# DIVERSE TOGETHER STRONGER FOREVER

adamjee insurance

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adamjee
insurance

# Vision & Mission

Our will is to **Explore, Innovate** and **Differentiate.**

Our Passion is to provide **Leadership** to the insurance industry.

GROWTH
VISION
TEAMWORK
PROFIT
STRATEGY
ACHIEVEMENT
SUCCESS
PLAN
INVESTMENT
IDEA
SOLUTION
STABILITY

# CORE VALUES

**Integrity -** Transparency and honesty without compromise

**Humility -** Empathy, self-esteem and respect in all relationships

**Fun at Workplace -** Work-life balance

**Corporate Social Responsibility** - Service to humanity

# COMPANY INFORMATION

## BOARD OF DIRECTORS

| | |
|---|---|
| Umer Mansha | Chairman |
| Ibrahim Shamsi | Director |
| Imran Maqbool | Director |
| Maha Rehman | Director |
| Sadia Younas Mansha | Director |
| Shahmeer Khalid Butt (w.e.f. 12-8-25) | Director |
| Shaikh Muhammad Jawed | Director |
| Muhammad Ali Zeb | Managing Director & Chief Executive Officer |

## ADVISOR

Mian Muhammad Mansha

## AUDIT COMMITTEE

| | |
|---|---|
| Shahmeer Khalid Butt | Chairman |
| Ibrahim Shamsi | Member |
| Shaikh Muhammad Jawed | Member |
| Umer Mansha | Member |

## ETHICS, HUMAN RESOURCE AND REMUNERATION COMMITTEE

| | |
|---|---|
| Maha Rehman | Chairman |
| Umer Mansha | Member |
| Ibrahim Shamsi | Member |
| Muhammad Ali Zeb | Member |

## INVESTMENT COMMITTEE

| | |
|---|---|
| Imran Maqbool | Chairman |
| Shaikh Muhammad Jawed | Member |
| Umer Mansha | Member |
| Muhammad Ali Zeb | Member |
| Muhammad Asim Nagi | Member |

## COMPANY SECRETARY

Tameez ul Haque, FCA

## CHIEF FINANCIAL OFFICER

Muhammad Asim Nagi, FCA

## EXECUTIVE MANAGEMENT TEAM

Muhammad Ali Zeb
Muhammad Asim Nagi
Adnan Ahmad Chaudhry
Asif Jabbar
Muhammad Salim Iqbal

## AUDITORS

Riaz Ahmad & Company
Chartered Accountants
10-B, Saint Mary Park
Main Boulevard, Gulberg III,
Lahore, Pakistan

## SHARIAH ADVISOR

Mufti Muhammad Hassan Kaleem

## SHARE REGISTRAR

CDC Share Registrar Services Ltd
CDC House, 99-B, Block-B, S.M.C.H.S.,
Main Shahra-e-Faisal, Karachi-74400
Tel: (92) 0800-23275
Fax: (92-21) 34326053

## BANKERS

Askari Bank Limited
Abu Dhabi Commercial Bank, UAE
Bank Alfalah Limited
Bank Al-Habib Limited
Bank Islami Pakistan Limited
Dubai Islamic Bank Pakistan Limited
Faysal Bank Limited
First Abu Dhabi Bank, UAE
Habib Bank Limited
Habib Metropolitan Bank
Khushali Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
Meezan Bank Limited
Mobilink Microfinance Bank Limited
National Bank of Pakistan
Samba Bank Limited
The Punjab Provincial Cooperative Bank Limited
United Bank Limited
Zarai Taraqiati Bank Limited

## REGISTERED OFFICE

Adamjee House, 80/A, Block E-1,
Main Boulevard, Gulberg III,
Lahore - 54000, Pakistan
Phone: (92-42) 35772960-79
Fax (92-42) 35772868
Email: info@adamjeeinsurance.com
Web: www.adamjeeinsurance.com

# DIRECTORS' REVIEW

## to the Members on Unconsolidated Condensed Interim Financial Statements (Unaudited)

## For the Six Months Ended 30 June 2025

On behalf of the Board, we are pleased to present the unaudited unconsolidated condensed interim financial statements of the Company for the half year ended 30 June 2025.

### Financial Highlights:

The highlights for the period under review are as follows:

| | (Unaudited) | |
|---|---|---|
| | **30 June 2025** | 30 June 2024 |
| | Rupees in thousand | |
| Gross Premium | **29,919,561** | 24,049,597 |
| Net Premium | **17,373,437** | 11,877,203 |
| Underwriting results | **268,901** | 271,254 |
| Investment Income | **3,519,697** | 2,412,180 |
| Profit before tax | **4,336,851** | 3,159,097 |
| Profit after tax | **2,610,474** | 1,904,801 |

| | (Unaudited) | |
|---|---|---|
| | **30 June 2025** | 30 June 2024 |
| | Rupees | |
| Earnings (after tax) per share | **7.46** | 5.44 |

### Performance Review:

The gross premium of the Company increased by 24% while net premium increased by 46%. Profit before tax also increased by 37% from last year mainly due to 46% increase in investment income from corresponding period of last year. Accordingly profit after tax for the first six months period increased by 37% from the corresponding period.

### Window Takaful Operations:

The written contribution and surplus before tax of Participants' Takaful Fund are Rs. 2,097,884 thousands (2024: Rs. 2,076,166 thousands) and Rs. 97,378 thousands (2024: Deficit of Rs. 20,499 thousands) respectively. The profit before tax of Window Takaful Operations amounts to Rs. 188,449 thousands for the half year ended 30 June 2025 (2024: Rs. 271,856 thousands).

### Future Outlook:

The economy of Pakistan has shown GDP growth of 2.68% during the fiscal year 2025 (FY2025) which depicts stability and continued improvement in continuity of last year. The State Bank of Pakistan has maintained the policy rate at 11% in its Monetary Policy Committee (MPC) meetings held during the months of June and July which aims at controlling inflation and achieving sustained economic growth through tight monetary policies. Through sustained policy measures, the government managed to ease inflationary pressure which declined to 3.2% in June on year-on-year (YoY) basis. The macroeconomic stability and growth trend is expected to continue in the second half of the ongoing year as well.

### Acknowledgements:

We would wholeheartedly like to thank our shareholders, valued customers, employees and development staff for their consistent support that has helped Adamjee Insurance to emerge as one of the Pakistan's leading insurance companies. We are also grateful to the Securities & Exchange Commission of Pakistan and the State Bank of Pakistan for their continued guidance and assistance.

For and on behalf of the Board

Lahore: 28 August 2025

**Shaikh Muhammad Jawed**
Director

**Muhammad Ali Zeb**
Managing Director &
Chief Executive Officer

# غیر مجتمع مختصر عبوری مالیاتی معلومات (غیر آڈٹ شدہ) پر

# ممبران کو ڈائریکٹرز کا جائزہ

## بابت ششماہی مختتمہ ۳۰ جون ۲۰۲۵ء

بورڈ کی جانب سے ۳۰جون ۲۰۲۵ء کو ختم ہونے والی ششماہی کیلئے کمپنی کیغیر آڈٹ شدہ غیر مجتمع عبوری مالیاتی گوشوارے پیش کرنا ہمارے لیے باعثِ مسرّت ہے۔

### مالیاتی جھلکیاں

زیرِ جائزہ مدّت کی جھلکیاں درج ذیل ہیں:

| | 30جون 2025ء | 30جون 2024ء |
|---|---|---|
| | ہزار روپے میں | |
| | (غیر آڈٹ شدہ) | (غیر آڈٹ شدہ) |
| مجموعی پریمیم | **29,919,561** | 24,049,597 |
| خالص پریمیم | **17,373,437** | 11,877,203 |
| زیرِ تحریر نتائج | **268,901** | 271,254 |
| سرمایہ کاری سے آمدنی | **3,519,697** | 2,412,180 |
| منافع قبل اَز ٹیکس | **4,336,851** | 3,159,097 |
| منافع بعد اَز ٹیکس | **2,610,474** | 1,904,801 |
| | **30جون 2025ء** | **30جون 2024ء** |
| | روپے میں | |
| | (غیر آڈٹ شدہ) | (غیر آڈٹ شدہ) |
| آمدنی (بعد اَز ٹیکس) فی شیئر | **7.46** | 5.44 |

### کارکردگی کا جائزہ:

کمپنی کے مجموعی اقساط (پریمیم) میں 24% اضافہ ہوا جبکہ خالص پریمیم میں 46% اضافہ ریکارڈ کیا گیا۔ قبل اَز ٹیکس منافع میں بھی گزشتہ سال کے مقابلے میں 37% اضافہ ہوا جس کی بڑی وجہ سرمایہ کاری کی آمدن میں 46% اضافہ ہے جو گزشتہ سال کی اسی مدّت کے مقابلے میں حاصل ہوا۔ اسی کے مطابق چھ ماہ کی مدّت کے لیے بعد اَز ٹیکس منافع میں بھی گزشتہ مدّت کے مقابلے میں 37% اضافہ ہوا۔

### ونڈو تکافل آپریشنز

پارٹیسپنٹس تکافل فنڈ کا مجموعی تحریر کردہ حصہ اور سرپلس بالترتیب 2,097,884 ہزار روپے (2024ء: 2,076,166 ہزار روپے) اور 97,378 ہزار روپے (2024ء: خسارہ 20,499 ہزار روپے) رہے۔ 30 جون 2025ء کو ختم ہونے والی ششماہی کے لیے ونڈو تکافل آپریشنز کا قبل اَز ٹیکس منافع 188,449 ہزار روپے رہا (2024ء: 271,856 ہزار روپے)۔

