	849,834	1,138,834	691,282	-	9,926,213
Less: Sales tax	886,316	89,514	154,228	95,552	-	1,225,610
Stamp duty	870	115,543	2,358	1,390	-	120,161
Federal insurance fee	62,959	6,384	9,726	5,921	-	84,990
Gross written premium (inclusive of administrative surcharge)	6,296,118	638,393	972,522	588,419	-	8,495,452
Gross direct premium	6,288,534	625,579	941,625	584,011	-	8,439,749
Facultative inward premium	242	-	-	-	-	242
Administrative surcharge	7,342	12,814	30,897	4,408	-	55,461
Insurance premium earned	6,684,619	1,208,400	942,641	528,579	-	9,364,239
Insurance premium ceded to reinsurers	(4,816,217)	(586,294)	(8,035)	(196,543)	-	(5,607,089)
Net insurance premium	1,868,402	622,106	934,606	332,036	-	3,757,150
Commission income	136,617	5,239	-	10,882	-	152,738
Net underwriting income	2,005,019	627,345	934,606	342,918	-	3,909,888
Insurance claims	(1,921,250)	625	(439,703)	(30,742)	-	(2,391,070)
Insurance claims recovered from reinsurers	1,340,746	(194,991)	-	(12,925)	-	1,132,830
Net claims	(580,504)	(194,366)	(439,703)	(43,667)	-	(1,258,240)
Commission expense	(558,420)	(99,078)	(87,944)	(65,596)	-	(811,038)
Management expenses	(442,950)	(148,569)	(224,089)	(103,598)	-	(919,206)
Net insurance claims and expenses	(1,581,874)	(442,013)	(751,736)	(212,861)	-	(2,988,484)
Underwriting result	423,145	185,332	182,870	130,057	-	921,404
Net investment income						410,290
Rental income						31,028
Other income						97,080
Other expenses						(60,762)
Finance cost						(4,610)
Profit from window takaful operations - Operator's Fund						159,165
Profit before tax						1,553,595

As at 31 March 2025 (Unaudited)						
Corporate segment assets	21,066,344	3,908,228	659,291	1,110,030	-	26,743,893
Corporate segment assets - Takaful OPF and PTF	1,643,325	121,359	1,042,112	312,223	-	3,119,019
Corporate unallocated assets						41,407,998
Corporate unallocated assets - Takaful OPF and PTF						5,081,787
Total assets						76,352,697
Corporate segment liabilities	27,921,617	5,570,129	2,720,866	3,604,586	-	39,817,198
Corporate segment liabilities - Takaful OPF and PTF	1,942,166	285,654	1,918,174	490,863	-	4,636,857
Corporate unallocated liabilities						4,863,836
Corporate unallocated liabilities - Takaful OPF and PTF						2,053,079
Total liabilities						51,370,970

External premium less reinsurance by geographical segments 2025

Location	
Pakistan	3,749,438
* EPZ	7,712
Total	3,757,150

* This represents US Dollar Equivalent in Pak Rupees

2025 QUARTERLY REPORT

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

Previous period	For the three months period ended 31 March 2024 (Unaudited)					
	Fire and property damage	Marine, aviation & transport	Motor	Miscellaneous	Treaty	Total
Premium receivable (inclusive of sales tax, federal insurance fee and administrative surcharge)	6,763,563	936,497	1,302,868	680,587	-	9,683,515
Less: Sales tax	806,136	104,887	164,472	91,179	-	1,166,674
Stamp duty	103	55,352	285	495	-	56,235
Federal insurance fee	58,902	7,685	11,269	5,831	-	83,687
Gross written premium (inclusive of administrative surcharge)	5,898,422	768,573	1,126,842	583,082	-	8,376,919
Gross direct premium	5,882,535	754,868	1,086,493	577,699	-	8,301,595
Facultative inward premium	8,276	-	-	89	-	8,365
Administrative surcharge	7,611	13,705	40,349	5,294	-	66,959
Insurance premium earned	7,100,008	1,279,165	1,033,416	522,773	-	9,935,362
Insurance premium ceded to reinsurers	(5,441,108)	(727,519)	(10,856)	(201,924)	-	(6,381,407)
Net insurance premium	1,658,900	551,646	1,022,560	320,849	-	3,553,955
Commission income	136,188	6,420	1	11,793	-	154,402
Net underwriting income	1,795,088	558,066	1,022,561	332,642	-	3,708,357
Insurance claims	(977,447)	15,304	(484,180)	(106,193)	-	(1,552,516)
Insurance claims recovered from reinsurers	321,065	(75,143)	(60)	(4,403)	-	241,459
Net claims	(656,382)	(59,839)	(484,240)	(110,596)	-	(1,311,057)
Commission expense	(538,097)	(102,647)	(98,287)	(40,826)	-	(779,857)
Management expenses	(410,790)	(135,388)	(263,681)	(83,140)	-	(892,999)
Net insurance claims and expenses	(1,605,269)	(297,874)	(846,208)	(234,562)	-	(2,983,913)
Underwriting result	189,819	260,192	176,353	98,080	-	724,444
Net investment income						1,115,780
Rental income						33,093
Other income						151,313
Other expenses						(61,335)
Finance cost						(3,642)
Profit from window takaful operations - Operator's Fund						175,542
Profit before tax						2,135,195

As at 31 December 2024 (Audited)						
Corporate segment assets	21,262,287	5,491,473	643,712	1,128,100	-	28,525,572
Corporate segment assets - Takaful OPF	256,800	32,739	374,628	24,302	-	688,469
Corporate unallocated assets						41,669,746
Corporate unallocated assets - Takaful OPF						1,515,085
Total assets						72,398,872
Corporate segment liabilities	28,614,238	6,819,040	2,700,352	3,650,037	-	41,783,667
Corporate segment liabilities - Takaful OPF	250,313	24,731	358,447	90,875	-	724,366
Corporate unallocated liabilities						4,398,075
Corporate unallocated liabilities - Takaful OPF						54,922
Total liabilities						46,961,030

External premium
less reinsurance
by geographical
2024

Location

Pakistan	3,549,528
* EPZ	4,427
Total	3,553,955

* This represents US Dollar Equivalent in Pak Rupees

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

31 FAIR VALUE

31.1 IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

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

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

Following are the assets where fair value is only disclosed and is different from their carrying value:

	As at 31 March 2025 - (Unaudited)						(Rupees in '000)		
	Available-for-sale	Held-for-trading	Loan & Receivables	Other financial assets	Other financial liabilities	Total	Fair value measurement using		
							Level 1	Level 2	Level 3
Financial assets measured at fair value									
Investments									
Equity securities - quoted	7,811,463	2,093,562	-	-	-	9,905,025	9,905,025	-	-
Debt securities	13,220,730	-	-	-	-	13,220,730	-	13,220,730	-
Investment in subsidiary	7,278,017	-	-	-	-	7,278,017	7,278,017	-	-
Debt securities of window takaful operations - Operator's fund	1,351,001	-	-	-	-	1,351,001	-	1,351,001	-
	29,661,211	2,093,562	-	-	-	31,754,773			
Financial assets not measured at fair value									
Term deposits*	-	-	-	687,804	-	687,804			
Loans and other receivables*	-	-	702,512	-	-	702,512			
Insurance / reinsurance receivables*	-	-	6,726,433	-	-	6,726,433			
Reinsurance recoveries against outstanding claims*	-	-	8,235,786	-	-	8,235,786			
Cash and bank*	-	-	-	2,314,692	-	2,314,692			
Total assets of window takaful operations - Operator's fund*	-	-	599,845	128,466	-	728,311			
	-	-	16,264,576	3,130,962	-	19,395,538			
Total financial assets	29,661,211	2,093,562	16,264,576	3,130,962	-	51,150,311			
Financial liabilities not measured at fair value									
Outstanding claims including IBNR*	-	-	-	-	(12,426,844)	(12,426,844)			
Insurance / reinsurance payables*	-	-	-	-	(7,602,094)	(7,602,094)			
Other creditors and accruals*	-	-	-	-	(3,462,429)	(3,462,429)			
Total liabilities of window takaful operations - Operator's Fund*	-	-	-	-	(169,478)	(169,478)			
Total financial liabilities	-	-	-	-	(23,660,845)	(23,660,845)			

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	As at 31 December 2024 (Audited)						Fair value measurement using		
	Available-for-sale	Held-for-trading	Loan & Receivables	Other financial assets	Other financial liabilities	Total	Level 1	Level 2	Level 3
Financial assets measured at fair value									
Investments									
Equity securities - quoted	7,603,722	999,626	-	-	-	8,603,348	8,603,348	-	-
Debt securities	14,483,919	-	-	-	-	14,483,919	-	14,483,919	-
Investment in subsidiary	8,120,149	-	-	-	-	8,120,149	8,120,149	-	-
Total assets of window takaful operations - Operator's fund*	1,292,402	-	-	-	-	1,292,402	-	1,292,402	-
	31,500,192	999,626	-	-	-	32,499,818			
Financial assets not measured at fair value									
Term deposits*	-	-	-	665,734	-	665,734			
Loans and other receivables*	-	-	920,669	-	-	920,669			
Insurance / reinsurance receivables*	-	-	7,634,503	-	-	7,634,503			
Reinsurance recoveries against outstanding claims*	-	-	8,596,247	-	-	8,596,247			
Cash and bank*	-	-	-	1,717,797	-	1,717,797			
Total assets of window takaful operations - Operator's fund*	-	-	44,171	152,636	-	196,807			
	-	-	17,195,590	2,536,167	-	19,731,757			
Total financial assets	31,500,192	999,626	17,195,590	2,536,167	-	52,231,575			
Financial liabilities not measured at fair value									
Outstanding claims including IBNR*	-	-	-	-	(13,029,997)	(13,029,997)			
Insurance / reinsurance payables*	-	-	-	-	(7,830,481)	(7,830,481)			
Other creditors and accruals*	-	-	-	-	(4,622,888)	(4,622,888)			
Total liabilities of window takaful operations - Operator's Fund*	-	-	-	-	(187,345)	(187,345)			
Total financial liabilities	-	-	-	-	(25,670,711)	(25,670,711)			

*The Company has not disclosed fair values of few of the above mentioned financial assets and financial liabilities because their carrying amounts are reasonable approximation of fair value.

32 NON-ADJUSTING EVENT AFTER THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT DATE

The Board of Directors in its meeting held on 28 April 2025 have announced a first interim cash dividend in respect of the year ended 31 December 2025 of Rs.1.5 per share, 15.00 % (2024: Rs.1.50 per share, 15.00 %). These unconsolidated condensed interim financial statements for the three months period ended 31 March 2025 do not include the effect of these appropriations, which will be accounted for subsequent to the period end.

Notes to the Unconsolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

33 CORRESPONDING FIGURES

Corresponding figures of immaterial amounts have been rearranged and reclassified, wherever necessary, to facilitate comparisons.

34 GENERAL

Figures have been rounded off to the nearest thousand rupees

35 DATE OF AUTHORISATION FOR ISSUE OF UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

These unconsolidated condensed interim financial statements were authorised for issue by the Board of Directors in its meeting held on 28 April 2025.

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

**CONSOLIDATED
CONDENSED INTERIM
FINANCIAL INFORMATION**

For the three months period ended 31 March 2025 (Unaudited)

Directors' Review to the Members on Consolidated Condensed Interim Financial Information For the three months period ended 31 March 2025

We are pleased to present the consolidated condensed interim financial information of EFU General Insurance Limited and our subsidiary, EFU Life Assurance Limited.

Performance Review

The consolidated gross premium was Rs. 22.3 billion (2024: Rs. 17.8 billion), the net premium was Rs. 16.16 billion (2024: Rs. 12.42 billion) and profit after tax was Rs. 1.50 billion (2024: Rs. 1.50 billion). Consolidated investment income (including dividends, capital gains, rental income, profit on deposits, and other income) for the three months period was Rs. 7.97 billion (2024: Rs. 11.98 billion). The consolidated total assets were Rs. 338 billion (31 December 2024: Rs. 329 billion) and total investments stood at Rs. 270.38 billion (31 December 2024: Rs. 266.67 billion).

Movement of Reserves

	Rupees '000
Unappropriated profit brought forward	1,963,736
Profit attributable to ordinary shares	1,219,765
Transferred from surplus on revaluation of property and equipment	7,515
Final Dividend for the year 2024	(1,100,000)
Transfer to General Reserve	(1,000,000)
	(872,720)
Profit available for appropriations	1,091,016
Earnings per share (Rupees)	6.10

Outlook

For sustained economic recovery in 2025, the Government of Pakistan plans to implement comprehensive reforms in taxation, energy, and public sector management. Additionally, continued financial backing from international institutions will be key to manage debt burden and stabilizing the economy.

Acknowledgements

It is a matter of deep gratification for your Directors to place on record their appreciation of the efforts made by officers, field force and staff who had contributed to the growth of the Company and the continued success of its operations.

Your Directors would also like to thank the Securities & Exchange Commission of Pakistan, Pakistan Reinsurance Company Limited and all our reinsurers for their continued guidance and support.