### توقعاتِ مستقبل

پاکستان کی معیشت نے مالی سال 2025ء (FY2025) کے دوران 2.68% کی جی ڈی پی شرح نمو ظاہر کی ہے جو گزشتہ سال کے تسلسل میں استحکام اور مسلسل بہتری کو ظاہر کرتی ہے۔ اسٹیٹ بینک آف پاکستان نے جون اور جولائی میں منعقدہ مانیٹری پالیسی کمیٹی (MPC) کے اجلاسوں میں پالیسی ریٹ 11% پر برقرار رکھا جس کا مقصد افراطِ زر کو قابو میں رکھنا اور سخت مالیاتی پالیسیوں کے ذریعے پائیدار معاشی نمو حاصل کرنا ہے۔ مستقل پالیسی اقدامات کے ذریعے حکومت نے مہنگائی کے دباؤ کو کم کیا جو سال بہ سال (YoY) بنیاد پر جون میں گھٹ کر 3.2% تک آ گیا۔ موجودہ سال کے دوسرے نصف حصے میں بھی میکرو اکنامک استحکام اور نمو کے رجحان کے جاری رہنے کی توقع ہے۔

### اعتراف

ہم اپنے شیئر ہولڈرز، معزّز صارفین، ملازمین اور ترقیاتی عملے کا اُن کی مستقل معاونت پر تہہِ دل سے شکریہ ادا کرتے ہیں جنھوں نے آدمجی انشورنس کو پاکستان کی بڑی اور نمایاں انشورنس کمپنی بننے میں مدد کی۔ ہم سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور اسٹیٹ بینک آف پاکستان کی مستقل کی معاونت اور فراہم کردہ رہنمائی کو بھی سراہتے ہیں۔

منجانب و برائے بورڈ

محمد علی زیب
مینجنگ ڈائریکٹر اینڈ چیف ایگزیکٹیو آفیسر

شیخ محمد جاوید
ڈائریکٹر

لاہور: 28 اگست 2025ء

# INDEPENDENT AUDITOR'S REVIEW REPORT

### To the members of Adamjee Insurance Company Limited

### Report on Review of Unconsolidated Condensed Interim Financial Statements

### Introduction

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

### Scope of Review

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

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

## Other matters

Pursuant to the requirement of section 237(1)(b) of the Companies Act, 2017, only cumulative figures for six month period ended, presented in second quarter accounts are subject to a limited scope review by the statutory auditors of the company. Accordingly, the figures of the unconsolidated condensed interim profit and loss account and unconsolidated condensed interim statement of comprehensive income for the three months period ended 30 June 2025 have not been reviewed by us.

The unconsolidated condensed interim financial statements of the Company for six month period ended 30 June 2024 and unconsolidated financial statements for the year ended 31 December 2024 were reviewed and audited respectively by another firm of Chartered Accountants whose review report dated 29 August 2024 and auditor's report dated 27 March 2025 expressed unqualified conclusion and unmodified opinion respectively, on the aforementioned financial statements.

The engagement partner on the review resulting in this independent auditor's review report is Syed Mustafa Ali.

**RIAZ AHMAD & COMPANY**
**Chartered Accountants**

**Lahore**

**Date:** 28 August 2025

**UDIN:** RR202510168gYq1L9e6v

BY THE NUMBERS

# UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

## SIX MONTHS ENDED 30 JUNE 2025

**Adamjee Insurance Company Limited**
**Unconsolidated Condensed Interim Statement of Financial Position**
**As at June 30, 2025**

| | Note | (Un-Audited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|
| | | Rupees in thousand | *(Restated)* |
| **ASSETS** | | | |
| Property and equipment | 8 | **4,286,730** | 4,234,751 |
| Intangible assets | 9 | **148,867** | 148,272 |
| Investment properties | 10 | **3,352,034** | 3,343,498 |
| Investment in subsidiary | 11 | **2,223,110** | 2,396,166 |
| Investments | | | |
| Equity securities | 12 | **38,238,632** | 36,876,497 |
| Debt securities | 13 | **8,065,861** | 4,527,260 |
| Term deposits | 14 | **14,344,268** | 11,281,778 |
| Loans and other receivables | 15 | **1,226,965** | 1,763,936 |
| Insurance / reinsurance receivables | 16 | **10,105,097** | 7,992,721 |
| Reinsurance recoveries against outstanding claims | | **14,053,087** | 15,361,295 |
| Salvage recoveries accrued | | **547,205** | 400,039 |
| Deferred commission expense / acquisition cost | | **3,924,941** | 3,116,714 |
| Prepayments | 17 | **6,468,908** | 8,575,791 |
| Bank deposits subject to encumbrances | 18 | **5,309,657** | 3,040,688 |
| Cash and banks | 19 | **4,058,138** | 3,982,563 |
| | | **116,353,500** | 107,041,969 |
| Total assets of Window Takaful Operations - Operator's Fund and Participants' Takaful Fund | 20 | **4,534,317** | 5,098,930 |
| **TOTAL ASSETS** | | **120,887,817** | 112,140,899 |
| **EQUITY AND LIABILITIES** | | | |
| **Capital and reserves attributable to the Company's equity holders** | | | |
| Ordinary share capital | | **3,500,000** | 3,500,000 |
| Reserves | 21 | **16,269,897** | 14,941,400 |
| Unappropriated profit | | **24,269,312** | 22,183,838 |
| **Total Equity** | | **44,039,209** | 40,625,238 |
| **Surplus on revaluation of fixed assets** | | **30,964** | 30,390 |
| **Liabilities** | | | |
| **Underwriting provisions** | | | |
| Outstanding claims including IBNR | | **23,401,765** | 24,345,048 |
| Unearned premium reserves | | **27,495,543** | 24,971,654 |
| Unearned reinsurance commission | | **306,014** | 439,530 |
| Retirement benefit obligations | | **222,542** | 192,073 |
| Deferred taxation | | **9,490,529** | 8,602,150 |
| Premium received in advance | | **888,677** | 1,130,715 |
| Insurance / reinsurance payables | | **7,165,977** | 3,739,632 |
| Other creditors and accruals | 22 | **3,625,990** | 3,452,617 |
| Lease liabilities | | **33,945** | 31,693 |
| Deposits against cash margin | | **426,323** | 436,620 |
| Taxation - provision less payments | | **649,256** | 354,188 |
| | | **73,706,561** | 67,695,920 |
| Total liabilities of Window Takaful Operations - Operator's Fund and Participants' Takaful Fund | 20 | **3,111,083** | 3,789,351 |
| **TOTAL EQUITY AND LIABILITIES** | | **120,887,817** | 112,140,899 |
| **Contingencies and commitments** | 23 | | |

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

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Unconsolidated Condensed Interim Profit or Loss Account**
**For six month period ended June 30, 2025**

| | | (Unaudited) | | | |
|---|---|---|---|---|---|
| | | For three month period ended | | For six month period ended | |
| | Note | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | | | |
| Net insurance premium | 24 | **9,084,391** | 6,161,619 | **17,373,437** | 11,877,203 |
| Net insurance claims | 25 | **(6,071,321)** | (3,868,237) | **(11,361,227)** | (7,431,509) |
| Net commission and other acquisition costs | 26 | **(1,317,755)** | (911,389) | **(2,617,260)** | (1,709,122) |
| Insurance claims and acquisition expenses | | **(7,389,076)** | (4,779,626) | **(13,978,487)** | (9,140,631) |
| Management expenses | | **(1,614,854)** | (1,238,650) | **(3,126,049)** | (2,465,318) |
| **Underwriting results** | | **80,461** | 143,343 | **268,901** | 271,254 |
| Investment income | 27 | **1,566,159** | 1,209,605 | **3,519,697** | 2,412,180 |
| Rental income | | **53,351** | 48,781 | **105,722** | 97,079 |
| Other income | 28 | **64,211** | 129,010 | **420,445** | 251,796 |
| Other expenses | | **(82,242)** | (82,090) | **(162,793)** | (141,440) |
| **Results of operating activities** | | **1,681,940** | 1,448,649 | **4,151,972** | 2,890,869 |
| Finance costs | | **(2,115)** | (1,569) | **(3,570)** | (3,628) |
| Profit from Window Takaful Operations - Operator's Fund | 20 | **87,907** | 98,166 | **188,449** | 271,856 |
| **Profit before taxation** | | **1,767,732** | 1,545,246 | **4,336,851** | 3,159,097 |
| Income tax expense | | **(738,759)** | (615,195) | **(1,726,377)** | (1,254,296) |
| **Profit after taxation** | | **1,028,973** | 930,051 | **2,610,474** | 1,904,801 |
| | | (Rupees) | | | |
| Earnings after tax per share - basic and diluted | 29 | **2.94** | 2.65 | **7.46** | 5.44 |

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

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Unconsolidated Condensed Interim Statement of Comprehensive Income**
**For six month period ended June 30, 2025**

| | (Unaudited) | | | |
|---|---|---|---|---|
| | For three month period ended | | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | | | |
| **Profit after taxation** | **1,028,973** | 930,051 | **2,610,474** | 1,904,801 |
| **Other comprehensive income** | | | | |
| **Items that will not be subsequently reclassified to profit and loss account** | | | | |
| - Surplus on revaluation of fixed assets - net of tax | **397** | 37 | **574** | (386) |
| **Items that may be reclassified subsequently to profit and loss:** | | | | |
| - Unrealized gain on 'available-for-sale' investments - net of tax | **1,440,206** | 2,048,286 | **1,621,919** | 3,157,174 |
| - Reclassification adjustment relating to 'available for sale' investments disposed of during the period - net of tax | **(103,189)** | (58,781) | **(340,604)** | (58,781) |
| - Unrealized loss on 'available for sale' investments from Window Takaful Operations - net of tax | **(8,878)** | - | **(550)** | - |
| - Net effect of translation of foreign branch | **68,258** | 2,908 | **47,732** | (30,478) |
| Other comprehensive income for the period | **1,396,397** | 1,992,413 | **1,328,497** | 3,067,915 |
| **Total comprehensive income for the period** | **2,425,767** | 2,922,501 | **3,939,545** | 4,972,330 |

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

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

Adamjee Insurance Company Limited
Unconsolidated Condensed Interim Cash Flow Statement
For six month period ended June 30, 2025

| | (Unaudited) | |
|---|---|---|
| | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | |
| **Operating Cash flows** | | |
| **Underwriting activities** | | |
| Insurance premium received | **28,154,316** | 22,389,769 |
| Reinsurance premium paid | **(4,585,465)** | (7,328,664) |
| Claims paid | **(18,679,841)** | (13,274,055) |
| Reinsurance and other recoveries received | **6,854,112** | 5,321,535 |
| Commission paid | **(4,080,961)** | (2,653,418) |
| Commission received | **532,837** | 383,954 |
| Other underwriting payments | **(2,507,623)** | (2,198,868) |
| **Net cash flow from underwriting activities** | **5,687,375** | 2,640,253 |
| **Other operating activities** | | |
| Income tax paid | **(1,287,888)** | (802,474) |
| Other operating payments | **(151,113)** | (153,823) |
| Loans advanced | **(36,516)** | (29,716) |
| Loans instalments received | **38,483** | 37,981 |
| Other operating receipts | **23,870** | 12,915 |
| **Net cash flow from other operating activities** | **(1,413,164)** | (935,117) |
| **Total cash flow from all operating activities** | **4,274,211** | 1,705,136 |
| **Investment activities** | | |
| Profit / return received on bank deposits | **644,052** | 630,617 |
| Income received from Pakistan Investment Bonds and foreign Government Bonds | **135,730** | 158,292 |
| Income received from Treasury Bills | **693** | 80,293 |
| Bank deposits subject to encumbrances | **(2,268,969)** | 83,188 |
| Dividends received | **1,968,703** | 1,750,788 |
| Rentals received | **107,609** | 91,503 |
| Payments for investments | **(23,542,983)** | (12,674,033) |
| Proceeds from disposal of investments | **19,165,564** | 9,126,743 |
| Investment related expenses | **(5,839)** | (460) |
| Fixed capital expenditure - operating assets | **(179,028)** | (40,892) |
| Fixed capital expenditure - intangible assets | **(36,090)** | (46,116) |
| Proceeds from disposal of operating fixed assets | **342,652** | 24,435 |
| **Total cash flow from investing activities** | **(3,667,906)** | (815,642) |
| **Financing activities** | | |
| Payments against lease liabilities | **(12,228)** | (11,302) |
| Dividends paid | **(518,502)** | (519,338) |
| **Total cash flow from financing activities** | **(530,730)** | (530,640) |
| **Net cash flow from all activities** | **75,575** | 358,854 |
| Cash and cash equivalents at beginning of the period | **3,982,563** | 2,127,420 |
| **Cash and cash equivalents at end of the period** | **4,058,138** | 2,486,274 |

| | (Unaudited) | |
|---|---|---|
| | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 |
| | **Rupees in thousand** | |
| **Reconciliation to profit or loss account** | | |
| Operating cash flows | **4,274,211** | 1,705,136 |
| Depreciation expense | **(93,820)** | (91,383) |
| Provision for retirement benefit obligations | **(32,107)** | (28,534) |
| Finance costs | **(3,570)** | (3,628) |
| Other income - bank and term deposits | **476,847** | 472,700 |
| Gain on disposal of operating fixed assets | **288,544** | 11,696 |
| Rental income | **107,600** | 98,714 |
| Decrease in assets other than cash | **(699,823)** | (777,572) |
| Increase in liabilities other than running finance | **(2,046,074)** | (285,937) |
| Net realized gains on investments | **773,639** | 145,376 |
| Investment related expenses | **(5,839)** | (460) |
| Amortization expense | **(36,319)** | (16,038) |
| Increase in unearned premium | **(2,523,889)** | (1,158,787) |
| Decrease in loans | **(1,967)** | (8,265) |
| Income taxes paid | **1,287,888** | 802,474 |
| Increase in tax liabilities | **(1,726,377)** | (1,254,296) |
| Dividend income | **1,968,752** | 1,750,788 |
| Income from Treasury Bills | **289,009** | 106,411 |
| Income from Pakistan Investment Bonds and foreign Government Bonds | **125,320** | 164,550 |
| Profit from Window Takaful Operations - Operator's fund | **188,449** | 271,856 |
| **Profit after tax** | **2,610,474** | 1,904,801 |
| **Cash and cash equivalents for the purposes of cash flow statement consists of:** | | |
| Cash and cash equivalents | **13,794** | 4,894 |
| Current and saving accounts | **4,044,344** | 2,481,380 |
| **Total cash and cash equivalents** | **4,058,138** | 2,486,274 |

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

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Unconsolidated Condensed Interim Statement of Changes in Equity**
**For six month period ended June 30, 2025**

| | Share capital | Capital reserves | | | | | Revenue reserves | | |
|---|---|---|---|---|---|---|---|---|---|
| | Issued, subscribed and paid up | Reserve for exceptional losses | Investment fluctuation reserve | Exchange translation reserve | Fair value reserve | Surplus on revaluation of fixed assets | General reserve | Unappropriated profit | Total |
| | Rupees in thousand | | | | | | | | |
| **Balance as at December 31, 2023 - (Audited)** | 3,500,000 | 22,859 | 3,764 | 2,165,419 | 4,835,209 | 30,754 | 936,500 | 19,156,318 | **30,650,823** |
| Profit for the period January 01, 2024 to June 30, 2024 | - | - | - | - | - | - | - | 1,904,801 | **1,904,801** |
| Other comprehensive income for the period January 01, 2024 to June 30, 2024 | - | - | - | (30,478) | 3,098,393 | (386) | - | - | **3,067,529** |
| **Total comprehensive income for the period** | - | - | - | (30,478) | 3,098,393 | (386) | - | 1,904,801 | **4,972,330** |
| **Transactions with owners of the Company** | | | | | | | | | |
| Final dividend for the year ended December 31, 2023 @ 15% (Rupee 1.50/- per share) | - | - | - | - | - | - | - | (525,000) | **(525,000)** |
| **Balance as at June 30, 2024 - (Unaudited)** | 3,500,000 | 22,859 | 3,764 | 2,134,941 | 7,933,602 | 30,368 | 936,500 | 20,536,119 | **35,098,153** |
| Profit for the period July 01, 2024 to December 31, 2024 | - | - | - | - | - | - | - | 2,145,401 | **2,145,401** |
| Other comprehensive income for the period July 01, 2024 to December 31, 2024 | - | - | - | 2,731 | 3,907,003 | 22 | - | 27,318 | **3,937,074** |
| **Total comprehensive income for the period** | - | - | - | 2,731 | 3,907,003 | 22 | - | 2,172,719 | **6,082,475** |
| | 3,500,000 | 22,859 | 3,764 | 2,137,672 | 11,840,605 | 30,390 | 936,500 | 22,708,838 | **41,180,628** |
| **Transactions with owners of the Company** | | | | | | | | | |
| Interim dividend for the half year ended June 30, 2024 @ 15% (Rupee 1.50/- per share) | - | - | - | - | - | - | - | (525,000) | **(525,000)** |
| **Balance as at December 31, 2024 - (Audited)** | 3,500,000 | 22,859 | 3,764 | 2,137,672 | 11,840,605 | 30,390 | 936,500 | 22,183,838 | **40,655,628** |
| Profit for the period January 01, 2025 to June 30, 2025 | - | - | - | - | - | - | - | 2,610,474 | **2,610,474** |
| Other comprehensive income for the period January 01, 2025 to June 30, 2025 | - | - | - | 47,732 | 1,280,765 | 574 | - | - | **1,329,071** |
| **Total comprehensive income for the period** | - | - | - | 47,732 | 1,280,765 | 574 | - | 2,610,474 | **3,939,545** |
| **Transactions with owners of the Company** | | | | | | | | | |
| Final dividend for the year ended December 31, 2024 @ 15% (Rupees 1.50/- per share) | - | - | - | - | - | - | - | (525,000) | **(525,000)** |
| **Balance as at June 30, 2025 - (Unaudited)** | 3,500,000 | 22,859 | 3,764 | 2,185,404 | 13,121,370 | 30,964 | 936,500 | 24,269,312 | **44,070,173** |

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

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

## 1 Legal status and nature of business

Adamjee Insurance Company Limited ('the Company') is a public limited Company incorporated in Pakistan on September 28, 1960 under the repealed Companies Act, 1913 (now the Companies Act, 2017). The Company is listed on Pakistan Stock Exchange limited and is principally engaged in the general insurance business. The registered office of the Company is situated at Adamjee House Building, 80/A Block E-1, Main Boulevard Gulberg-III, Lahore.

The Company was granted authorization on December 23, 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by the Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on January 01, 2016.

## 2 Basis of preparation and statement of compliance

These unconsolidated condensed interim financial statements of the Company for the six month period ended June 30, 2025 have been prepared in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards comprise of:

- International Accounting Standard 34 - "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and

- Provision of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019.

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

As per the requirements of the Takaful Rules, 2012 and SECP Circular No. 25 of 2015 dated July 09, 2015, previously, the assets, liabilities, profit and loss and other comprehensive income of the Operator's Fund of the Window Takaful Operations of the Company have been presented as a single line item in the statement of financial position, profit and loss account and statement of comprehensive income of the Company respectively. During the year, the Securities and Exchange Commission of Pakistan (SECP), with the approval of the Policy Board, introduced certain amendments to the General Takaful Accounting Regulations, 2019 through S.R.O. 311(I)/2025. These amendments specifically impact the Regulation 6 and require insurers, who are undertaking Window Takaful Operations to disclose, in addition to the assets and liabilities of Operator's Fund (OPF), the assets and liabilities of Participants' Takaful Fund (PTF) as a single line item in their statement of financial position. This change has been applied as a change in accounting policy retrospectively, in accordance with the requirements of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors". Had there been no change in accounting policy, Assets and Liabilities of PTF amounting to Rs. 2,508 million (December 31, 2024: Rs. 3,017 million) and Rs. 2,508 million (December 31, 2024: Rs. 3,017 million), respectively, would have not been presented in the statement of financial position of the Company. A separate set of financial statements of the Window Takaful Operations has been annexed to these condensed interim financial statements as per the requirements of the Takaful Rules, 2012.