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

۳۱ مارچ ۲۰۲۵ء کو اختتام پذیر ہونے والی تین ماہ کی مدت کیلئے مجموعی مالیاتی حسابات پر ممبران کیلئے ڈائریکٹرز کی جائزہ رپورٹ

ہم بمسرت ای ایف یوجزل انشورنس لمیٹڈ اور اپنے ذیلی ادارے ای ایف یولائف ایٹورنس لمیٹڈ (ای ایف یولائف) کے مالیاتی حسابات کیجا کر کے پیش کر رہے ہیں۔

کارکردگی کا جائزہ:

کیجا شدہ مجموعی تحریری پیمائش ۲۲.۳ بلین روپے رہا (۲۰۲۳ء: ۱۷.۸ بلین روپے)، خالص پیمائش ۱۶.۱۶ بلین روپے رہا (۲۰۲۳ء: ۱۲.۴۲ بلین روپے) اور بعد از ٹیکس منافع ۱.۵۰ بلین روپے (۲۰۲۳ء: ۱.۵۰ بلین روپے) رہا۔ تین ماہ کی مدت کے دوران مجموعی سرمایہ کاری آمدنی (جس میں منافع، کیپٹل گینز، کرایے کی آمدنی، ڈپازٹس پر منافع اور دیگر آمدنیاں شامل ہیں) ۷.۹۷ بلین روپے رہی (۲۰۲۳ء: ۱۱.۹۸ بلین روپے)۔ مجموعی اثاثہ جات ۳۳۸ بلین روپے رہے (۳۱ دسمبر ۲۰۲۳ء: ۳۲۹ بلین روپے) اور کل سرمایہ کاری ۲۷۰.۳۸ بلین روپے رہی (۳۱ دسمبر ۲۰۲۳ء: ۲۶۶.۶۷ بلین روپے)۔

اثاثہ جات کی نقل و حکم

روپے ہزاروں میں

آگے منتقل کئے جانے والے غیر مختص شدہ منافع	۱,۹۶۳,۷۳۶
عمومی شیئرز سے منسوب منافع	۱,۲۱۹,۷۶۵
پراپٹی اور ایکویٹمنٹ کی ری ویلیو این پریسرپلس سے منتقل شدہ	۷,۵۱۵
سال ۲۰۲۳ء کیلئے حتمی ڈویڈنڈ	(۱,۱۰۰,۰۰۰)
جنرل ریزرو میں منتقلی	(۱,۰۰۰,۰۰۰)
	(۸۷۲,۷۲۰)
مختص کردہ دستیاب منافع	۱,۰۹۱,۰۱۶
آمدنی فی حصص (روپے)	۶.۱۰

مستقبل کا جائزہ:

سال ۲۰۲۵ء میں پائیدار معاشی بحالی کے لیے، حکومت پاکستان نے ٹیکسیشن، توانائی اور عوامی شعبے کے انتظام میں جامع اصلاحات متعارف کرانے کا منصوبہ بنایا ہے۔ مزید برآں، بین الاقوامی اداروں کی جانب سے مسلسل مالی معاونت قرضوں کے بوجھ کو سنبھالنے اور معیشت کو مستحکم کرنے کے لیے کلیدی حیثیت رکھے گی۔

اظہار تشکر:

ہم اپنے معزز کسٹمرز کی مسلسل سرپرستی اور حمایت کے لئے ان کا شکریہ ادا کرنا چاہیں گے جبکہ پاکستان ری انشورنس کمپنی لمیٹڈ، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی جانب سے ان کی رہنمائی اور معاونت پر بھی شکر گزار ہیں۔

آپ ڈائریکٹرز تہہ دل سے یہ امر ریکارڈ پر لاتے ہیں کہ ہمارے آفیسرز، فیلڈ فورس اور دیگر اسٹاف نے نہایت جانفشانی سے کمپنی کی ترقی کے لئے محنت کی ہے اور کاروبار کے اضافے اور کامیابیوں کے تسلسل کو برقرار رکھنے میں مثالی کردار ادا کیا ہے۔

تنویر مولیدینا

حسن علی عبداللہ

کامران ارشد انعام

سیف الدین این ڈومکاوالا

نیجنگ ڈائریکٹر

چیئر مین

چیف ایگزیکٹو آفیسر

کراچی ۲۸ اپریل ۲۰۲۵ء

Consolidated Condensed Interim Statement of Financial Position

As at 31 March 2025 (Unaudited)

		(Rupees in '000)	
		31 March 2025 (Unaudited)	31 December 2024 (Audited)
	Note		
Assets			
Property and equipment	6	9,977,686	9,882,972
Intangible assets including Goodwill	7	3,443,311	3,560,497
Investment property	8	3,462,112	3,462,112
Investments			
Equity securities	9	57,179,535	52,546,031
Debt securities	10	205,770,609	206,603,076
Term deposits	11	1,035,233	1,013,163
Open-ended mutual funds	12	6,408,660	6,512,010
Loans and other receivables	13	6,768,695	5,291,518
Insurance / reinsurance receivables	14	9,078,494	9,025,969
Reinsurance recoveries against outstanding claims	23	8,235,786	8,596,247
Salvage recoveries accrued		63,353	92,600
Deferred commission expense	24	1,313,341	1,510,828
Retirement benefit		8,757	1,680
Taxation - payments less provision		-	794,827
Prepayments	15	10,715,042	10,864,107
Cash and bank	16	6,115,135	7,387,415
		<u>329,575,749</u>	<u>327,145,052</u>
Total assets of window general takaful operations	20	8,200,806	2,203,554
Total assets		<u>337,776,555</u>	<u>329,348,606</u>
Equity and Liabilities			
Ordinary share capital	17	2,000,000	2,000,000
Reserves	17.3	19,660,586	18,975,730
Unappropriated profit	17.3	1,091,016	1,963,736
Equity attributable to equity holders of parent		<u>22,751,602</u>	<u>22,939,466</u>
Non-controlling interest	17.3	5,339,231	5,678,794
Total equity		<u>28,090,833</u>	<u>28,618,260</u>
Surplus on revaluation of property and equipment		2,321,041	2,333,439
Liabilities			
Insurance liabilities - life insurance business	18	245,909,811	242,256,860
Underwriting provisions - general insurance business			
Outstanding claims including IBNR	23	12,426,844	13,029,997
Unearned premium reserves	22	17,446,407	18,315,194
Unearned reinsurance commission	24	269,739	329,486
Retirement benefit obligations		91,061	80,936
Deferred taxation		4,526,629	4,937,714
Premium received in advance		2,256,739	2,355,594
Insurance / reinsurance payables		8,500,285	8,022,899
Other creditors and accruals	19	9,231,386	8,288,939
Taxation - provision less payment		15,844	-
		<u>54,764,934</u>	<u>55,360,759</u>
Total liabilities		<u>300,674,745</u>	<u>297,617,619</u>
		<u>331,086,619</u>	<u>328,569,318</u>
Total liabilities of window takaful operations	20	6,689,936	779,288
Total equity and liabilities		<u>337,776,555</u>	<u>329,348,606</u>
Contingencies and commitments	21		

The annexed notes from 1 to 38 form an integral part of these consolidated condensed interim financial statements.

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

2025 QUARTERLY REPORT

Consolidated Condensed Interim Profit and Loss Account

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

		31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
	Note		
Net insurance premium	22	16,163,646	12,420,081
Net insurance claims	23	(13,409,877)	(11,171,318)
Net commission and other acquisition costs	24	(3,182,249)	(2,264,702)
Insurance claims and acquisition expenses		(16,592,126)	(13,436,020)
Management expenses		(2,030,883)	(1,944,520)
Underwriting result		(2,459,363)	(2,960,459)
Investment income	25	8,765,606	10,612,342
Net realised fair value gains on financial assets	26	26,664	79,309
Net fair value (losses) / gains on financial assets at fair value through profit and loss	27	(992,867)	1,006,340
Net change in insurance liabilities (other than outstanding claims)		(2,857,644)	(6,330,258)
Rental income		31,028	33,093
Other income	28	135,877	250,046
Other expenses		(91,805)	(74,132)
		5,016,859	5,576,740
Results of operating activities		2,557,496	2,616,281
Finance cost		(25,066)	(21,328)
Profit from window takaful operations			
- Operator's Fund	29	159,165	175,542
Profit before tax		2,691,595	2,770,495
Taxation	30	(1,194,800)	(1,272,091)
Profit after tax		1,496,795	1,498,404
Profit attributable to:			
Equity holders of the parent		1,219,765	1,122,596
Non-controlling interest		277,030	375,808
		1,496,795	1,498,404
Earnings after tax per share - Rupees	31	6.10	5.61

The annexed notes from 1 to 38 form an integral part of these consolidated condensed interim financial statements.

TANVEER SULTAN MOLEDINA
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Director

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KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

Consolidated Condensed Interim Statement of Comprehensive Income

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Profit after tax	1,496,795	1,498,404
Other comprehensive (loss) / income		
Total items that may be reclassified subsequently to profit and loss account		
Unrealised (loss) / gain in available-for-sale investments during the period - net	(325,452)	262,170
Reclassification adjustments relating to available-for-sale investments disposed of during the period	(323)	-
Unrealised loss from window takaful operations - Operator's Fund (net of tax)	(10,440)	(1,678)
Total unrealised (loss) / gain for the period	(336,215)	260,492
Effect of translation of foreign branches - net	2,525	(4,722)
Other comprehensive (loss) / income for the period	(333,690)	255,770
Total comprehensive income for the period	1,163,105	1,754,174
Total comprehensive income attributable to:		
Equity holders of the parent	904,621	1,370,319
Non-controlling interest	258,484	383,855
	1,163,105	1,754,174

The annexed notes from 1 to 38 form an integral part of these consolidated condensed interim financial statements.

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Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

2025 QUARTERLY REPORT

Consolidated Condensed Interim Cash Flow Statement

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)			
	Note	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Operating cash flows			
a) Underwriting activities			
Insurance premium / contribution received		22,736,762	18,645,389
Reinsurance premium / retakaful contribution paid		(5,662,168)	(5,521,027)
Claims paid		(15,258,443)	(11,410,180)
Reinsurance and other recoveries received		1,313,851	404,406
Commission paid		(1,881,205)	(1,729,476)
Commission received		92,992	130,958
Management expenses paid		(3,249,248)	(2,904,453)
Net cash flow used in underwriting activities		(1,907,459)	(2,384,383)
b) Other operating activities			
Income tax paid		(518,886)	(863,949)
Other operating payments		(298,124)	(204,812)
Other operating receipts		(301,746)	72,500
Loans advanced		(134,748)	(197,238)
Loan repayments received		139,403	214,933
Net cash flow used in other operating activities		(1,114,101)	(978,566)
Total cash flow used in all operating activities		(3,021,560)	(3,362,949)
Investment activities			
Profit / return received		6,203,265	8,720,889
Dividend received		1,441,053	1,516,874
Rentals received net of expenses paid		(22,292)	41,098
Payment for investments		(12,174,102)	(23,377,627)
Proceeds from investments		7,101,370	13,350,174
Fixed capital expenditures		(197,651)	(464,158)
Proceeds from sale of property and equipment		102,223	136,155
Total cash flow generated from / (used in) investing activities		2,453,866	(76,595)
Financing activities			
Payments against lease liabilities		(79,929)	(72,943)
Dividends paid		(604,442)	(135)
Total cash flow used in financing activities		(684,371)	(73,078)
Net cash flow used in all activities		(1,252,065)	(3,512,622)
Cash and cash equivalents at beginning of the period		8,080,244	15,144,625
Cash and cash equivalents at end of the period	16.1	6,828,179	11,632,003
Reconciliation to profit and loss account			
Operating cash flows		(3,021,560)	(3,362,949)
Depreciation / amortisation expense		(458,399)	(428,499)
Finance cost		(29,971)	(21,328)
Profit on disposal of property and equipment		65,431	114,150
Gain on disposal of investments		144,849	85,801
Rental income		31,028	33,093
Dividend income		1,441,053	1,022,698
Other investment income		7,304,850	9,808,512
Profit on lease termination		1,873	2,795
Profit on deposits		56,118	120,413
Other income		6,979	6,916
(Depreciation) / appreciation in market value of investments		(746,486)	1,143,013
Reversal of impairment in the value of available-for-sale equity investments		121	732
Increase / (decrease) in assets other than cash		130,272	(3,826,103)
Increase in liabilities other than running finance		(3,588,528)	(3,376,382)
Profit after tax from conventional insurance operations		1,337,630	1,322,862
Profit from window takaful operations - Operator's Fund		159,165	175,542
Profit after tax		1,496,795	1,498,404

The annexed notes from 1 to 38 form an integral part of these consolidated condensed interim financial statements.

TANVEER SULTAN MOLEDINA
Director

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SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

For the three months period ended 31 March 2025 (Unaudited)

The annexed notes from 1 to 38 form an integral part of these consolidated condensed interim financial statements

Karachi 28 April 2025

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** These consolidated condensed interim financial statements comprises the Holding Company (EFU General Insurance Limited) and its Subsidiary (EFU Life Assurance Limited) together referred as the Group. The Group is primarily involved in insurance business (General insurance and Life assurance including health insurance).

EFU General Insurance Limited (The Holding Company) has assessed its control position in relation to its investments in EFU Life Assurance Limited (The Subsidiary Company) after its agreement with some shareholders of EFU Life Assurance Limited effective 31 March 2018, accordingly it has been concluded that the Holding Company has the ability to control the composition of the Board of Directors of EFU Life Assurance Limited, therefore EFU Life Assurance Limited has become the subsidiary of the Holding Company from 31 March 2018. The consolidated condensed interim financial statements have been prepared and are presented as per the requirements of Section 228 of the Companies Act 2017.

1.1.1 EFU General Insurance Limited (Holding Company)

EFU General Insurance Limited was incorporated as a public limited company on 02 September 1932. The Holding Company is listed on the Pakistan Stock Exchange Limited and is engaged in non-life insurance business comprising of fire and property damage, marine, aviation and transport, motor, miscellaneous etc.

The Registered Office of the Holding Company is situated at Kamran Centre, 1st Floor, 85 East, Jinnah Avenue Blue Area Islamabad while the principal place of business is located at EFU House, M.A. Jinnah Road, Karachi. The Holding Company commenced Window Takaful Operations from 16 April 2015 as per Securities and Exchange Commission of Pakistan (SECP) Takaful Rules, 2012. The Holding Company operates through 30 (2024: 30) branches in Pakistan including a branch in Export Processing Zone (EPZ).

1.1.2 EFU Life Assurance Limited (Subsidiary Company)

EFU Life Assurance Limited with 45.31% effective holding was incorporated as public limited company on 09 August 1992 and started its operations from 18 November 1992. The Subsidiary Company is listed on Pakistan Stock Exchange Limited and is engaged in life and health insurance business including ordinary life business, pension fund business and accident and health business and has established following statutory funds, as required by the Insurance Ordinance, 2000:

- Investment Linked Business (includes individual life business)
- Conventional Business (includes group life and individual life businesses)
- Pension Business (unit linked)*
- Accident and Health Business
- Family Takaful Investment Linked Business **
- Family Takaful Protection Business **
- Family Takaful Accidental and Health Business
- Participating business

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

The Subsidiary Company had discontinued pension business and accordingly no new business has been written under this fund.