These unconsolidated 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 annual financial statements of the Company for the year ended December 31, 2024. Comparative figures for unconsolidated condensed interim statement of financial position are stated from annual audited financial statements of the Company for the year ended December 31, 2024, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in equity and interim statement of cash flow and related notes are extracted from unconsolidated condensed interim financial statements of the Company for the six month ended June 30, 2024.

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

## 3 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under historical cost convention except for certain foreign currency translation adjustments, certain financial instruments carried at fair value, investment property carried at fair value, right of use assets and their related lease liabilities which are measured at their present values at initial recognition and retirement benefit obligations under employees benefits carried at present value. All transactions reflected in these unconsolidated condensed interim financial statements are on accrual basis except for those reflected in cash flow statement.

## 4 Material accounting policies

Except for the change in the accounting policy as disclosed in note 2 to these unconsolidated condensed interim financial statements, the material accounting policies and the methods of computation adopted are same as those applied in the preparation of unconsolidated annual audited financial statements for the year ended December 31, 2024.

**4.1 Standards, amendments or interpretations**

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures in these unconsolidated condensed interim financial statements.

**IFRS 9**

IFRS 9 " Financial Instruments" has become applicable , however as insurance company , the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below:

The tables below set out the fair values as at the end of reporting period and the amount of changes in the fair value during that period 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 held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and

(b) all other financial assets

| | June 30, 2025 (Unaudited) | | | | |
|---|---|---|---|---|---|
| | Fail the SPPI test | | Pass the SPPI test | | |
| | Fair value | Change in unrealized gain / (loss) during the period | Carrying Value | Cost less Impairment | Change in unrealized gain / (loss) during the period |
| **Financial assets** | Rupees in thousand | | | | |
| Cash and Banks* | 2,667,556 | - | 1,390,582 | - | - |
| Bank deposits subject to encumbrances* | 5,309,657 | - | - | - | - |
| Investments in equity securities - available-for-sale | 38,238,632 | 2,100,516 | - | - | - |
| Investments in debt securities - held-to-maturity | - | - | 8,065,861 | - | - |
| Term deposits* | - | - | 14,344,268 | - | - |
| Loans and other receivables* | 723,363 | - | 1,777 | - | - |
| **Total** | **46,939,208** | **2,100,516** | **23,802,488** | **-** | **-** |

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

**5 Use of estimates and judgments**

The preparation of these unconsolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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

During preparation of these unconsolidated condensed interim financial statements, the significant judgments made by the management in applying the Company's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Company for the year ended December 31, 2024.

**6 Functional and presentation currency**

These unconsolidated condensed interim financial statements are presented in Pakistani Rupees, which is also the Company’s functional currency. Figures have been rounded off to the nearest thousand rupees unless other wise stated.

**7 Insurance and Financial risk management**

The Company's financial risk management objectives and policies are consistent with those disclosed in the unconsolidated annual financial statements for the year ended December 31, 2024.

| | | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| | | | Rupees in thousand | |
| **8** | **Property and equipment** | | | |
| | Operating assets | 8.1 | **4,242,343** | 4,115,225 |
| | Capital work in progress | | **14,755** | 92,166 |
| | Right of use asset | | **29,632** | 27,360 |
| | | | **4,286,730** | 4,234,751 |
| **8.1** | **Operating assets** | | | |
| | Opening balance - net book value | | **4,115,225** | 4,142,868 |
| | Additions during the period / year | 8.1.1 | **256,439** | 168,977 |
| | (Less) / Add: | | | |
| | Book value of disposals during the period / year | 8.1.2 | **(54,108)** | (21,507) |
| | Depreciation charged during the period / year | | **(84,961)** | (168,600) |
| | Exchange differences and other adjustments | | **9,748** | (6,513) |
| | | | **(129,321)** | (196,620) |
| | | | **4,242,343** | 4,115,225 |
| **8.1.1** | **Additions during the period / year:** | | | |
| | Land and buildings | | **28,908** | - |
| | Furniture and fixtures | | **1,200** | 5,259 |
| | Motor vehicles | | **155,043** | 148,244 |
| | Machinery and equipment | | **55,413** | 6,680 |
| | Computer and related accessories | | **15,875** | 8,794 |
| | | | **256,439** | 168,977 |
| **8.1.2** | **Book value of disposals during the period / year:** | | | |
| | Land and buildings | | **32,540** | |
| | Furniture and fixtures | | **5,229** | - |
| | Motor vehicles | | **14,138** | 17,257 |
| | Machinery and equipment | | **2,198** | 2,070 |
| | Computer and related accessories | | **3** | 2,180 |
| | | | **54,108** | 21,507 |
| **9** | **Intangible assets** | | | |
| | Opening balance - net book value | | **113,858** | 100,725 |
| | Additions during the period / year | | **62,041** | 47,120 |
| | (Less) / Add: | | | |
| | Amortization charged during the period / year | | **(36,319)** | (33,493) |
| | Exchange difference | | **824** | (494) |
| | | | **(35,495)** | (33,987) |
| | | | **140,404** | 113,858 |
| | Capital work in progress | | **8,463** | 34,414 |
| | | | **148,867** | 148,272 |
| **10** | **Investment properties** | | | |
| | Opening net book value | | **3,343,498** | 2,914,435 |
| | Unrealized fair value gain | | **-** | 432,507 |
| | Exchange differences and other adjustments | | **8,536** | (3,444) |
| | **Closing book value** | | **3,352,034** | 3,343,498 |

**10.1** The market values of the investment properties are based on valuations conducted by professional valuers as of December 31, 2024, and as ascertained by the management.

| | | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| | | | Rupees in thousand | |
| **11** | **Investment in a subsidiary** | | | |
| | Adamjee Life Assurance Company Limited - at cost | 11.1 | **2,223,110** | 2,396,166 |

**11.1** Adamjee Life Assurance Company Limited ("the Company") was incorporated in Pakistan on August 04, 2008 as a public unlisted company under the Companies Act, 2017 (Previously Companies Ordinance,1984). The Company was converted to a public limited company on March 4, 2022 and registered itself on Pakistan Stock Exchange. Registered office of the Company is at 5th floor, Islamabad Stock Exchange Towers, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is at Adamjee House, 3rd and 4th Floor, I.I Chundrigar Road, Karachi.

## 12 Investments - Equity securities

**Available-for-sale**

| | June 30, 2025 (Unaudited) | | | | December 31, 2024 (Audited) | | | |
|---|---|---|---|---|---|---|---|---|
| | **Cost** | **Impairment / Provision** | **Unrealized Gain** | **Carrying Value** | Cost | Impairment / Provision | Unrealized Gain | Carrying Value |
| | | | | **Rupees in thousand** | | | | |
| **Related parties** | | | | | | | | |
| Listed shares | **10,508,545** | **(32,988)** | **12,372,045** | **22,847,602** | 10,508,545 | (32,988) | 9,684,847 | 20,160,404 |
| Unlisted shares | **2,882,316** | **-** | **3,151,763** | **6,034,079** | 2,882,316 | - | 3,151,763 | 6,034,079 |
| | **13,390,861** | **(32,988)** | **15,523,808** | **28,881,681** | 13,390,861 | (32,988) | 12,836,610 | 26,194,483 |
| **Others** | | | | | | | | |
| Listed shares | **4,747,341** | **(1,408,633)** | **5,946,168** | **9,284,876** | 5,029,126 | (1,673,103) | 6,515,346 | 9,871,369 |
| NIT Units | **161** | **-** | **1,498** | **1,659** | 161 | - | 1,597 | 1,758 |
| Mutual Funds | **48,860** | **(16,366)** | **37,922** | **70,416** | 769,926 | (16,366) | 55,327 | 808,887 |
| | **4,796,362** | **(1,424,999)** | **5,985,588** | **9,356,951** | 5,799,213 | (1,689,469) | 6,572,270 | 10,682,014 |
| **Total** | **18,187,223** | **(1,457,987)** | **21,509,396** | **38,238,632** | 19,190,074 | (1,722,457) | 19,408,880 | 36,876,497 |

**12.1** 37,300,000 (December 31, 2024: 7,700,000) shares of MCB Bank Limited and 1,400,000 (December 31, 2024: 5,200,000) shares of Fauji Fertilizer Company Limited have been pledged against SBLC (Standby Letter of Credit) issued in favour of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Company, as collateral for NCCPL and relating to UAE branch.

| | Note | **(Unaudited)** **June 30, 2025** | (Audited) December 31, 2024 |
|---|---|---|---|
| | | **Rupees in thousand** | |
| **13 Investments - Debt securities** | | | |
| **Held to maturity** | | | |
| **Inside Pakistan** | | | |
| Treasury Bills | | **5,208,758** | 2,509,665 |
| Pakistan Investment Bonds | 13.1 | **1,465,735** | 1,460,578 |
| | | **6,674,493** | 3,970,243 |
| **Outside Pakistan** | | | |
| Government Bonds | | **1,391,368** | 557,017 |
| | | **8,065,861** | 4,527,260 |

**13.1** Pakistan Investment Bonds with face value of Rs. 400,000 thousands are placed with State Bank of Pakistan under section 29 of the Insurance Ordinance, 2000.

| | **(Unaudited)** **June 30, 2025** | (Audited) December 31, 2024 |
|---|---|---|
| **14 Investments - Term deposits** | | |
| **Held to maturity** | | |
| | **Rupees in thousand** | |
| **Deposits maturing within 12 months** | | |
| **Outside Pakistan** | | |
| - related parties | **2,128,234** | 2,089,041 |
| - others | **12,216,034** | 9,192,737 |
| | **14,344,268** | 11,281,778 |
| | **14,344,268** | 11,281,778 |

**14.1** These include fixed deposits amounting to Rs. 698,497 thousands (AED 9,040 thousands) [December 31, 2024: Rs. 455,017 thousands (AED 6,000 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches for the purpose of carrying on business in United Arab Emirates.

| | | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| **15** | **Loans and other receivables - considered good** | | **Rupees in thousand** | |
| | Rent receivable | | **-** | 9 |
| | Receivable from related parties | 15.1 | **114,857** | 105,579 |
| | Accrued income | | **285,457** | 468,180 |
| | Security deposits | | **61,061** | 61,704 |
| | Advances to employees and suppliers | | **500,154** | 250,236 |
| | Advance agent commission | | **1,671** | 5,796 |
| | Loans to employees | | **52,681** | 54,426 |
| | Receivable from salvage buyers | | **77,928** | 309,858 |
| | Receivable from Window Takaful Operations | | **-** | 338,097 |
| | Other receivables | | **133,156** | 170,051 |
| | | | **1,226,965** | 1,763,936 |

**15.1** This represents receivable from Adamjee Life Assurance Company Limited, subsidiary of the Company, in respect of cash value of life policies obtained for key management personnel of the Company. The Company is the beneficiary in respect of policies obtained for the employees.

| | | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|
| **16** | **Insurance / reinsurance receivables - unsecured and considered good** | **Rupees in thousand** | |
| | Due from insurance contract holders | **10,169,598** | 8,590,969 |
| | Provision for impairment of receivables from insurance contract holders | **(1,657,816)** | (1,631,532) |
| | | **8,511,782** | 6,959,437 |
| | Due from other insurers / reinsurers | **1,794,617** | 1,234,586 |
| | Provision for impairment of due from other insurers / reinsurers | **(201,302)** | (201,302) |
| | | **1,593,315** | 1,033,284 |
| | | **10,105,097** | 7,992,721 |

**16.1** Due from insurance contact holders include an amount of Rs. 729,062 thousands (December 31, 2024: Rs. 371,085 thousands) held with related parties.

| | | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| **17** | **Prepayments** | | **Rupees in thousand** | |
| | Prepaid reinsurance premium ceded | | **6,076,758** | 8,370,324 |
| | Prepaid miscellaneous expenses | | **392,150** | 205,467 |
| | | | **6,468,908** | 8,575,791 |
| **18** | **Bank deposits subject to encumbrances** | | | |
| | **Inside Pakistan** | | | |
| | Saving accounts under lien | 18.1 | **504,788** | 549,011 |
| | Margin against guarantee | 18.2 | **83,999** | 83,999 |
| | | | **588,787** | 633,010 |
| | **Outside Pakistan** | | | |
| | Current accounts under lien | 18.3 | **80,963** | 128,800 |
| | Margin against guarantee | 18.4 | **4,639,907** | 2,278,878 |
| | | | **4,720,870** | 2,407,678 |
| | | | **5,309,657** | 3,040,688 |

**18.1** This represents lien marked on cash deposits in saving accounts against SBLC (Standby Letter of Credit) issued in favor of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Company and for claims under litigation filed against the Company.

**18.2** This represents margin against bank guarantee, kept with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Company for claims under litigation filed against the Company and bid bond guarantees.

**18.3** This represents lien marked on current accounts by the banks as per the instructions issued by the Court in lieu of execution of legal orders in different cases pertaining to claims in United Arab Emirates.

**18.4** This represents margin provided for bank guarantees issued outside Pakistan in favor of the Central Bank of the UAE to meet regulatory requirement.

| | | **(Unaudited)** | (Audited) |
|---|---|---|---|
| | | **June 30, 2025** | December 31, 2024 |
| | | **Rupees in thousand** | |
| **19** | **Cash and banks** | | |
| | **Cash and cash equivalents** | | |
| | **Inside Pakistan** | | |
| | Cash in hand | **1,396** | 1,316 |
| | Policy & Revenue stamps, Bond papers | **12,398** | 12,364 |
| | | **13,794** | 13,680 |
| | **Cash at banks** | | |
| | **Inside Pakistan** | | |
| | Current accounts | **201,950** | 365,307 |
| | Saving accounts | **1,388,236** | 691,277 |
| | | **1,590,186** | 1,056,584 |
| | **Outside Pakistan** | | |
| | Current accounts | **2,451,812** | 2,909,980 |
| | Saving accounts | **2,346** | 2,319 |
| | | **2,454,158** | 2,912,299 |
| | | **4,044,344** | 3,968,883 |
| | | **4,058,138** | 3,982,563 |

**19.1** Saving / Profit and loss accounts placed in Pakistan carry expected profit rates ranging from 8% to 11.50% (December 31, 2024: 13.50% to 20.50%).

| | | | **(Unaudited)** | (Audited) |
|---|---|---|---|---|
| | | | **June 30, 2025** | December 31, 2024 |
| **20** | **Window Takaful Operations - Operator's Fund and Participants' Takaful Fund** | **Note** | **Rupees in thousand** | |
| | | | | *(Restated)* |
| | Total assets of Operator's Fund | 20.1 | **2,026,694** | 2,082,402 |
| | Total assets of Participants' Takaful Fund | 20.2 | **2,507,623** | 3,016,528 |
| | | | **4,534,317** | 5,098,930 |
| | Total liabilities of Operator's Fund | 20.1 | **603,460** | 772,823 |
| | Total liabilities against Participants' Takaful Fund | 20.2 | **2,507,623** | 3,016,528 |
| | | | **3,111,083** | 3,789,351 |

| | | **(Unaudited)** | (Audited) |
|---|---|---|---|
| | | **June 30, 2025** | December 31, 2024 |
| **20.1** | **Operator's Fund** | **Rupees in thousand** | |
| | **Assets** | | |
| | Cash and bank deposits | **105,927** | 295,515 |
| | Qard-e-Hasna to Participant Takaful Fund | **-** | 221,460 |
| | Investments - Equity securities | **657,503** | 1,075,440 |
| | Investments - Debt securities | **46,418** | 51,418 |
| | Investments - Term Deposits | **900,000** | - |
| | Intangible assets | **14,628** | 15,214 |
| | Property and equipment | **65,078** | 46,568 |
| | Current assets - others | **237,140** | 376,787 |
| | **Total Assets** | **2,026,694** | 2,082,402 |
| | **Total liabilities** | **603,460** | 772,823 |

| | | (Unaudited) | | | |
|---|---|---|---|---|---|
| | | For three month period ended | | For six month period ended | |
| | | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | | | |
| **20.1.1** | Wakala income | **279,878** | 234,784 | **522,488** | 463,524 |
| | Commission expense | **(154,238)** | (136,433) | **(217,312)** | (168,175) |
| | Management expenses | **(101,017)** | (72,382) | **(190,195)** | (145,167) |
| | Investment income | **46,868** | 40,672 | **50,851** | 80,101 |
| | Other income | **7,033** | 14,298 | **12,834** | 20,285 |
| | Mudarib's share of PTF investment income | **11,062** | 17,997 | **12,231** | 22,828 |
| | Other expenses | **(1,679)** | (770) | **(2,448)** | (1,540) |
| | Profit before taxation | **87,907** | 98,166 | **188,449** | 271,856 |
| | Taxation | **(35,141)** | (38,013) | **(74,244)** | (105,752) |
| | **Profit after taxation** | **52,766** | 60,153 | **114,205** | 166,104 |

| | | **(Unaudited)** | (Audited) |
|---|---|---|---|
| | | **June 30, 2025** | December 31, 2024 |
| **20.2** | **Participant's Takaful Fund** | **Rupees in thousand** | |
| | **Assets** | | |
| | Cash and bank deposits | **275,371** | 896,141 |
| | Investments - Equity securities | **433,600** | 664,478 |
| | Investments - Term Deposits | **400,000** | - |
| | Current assets - others | **1,398,652** | 1,455,909 |
| | **Total Assets** | **2,507,623** | 3,016,528 |
| | **Total liabilities** | **2,507,623** | 3,016,528 |

**20.3** Details of total assets, total liabilities and segment disclosure of window takaful operations are stated in the annexed condensed interim financial statements for the six month period ended June 30, 2025.

| | | **(Unaudited)** | (Audited) |
|---|---|---|---|
| | | **June 30, 2025** | December 31, 2024 |
| **21** | **Reserves** | **Rupees in thousand** | |
| | **Capital reserves** | | |
| | Reserves for exceptional losses | **22,859** | 22,859 |
| | Investment fluctuation reserves | **3,764** | 3,764 |
| | Exchange translation reserves | **2,185,404** | 2,137,672 |
| | Fair value reserves | **13,121,370** | 11,840,605 |
| | | **15,333,397** | 14,004,900 |
| | **Revenue reserve** | | |
| | General reserve | **936,500** | 936,500 |
| | | **936,500** | 936,500 |
| | | **16,269,897** | 14,941,400 |
| **22** | **Other creditors and accruals** | | |
| | Agents commission payable | **1,254,404** | 1,293,273 |
| | Federal excise duty / Sales tax / VAT | **630,164** | 459,172 |
| | Federal insurance fee payable | **73,482** | 44,536 |
| | Workers' welfare fund payable | **529,764** | 441,257 |
| | Tax deducted at source | **73,838** | 60,466 |
| | Accrued expenses | **190,117** | 265,066 |
| | Unpaid and unclaimed dividend | **192,841** | 186,343 |
| | Payable to employees' provident fund | **573** | 514 |
| | Stale cheques | **218,730** | 216,254 |
| | Regulatory fee payable | **92,515** | 129,322 |
| | Other deposits | **37,901** | 50,712 |
| | Unearned receipts | **51,234** | 39,694 |
| | Sundry creditors | **280,427** | 266,008 |
| | | **3,625,990** | 3,452,617 |

## 23 Contingencies and commitments

There has been no significant change in the status of contingencies as reported in the preceding published unconsolidated annual financial statements of the Company for the year ended December 31, 2024 except for the following:

- The Company has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,060,186 thousands (December 31, 2024: Rs. 1,104,757 thousands).