The Subsidiary Company was granted authorisation on 19 January 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operation in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Subsidiary Company commenced Window Takaful Operations on 6 February 2015 under the brand name "Hemayah". For the purpose of carrying on takaful business, the Subsidiary Company has formed a Waqf namely EFU Life - Window Family Takaful Limited Waqf (here-in-after referred to as the Participant Takaful Fund (PTF)) on 06 February 2015 under a Waqf deed executed by the Subsidiary Company with a cede amount of Rs. 2 million. The cede money is required to be invested in shariah compliant investments and any profit thereon can be utilised only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Subsidiary Company and policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' funds as approved by the shariah advisor appointed by the Subsidiary Company.

The Registered Office of the Subsidiary Company is located at Al-Malik Centre, 70W, F-7/G-7 Jinnah Avenue, Islamabad while principal place of business is located at Plot No.112, 8th East Street, Phase 1, DHA, Karachi. The Subsidiary Company commenced Window Takaful Operations on 06 February 2015 as per Securities and Exchange Commission of Pakistan (SECP) Takaful Rules, 2012.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 Statement of compliance

These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards 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; and
- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017 and Takaful Rules 2012, General Takaful Accounting Regulations, 2019;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017.

In case requirement differ, the provisions or directives of the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012, and the General Takaful Accounting Regulations, 2019 have been followed.

- 2.1.1** As per the requirements of the Takaful Rules, 2012, SECP Circular No. 25 of 2015 dated July 09, 2015 and Notification S.R.O 311(I)/2025 dated 03 March 2025, the assets and liabilities and profit and loss account of the Operator's Fund and Participants' Fund of the Window Takaful Operations of the Parent Company

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

have been presented as a single line item in the statement of financial position and Operator's Funds profit and loss account of the Parent Company respectively. A separate set of financial statements of the Window Takaful Operations of Parent Company has been annexed to these consolidated condensed interim financial statements as per the requirements of the Takaful Rules, 2012.

These consolidated condensed interim financial statements do not include all the information and disclosures required in the annual audited consolidated financial statements and should be read in conjunction with the Group's audited annual consolidated financial statements for the year ended 31 December 2024.

2.2 Basis of measurement

These consolidated condensed interim financial statements have been prepared under the historical cost convention except for the available-for-sale investments, held for trading investments, land and buildings, and investment properties that have been measured at fair value. Further the lease liabilities and their related right-of-use assets are measured at their present values at initial recognition, and the Group's liability under defined benefit plan is determined based on present value of defined benefit obligation less fair value of plan assets.

2.3 Basis of consolidation

The consolidated condensed interim financial statements include the financial statements of the Holding Company and its Subsidiary Company. Subsidiary Company is fully consolidated from the date on which the power to control the Subsidiary Company is established.

The financial statements of the Subsidiary Company are prepared for the same reporting period as the Holding Company, using accounting policies that are consistent with those of the Holding Company.

The assets and liabilities of the Subsidiary Company have been consolidated with those of the Holding Company on a line-by-line basis and the carrying value of the Holding Company's investment in the Subsidiary Company is eliminated against the Subsidiary Company's share capital and pre-acquisition reserves in these consolidated condensed interim financial statements. Non-controlling interest represents that part of the net results of operations and of the net assets of the Subsidiary Company that is not owned by the Group. All material intra-group balances and transactions have been eliminated. Acquisitions of non-controlling interest (NCI) are measured at the proportionate share of the NCI in the fair value of the net assets of the Subsidiary Company.

2.4 Functional and presentation currency

Items included in the consolidated condensed interim financial statements are measured using the currency of the primary economic environment in which the Group operates ('the functional currency'). These consolidated condensed interim financial statements are presented in Pakistani Rupees which is also the Group's functional currency. All financial information presented in Pakistani Rupees has been rounded to the nearest rupees in thousand, unless otherwise stated.

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

2.5 Standards, interpretations and amendments effective during the current period

There are certain new standards, amendments and interpretations that are applicable for accounting periods beginning on or after 01 January 2025, that are considered not to have a material impact on the Group's financial statements:

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

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 January 2026:

- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (amendments to IFRS 10 and IAS 28) amend accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review. Early adoption continues to be permitted.
- Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments Disclosures:
 - Financial Assets with ESG-linked features:

Under IFRS 9, it was unclear whether the contractual cash flows of some financial asset with ESG-linked features represented SPPI. This could have resulted in financial assets with ESG-linked features being measured at fair value through profit or loss.

Although the new amendments are more permissive, they apply to all contingent features, not just ESG-linked features. While the amendments may allow certain financial assets with contingent features to meet the SPPI criterion, companies may need to perform additional work to prove this. Judgement will be required in determining whether the new test is met.

The amendments introduce an additional SPPI test for financial assets with contingent features that are not related directly to a change in basic lending risks or costs - e.g., where the cash flows change depending on whether the borrower meets an ESG target specified in the loan contract.

The amendments also include additional disclosures for all financial assets and financial liabilities that have certain contingent features that are:

- not related directly to a change in basic lending risks or costs; and
- are not measured at fair value through profit or loss.

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

The amendments apply for reporting periods beginning on or after 01 January 2026. Companies can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

- Recognition / Derecognition requirements of financial assets / liabilities by electronic payments:

The amendments to IFRS 9 clarify when a financial asset or a financial liability is recognised and derecognised and provide an exception for certain financial liabilities settled using an electronic payment system. Companies generally derecognised their trade payables on the settlement date (i.e., when the payment is completed). However, the amendments provide an exception for the derecognition of financial liabilities. The exception allows the Company to derecognise its trade payable before the settlement date, when it uses an electronic payment system that meets all of the following criteria:

- no practical ability to withdraw, stop or cancel the payment instruction;
- no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- the settlement risk associated with the electronic payment system is insignificant.

The amendments apply for reporting periods beginning on or after 01 January 2026. Companies can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

- Other related amendments:

Contractually linked instruments (CLIs) and non-recourse features:

The amendments clarify the key characteristics of CLIs and how they differ from financial assets with non-recourse features. The amendments also include factors that a company needs to consider when assessing the cash flows underlying a financial asset with non-recourse features (the 'look through' test).

- Disclosures on investments in equity instruments:

The amendments require additional disclosures for investments in equity instruments that are measured at fair value with gains or losses presented in other comprehensive income (FVOCI).

The amendments apply for reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

- Annual Improvements to IFRS Accounting Standards – Amendments to:
 - IFRS 1 First-time Adoption of International Financial Reporting Standards;
 - IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
 - IFRS 9 Financial Instruments;
 - IFRS 10 Consolidated Financial Statements; and
 - IAS 7 Statement of Cash flows

The amendments to IFRS 9 address:

A conflict between IFRS 9 Financial instruments and IFRS 15 Revenue from Contracts with Customers over the initial measurement of trade receivables: Under IFRS 15, a trade receivable may be recognised at an amount that differs from the transaction price e.g. when the transaction price is variable. Conversely, IFRS 9 requires that companies initially measure trade receivables without a significant financing component at the transaction price. The IASB has amended IFRS 9 to require companies to initially measure a trade receivable without a significant financing component at the amount determined by applying IFRS 15; and

- how a lessee accounts for the derecognition of a lease liability under paragraph 23 of IFRS 9:

When lease liabilities are derecognised under IFRS 9, the difference between the carrying amount and the consideration paid is recognised in profit or loss.

The amendment on trade receivables may require some companies to change their accounting policy.

The amendments apply for annual reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

The amendment on derecognition of lease liabilities applies only to lease liabilities extinguished on or after the beginning of the annual reporting period in which the amendment is first applied.

2.5.2 Temporary exemption from IFRS 17 and IFRS 9

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

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition / derecognition of IFRS 17. Companies subject to the requirement

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For the three months period ended 31 March 2025 (Unaudited)

of S.R.O 1715 will also be required to adopt requirements of IFRS 9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

SECP through its S.R.O.506(I) / 2024 has directed that the applicability period of optional temporary exemption from applying IFRS 9 Financial Instruments as given in para 20A of IFRS 4 Insurance Contracts is extended for annual periods beginning before 01 January 2026, subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4.

SECP vide letter no. ID/MDPRD/IFRS-17/2021/176 dated 15 June 2021 initiated a four-phase approach towards implementation of IFRS 17 - Insurance Contracts. The first three phases now stand completed and Phase 4 parallel run and implementation has commenced and is currently under progress.

In Phase 4, SECP requires parallel run of IFRS 17 for the year ended 31 December 2024 to be submitted to SECP by 30 June 2025 and dry run on the financial statement of the first quarter of 2025 to be submitted by 31 October 2025.

2.5.3 The tables below set out the fair values as at the end of reporting year and the amount of change in the fair value during that year for the following two groups of financial assets separately:

- a) financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding, excluding any financial asset that meets the definition of fair value through profit and loss in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis; and
- b) all other financial assets.

Fair value of financial assets as at 31 March 2025 and the change in the fair values during the period ended 31 March 2025

(Rupees in '000)

	As at 31 March 2025			
	Failed the SPPI test		Passed the SPPI test	
	Fair value	Change in unrealised loss during the period	Fair value	Change in unrealised loss during the period
Financial assets				
Cash at bank*	-	-	6,115,135	-
Open-ended mutual funds	6,408,660	-	-	-
Investment in equity securities	57,179,535	(415,302)	-	-
Investment in debt securities	-	-	205,770,609	(81,323)
Term deposits*	-	-	1,035,233	-
Loans and other receivables*	6,768,695	-	-	-
	<u>70,356,890</u>	<u>(415,302)</u>	<u>212,920,977</u>	<u>(81,323)</u>

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For the three months period ended 31 March 2025 (Unaudited)

Fair value of financial assets as at 31 December 2024 and the change in the fair values during the year ended 31 December 2024

(Rupees in '000)

	As at 31 December 2024			
	Failed the SPPI test		Passed the SPPI test	
	Fair value	Change in unrealised loss during the period	Fair value	Change in unrealised loss during the period
Financial assets				
Cash at bank*	-	-	7,387,415	-
Investment in equity securities	6,512,010	-	-	-
Investment in debt securities	52,546,031	4,054,482	206,603,076	5,000
Term deposits*	-	-	1,013,163	-
Loans and other receivables	-	-	-	-
	<u>59,058,041</u>	<u>4,054,482</u>	<u>215,003,654</u>	<u>5,000</u>

*The carrying amount of these financial assets measured applying IAS 39 are a reasonable approximation of their fair values.

3 SUMMARY OF MATERIAL ACCOUNTING POLICIES

The summary of material accounting policies and method of computation adopted in preparation of these consolidated condensed interim financial statements are consistent with those followed in preparation of annual consolidated financial statements of the Group for the year ended 31 December 2024.

4 ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of consolidated condensed interim financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The judgments, estimates and assumptions are based on historical experience, current trends and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the estimates 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 an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the revision and future periods if the revision affects both current and future periods.

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

The significant judgment made by management in applying the Group's accounting policies and the key sources of estimation, uncertainty were the same as those that applied to the consolidated financial statement as at and for the year ended 31 December 2024.

5 MANAGEMENT OF INSURANCE AND FINANCIAL RISK

Insurance and financial risk management objectives and policies are consistent with those disclosed in the consolidated financial statement for the year ended 31 December 2024.

6 PROPERTY AND EQUIPMENT

The additions and disposals to property and equipment during the three months period ended 31 March are as follows:

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
6.1 Additions		
Building	-	3,168
Right of use assets - buildings	282,371	30,537
Leasehold improvements	9,658	5,014
Furniture and fixtures	474	2,212
Office equipment	6,689	1,949
Computer equipment	15,549	389,475
Vehicles	135,974	12,977
Work in progress	22,762	-
	<u>473,477</u>	<u>445,332</u>
	31 March 2025 (Unaudited)	31 December 2024 (Audited)
6.2 Written down value		
Land	3,512,392	3,512,392
Buildings	3,520,652	3,584,546
Right of use assets - buildings	842,505	616,624
Leasehold improvements	42,475	42,436
Furniture and fixtures	181,849	194,315
Office equipment	263,708	271,909
Computer equipment	758,321	857,773
Vehicles	833,022	802,977
Work in progress	22,762	-
	<u>9,977,686</u>	<u>9,882,972</u>

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

7 INTANGIBLE ASSETS

During the period, there was Rs. 6.5 million additions in intangible assets (31 March 2024: Rs. 18.8 million)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
7.1 Written down value		
Goodwill of subsidiary	3,173,421	3,173,421
Goodwill of Hello Doctor	30,402	30,402
Computer softwares	178,238	197,166
Customer relationships	61,250	159,508
	3,443,311	3,560,497

8 INVESTMENT PROPERTIES

Balance at 01 January	3,462,112	3,191,970
Additions and capital improvements	-	421
Add: Unrealised gain on remeasurement of fair value	-	269,721
Balance at the end of period	3,462,112	3,462,112

8.1 Measurement of investment property at fair value

The fair value of investment property is determined at the end of each year by independent suitably qualified valuer. The fair value of the investment properties as at 31 December 2024 were performed by Hamid Mukhtar & Co. (Pvt) Ltd and Iqbal A. Nanjee & Co. (Pvt) Ltd

The fair value was determined based on the market comparable approach that reflects recent transaction prices for similar properties.