- The Company has issued letter of guarantees amounting to AED 215,269,000 and amounting to Rs. 16,633,276 thousands (December 31, 2024: AED 115,050,000 amounting to Rs. 8,724,955 thousands) relating to UAE branch.

| | (Unaudited) | | | |
|---|---|---|---|---|
| | For three month period ended | | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | | | |
| **24 Net insurance premium revenue** | | | | |
| Written gross premium | **15,367,048** | 12,222,416 | **29,919,561** | 24,049,597 |
| Add: Unearned premium reserve - opening | **26,001,097** | 19,830,734 | **24,971,654** | 19,343,851 |
| Less: Unearned premium reserve - closing | **(27,495,543)** | (20,502,638) | **(27,495,543)** | (20,502,638) |
| Currency translation effect | **212,208** | 13,874 | **294,993** | (111,163) |
| Premium earned | **14,084,810** | 11,564,386 | **27,690,665** | 22,779,647 |
| Less: Reinsurance premium ceded | **(4,172,245)** | (5,083,819) | **(8,011,810)** | (8,976,500) |
| Add: Prepaid reinsurance premium - opening | **(6,896,209)** | (6,680,078) | **(8,370,324)** | (8,298,195) |
| Less: Prepaid reinsurance premium - closing | **6,076,758** | 6,361,927 | **6,076,758** | 6,361,927 |
| Currency translation effect | **(8,723)** | (797) | **(11,852)** | 10,324 |
| Reinsurance expense | **(5,000,419)** | (5,402,767) | **(10,317,228)** | (10,902,444) |
| | **9,084,391** | 6,161,619 | **17,373,437** | 11,877,203 |
| **24.1 Net insurance premium - Business underwritten inside Pakistan** | | | | |
| Written gross premium | **6,621,585** | 7,384,040 | **13,375,405** | 14,218,985 |
| Add: Unearned premium reserve - opening | **10,699,173** | 9,967,740 | **11,643,488** | 10,824,315 |
| Less: Unearned premium reserve - closing | **(10,070,985)** | (9,918,047) | **(10,070,985)** | (9,918,047) |
| Premium earned | **7,249,773** | 7,433,733 | **14,947,908** | 15,125,253 |
| Less: Reinsurance premium ceded | **(3,524,403)** | (4,667,667) | **(6,825,595)** | (8,228,156) |
| Add: Prepaid reinsurance premium - opening | **(6,297,537)** | (5,957,177) | **(7,886,261)** | (7,441,378) |
| Less: Prepaid reinsurance premium - closing | **5,343,288** | 5,727,250 | **5,343,288** | 5,727,250 |
| Reinsurance expense | **(4,478,652)** | (4,897,594) | **(9,368,568)** | (9,942,284) |
| | **2,771,121** | 2,536,139 | **5,579,340** | 5,182,969 |
| **24.2 Net insurance premium - Business underwritten outside Pakistan** | | | | |
| Written gross premium | **8,745,463** | 4,838,376 | **16,544,156** | 9,830,612 |
| Add: Unearned premium reserve - opening | **15,301,924** | 9,862,994 | **13,328,166** | 8,519,536 |
| Less: Unearned premium reserve - closing | **(17,424,558)** | (10,584,591) | **(17,424,558)** | (10,584,591) |
| Currency translation effect | **212,208** | 13,874 | **294,993** | (111,163) |
| Premium earned | **6,835,037** | 4,130,653 | **12,742,757** | 7,654,394 |
| Less: Reinsurance premium ceded | **(647,842)** | (416,152) | **(1,186,215)** | (748,344) |
| Add: Prepaid reinsurance premium - opening | **(598,672)** | (722,901) | **(484,063)** | (856,817) |
| Less: Prepaid reinsurance premium - closing | **733,470** | 634,677 | **733,470** | 634,677 |
| Currency translation effect | **(8,723)** | (797) | **(11,852)** | 10,324 |
| Reinsurance expense | **(521,767)** | (505,173) | **(948,660)** | (960,160) |
| | **6,313,270** | 3,625,480 | **11,794,097** | 6,694,234 |

| | (Unaudited) | | | |
|---|---|---|---|---|
| | For three month period ended | | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | | | |
| **25 Net insurance claims expense** | | | | |
| Claims paid | **10,221,713** | 6,686,969 | **18,679,841** | 13,274,055 |
| Add: Outstanding claims including IBNR - closing | **23,401,765** | 24,832,912 | **23,401,765** | 24,832,912 |
| Less: Outstanding claims including IBNR - opening | **(24,371,164)** | (25,065,182) | **(24,345,048)** | (26,395,403) |
| Currency translation effect | **(163,727)** | (13,198) | **(238,308)** | 126,463 |
| Claims expense | **9,088,587** | 6,441,501 | **17,498,250** | 11,838,027 |
| Less: Reinsurance and other recoveries received | **(3,425,538)** | (2,239,435) | **(7,414,143)** | (5,618,652) |
| Less: Reinsurance and other recoveries in respect of outstanding claims - closing | **(14,600,292)** | (19,608,627) | **(14,600,292)** | (19,608,627) |
| Add: Reinsurance and other recoveries in respect of outstanding claims - opening | **14,926,860** | 19,268,369 | **15,761,334** | 20,902,569 |
| Currency translation effect | **81,704** | 6,429 | **116,078** | (81,808) |
| Reinsurance and other recoveries revenue | **(3,017,266)** | (2,573,264) | **(6,137,023)** | (4,406,518) |
| | **6,071,321** | 3,868,237 | **11,361,227** | 7,431,509 |
| **25.1 Net insurance claims expense - Business underwritten inside Pakistan** | | | | |
| Claims paid | **2,378,942** | 1,820,430 | **5,955,329** | 5,190,000 |
| Add: Outstanding claims including IBNR - closing | **10,408,973** | 13,960,258 | **10,408,973** | 13,960,258 |
| Less: Outstanding claims including IBNR - opening | **(11,033,053)** | (14,683,878) | **(11,912,919)** | (16,482,355) |
| Claims expense | **1,754,862** | 1,096,810 | **4,451,383** | 2,667,903 |
| Less: Reinsurance and other recoveries received | **(718,891)** | (397,693) | **(2,796,956)** | (2,440,437) |
| Less: Reinsurance and other recoveries in respect of outstanding claims - closing | **(8,127,907)** | (12,152,796) | **(8,127,907)** | (12,152,796) |
| Add: Reinsurance and other recoveries in respect of outstanding claims - opening | **8,890,084** | 12,819,614 | **9,926,475** | 14,571,713 |
| Reinsurance and other recoveries revenue | **43,286** | 269,125 | **(998,388)** | (21,520) |
| | **1,798,148** | 1,365,935 | **3,452,995** | 2,646,383 |
| **25.2 Net insurance claims expense - Business underwritten outside Pakistan** | | | | |
| Claims paid | **7,842,771** | 4,866,539 | **12,724,512** | 8,084,055 |
| Add: Outstanding claims including IBNR - closing | **12,992,792** | 10,872,654 | **12,992,792** | 10,872,654 |
| Less: Outstanding claims including IBNR - opening | **(13,338,111)** | (10,381,304) | **(12,432,129)** | (9,913,048) |
| Currency translation effect | **(163,727)** | (13,198) | **(238,308)** | 126,463 |
| Claims expense | **7,333,725** | 5,344,691 | **13,046,867** | 9,170,124 |
| Less: Reinsurance and other recoveries received | **(2,706,647)** | (1,841,742) | **(4,617,187)** | (3,178,215) |
| Less: Reinsurance and other recoveries in respect of outstanding claims - closing | **(6,472,385)** | (7,455,831) | **(6,472,385)** | (7,455,831) |
| Add: Reinsurance and other recoveries in respect of outstanding claims - opening | **6,036,776** | 6,448,755 | **5,834,859** | 6,330,856 |
| Currency translation effect | **81,704** | 6,429 | **116,078** | (81,808) |
| Reinsurance and other recoveries revenue | **(3,060,552)** | (2,842,389) | **(5,138,635)** | (4,384,998) |
| | **4,273,173** | 2,502,302 | **7,908,232** | 4,785,126 |

| | (Unaudited) | | | |
|---|---|---|---|---|
| | For three month period ended | | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | | | |
| **26 Net commission and other acquisition costs** | | | | |
| Commission paid or payable | **2,117,822** | 1,289,968 | **4,034,147** | 2,645,621 |
| Add: Deferred commission expense - opening | **3,487,631** | 2,357,359 | **3,116,714** | 2,133,671 |
| Less: Deferred commission expense - closing | **(3,924,941)** | (2,444,943) | **(3,924,941)** | (2,444,943) |
| Currency translation effect | **41,899** | 2,806 | **58,021** | (21,950) |
| Net commission | **1,722,411** | 1,205,190 | **3,283,941** | 2,312,399 |
| Less: Commission received or recoverable | **(321,129)** | (138,311) | **(532,837)** | (383,954) |
| Add: Unearned reinsurance commission - opening | **(389,285)** | (442,378) | **(439,530)** | (507,332) |
| Less: Unearned reinsurance commission - closing | **306,014** | 286,961 | **306,014** | 286,961 |
| Currency translation effect | **(256)** | (73) | **(328)** | 1,048 |
| Commission from reinsurance | **(404,656)** | (293,801) | **(666,681)** | (603,277) |
| | **1,317,755** | 911,389 | **2,617,260** | 1,709,122 |
| **26.1 Net commission and other acquisition costs - Business underwritten inside Pakistan** | | | | |
| Commission paid or payable | **381,891** | 371,964 | **742,787** | 749,904 |
| Add: Deferred commission expense - opening | **491,918** | 401,736 | **536,004** | 448,982 |
| Less: Deferred commission expense - closing | **(471,176)** | (367,904) | **(471,176)** | (367,904) |
| Net commission | **402,633** | 405,796 | **807,615** | 830,982 |
| Less: Commission received or recoverable | **(307,617)** | (137,223) | **(507,529)** | (379,944) |
| Add: Unearned reinsurance commission - opening | **(374,927)** | (378,254) | **(428,504)** | (415,444) |
| Less: Unearned reinsurance commission - closing | **284,030** | 248,928 | **284,030** | 248,928 |
| Commission from reinsurance | **(398,514)** | (266,549) | **(652,003)** | (546,460) |
| | **4,119** | 139,247 | **155,612** | 284,522 |
| **26.2 Net commission and other acquisition costs - Business underwritten outside Pakistan** | | | | |
| Commission paid or payable | **1,735,931** | 918,004 | **3,291,360** | 1,895,717 |
| Add: Deferred commission expense - opening | **2,995,713** | 1,955,623 | **2,580,710** | 1,684,689 |
| Less: Deferred commission expense - closing | **(3,453,765)** | (2,077,039) | **(3,453,765)** | (2,077,039) |
| Currency translation effect | **41,899** | 2,806 | **58,021** | (21,950) |
| Net commission | **1,319,778** | 799,394 | **2,476,326** | 1,481,417 |
| Less: Commission received or recoverable | **(13,512)** | (1,088) | **(25,308)** | (4,010) |
| Add: Unearned reinsurance commission - opening | **(14,358)** | (64,124) | **(11,026)** | (91,888) |
| Less: Unearned reinsurance commission - closing | **21,984** | 38,033 | **21,984** | 38,033 |
| Currency translation effect | **(256)** | (73) | **(328)** | 1,048 |
| Commission from reinsurance | **(6,142)** | (27,252) | **(14,678)** | (56,817) |
| | **1,313,636** | 772,142 | **2,461,648** | 1,424,600 |