8.2 Fair value hierarchy

The fair value hierarchy as at the end of the reporting period was Level 2

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Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

9	INVESTMENT IN EQUITY SECURITIES	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	At available-for-sale						
	Related Party*						
	Listed shares	684,731	(408,678)	276,053	684,731	(408,799)	275,932
	Others						
	Listed shares	4,561,911	(446,193)	4,115,718	3,957,110	(446,193)	3,510,917
	Unlisted shares	192,319	(191,811)	508	192,319	(191,811)	508
		4,754,230	(638,004)	4,116,226	4,149,429	(638,004)	3,511,425
	Surplus on revaluation			3,637,939			4,053,241
		5,438,961	(1,046,682)	8,030,218	4,834,160	(1,046,803)	7,840,598
	At held-for-trading						
	Others						
	Listed shares	2,105,593	-	2,105,593	998,385	-	998,385
	(Deficit) / surplus on revaluation	-	-	(12,031)	-	-	1,241
		2,105,593	-	2,093,562	998,385	-	999,626
	At fair value through profit or loss - designated upon initial recognition						
	Related Party*						
	Listed shares	36,609	-	110,387	36,609	-	111,504
	Others						
	Listed shares	24,634,321	-	46,945,368	23,260,953	-	43,594,303
		24,670,930	-	47,055,755	23,297,562	-	43,705,807
		32,215,484	(1,046,682)	57,179,535	29,130,107	(1,046,803)	52,546,031

* The Group has not accounted for investment in related parties as associates under IAS 28 "Investment in Associates and Joint Ventures", as the management has concluded that the Group does not have significant influence in these companies.

(Rupees in '000)

10	INVESTMENT IN DEBT SECURITIES	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
		Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
	Held-to-maturity						
	Government securities	16,779,618	-	16,789,605	14,981,708	-	14,981,708
	Available-for-sale						
	Government securities	12,475,903	-	12,475,903	13,657,769	-	13,657,769
	Term Finance Certificates	240,637	(40,637)	200,000	240,637	(40,637)	200,000
	Corporate Sukuks	102,000	-	102,000	102,000	-	102,000
	Surplus on revaluation	-	-	442,827	-	-	524,150
		12,818,540	(40,637)	13,220,730	14,000,406	(40,637)	14,483,919
	Held-for-trading						
	Government securities	166,822,351	-	168,210,462	166,576,622	-	169,528,521
	Term Finance Certificates	4,985,000	-	4,967,519	5,021,667	(40,670)	4,980,997
	Corporate Sukuks	2,222,815	(37,500)	1,601,293	1,752,544	(105,613)	1,646,931
	Certificates of investment	981,000	-	981,000	981,000	-	981,000
		175,011,166	(37,500)	175,760,274	174,331,833	(146,283)	177,137,449
		204,609,324	(78,137)	205,770,609	203,313,947	(186,920)	206,603,076

For the three months period ended 31 March 2025 (Unaudited)

				31 March 2025		31 December 2024	
				(Unaudited)		(Audited)	
11	INVESTMENT IN TERM DEPOSITS						
	Held to maturity						
	Deposits maturing within 12 months						
	Term deposits certificates - local currency			347,429		347,429	
	Term deposits certificates – foreign currency			687,804		665,734	
				1,035,233		1,013,163	
			31 March 2025 (Unaudited)			31 December 2024 (Audited)	
			Cost Impairment / provision Carrying value			Cost Impairment / provision Carrying value	
12	INVESTMENT IN OPEN-ENDED MUTUAL FUNDS						
	Fair value through profit or loss - (Designated - upon initial recognition)						
	Related parties	2,001,559	-	1,944,458	1,678,435	-	1,895,032
	Others	3,354,947	-	3,401,085	2,814,429	-	3,575,843
		5,356,506	-	5,345,543	4,492,864	-	5,470,875
	Available for sale						
	Related parties	1,044,735	-	1,044,735	974,296	-	974,296
	Surplus on revaluation			18,382			66,839
		6,401,241	-	6,408,660	5,467,160	-	6,512,010
					31 March 2025		31 December 2024
				(Unaudited)		(Audited)	
13	LOANS AND OTHER RECEIVABLES - Considered good						
	Accrued investment income			4,990,678			3,587,756
	Loans to employees			69,739			52,020
	Security deposits			384,092			345,095
	Advances to suppliers			414,933			431,150
	Credit Cards			14,165			56,944
	Receivables from 3rd party and others			72,409			70,931
	Cash value and bid offer receivable			59,708			116,668
	Advances to employees and agents			507,616			540,281
	Other receivables			167,222			35,673
	Qarde Hasna and cede money			88,133			55,000
				6,768,695			5,291,518

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Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
14 INSURANCE / REINSURANCE RECEIVABLES - Unsecured and considered good		
Due from insurance contract holders	8,248,835	8,508,083
Provision for impairment of receivables from insurance contract holders	(13,700)	(14,883)
	8,235,135	8,493,200
Due from other insurer / reinsurers	843,359	532,769
	9,078,494	9,025,969

14.1 Due from insurance contract holders include Rs. 42.299 million (31 December 2024: Rs. 48.160 million) receivable from related parties.

(Rupees in '000)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
15 PREPAYMENTS		
Prepaid reinsurance premium ceded	10,380,913	10,661,140
Prepaid tracker expense	24,067	30,253
Prepaid insurance premium	67,544	-
Others	242,518	172,714
	10,715,042	10,864,107

16 CASH AND BANK

Cash in hand	3,607	330
Policy and revenue stamps, bond papers	69,510	49,977
	73,117	50,307
Cash at bank		
- foreign currency		
Current accounts	17,153	25,284
- local currency		
Current accounts	1,252,555	732,827
Saving accounts	4,772,310	6,578,997
	6,024,865	7,311,824
	6,115,135	7,387,415

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

16.1 Cash and cash equivalents include the following for the purposes of the cash flow statement:

	(Rupees in '000)	
	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Term deposit less than three months	713,044	6,882,176
Cash and Bank	6,115,135	4,749,827
	<u>6,828,179</u>	<u>11,632,003</u>

17 SHARE CAPITAL

17.1 Authorised share capital

	(Rupees in '000)	
	31 March 2025 (Unaudited)	31 December 2024 (Audited)
(Number of shares in '000)		
	<u>200,000</u>	<u>200,000</u>
	<u>2,000,000</u>	<u>2,000,000</u>

17.2 Issued, subscribed and paid-up share capital

	(Rupees in '000)	
	31 March 2025 (Unaudited)	31 December 2024 (Audited)
(Number of shares in '000)		
250	250	250
Ordinary shares of Rs. 10 each, fully paid in cash	2,500	2,500
199,750	1,997,500	1,997,500
Ordinary shares of Rs. 10 each, issued as fully paid bonus shares		
	<u>2,000,000</u>	<u>2,000,000</u>

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For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	Note	31 March 2025 (Unaudited)	31 December 2024 (Audited)
17.3 Reserves			
Capital reserve			
Reserve for exceptional losses	17.3.1	12,902	12,902
Revaluation reserve for unrealised gain / (loss)		2,486,334	2,804,003
on available-for- sale investments - net		1,967,061	1,967,061
Reserve for change in fair value of investment property - net		194,289	191,764
Exchange translation reserves		4,660,586	4,975,730
Revenue reserves			
General reserve		15,000,000	14,000,000
Total reserves		19,660,586	18,975,730
Unappropriated profit		1,091,016	1,963,736
		<u>20,751,602</u>	<u>20,939,466</u>

17.3.1 The reserve for exceptional losses was created prior to 1979 and was charged to income in accordance with the provisions of the repealed Income Tax Act, 1922 and has been so retained to date.

(Rupees in '000)

	Note	31 March 2025 (Unaudited)	31 December 2024 (Audited)
18 INSURANCE LIABILITY - Life insurance business			
Reported outstanding claims	18.1	7,983,931	7,125,015
Incurred but not reported claims	18.2	2,481,862	2,157,018
Investment component of unit-linked and account value policies	18.3	229,428,717	228,314,108
Liabilities under individual conventional insurance contracts	18.4	2,404,268	890,155
Liabilities under group insurance contracts (other than investment linked)	18.5	2,583,587	2,944,183
Participant's Takaful Fund Balance		1,027,446	826,381
		<u>245,909,811</u>	<u>242,256,860</u>
18.1 Reported outstanding claims			
Gross of reinsurance			
Payable within one year		7,383,893	6,588,587
Payable over a period of time exceeding one year		1,011,808	942,926
		<u>8,395,701</u>	<u>7,531,513</u>
Recoverable from reinsurers			
Receivable over a period of time exceeding one year		(411,770)	(406,498)
Net reported outstanding claims		<u>7,983,931</u>	<u>7,125,015</u>

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	Note	31 March 2025 (Unaudited)	31 December 2024 (Audited)
18.2 Incurred but not reported claims			
Gross of reinsurance		3,446,960	2,862,381
Reinsurance recoveries		(965,098)	(705,363)
Net of reinsurance		<u>2,481,862</u>	<u>2,157,018</u>
18.3 Investment component of unit-linked and account value policies			
Investment component of unit linked policies		<u>229,428,717</u>	<u>228,314,108</u>
18.4 Liabilities under individual conventional insurance contracts			
Gross of reinsurance		3,383,953	1,082,704
Reinsurance credit		(979,685)	(192,549)
Net of reinsurance		<u>2,404,268</u>	<u>890,155</u>
18.5 Liabilities under group insurance contracts (other than investment linked)			
Gross of reinsurance		2,997,131	3,734,669
Reinsurance credit		(413,544)	(790,486)
Net of reinsurance		<u>2,583,587</u>	<u>2,944,183</u>
19 OTHER CREDITORS AND ACCRUALS			
Federal insurance fee payable		36,989	18,533
Federal excise duty and sales tax payable		484,765	647,064
Accrued expenses		1,745,624	1,783,686
Agent commission payable		1,701,288	1,586,333
Unearned rentals		48,109	98,205
Payable to supplier and others		100,779	101,509
Amount due to employees		196,002	294,537
Security deposit against bond insurance	19.1	1,267,813	1,311,076
Payable to authorities		271,003	328,550
Unclaimed / unpaid dividends		1,726,979	630,131
Lease liability		958,857	732,848
Workers' welfare fund		323,420	399,990
Others		369,758	356,477
		<u>9,231,386</u>	<u>8,288,939</u>
19.1	This represents margin deposit on account of performance and other bond policies issued by the Holding Company.		

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For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
20 WINDOW TAKAFUL OPERATIONS		
20.1 Assets		
Operator's Fund	2,254,113	2,203,554
Participants' Fund	5,946,693	-
	<u>8,200,806</u>	<u>2,203,554</u>
20.2 Liabilities and Funds		
Liabilities of Operator's Fund	743,243	779,288
Liabilities and Fund of Participants' Fund	5,946,693	-
	<u>6,689,936</u>	<u>779,288</u>
20.3	Securities and Exchange Commission of Pakistan (SECP) vide Notification S.R.O. 311(I)/2025 dated 03 March 2025 has amended regulation 6 of General Takaful Accounting Regulations, 2019. Now insurance companies are required to present Asset and Liabilities of Participants' Fund along with Operator's Fund in the Financial Statement effective from the date of Notification. As a result, the Assets and Liabilities of Window Takaful Operations are presented in these consolidated condensed interim financial statement. Accordingly, the comparative figures have not been changed.	

21 CONTINGENCIES AND COMMITMENTS

The status of the contingencies and commitment remains unchanged as disclosed in the annual audited consolidated financial statement as at 31 December 2024.

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
22 NET INSURANCE PREMIUM		
Written gross premium	22,312,019	17,777,438
Unearned premium reserve - opening	18,315,194	19,546,386
Unearned premium reserve - closing	(17,446,407)	(17,987,943)
Premium earned	23,180,806	19,335,881
Less:		
Reinsurance premium ceded	6,736,933	5,208,793
Prepaid reinsurance premium - opening	10,661,140	12,479,228
Prepaid reinsurance premium - closing	(10,380,913)	(10,772,221)
Reinsurance expense	7,017,160	6,915,800
	<u>16,163,646</u>	<u>12,420,081</u>

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
23 NET INSURANCE CLAIM EXPENSE		
Claims Paid	15,872,619	11,627,954
Outstanding claims including IBNR - closing	12,426,844	10,841,023
Outstanding claims including IBNR - opening	(13,029,997)	(10,774,706)
Claim expense	15,269,466	11,694,271
Less:		
Reinsurance and other recoveries received	2,220,050	692,071
Reinsurance and other recoveries in respect of outstanding claims - opening	(8,596,247)	(7,009,843)
Reinsurance and other recoveries in respect of outstanding claims - closing	8,235,786	6,840,725
Reinsurance and other recoveries revenue	1,859,589	522,953
	13,409,877	11,171,318
24 NET COMMISSION EXPENSE / ACQUISITION COST		
Commission paid or payable	2,457,371	1,877,061
Deferred commission expense - opening	1,510,828	1,491,266
Deferred commission expense - closing	(1,313,341)	(1,291,301)
Net commission	2,654,858	2,077,026
Less:		
Commission received or recoverable	92,991	130,958
Unearned reinsurance commission - opening	329,486	302,821
Unearned reinsurance commission - closing	(269,739)	(279,377)
Commission from reinsurers	152,738	154,402
Other acquisition cost	680,129	342,078
	3,182,249	2,264,702
25 INVESTMENT INCOME		
Income from equity securities		
Dividend income		
Equity shares - Available-for-sale	228,745	125,710
Equity shares - Fair value through profit and loss	1,197,050	897,215
Equity shares - Held-for-trading	15,258	-
	1,441,053	1,022,925

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For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Income from debt securities		
- Available-for-sale		
Return on debt securities	487,793	497,085
- Held to maturity		
On government securities	480,216	324,293
Return on debt securities	16,359	108,116
- At fair value through profit or loss		
Return on debt securities	147,001	660,579
On government securities	6,089,203	7,657,979
Income from term deposits		
- Return on term deposits	13,639	340,125
	8,675,264	10,611,102
Net realised gains on investments Available-for-sale financial assets		
Equity securities - Available-for-sale		
Realised gains	58,386	6,492
Realised losses	(2,962)	-
	55,424	6,492
Equity securities - Held-for-trading		
Realised gains	96,798	-
Realised losses	(34,037)	-
	62,761	-
Net unrealised gains	118,185	6,492
Net unrealised losses on investment at held for trading purpose	(13,272)	-
Impairment in value of available-for-sale equity securities	-	(4,961)
Investment related expenses	(14,571)	(291)
	8,765,606	10,612,342

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
26 NET REALISED FAIR VALUE GAINS ON FINANCIAL ASSETS		
Realised gain on:		
Equity securities	17,362	131,854
Government securities	9,302	-
Realised losses on:		
Government securities	-	(52,545)
	<u>26,664</u>	<u>79,309</u>
27 NET FAIR VALUE GAINS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS		
Net unrealised losses on investments in financial assets		
- government securities and debt securities (designated upon initial recognition)	(1,569,153)	(748,098)
Net unrealised gains on investments at fair value through profit or loss - Equity securities (designated upon initial recognition)	576,167	1,753,882
Total investment income	<u>(992,986)</u>	<u>1,005,784</u>
Reversal in value of available-for-sale securities	121	732
Investment related expenses	<u>(2)</u>	<u>(176)</u>
	<u>(992,867)</u>	<u>1,006,340</u>
28 OTHER INCOME		
Gain on sale of property and equipment	65,431	114,150
Return on loans to employees	7,059	7,568
Exchange difference	(81)	(652)
Return on bank balances	56,118	120,413
Gain on early termination of lease agreements	1,873	2,795
Fees charged to Policyholders	5,191	5,760
Others	286	12
	<u>135,877</u>	<u>250,046</u>
29 PROFIT FROM WINDOW TAKAFUL OPERATIONS - General Operator's Fund		
Wakala fee	292,728	288,868
Commission expense	(91,772)	(89,744)
General, administrative and management expenses	(106,955)	(107,161)
Modarib's share of PTF investment income	25,043	33,145
Investment income	40,935	50,558
Direct expenses	(3,561)	(3,981)
Other income	2,747	3,857
	<u>159,165</u>	<u>175,542</u>

2025 QUARTERLY REPORT

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
30 TAXATION		
Current	1,391,760	1,179,150
Deferred	(196,960)	92,941
	<u>1,194,800</u>	<u>1,272,091</u>
31 EARNINGS PER SHARE - Basic and diluted		
Profit for the period (Rupees in '000)	<u>1,219,765</u>	<u>1,122,596</u>
Weighted average number of ordinary shares (Numbers in '000)	<u>200,000</u>	<u>200,000</u>
Earnings per share (Rupees / share)	<u>6.10</u>	<u>5.61</u>

32 RELATED PARTY TRANSACTIONS

Related parties comprise of directors, major shareholders, key management personnel, associated companies and entities with common directors and employee retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions except for compensation to key management personnel which are on employment terms. The transactions and balances with related parties during the period other than those which have been specifically disclosed elsewhere in these consolidated condensed interim financial statements are as follows:

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Transactions		
Associated companies		
Premium received	507,371	128,199
Premium paid	-	42,691
Claims paid	70,795	44,933
Commission paid	58,299	42,547
Travelling expenses	2,045	17,814
Donation paid	200	3,470
Dividend paid	363,128	-
Interest on bank deposits	7,567	219,721
Purchase of vehicle	6,892	7,461
Investment sold / matured	405,000	5,920,000
Investment brought	176,965	5,608,959
Bank deposits	405,000	200,000

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

	(Rupees in '000)	
	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Key management personnel		
Premium received	158	359
Claims paid	153	-
Dividend paid	1,393	-
Loan recovered	1,025	8,940
Compensation	103,393	105,070
Others		
Premium received	16,619	2,829
Claims paid	941	90
Dividends received	3,545	-
Brokerage paid	8,436	419
Sponsorship paid	781	-
Donation paid	500	-
Employees' funds		
Contribution to provident fund	31,614	23,730
Contribution to gratuity fund	10,125	8,012
Contribution to pension fund	13,775	6,599
	31 March 2025 (Unaudited)	31 December 2024 (Audited)
Balances		
Others		
Balances receivable	88,702	82,235
Balances payable	104,621	3,057,429
Bank deposits	948,694	1,460,733
Bank balances	3,219,302	3,764,629
Employees' funds receivable / payable		
EFU gratuity fund payable	91,061	44,237
EFU pension fund receivable	8,757	88,192

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

SEGMENT INFORMATION	For the three months period ended 31 March 2025 (Unaudited)										(Rupees in '000)	
	Current period	General Insurance			Treaty	Aggregate General Insurance		Shareholders' Fund	Statutory Fund	Life Insurance	Aggregate Life Insurance	Total
		Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous							
Premium receivable (inclusive of sales tax, federal insurance fee and administrative surcharge)												
Less: Sales tax												
Stamp duty												
Federal insurance fee												
Gross written premium (inclusive of administrative surcharge)												
Goodwill												
Fiduciary investment premium												
Administrative surcharge												
Insurance premium earned												
Insurance premium ceded to reinsurers												
Net insurance premium												
Commission income												
Net underwriting income												
Insurance claims												
Insurance claims recovered from reinsurers												
Net claims												
Commission expense												
Management expenses												
Net insurance claims and expenses												
Underwriting result												
Net investment income												
Net realised fair value gains on financial assets												
Net fair value loss on financial assets at fair value through profit or loss												
Rental income												
Other income												
Other expense												
Net change in Insurance Liabilities (Other than outstanding Claims)												
Finance cost												
Profit before tax from general insurance operations - OFF												
Profit before tax												
Corporate segment assets - conventional												
Corporate segment assets - Takaful OFF & PTF												
Corporate unallocated assets - conventional												
Corporate unallocated assets - Takaful OFF & PTF												
Consolidated total assets												
Corporate segment liabilities												
Corporate segment liabilities - Takaful OFF & PTF												
Corporate unallocated liabilities												
Corporate unallocated liabilities - Takaful OFF & PTF												
Consolidated total liabilities												
Location												
Pakistan												
EPZ												
Total												
* This represents US Dollar Equivalent in Pak Rupees												

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

	For the three months period ended 31 March 2024 (Unaudited)							(Rupees in '000)	
	Prior period	General Insurance			Treaty	Life Assurance		Total	
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Shareholders' Fund	Statutory Fund	Aggregate Life Assurance		
Premium receivable (inclusive of sales tax, federal insurance fee and administrative surcharge)	6,742,797	936,497	1,297,354	675,860	-	-	9,431,526	9,431,526	19,084,034
Less: Sales tax	806,136	104,887	164,472	91,179	-	-	-	-	1,166,674
Stamp duty	103	55,352	285	495	-	-	-	-	56,235
Federal insurance fee	59,902	7,685	11,269	5,831	-	-	-	-	83,687
Gross written premium (inclusive of administrative surcharge)	5,885,756	754,869	1,111,556	579,555	-	-	9,431,526	9,431,526	17,724,295
Reinsurance	5,851,769	-	1,080,978	572,972	-	-	9,431,526	9,431,526	45,724,190
Facultative inroad premium	8,276	-	-	89	-	-	-	-	8,365
Administrative surcharge	7,611	13,705	40,349	5,294	-	-	-	-	66,959
Insurance premium earned	7,079,242	1,279,165	1,027,902	518,046	-	-	9,431,526	9,431,526	19,335,681
Insurance premium ceded to reinsurers	(5,441,108)	(727,619)	(10,656)	(201,924)	-	-	(534,353)	(534,353)	(6,915,800)
Net insurance premium	1,638,134	551,646	1,017,046	316,122	-	-	8,897,133	8,897,133	12,420,081
Commission income	136,188	6,420	1	11,793	-	-	-	-	154,402
Net underwriting income	1,774,322	558,066	1,017,047	327,915	-	-	8,897,133	8,897,133	12,574,483
Insurance claims recovered from reinsurers	(977,447)	(75,304)	(484,180)	(106,193)	-	-	(1,014,715)	(1,014,715)	(11,684,271)
Net claims	(656,382)	(59,639)	(60,240)	(4,403)	-	-	(9,860,261)	(9,860,261)	(21,494,984)
Commission expense	(338,097)	(102,647)	(98,267)	(40,826)	-	-	(1,639,247)	(1,639,247)	(2,419,104)
Management expenses	(1,595,226)	(238,930)	(1,042,450)	(117,331)	-	-	(12,564,020)	(12,564,020)	(14,444,627)
Net underwriting and expenses	(1,999,201)	(380,514)	(1,140,757)	(263,360)	-	-	(3,666,869)	(3,666,869)	(5,523,932)
Underwriting result	175,097	282,226	174,592	94,329	-	-	9,894,798	9,894,798	(2,862,459)
Net investment income	-	-	-	-	-	-	-	-	10,612,342
Net fair value gains on financial assets	-	-	-	-	-	-	-	-	79,309
Net fair value gains on financial assets at fair value through profit or loss	-	-	-	-	-	-	-	-	1,006,340
Rental income	-	-	-	-	-	-	-	-	33,093
Other income	-	-	-	-	-	-	-	-	98,733
Other expense	-	-	-	-	-	-	-	-	(250,046)
Finance cost	-	-	-	-	-	-	-	-	(12,797)
Net change in Insurance Liabilities (Other than outstanding Claims)	-	-	-	-	-	-	-	-	(17,686)
Profit before tax from general insurance operations	-	-	-	-	-	-	-	-	(6,330,258)
Profit before tax	-	-	-	-	-	-	-	-	(6,330,258)
Profit before tax	-	-	-	-	-	-	-	-	175,549
Profit before tax	-	-	-	-	-	-	-	-	1,151,543
Profit before tax	-	-	-	-	-	-	-	-	2,776,495

	As at 31 December 2024 (Audited)								
	Corporate segment assets - conventional	Corporate segment assets - Takatful OPF & PTF	Corporate unallocated assets - conventional	Corporate unallocated assets - Takatful OPF & PTF	Consolidated total assets	Corporate segment liabilities	Corporate segment liabilities - Takatful OPF & PTF	Corporate unallocated liabilities	Corporate unallocated liabilities - Takatful OPF & PTF
21,262,298	5,491,473	643,712	1,128,099	24,302	28,525,572	254,924,055	254,924,055	283,449,627	283,449,627
256,800	32,739	374,628	24,302	-	688,469	-	-	688,469	688,469
21,519,088	5,524,212	1,018,340	1,152,401	-	36,307,892	7,387,533	7,387,533	43,695,425	43,695,425
28,614,238	6,819,040	2,700,352	3,650,038	-	1,515,085	-	-	1,515,085	1,515,085
250,313	24,731	358,447	90,875	-	67,037,018	254,924,055	254,924,055	329,346,606	329,346,606
-	-	-	-	-	-	248,300,976	248,300,976	290,084,644	290,084,644
-	-	-	-	-	-	2,897,002	2,897,002	7,539,376	7,539,376
-	-	-	-	-	-	-	-	54,922	54,922
28,864,551	6,843,771	3,058,799	3,740,913	-	47,198,329	248,300,976	248,300,976	298,396,907	298,396,907
						251,197,978	251,197,978	External premium receivable by geographical segments 2024	External premium receivable by geographical segments 2024
								12,415,554	12,415,554
								175,549	175,549
								2,776,495	2,776,495
								12,420,081	12,420,081

* This represents US Dollar Equivalent in Pak Rupees

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

34 FAIR VALUE

- 34.1** IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.
- 34.2** All assets and liabilities for which fair value is measured or disclosed in the condensed interim consolidated 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

Following are the assets where fair value is only disclosed and is different from their carrying value:

(Rupees in '000)

	As at 31 March 2025 (Unaudited)							Fair value measurement using		
	Available-for-sale	Held-for-trading	Held-to-maturity	Loan & Receivables	Other financial assets	Other financial liabilities	Total	Level 1	Level 2	Level 3
Financial assets measured at fair value										
Investments										
Equity securities - quoted	8,012,898	49,166,129	-	-	-	-	57,179,027	57,179,027	-	-
Equity securities - unquoted	508	-	-	-	-	-	508	-	-	508
Debt securities	13,220,730	174,779,274	16,789,605	-	-	-	204,789,609	-	204,789,609	-
Open ended mutual funds	1,063,117	5,345,543	-	-	-	-	6,408,660	-	6,408,660	-
Debt securities of window takaful operations - Operator's fund	1,351,001	-	-	-	-	-	1,351,001	-	1,351,001	-
	23,648,254	229,290,946	16,789,605	-	-	-	269,728,805			
Financial assets not measured at fair value										
Term deposits*	-	-	-	-	687,804	-	687,804			
Loans and other receivables*	-	-	-	824,379	-	-	824,379			
Insurance / reinsurance receivables*	-	-	-	6,726,433	-	-	6,726,433			
Reinsurance recoveries against outstanding claims*	-	-	-	9,548,208	-	-	9,548,208			
Cash and bank*	-	981,000	-	-	6,462,564	-	7,443,564			
Total assets of window takaful operations - Operator's fund*	-	-	-	599,845	128,466	-	728,311			
	-	981,000	-	17,698,865	7,278,834	-	25,958,699			
Total financial assets	23,648,254	230,271,946	16,789,605	17,698,865	7,278,834	-	295,687,504			
Financial liabilities not measured at fair value										
Outstanding claims including IBNR*	-	-	-	-	-	(12,426,844)	(12,426,844)			
Insurance / reinsurance payables*	-	-	-	-	-	(7,602,094)	(7,602,094)			
Other creditors and accruals*	-	-	-	-	-	(12,508,406)	(12,508,406)			
Liabilities of window takaful operations - Operator's Fund	-	-	-	-	-	(169,478)	(169,478)			
Total liabilities	-	-	-	-	-	(32,706,822)	(32,706,822)			

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

	As at 31 December 2024						(Rupees in '000)			
	Available-for-sale	Fair value through profit and loss	Held-to-maturity	Loan & Receivables	Other financial assets	Other financial liabilities	Total	Fair value measurement using		
								Level 1	Level 2	Level 3
Financial assets measured at fair value										
Investments										
Equity securities - quoted	7,840,598	44,704,925	-	-	-	-	52,545,523	52,545,523	-	-
Equity securities - unquoted	508	-	-	-	-	-	508	-	-	508
Debt securities	14,483,919	176,156,449	14,981,708	-	-	-	205,622,076	-	205,622,076	-
Open ended mutual funds	1,041,135	5,470,875	-	-	-	-	6,512,010	-	6,512,010	-
Sukuk funds	-	-	-	-	-	-	-	-	-	-
Debt securities	-	-	-	-	-	-	-	-	-	-
Debt securities of window takaful operations - Operator's fund	1,292,402	-	-	-	-	-	1,292,402	-	1,292,402	-
	24,658,562	226,332,249	14,981,708	-	-	-	265,972,519			
Financial assets not measured at fair value										
Term deposits*	-	-	1,013,163	-	-	-	1,013,163			
Loans and other receivables*	-	-	-	4,263,143	-	-	4,263,143			
Insurance / reinsurance receivables*	-	-	-	9,025,969	-	-	9,025,969			
Reinsurance recoveries against outstanding claims*	-	-	-	8,596,247	-	-	8,596,247			
Certificate of investment*	-	981,000	-	-	-	-	981,000			
Cash and bank*	-	-	-	-	7,387,415	-	7,387,415			
Total assets of window takaful operations - Operator's fund*	-	-	-	44,171	152,636	-	196,807			
	-	981,000	1,013,163	21,929,530	7,540,051	-	31,463,744			
Total financial assets	24,658,562	227,313,249	15,994,871	21,929,530	7,540,051	-	297,436,263			
Financial liabilities not measured at fair value										
Outstanding claims including IBNR*	-	-	-	-	-	(13,029,997)	(13,029,997)			
Insurance / reinsurance payables*	-	-	-	-	-	(8,022,899)	(8,022,899)			
Other creditors and accruals*	-	-	-	-	-	(6,514,416)	(6,514,416)			
Total liabilities of window takaful operations - Operator's Fund*	-	-	-	-	-	(187,345)	(187,345)			
Total financial liabilities	-	-	-	-	-	(27,754,657)	(27,754,657)			

*The Group has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

35 NON-ADJUSTING EVENT AFTER THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENT DATE

The Board of Directors of the Holding Company in its meeting held on 28 April 2025 have announced a first interim cash dividend in respect of the year ended 31 December 2025 of Rs.1.50 per share, 15.00 % (2024: Rs.1.50 per share, 15.00 %). These consolidated condensed interim financial statements for the three months period 31 March 2025 do not include the effect of these appropriations, which will be accounted for subsequent to the period end.