| | (Unaudited) | | | |
|---|---|---|---|---|
| | For three month period ended | | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | | | |
| **27 Investment Income** | | | | |
| **Business underwritten Inside Pakistan** | | | | |
| **Income from equity securities - Available-for-sale** | | | | |
| Dividend income | | | | |
| - associated undertakings | **657,303** | 638,988 | **1,434,449** | 1,411,541 |
| - others | **124,779** | 128,670 | **534,303** | 339,247 |
| | **782,082** | 767,658 | **1,968,752** | 1,750,788 |
| **Income from debt securities - Held to maturity** | | | | |
| Return on Pakistan Investment Bonds | **57,734** | 84,903 | **104,100** | 164,550 |
| Profit on Treasury Bills | **148,573** | 82,845 | **289,009** | 106,411 |
| | **206,307** | 167,748 | **393,109** | 270,961 |
| **Net realized gains on investments - Available-for-sale** | | | | |
| Net realized gains on investments | **383,571** | 145,376 | **773,639** | 145,376 |
| Investment related expenses | **(2,061)** | (460) | **(2,924)** | (460) |
| | **1,369,899** | 1,080,322 | **3,132,576** | 2,166,665 |
| **Business underwritten Outside Pakistan** | | | | |
| **Income from term deposits - Held to maturity** | | | | |
| Return on Term Deposits | **185,839** | 129,283 | **368,816** | 245,515 |
| **Income from debt securities - Held to maturity** | | | | |
| Return on Government bonds | **13,336** | - | **21,220** | - |
| Investment related expenses | **(2,915)** | - | **(2,915)** | - |
| | **196,260** | 129,283 | **387,121** | 245,515 |
| **Net investment income** | **1,566,159** | 1,209,605 | **3,519,697** | 2,412,180 |
| **28 Other income** | | | | |
| Return on bank balances | **49,531** | 118,218 | **108,031** | 227,185 |
| Gain on sale of fixed assets | **3,117** | 5,413 | **288,544** | 11,696 |
| Return on loan to employees | **21** | 25 | **43** | 53 |
| Exchange gain / (loss) | **122** | (2) | **158** | 429 |
| Shared expenses received | **6,911** | 4,000 | **14,279** | 7,970 |
| Miscellaneous | **4,509** | 1,356 | **9,390** | 4,463 |
| | **64,211** | 129,010 | **420,445** | 251,796 |

| | (Unaudited) | | | |
|---|---|---|---|---|
| | For three month period ended | | For six month period ended | |
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| **29 Earnings per share - basic and diluted** | Rupees in thousand | | | |
| There is no dilutive effect on the basic earnings per share which is based on: | | | | |
| Net profit after tax for the period | **1,028,973** | 930,051 | **2,610,474** | 1,904,801 |
| | Number of shares | | | |
| Weighted average number of shares | **350,000,000** | 350,000,000 | **350,000,000** | 350,000,000 |
| | (Rupees) | | | |
| Earnings after tax per share - basic and diluted | **2.94** | 2.65 | **7.46** | 5.44 |

**30 Transactions with related parties**

The Company has related party relationships with its associates, subsidiary company, entities with common directors, employee retirement benefit plans, key management personnel and other parties. 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. There are no transactions with key management personnel other than those specified in their terms of employment.

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:

| | | (Unaudited) | |
|---|---|---|---|
| | | For six month period ended | |
| | | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | |
| **i) Transactions** | | | |
| **Subsidiary company** | | | |
| | Premium underwritten | **28,334** | 26,517 |
| | Premium received | **32,556** | 29,619 |
| | Investments sold | **390,000** | - |
| | Claims paid | **12,183** | 8,962 |
| | Premium paid | **12,225** | 17,845 |
| | Rent paid / payable | **2,288** | 1,500 |
| | Rent / service charges / expenses received | **61,962** | 53,849 |
| | Dividend received | **191,249** | 191,249 |
| **Other related parties** | | | |
| | Premium underwritten | **1,212,536** | 1,170,303 |
| | Premium received | **1,457,213** | 1,815,433 |
| | Claims paid | **395,651** | 454,654 |
| | Commission paid | **25,258** | 13,080 |
| | Rent paid | **6,581** | 5,474 |
| | Rent received | **40,311** | 28,995 |
| | Dividend received | **1,024,120** | 1,016,508 |
| | Dividend paid | **187,022** | 245,995 |
| | Income on bank deposits | **53,396** | 187,456 |
| | Fee / service charges paid | **7,105** | 5,988 |
| | Fee / service charges / expenses received / receivable | **17,221** | 21,144 |
| | Charge in respect of gratuity expense | **20,612** | 17,108 |
| | Contribution to Employees' Provident Fund | **26,622** | 22,712 |
| | Compensation paid to Key management personnel | **1,313,966** | 1,118,848 |

| | | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|
| | | Rupees in thousand | |
| **ii) Period end balances** | | | |
| **Subsidiary company** | | | |
| | Balances receivable | **115,892** | 109,099 |
| | Balances payable | **18,766** | 16,129 |
| **Other related parties** | | | |
| | Balances receivable | **732,827** | 381,479 |
| | Balances payable | **317,431** | 389,042 |
| | Cash and bank balances including term deposits | **5,265,217** | 5,013,136 |
| | Payable to Staff Gratuity Fund | **55,178** | 34,563 |

**31 Segment information**

| | Six month period ended June 30, 2025 (Unaudited) | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | |
| | Rupees in thousand | | | | | | | | | | | | |
| Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge) | 7,529,800 | 133,423 | 2,257,562 | 90,019 | 2,152,286 | 15,783,647 | 2,166,126 | 1,344,719 | 1,244,416 | 19,558 | 15,350,190 | 17,371,366 | **32,721,556** |
| Federal excise duty / VAT | (1,022,920) | (6,353) | (286,877) | (4,289) | (290,136) | (751,602) | (109,116) | (64,034) | (132,681) | (931) | (1,841,730) | (827,209) | **(2,668,939)** |
| Federal insurance fee | (63,988) | - | (19,554) | (1) | (18,468) | - | (20,366) | - | (10,679) | - | (133,055) | (1) | **(133,056)** |
| | 6,442,892 | 127,070 | 1,951,131 | 85,729 | 1,843,682 | 15,032,045 | 2,036,644 | 1,280,685 | 1,101,056 | 18,627 | 13,375,405 | 16,544,156 | **29,919,561** |
| Gross written premium (inclusive of administrative surcharge) | 6,442,892 | 127,070 | 1,951,131 | 85,729 | 1,843,682 | 15,032,045 | 2,036,644 | 1,280,685 | 1,101,056 | 18,627 | 13,375,405 | 16,544,156 | **29,919,561** |
| Gross direct premium | 6,380,488 | 126,879 | 1,929,037 | 85,715 | 1,788,975 | 14,943,043 | 2,035,446 | 1,280,685 | 1,057,635 | 18,526 | 13,191,581 | 16,454,848 | **29,646,429** |
| Facultative inward premium | 53,821 | - | 247 | - | - | - | - | - | 36,005 | - | 90,073 | - | **90,073** |
| Administrative surcharge | 8,583 | 191 | 21,847 | 14 | 54,707 | 89,002 | 1,198 | - | 7,416 | 101 | 93,751 | 89,308 | **183,059** |
| | 6,442,892 | 127,070 | 1,951,131 | 85,729 | 1,843,682 | 15,032,045 | 2,036,644 | 1,280,685 | 1,101,056 | 18,627 | 13,375,405 | 16,544,156 | **29,919,561** |
| Insurance premium earned | 9,210,608 | 55,541 | 1,458,474 | 76,078 | 1,685,036 | 11,639,888 | 1,677,823 | 961,173 | 915,967 | 10,077 | 14,947,908 | 12,742,757 | **27,690,665** |
| Insurance premium ceded to reinsurers | (8,254,537) | (46,204) | (680,567) | - | (40,928) | (393,702) | - | (501,906) | (392,536) | (6,848) | (9,368,568) | (948,660) | **(10,317,228)** |
| Net insurance premium | 956,071 | 9,337 | 777,907 | 76,078 | 1,644,108 | 11,246,186 | 1,677,823 | 459,267 | 523,431 | 3,229 | 5,579,340 | 11,794,097 | **17,373,437** |
| Commission income | 517,047 | 9,215 | 1,327 | - | 3,021 | 1,008 | - | - | 130,608 | 4,455 | 652,003 | 14,678 | **666,681** |
| **Net underwriting income** | **1,473,118** | **18,552** | **779,234** | **76,078** | **1,647,129** | **11,247,194** | **1,677,823** | **459,267** | **654,039** | **7,684** | **6,231,343** | **11,808,775** | **18,040,118** |
| Insurance claims | (1,402,156) | (64,418) | (657,963) | (20,918) | (822,583) | (12,170,510) | (1,409,160) | (792,311) | (159,521) | 1,290 | (4,451,383) | (13,046,867) | **(17,498,250)** |
| Insurance claim recoveries from reinsurers | 874,117 | 52,243 | 176,923 | - | 24,017 | 4,540,329 | - | 547,001 | (76,669) | (938) | 998,388 | 5,138,635 | **6,137,023** |
| Net claims | (528,039) | (12,175) | (481,040) | (20,918) | (798,566) | (7,630,181) | (1,409,160) | (245,310) | (236,190) | 352 | (3,452,995) | (7,908,232) | **(11,361,227)** |
| Commission expense | (443,613) | (10,063) | (107,649) | (11,697) | (128,151) | (2,330,863) | (51,731) | (123,175) | (76,471) | (528) | (807,615) | (2,476,326) | **(3,283,941)** |
| Management expenses | (494,028) | (7,672) | (247,720) | (30,067) | (658,790) | (1,277,183) | (118,914) | (90,904) | (198,966) | (1,805) | (1,718,418) | (1,407,631) | **(3,126,049)** |
| Net insurance claims and expenses | (1,465,680) | (29,910) | (836,409) | (62,682) | (1,585,507) | (11,238,227) | (1,579,805) | (459,389) | (511,627) | (1,981) | (5,979,028) | (11,792,189) | **(17,771,217)** |
| **Underwriting results** | **7,438** | **(11,358)** | **(57,175)** | **13,396** | **61,622** | **8,967** | **98,018** | **(122)** | **142,412** | **5,703** | **252,315** | **16,586** | **268,901** |
| Net investment income | | | | | | | | | | | 3,132,576 | 387,121 | **3,519,697** |
| Rental income | | | | | | | | | | | 105,722 | - | **105,722** |
| Other income | | | | | | | | | | | 373,538 | 46,907 | **420,445** |
| Other expenses | | | | | | | | | | | (149,466) | (13,327) | **(162,793)** |
| Finance costs | | | | | | | | | | | (3,570) | - | **(3,570)** |
| Profit from Window Takaful Operations - Operator's Fund | | | | | | | | | | | 188,449 | - | **188,449** |
| **Profit before taxation** | | | | | | | | | | | **3,899,564** | **437,287** | **4,336,851** |