36 CORRESPONDING FIGURES

Corresponding figures of immaterial amounts have been rearranged and reclassified, wherever necessary, to facilitate comparisons.

2025 QUARTERLY REPORT

Notes to the Consolidated Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

37 GENERAL

Figures have been rounded off to the nearest thousand rupees.

38 DATE OF AUTHORISATION FOR ISSUE OF CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

These consolidated condensed interim financial statements were authorised for issue by the Board of Directors in its meeting held on 28 April 2025.

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

WINDOW TAKAFUL OPERATIONS CONDENSED INTERIM FINANCIAL INFORMATION

For the three months period ended 31 March 2025 (Unaudited)

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Condensed Interim Statement of Financial Position

As at 31 March 2025 (Unaudited)

(Rupees in '000)

		31 March 2025 (Unaudited)			31 December 2024 (Audited)		
	Note	Operator's Fund	Participants' Takaful Fund	Total	Operator's Fund	Participants' Takaful Fund	Total
Assets							
Property and equipment	6	5,219	-	5,219	5,530	-	5,530
Investments							
Debt securities	7	1,351,001	3,043,813	4,394,814	1,292,402	2,984,937	4,277,339
Deposits and other receivables	8	731	1,843	2,574	773	1,167	1,940
Takaful / retakaful receivables	9	15,700	599,125	614,825	15,081	659,016	674,097
Retakaful recoveries against outstanding claims / benefits	18	-	675,214	675,214	-	665,806	665,806
Salvage recoveries accrued		-	42,690	42,690	-	39,890	39,890
Deferred commission expense	19	163,665	-	163,665	188,109	-	188,109
Receivable from PTF	10	519,237	-	519,237	505,793	-	505,793
Accrued investment income	11	64,177	149,938	214,115	28,317	69,194	97,511
Deferred wakala fee		-	538,906	538,906	-	590,994	590,994
Deferred taxation		5,806	-	5,806	-	-	-
Taxation - payments less provision		-	-	-	14,913	-	14,913
Prepayments	12	111	593,231	593,342	-	643,751	643,751
Cash and bank	13	128,466	301,933	430,399	152,636	313,473	466,109
Total assets		2,254,113	5,946,693	8,200,806	2,203,554	5,968,228	8,171,782
Funds and liabilities							
Operator's Fund (OPF)							
Statutory fund		100,000	-	100,000	100,000	-	100,000
Revaluation reserve - available-for-sale investments		(3,334)	-	(3,334)	7,105	-	7,105
Accumulated profit		1,414,204	-	1,414,204	1,317,161	-	1,317,161
Total Operator's Fund		1,510,870	-	1,510,870	1,424,266	-	1,424,266
Participants' Takaful Fund (PTF)							
Cede money		-	500	500	-	500	500
Revaluation reserve - available-for-sale investments		-	(9,962)	(9,962)	-	30,957	30,957
Accumulated surplus		-	1,925,374	1,925,374	-	1,889,805	1,889,805
Balance of Participants' Takaful Fund		-	1,915,912	1,915,912	-	1,921,262	1,921,262
Liabilities							
PTF Underwriting provisions							
Outstanding claims / benefits including IBNR	18	-	1,174,794	1,174,794	-	1,103,705	1,103,705
Unearned contribution reserves		-	1,518,762	1,518,762	-	1,663,179	1,663,179
Reserve for unearned retakaful rebate	17	-	103,449	103,449	-	120,740	120,740
Deferred taxation		-	-	-	949	-	949
Contribution received in advance		-	36,995	36,995	-	54,652	54,652
Takaful / retakaful payables		163	655,666	655,829	160	544,848	545,008
Unearned wakala fee		538,906	-	538,906	590,994	-	590,994
Payable to OPF	10	-	519,237	519,237	-	505,793	505,793
Taxation - provision less payments		34,696	-	34,696	-	-	-
Other creditors and accruals	14	169,478	21,878	191,356	187,185	54,049	241,234
Total liabilities		743,243	4,030,781	4,774,024	779,288	4,046,966	4,826,254
Total funds and liabilities		2,254,113	5,946,693	8,200,806	2,203,554	5,968,228	8,171,782
Contingencies and commitments	15						

The annexed notes 1 to 27 form an integral part of these financial statements.

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

2025 QUARTERLY REPORT

Condensed Interim Profit and Loss Account

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	Note	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Participants' Takaful Fund - (PTF)			
Contributions earned		529,444	502,961
Less: Contributions ceded to retakaful		(343,327)	(310,222)
Net contribution revenue	16	186,117	192,739
Retakaful rebate earned	17	66,141	55,654
Net underwriting income		252,258	248,393
Net claims - reported / settled - IBNR	18	(281,825)	(232,553)
Other direct expenses		(9,994)	(10,036)
(Deficit) / surplus before investment income		(39,561)	5,804
Investment Income	20	93,158	124,976
Other income	21	7,015	7,605
Less: Modarib's share of investment income		(25,043)	(33,145)
Surplus transferred to accumulated surplus		35,569	105,240
Operator's Fund - (OPF)			
Wakala fee		292,728	288,868
Commission expense	19	(91,772)	(89,744)
General, administrative and management expense		(106,955)	(107,161)
		94,001	91,963
Modarib's share of PTF investment income		25,043	33,145
Investment income	20	40,935	50,558
Direct expenses		(3,561)	(3,981)
Other income	21	2,747	3,857
Profit before taxation		159,165	175,542
Taxation	22	(62,122)	(68,536)
Profit after taxation		97,043	107,006

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

Condensed Interim Statement of Comprehensive Income

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Participants' Takaful Fund - (PTF)		
Surplus for the period	35,569	105,240
Other comprehensive loss		
Net unrealised loss arising during the period on revaluation of available-for-sale investments	(40,919)	(6,518)
Total comprehensive (loss) / income for the period	(5,350)	98,722
Operator's Fund - (OPF)		
Profit after tax for the period	97,043	107,006
Other comprehensive loss		
Net unrealised loss arising during the period on revaluation of available-for-sale investments	(10,439)	(1,678)
Total comprehensive income for the period	86,604	105,328

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.

TANVEER SULTAN MOLEDINA
Director

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Director

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KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

2025 QUARTERLY REPORT

Condensed Interim Cash Flows Statement

For the three months period ended 31 March 2025 (Unaudited)

(Rupees '000)

	Operator's Fund		Participant Takaful Fund	
	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Note				
Operating cash flows				
a) Takaful activities				
Contributions received	-	-	727,830	757,906
Retakaful contribution paid	-	-	(184,891)	(98,605)
Claims / benefits paid	-	-	(252,843)	(224,412)
Retakaful and other recoveries received	-	-	22,055	11,508
Commission paid	(82,904)	(84,718)	-	-
Retakaful rebate received	-	-	48,850	59,416
Wakala fee received / (paid)	235,431	228,568	(235,431)	(228,568)
Modarib received / (paid)	16,807	13,540	(16,807)	(13,540)
Net cash flow generated from takaful activities	169,334	157,390	108,763	263,705
b) Other operating activities				
Income tax paid	(12,594)	(27,317)	-	-
General and other expenses paid	(114,395)	(112,369)	(9,994)	(10,036)
Other operating payments	(686)	(8,036)	2,227	(16,027)
Other operating receipts	2,184	4,004	(32,170)	(1,092)
Net cash flow used in other operating activities	(125,491)	(143,718)	(39,937)	(27,155)
Total cash flow generated from all operating activities	43,843	13,672	68,826	236,550
Investment activities				
Profit / return received	7,823	19,976	19,268	48,449
Payment for investments	(77,000)	(63,448)	(210,424)	(307,655)
Proceeds from investments	1,287	52,998	110,790	130,694
Fixed capital expenditure	(123)	(79)	-	-
Proceeds from disposal of property and equipment	-	1,805	-	-
Total cash flow (used in) / generated from investing activities	(68,013)	11,252	(80,366)	(128,512)
Financing activities				
Net cash flow (used in) / generated from all activities	(24,170)	24,924	(11,540)	108,038
Cash and cash equivalents at the beginning of the period	152,636	89,736	313,473	274,503
Cash and cash equivalents at the end of the period	128,466	114,660	301,933	382,541
13.2				
Reconciliation to profit and loss account				
Operating cash flow	43,843	13,672	68,826	236,550
Depreciation expense	(434)	(416)	-	-
Investment income	40,935	50,558	93,158	124,976
Other income	2,747	3,857	7,015	7,605
(Decrease) / increase in assets other than cash	(25,146)	76,427	(149,615)	145,155
Decrease / (increase) in liabilities other than borrowings	35,098	(37,092)	16,185	(409,046)
Profit after tax / surplus for the period	97,043	107,006	35,569	105,240
Attributed to				
Operator's Fund	97,043	107,006	-	-
Participants' Takaful Fund	-	-	35,569	105,240
	97,043	107,006	35,569	105,240

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.

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Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

Statement of Changes in Funds

For the three months period ended 31 March 2025 (Unaudited)

(Rupees '000)

	Operator's Fund			Total
	Statutory fund	Unrealised gain / (loss) on revaluation of available-for-sale investments-net	Accumulated profit	
Balance as at 01 January 2024	100,000	(8,082)	918,104	1,010,022
Total comprehensive income for the three months period ended 31 March 2024				
Profit for the period	-	-	107,006	107,006
Other comprehensive loss	-	(1,678)	-	(1,678)
Balance as at 31 March 2024	100,000	(9,760)	1,025,110	1,115,350
Balance as at 01 January 2025	100,000	7,105	1,317,161	1,424,266
Total comprehensive income for the three months period ended 31 March 2025				
Profit for the period	-	-	97,043	97,043
Other comprehensive loss	-	(10,439)	-	(10,439)
Balance as at 31 March 2025	100,000	(3,334)	1,414,204	1,510,870

	Participants' Takaful Fund			Total
	Cede money	Unrealised gain / (loss) on revaluation of available-for-sale investments-net	Accumulated surplus	
Balance as at 01 January 2024	500	(4,027)	1,369,618	1,366,091
Total comprehensive income for the three months period ended 31 March 2024				
Surplus for the period	-	-	105,240	105,240
Other comprehensive loss	-	(6,518)	-	(6,518)
Balance as at 31 March 2024	500	(10,545)	1,474,858	1,464,813
Balance as at 01 January 2025	500	30,957	1,889,805	1,921,262
Total comprehensive income for the three months period ended 31 March 2025				
Surplus for the period	-	-	35,569	35,569
Other comprehensive loss	-	(40,919)	-	(40,919)
Balance as at 31 March 2025	500	(9,962)	1,925,374	1,915,912

The annexed notes 1 to 27 form an integral part of these condensed interim financial statements.

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SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

1 LEGAL STATUS AND NATURE OF BUSINESS

EFU General Insurance Limited (the Operator) was allowed to undertake Window Takaful Operations (the Operations) on 16 April 2015 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations (OPF) in Pakistan.

For the purpose of carrying on the takaful business, the Operator has formed a Waqf / Participants' Takaful Fund (PTF) on 06 May 2015 under the Waqf deed. The Waqf deed governs the relationship of Operator and Participants for management of takaful operations.

2 BASIS OF PREPARATION AND 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; and

Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Insurance Accounting Regulations 2017, General Takaful Accounting Regulation, 2019 and Takaful Rules 2012;

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

These condensed interim financial statements do not include all the information and disclosures required in the annual financial statements and should be read in conjunction with the Operators' annual financial statements for the year ended 31 December 2024.

2.1 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost basis except for the available-for-sale investments that have been measured at fair value.

2.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees, which is also the Operator's functional currency. All financial information presented in Pakistani Rupees has been rounded off to the nearest rupees in thousand, unless otherwise stated.

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

2.3 Standards, interpretations and amendments effective during the current period

There are certain new and amended standards, interpretations and amendments that are mandatory for the Operator's accounting periods beginning on or after 01 January 2025 but are considered not to be relevant or do not have any significant effect on the Operator's operation and therefore not detailed in these condensed interim financial statements.

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

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 January 2026:

- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) amend accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review. Early adoption continues to be permitted.
- Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 'Financial Instruments' and IFRS 7 'Financial Instruments Disclosures':
 - Financial Assets with ESG-linked features:

Under IFRS 9, it was unclear whether the contractual cash flows of some financial asset with ESG-linked features represented SPPI. This could have resulted in financial assets with ESG-linked features being measured at fair value through profit or loss.

Although the new amendments are more permissive, they apply to all contingent features, not just ESG-linked features. While the amendments may allow certain financial assets with contingent features to meet the SPPI criterion, companies may need to perform additional work to prove this. Judgement will be required in determining whether the new test is met.

The amendments introduce an additional SPPI test for financial assets with contingent features that are not related directly to a change in basic lending risks or costs - e.g., where the cash flows change depending on whether the borrower meets an ESG target specified in the loan contract.

The amendments also include additional disclosures for all financial assets and financial liabilities that have certain contingent features that are:

- not related directly to a change in basic lending risks or costs; and
- are not measured at fair value through profit or loss.

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

The amendments apply for reporting periods beginning on or after 01 January 2026. Companies can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

- Recognition / Derecognition requirements of financial assets / liabilities by electronic payments:

The amendments to IFRS 9 clarify when a financial asset or a financial liability is recognised and derecognised and provide an exception for certain financial liabilities settled using an electronic payment system. Companies generally derecognise their trade payables on the settlement date (i.e., when the payment is completed). However, the amendments provide an exception for the derecognition of financial liabilities. The exception allows the Company to derecognise its trade payable before the settlement date, when it uses an electronic payment system that meets all of the following criteria:

- No practical ability to withdraw, stop or cancel the payment instruction;
- No practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- The settlement risk associated with the electronic payment system is insignificant.

The amendments apply for reporting periods beginning on or after 01 January 2026. Companies can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

- Other related amendments:

Contractually linked instruments (CLIs) and non-recourse features:

The amendments clarify the key characteristics of CLIs and how they differ from financial assets with non-recourse features. The amendments also include factors that a company needs to consider when assessing the cash flows underlying a financial asset with non-recourse features (the 'look through' test).

- Disclosures on investments in equity instruments:

The amendments require additional disclosures for investments in equity instruments that are measured at fair value with gains or losses presented in other comprehensive income (FVOCI).

The amendments apply for reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

Annual Improvements to IFRS Accounting Standards – Amendments to:

- IFRS 1 First-time Adoption of International Financial Reporting Standards;
- IFRS 7 Financial Instruments: Disclosures and its accompanying Guidance on implementing IFRS 7;
- IFRS 9 Financial Instruments;
- IFRS 10 Consolidated Financial Statements; and
- IAS 7 Statement of Cash flows

The amendments to IFRS 9 address:

- a conflict between IFRS 9 and IFRS 15 Revenue from Contracts with Customers over the initial measurement of trade receivables: Under IFRS 15, a trade receivable may be recognised at an amount that differs from the transaction price e.g. when the transaction price is variable. Conversely, IFRS 9 requires that companies initially measure trade receivables without a significant financing component at the transaction price. The IASB has amended IFRS 9 to require companies to initially measure a trade receivable without a significant financing component at the amount determined by applying IFRS 15; and
- how a lessee accounts for the derecognition of a lease liability under paragraph 23 of IFRS 9:

When lease liabilities are derecognised under IFRS 9, the difference between the carrying amount and the consideration paid is recognised in profit and loss.

The amendment on trade receivables may require some companies to change their accounting policy.

The amendments apply for annual reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

The amendment on derecognition of lease liabilities applies only to lease liabilities extinguished on or after the beginning of the annual reporting period in which the amendment is first applied.

2.4.1 Temporary exemption from IFRS 17 and IFRS 9

Pursuant to the requirements of Securities and Exchange Commission of Pakistan S.R.O 1715 (I) / 2023 dated 21 November 2023 IFRS 17 “Insurance Contracts”, is applicable to the companies engaged in insurance / takaful and re-insurance / re-takaful business from financial years commencing on or after 01 January 2025.

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition / derecognition of IFRS 17. Companies subject to the requirement

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

of S.R.O 1715 will also be required to adopt requirements of IFRS-9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

SECP through its S.R.O.506(I)/2024 has directed that the applicability period of optional temporary exemption from applying IFRS 9 Financial Instruments as given in para 20A of IFRS 4 Insurance Contracts is extended for annual periods beginning before 01 January 2026, subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4.

SECP vide letter no. ID/MDPRD/IFRS-17/2021/176 dated 15 June 2021 initiated a four-phase approach towards implementation of IFRS 17 - Insurance Contracts. The first three phases now stand completed and Phase 4 parallel run and implementation has commenced and is currently under progress.

In Phase 4 SECP requires parallel run of IFRS 17 for the year ended 31 December 2024 to be submitted to SECP by 30 June 2025 and dry run on the financial statement of the first quarter of 2025 to be submitted by 31 October 2025.

The tables below set out the fair values as at the end of reporting year and the amount of change in the fair value during that year for the following two groups of financial assets separately:

- financial assets with contractual terms that give rise on specified dates to cash flows that are solely payments of principal and interest ("SPPI") on the principal amount outstanding, excluding any financial asset that meets the definition of fair value through profit and loss in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis; and
- all other financial assets.

Fair value of financial assets as at 31 March 2025 and change in the fair values during the three months period ended 31 March 2025

(Rupees in '000)

	As at 31 March 2025 (Unaudited)			
	Fail the SPPI test		Pass the SPPI test	
	Fair value	Change in unrealised gain during the year	Fair value	Change in unrealised loss during the period
Financial assets				
Cash at bank*	-	-	430,399	-
Investment in debt securities	-	-	4,394,814	(51,358)
	-	-	4,825,213	(51,358)

Fair value of financial assets as at 31 December 2024 and the change in the fair values during the year ended 31 December 2024

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	As at 31 December 2024 (Audited)			
	Fail the SPPI test		Pass the SPPI test	
	Fair value	Change in unrealised gain during the year	Fair value	Change in unrealised gain during the year
Financial assets				
Cash at bank*	-	-	466,109	-
Investment in debt securities	-	-	4,277,339	49,215
	-	-	4,743,448	49,215

*The carrying amount of these financial assets measured applying IAS 39 are a reasonable approximation of their fair values.

3 SUMMARY OF MATERIAL ACCOUNTING POLICIES

The significant accounting policies and method of computation adopted in preparation of condensed interim financial statements are consistent with those followed in preparation of the annual financial statement of the Operator for the year ended 31 December 2024.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of these condensed interim financial statements are in conformity with approved accounting standards which 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 expenses. Actual results may differ from these estimates.

In preparation of these condensed interim financial statements, the significant judgments made by management in applying the Operator's accounting policies and the key sources of estimation, uncertainty were the same as those that applied to the financial statements as at and for the year ended 31 December 2024.

5 MANAGEMENT OF TAKAFUL AND FINANCIAL RISK

Takaful and financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2024

(Rupees in '000)

		31 March 2025 (Unaudited)	31 December 2024 (Audited)
6	PROPERTY AND EQUIPMENT		
	Opening balance - net book value	5,530	6,487
	Additions	123	848
	Depreciation	(434)	(1,805)
		5,219	5,530

2025 QUARTERLY REPORT

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
100	-
23	-
-	79
123	79

6.1 Additions

Work in progress
Furniture and fixtures
Computer

7 INVESTMENT IN DEBT SECURITIES - Available-for-sale

7.1 Operator's Fund

(Rupees in '000)

	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
Fixed Income Securities						
Ijara Sukuks	1,331,466	-	1,331,466	1,255,754	-	1,255,754
Corporate Sukuk	33,931	(8,931)	25,000	33,931	(8,931)	25,000
	1,365,397	(8,931)	1,356,466	1,289,685	(8,931)	1,280,754
(Deficit) / surplus on revaluation			(5,465)			11,648
	1,365,397	(8,931)	1,351,001	1,289,685	(8,931)	1,292,402

7.2 Participants' Fund

	31 March 2025 (Unaudited)			31 December 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
Fixed Income Securities						
Ijara Sukuks	3,006,774	-	3,006,774	2,906,979	-	2,906,979
Corporate Sukuks	55,931	(8,931)	47,000	55,931	(8,931)	47,000
	3,062,705	(8,931)	3,053,774	2,962,910	(8,931)	2,953,979
(Deficit) / surplus on revaluation			(9,961)			30,958
	3,062,705	(8,931)	3,043,813	2,962,910	(8,931)	2,984,937

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	Operator's Fund		Participants' Takaful Fund	
	31 March 2025 (Unaudited)	31 December 2024 (Audited)	31 March 2025 (Unaudited)	31 December 2024 (Audited)
8 DEPOSITS AND OTHER RECEIVABLES				
Security deposits	301	301	-	-
Other receivables	430	472	1,843	1,167
	<u>731</u>	<u>773</u>	<u>1,843</u>	<u>1,167</u>
9 TAKAFUL / RETAKAFUL RECEIVABLES				
Due from takaful participants holders	-	-	575,183	642,916
Due from other takaful / retakaful operators	15,700	15,081	23,942	16,100
	<u>15,700</u>	<u>15,081</u>	<u>599,125</u>	<u>659,016</u>
10 RECEIVABLE FROM (PTF) / PAYABLE TO (OPF)				
Wakala fee	490,488	485,279	490,488	485,279
Modarib fee	28,749	20,514	28,749	20,514
	<u>519,237</u>	<u>505,793</u>	<u>519,237</u>	<u>505,793</u>
11 ACCRUED INVESTMENT INCOME				
Government securities	63,891	27,936	148,693	68,579
Debt securities	286	381	1,245	615
	<u>64,177</u>	<u>28,317</u>	<u>149,938</u>	<u>69,194</u>
12 PREPAYMENTS				
Prepaid retakaful contribution ceded	-	-	576,979	624,597
Prepaid charges for vehicle tracking devices	111	-	16,252	19,154
	<u>111</u>	<u>-</u>	<u>593,231</u>	<u>643,751</u>
13 CASH AND BANK				
Cash and cash equivalents				
Cash in hand	61	-	-	-
Policy stamps	-	-	3,965	5,837
Cash at bank				
Current accounts	18,162	31,503	1,116	1,795
Saving accounts	110,243	121,133	296,852	305,841
	<u>128,466</u>	<u>152,636</u>	<u>301,933</u>	<u>313,473</u>

13.1 The rate of profit on profit and loss sharing accounts from various banks were 6.50 % to 8.50 % per annum (31 December 2024: 10.00% to 16.00%) depending on the size of average deposits.

13.2 Cash and cash equivalents include the following for the purposes of the cash flow statement:

2025 QUARTERLY REPORT

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	Operator's Fund		Participants' Takaful Fund	
	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Cash and bank	128,466	114,660	301,933	382,541
	128,466	114,660	301,933	382,541
	Operator's Fund		Participants' Takaful Fund	
	31 March 2025 (Unaudited)	31 December 2024 (Audited)	31 March 2025 (Unaudited)	31 December 2024 (Audited)
14 OTHER CREDITORS AND ACCRUALS				
Agent commission payable	117,634	133,212	-	-
Workers' welfare fund	38,724	35,475	-	-
Accrued expenses	10,721	15,032	-	-
Sales tax payable	1,253	2,643	19,131	34,340
Federal takaful fee payable	-	-	1,621	2,697
Retirement benefit obligations	608	486	-	-
Other creditors	538	337	1,126	17,012
	169,478	187,185	21,878	54,049

15 CONTINGENCIES AND COMMITMENTS

There are no contingencies and commitments as at 31 March 2025 (31 December 2024: Nil).

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
16 NET CONTRIBUTION		
Written gross contribution	677,755	773,682
Wakala fee	(240,640)	(281,723)
Contribution net of wakala fee	437,115	491,959
Unearned contribution reserve - opening	1,072,185	931,169
Unearned contribution reserve - closing	(979,856)	(920,167)
Contribution earned	529,444	502,961
Less:		
Retakaful contribution ceded	295,709	336,262
Prepaid retakaful contribution - opening	624,597	530,772
Prepaid retakaful contribution - closing	(576,979)	(556,812)
Retakaful expense	343,327	310,222
	186,117	192,739

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
17 RETAKAFUL REBATE		
Rebate received or recoverable	48,850	59,416
Add: Unearned retakaful rebate - opening	120,740	104,374
Less: Unearned retakaful rebate - closing	(103,449)	(108,136)
	<u>66,141</u>	<u>55,654</u>
18 TAKAFUL BENEFITS / CLAIMS EXPENSE		
Benefits / claims paid	250,042	237,722
Outstanding benefits / claims including IBNR - opening	(1,103,705)	(1,328,717)
Outstanding benefits / claims including IBNR - closing	1,174,794	1,438,592
Claim expense	321,131	347,597
Less:		
Retakaful and other recoveries received	29,898	9,511
Retakaful and other recoveries in respect of outstanding claims - opening	(665,806)	(826,919)
Retakaful and other recoveries in respect of outstanding claims - closing	675,214	932,452
Retakaful and other recoveries revenue	39,306	115,044
	<u>281,825</u>	<u>232,553</u>
19 COMMISSION EXPENSE		
Commission paid or payable	67,328	85,485
Deferred commission expense - opening	188,109	163,567
Deferred commission expense - closing	(163,665)	(159,308)
	<u>91,772</u>	<u>89,744</u>
20 INVESTMENT INCOME		
20.1 Operator's Fund		
Income from debt securities - available-for-sale		
- Return on debt securities (Sukuk)	<u>40,935</u>	<u>50,558</u>
20.2 Participants' Takaful Fund		
Income from debt securities - available-for-sale		
- Return on debt securities (Sukuk)	93,320	124,976
Net realised losses on investment available-for-sale financial assets realised losses on - Debt securities	(162)	-
	<u>93,158</u>	<u>124,976</u>

2025 QUARTERLY REPORT

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
21 OTHER INCOME		
21.1 Operator's Fund		
Other income		
Profit on bank deposits	2,747	2,052
Gain on sale of property and equipment	-	1,805
	<u>2,747</u>	<u>3,857</u>
21.2 Participants' Takaful Fund		
Profit on bank deposits	<u>7,015</u>	<u>7,605</u>
22 TAXATION		
Current	46,253	50,879
Super tax	15,950	17,545
Deferred	(81)	112
	<u>62,122</u>	<u>68,536</u>

23 RELATED PARTY TRANSACTIONS

Related parties comprise of directors, major shareholders, key management personnel, associated companies, subsidiary company, and entities with common directors and employee retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions except for compensation to key management personnel which are on employment terms. The transactions and balances with related parties during the year other than those which have been specifically disclosed elsewhere in these condensed interim financial statements are as follows:

(Rupees in '000)

	31 March 2025 (Unaudited)	31 March 2024 (Unaudited)
Transactions		
Subsidiary company		
Contributions received	-	62
Contributions paid	358	144
Associated companies		
Contributions received	477	1,000
Claims paid	4,020	30
Others		
Contributions received	-	347
Employees' funds		
Contribution to gratuity fund	122	122
Contribution to provident fund	107	79

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	31 March 2025 (Unaudited)	31 December 2024 (Audited)
Balances		
Others		
Balances receivable	533	574
Bank balances	99,051	128,499
Employees' gratuity fund payable	608	485

24 SEGMENT INFORMATION

24.1 Operator's Fund

(Rupees in '000)

Current period	For the three month period ended 31 March 2025 (Unaudited)					
	Fire and property damage	Marine, aviation and transport	Motor	Miscella- neous	Treaty	Total
Wakala fee	87,894	22,553	165,980	16,301	-	292,728
Commission expense	(30,326)	(9,904)	(48,334)	(3,208)	-	(91,772)
General, administrative and management expenses	(3,782)	(4,662)	(94,331)	(4,180)	-	(106,955)
Net commission and expenses	(34,108)	(14,566)	(142,665)	(7,388)	-	(198,727)
	53,786	7,987	23,315	8,913	-	94,001
Modarib's share of PTF investment income						25,043
Investment income						40,935
Direct expenses						(3,561)
Other income						2,747
Profit before taxation						159,165
Taxation						(62,122)
Profit after taxation						97,043
	As at 31 March 2025 (Unaudited)					
Corporate segment assets	236,494	32,783	369,447	31,129	-	669,853
Corporate unallocated assets	-	-	-	-	-	1,584,260
Total assets						2,254,113
Corporate segment liabilities	232,109	20,862	324,565	79,167	-	656,703
Corporate unallocated liabilities	-	-	-	-	-	86,540
Total liabilities						743,243

2025 QUARTERLY REPORT

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

Prior period	For the three month period ended 31 March 2024 (Unaudited)					
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Treaty	Total
Wakala fee	79,902	19,314	171,483	18,169	-	288,868
Commission expense	(31,106)	(8,817)	(45,667)	(4,154)	-	(89,744)
General, administrative and management expenses	(4,138)	(3,410)	(94,644)	(4,969)	-	(107,161)
Net commission and expenses	(35,244)	(12,227)	(140,311)	(9,123)	-	(196,905)
	44,658	7,087	31,172	9,046	-	91,963
Modarib's share of PTF investment income						33,145
Investment income						50,558
Direct expenses						(3,981)
Other income						3,857
Profit before taxation						175,542
Taxation						(68,536)
Profit after taxation						107,006
As at 31 December 2024 (Audited)						
Corporate segment assets	256,800	32,739	374,628	24,302	-	688,469
Corporate unallocated assets	-	-	-	-	-	1,515,085
Total assets						2,203,554
Corporate segment liabilities	250,313	24,731	358,447	90,875	-	724,366
Corporate unallocated liabilities	-	-	-	-	-	54,922
Total liabilities						779,288

24.2 Participants' Takaful Fund

Current period	For the three month period ended 31 March 2025 (Unaudited)					
	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Treaty	Total
Contribution receivable (inclusive of sales tax, federal takaful fee and administrative surcharge)	286,671	74,355	405,601	40,085	-	806,712
Less: Sales tax	39,201	7,409	57,244	5,225	-	109,079
Stamp duty	123	12,289	668	20	-	13,100
Federal takaful fee	2,449	541	3,443	345	-	6,778
Gross written contribution (inclusive of administrative surcharge)	244,898	54,116	344,246	34,495	-	677,755
Gross direct contribution	243,881	51,666	325,129	34,410	-	655,086
Administrative surcharge	1,017	2,450	19,117	85	-	22,669
Wakala fee	(78,990)	(18,941)	(130,636)	(12,073)	-	(240,640)
Contributions earned	180,665	41,882	276,623	30,274	-	529,444
Contributions ceded to retakaful	(258,884)	(48,061)	(6,318)	(30,064)	-	(343,327)
Net contribution revenue	(78,219)	(6,179)	270,305	210	-	186,117
Retakaful rebate earned	49,357	11,546	-	5,238	-	66,141
Net underwriting income / (loss)	(28,862)	5,367	270,305	5,448	-	252,258
Takaful claims	(21,686)	(3,920)	(263,739)	(31,786)	-	(321,131)
Takaful claims recovered from retakaful	11,271	3,137	-	24,898	-	39,306
Net claims	(10,415)	(783)	(263,739)	(6,888)	-	(281,825)
Other direct expenses	(15)	(25)	(9,929)	(25)	-	(9,994)
(Deficit) / surplus before investment income	(39,292)	4,559	(3,363)	(1,465)	-	(39,561)
Investment income						93,158
Other income						7,015
Modarib share of investment income						(25,043)
Surplus transferred to accumulated surplus						35,569

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	As at 31 March 2025 (Unaudited)				
Corporate segment assets	1,406,831	88,576	672,665	281,094	-
Corporate unallocated assets	-	-	-	-	-
Total assets					2,449,166
					3,497,527
					5,946,693
Corporate segment liabilities	1,710,057	264,792	1,593,609	411,696	-
Corporate unallocated liabilities	-	-	-	-	-
Total liabilities					3,980,154
					50,627
					4,030,781

	For the three month period ended 31 March 2024 (Unaudited)					
Prior period	Fire and property damage	Marine, aviation and transport	Motor	Miscellaneous	Treaty	Total
Contribution receivable (inclusive of sales tax, federal takaful fee and administrative surcharge)	269,744	60,546	465,697	100,878	-	896,865
Less: Sales tax	33,705	5,947	60,061	11,641	-	111,354
Stamp duty	12	4,013	64	2	-	4,091
Federal takaful fee	2,337	501	4,016	884	-	7,738
Gross written contribution (inclusive of Administrative surcharge)	233,690	50,085	401,556	88,351	-	773,682
Gross direct contribution	232,767	47,860	379,962	88,275	-	748,864
Administrative surcharge	923	2,225	21,594	76	-	24,818
Wakala fee	(80,606)	(17,530)	(152,664)	(30,923)	-	(281,723)
Contributions earned	156,958	35,869	276,394	33,740	-	502,961
Contributions ceded to retakaful	(224,975)	(42,403)	(6,652)	(36,192)	-	(310,222)
Net contribution revenue	(68,017)	(6,534)	269,742	(2,452)	-	192,739
Rebate from retakaful operator	39,724	9,648	-	6,282	-	55,654
Net underwriting income / (loss)	(28,293)	3,114	269,742	3,830	-	248,393
Takaful claims	(69,106)	(12,970)	(240,906)	(24,615)	-	(347,597)
Takaful claims recovered from retakaful	66,453	10,376	-	38,215	-	115,044
Net claims	(2,653)	(2,594)	(240,906)	13,600	-	(232,553)
Other direct expense	(13)	(14)	(9,992)	(17)	-	(10,036)
Surplus / (deficit) before investment income	(30,959)	506	18,844	17,413	-	5,804
Investment income						124,976
Other income						7,605
Modarib share of investment income						(33,145)
Surplus transferred to accumulated surplus						105,240

	As at 31 December 2024 (Audited)				
Corporate segment assets	1,518,519	105,770	728,985	246,183	-
Corporate unallocated assets	-	-	-	-	-
Total assets					2,599,457
					3,368,771
					5,968,228
Corporate segment liabilities	1,708,889	274,274	1,620,676	368,564	-
Corporate unallocated liabilities	-	-	-	-	-
Total liabilities					3,972,403
					74,563
					4,046,966

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

25 FAIR VALUE

25.1 IFRS 13 defines fair value as an exit price. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

25.2 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

Following are the assets where fair value is only disclosed and is different from their carrying value:

(Rupees in '000)

		As at 31 March 2025 - (Unaudited)					Fair value		
		Carrying value							
	Available-for-sale	Loan and receivables	Other financial assets	Other financial liabilities	Total		Level 1	Level 2	Level 3
25.3 Operator's Fund									
Financial assets measured at fair value									
Investments									
Ijara Sukuks	1,326,001	-	-	-	1,326,001	-	-	1,326,001	-
Corporate Sukuks	25,000	-	-	-	25,000	-	-	25,000	-
Financial assets not measured at fair value									
Deposits and other receivables*	-	731	-	-	731				
Takaful / retakaful receivables*	-	15,700	-	-	15,700				
Receivable from PTF*	-	519,237	-	-	519,237				
Accrued investment income*	-	64,177	-	-	64,177				
Cash and bank balances*	-	-	128,466	-	128,466				
	<u>1,351,001</u>	<u>599,845</u>	<u>128,466</u>	<u>-</u>	<u>2,079,312</u>				
Financial liabilities not measured at fair value									
Other creditors and accruals*	-	-	-	(169,478)	(169,478)				
	<u>1,351,001</u>	<u>599,845</u>	<u>128,466</u>	<u>(169,478)</u>	<u>1,909,834</u>				

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

As at 31 December 2024 - (Audited)								
	Carrying value					Fair value		
	Available-for-sale	Loan and receivables	Other financial assets	Other financial liabilities	Total	Level 1	Level 2	Level 3
Financial assets measured at fair value								
Investments								
Ijara Sukuks	1,267,402	-	-	-	1,267,402	-	1,267,402	-
Corporate Sukuks	25,000	-	-	-	25,000	-	25,000	-
Financial assets not measured at fair value								
Deposits and other receivables*	-	773	-	-	773			
Takaful / retakaful receivables*	-	15,081	-	-	15,081			
Accrued investment income*	-	28,317	-	-	28,317			
Cash and bank balances*	-	-	152,636	-	152,636			
	1,292,402	44,171	152,636	-	1,489,209			
Financial liabilities not measured at fair value								
Other creditors and accruals*	-	-	-	(148,581)	(148,581)			
	1,292,402	44,171	152,636	(148,581)	1,340,628			

* The Operator has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value

(Rupees in '000)

		As at 31 March 2025 - (Unaudited)							
		Carrying value				Fair value			
		Available-for-sale	Loan and receivables	Other financial assets	Other financial liabilities	Total	Level 1	Level 2	Level 3
25.4	Participants' Takaful Fund								
	Financial assets measured at fair value								
	Investments								
	Ijara Sukuks	2,996,813	-	-	-	2,996,813	-	2,996,813	-
	Corporate Sukuks	47,000	-	-	-	47,000	-	47,000	-
	Financial assets not measured at fair value								
	Deposits and other receivables*	-	1,843	-	-	1,843			
	Takaful / retakaful receivables*	-	599,125	-	-	599,125			
	Accrued investment income*	-	149,938	-	-	149,938			
	Cash and bank balances*	-		297,968	-	297,968			
		3,043,813	750,906	297,968	-	4,092,687			
	Financial liabilities not measured at fair value								
	Outstanding claims including IBNR*	-	-	-	(1,174,794)	(1,174,794)			
	Contributions received in advance*	-	-	-	(1,518,762)	(1,518,762)			
	Takaful / retakaful payable*	-	-	-	(103,449)	(103,449)			
	Payable to OPF*	-	-	-	(519,237)	(519,237)			
	Other creditors and accruals*	-	-	-	(21,878)	(21,878)			
		3,043,813	750,906	297,968	(3,338,120)	754,567			

2025 QUARTERLY REPORT

Notes to and forming part of the Condensed Interim Financial Statements

For the three months period ended 31 March 2025 (Unaudited)

(Rupees in '000)

	As at 31 December 2024 - (Audited)					Fair value		
	Carrying value							
	Available-for-sale	Loan and receivables	Other financial assets	Other financial liabilities	Total	Level 1	Level 2	Level 3
Financial assets measured at fair value								
Investments								
Ijara Sukuks	2,937,937	-	-	-	2,937,937	-	2,937,937	-
Corporate Sukuks	47,000	-	-	-	47,000	-	47,000	-
Financial assets not measured at fair value								
Loans and other receivables*	-	1,167	-	-	1,167			
Takaful / retakaful receivables*	-	659,016	-	-	659,016			
Retakaful recoveries against outstanding claims*	-	665,806	-	-	665,806			
Accrued investment income*	-	69,194	-	-	69,194			
Cash and bank balances*	-	-	307,636	-	307,636			
	2,984,937	1,395,183	307,636	-	4,687,756			
Financial liabilities not measured at fair value								
Outstanding claims including IBNR*	-	-	-	(1,103,705)	(1,103,705)			
Takaful / retakaful payable*	-	-	-	(544,848)	(544,848)			
Other creditors and accruals*	-	-	-	(19,709)	(19,709)			
	2,984,937	1,395,183	307,636	(1,668,262)	3,019,494			

* The Participant has not disclosed the fair value of these items because their carrying amounts are a reasonable approximation of fair value.

26 GENERAL

Figures have been rounded off to the nearest thousand rupees.

27 DATE OF AUTHORISATION FOR ISSUE OF CONDENSED INTERIM FINANCIAL STATEMENTS

These condensed interim financial statements were authorised for issue by the Board of Directors in its meeting held on 28 April 2025

TANVEER SULTAN MOLEDINA
Director

HASANALI ABDULLAH
Director

NAJMUL HODA KHAN
Chief Financial Officer

KAMRAN ARSHAD INAM
Managing Director &
Chief Executive Officer

SAIFUDDIN N. ZOOMKAWALA
Chairman

Karachi 28 April 2025