| | As at June 30, 2025 (Unaudited) | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | |
| | Rupees in thousand | | | | | | | | | | | | |
| Segment assets | 14,351,069 | 202,019 | 2,365,399 | 16,641 | 1,344,825 | 11,770,100 | 1,151,074 | 1,406,940 | 2,067,185 | 31,837 | 21,279,552 | 13,427,537 | **34,707,089** |
| Unallocated assets | | | | | | | | | | | 56,656,227 | 24,990,184 | **81,646,411** |
| Total assets of Window Takaful Operations - OPF & PTF | | | | | | | | | | | 4,534,317 | - | **4,534,317** |
| | | | | | | | | | | | **82,470,096** | **38,417,721** | **120,887,817** |
| Segment liabilities | 14,918,299 | 275,756 | 2,642,015 | 86,127 | 2,937,331 | 31,024,566 | 2,622,842 | 2,033,138 | 2,675,558 | 42,345 | 25,796,045 | 33,461,932 | **59,257,977** |
| Unallocated liabilities | | | | | | | | | | | 13,100,522 | 1,348,062 | **14,448,584** |
| Total liabilities of Window Takaful Operations - OPF & PTF | | | | | | | | | | | 3,111,083 | - | **3,111,083** |
| | | | | | | | | | | | **42,007,650** | **34,809,994** | **76,817,644** |

**31.1 Segment information**

| | Six month period ended June 30, 2024 (Unaudited) | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | |
| | Rupees in thousand | | | | | | | | | | | | |
| Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge) | 8,596,973 | 24,190 | 2,146,620 | 49,413 | 1,933,956 | 9,260,618 | 2,315,588 | 977,956 | 1,141,763 | 9,960 | 16,134,900 | 10,322,137 | 26,457,037 |
| Federal excise duty / VAT | (1,044,035) | (1,152) | (242,888) | (2,346) | (247,839) | (440,982) | (125,734) | (46,569) | (113,535) | (474) | (1,774,031) | (491,523) | (2,265,554) |
| Federal insurance fee | (74,567) | - | (18,961) | (2) | (16,808) | - | (21,682) | - | (9,866) | - | (141,884) | (2) | (141,886) |
| | 7,478,371 | 23,038 | 1,884,771 | 47,065 | 1,669,309 | 8,819,636 | 2,168,172 | 931,387 | 1,018,362 | 9,486 | 14,218,985 | 9,830,612 | 24,049,597 |
| Gross written premium (inclusive of administrative surcharge) | 7,478,371 | 23,038 | 1,884,771 | 47,065 | 1,669,309 | 8,819,636 | 2,168,172 | 931,387 | 1,018,362 | 9,486 | 14,218,985 | 9,830,612 | 24,049,597 |
| Gross direct premium | 7,466,410 | 22,955 | 1,864,569 | 47,059 | 1,617,499 | 8,793,687 | 2,166,877 | 931,387 | 977,784 | 9,458 | 14,093,139 | 9,804,546 | 23,897,685 |
| Facultative inward premium | 4,217 | - | - | - | - | - | - | - | 32,870 | - | 37,087 | - | 37,087 |
| Administrative surcharge | 7,744 | 83 | 20,202 | 6 | 51,810 | 25,949 | 1,295 | - | 7,708 | 28 | 88,759 | 26,066 | 114,825 |
| | 7,478,371 | 23,038 | 1,884,771 | 47,065 | 1,669,309 | 8,819,636 | 2,168,172 | 931,387 | 1,018,362 | 9,486 | 14,218,985 | 9,830,612 | 24,049,597 |
| Insurance premium earned | 9,352,510 | 16,058 | 1,500,356 | 57,694 | 1,712,180 | 6,680,890 | 1,791,309 | 893,033 | 768,898 | 6,719 | 15,125,253 | 7,654,394 | 22,779,647 |
| Insurance premium ceded to reinsurers | (8,696,845) | (13,031) | (859,269) | - | (38,463) | (465,133) | - | (477,729) | (347,707) | (4,267) | (9,942,284) | (960,160) | (10,902,444) |
| Net insurance premium | 655,665 | 3,027 | 641,087 | 57,694 | 1,673,717 | 6,215,757 | 1,791,309 | 415,304 | 421,191 | 2,452 | 5,182,969 | 6,694,234 | 11,877,203 |
| Commission income | 476,059 | 2,581 | 16,218 | - | 2,790 | 52,871 | - | - | 51,393 | 1,365 | 546,460 | 56,817 | 603,277 |
| **Net underwriting income** | 1,131,724 | 5,608 | 657,305 | 57,694 | 1,676,507 | 6,268,628 | 1,791,309 | 415,304 | 472,584 | 3,817 | 5,729,429 | 6,751,051 | 12,480,480 |
| Insurance claims | 354,748 | 95,842 | (535,698) | (12,866) | (786,368) | (8,554,583) | (1,559,592) | (683,333) | (140,993) | (15,184) | (2,667,903) | (9,170,124) | (11,838,027) |
| Insurance claim recoveries from reinsurers | (454,801) | (91,485) | 421,893 | 3,681 | 59,973 | 3,986,700 | - | 471,833 | (5,545) | 14,269 | 21,520 | 4,384,998 | 4,406,518 |
| Net claims | (100,053) | 4,357 | (113,805) | (9,185) | (726,395) | (4,567,883) | (1,559,592) | (211,500) | (146,538) | (915) | (2,646,383) | (4,785,126) | (7,431,509) |
| Commission expense | (396,497) | (2,065) | (136,458) | (3,828) | (157,822) | (1,369,522) | (71,529) | (105,884) | (68,676) | (118) | (830,982) | (1,481,417) | (2,312,399) |
| Management expenses | (320,644) | (11,997) | (320,537) | (12,072) | (638,004) | (776,620) | (90,240) | (111,700) | (171,507) | (11,997) | (1,540,932) | (924,386) | (2,465,318) |
| Net insurance claims and expenses | (817,194) | (9,705) | (570,800) | (25,085) | (1,522,221) | (6,714,025) | (1,721,361) | (429,084) | (386,721) | (13,030) | (5,018,297) | (7,190,929) | (12,209,226) |
| **Underwriting results** | 314,530 | (4,097) | 86,505 | 32,609 | 154,286 | (445,397) | 69,948 | (13,780) | 85,863 | (9,213) | 711,132 | (439,878) | 271,254 |
| Net investment income | | | | | | | | | | | 2,166,665 | 245,515 | 2,412,180 |
| Rental income | | | | | | | | | | | 95,163 | 1,916 | 97,079 |
| Other income | | | | | | | | | | | 164,804 | 86,992 | 251,796 |
| Other expenses | | | | | | | | | | | (128,879) | (12,561) | (141,440) |
| Finance costs | | | | | | | | | | | (3,628) | - | (3,628) |
| Profit from Window Takaful Operations - Operator's Fund | | | | | | | | | | | 271,856 | - | 271,856 |
| **Profit before taxation** | | | | | | | | | | | 3,277,113 | (118,016) | 3,159,097 |

| | As at December 31, 2024 (Audited) | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | |
| | Rupees in thousand | | | | | | | | | | | | |
| Segment assets | 19,206,010 | 84,506 | 1,173,878 | 19,104 | 861,312 | 10,438,772 | 623,735 | 1,091,255 | 1,716,967 | 25,555 | 23,581,902 | 11,659,192 | 35,241,094 |
| Unallocated assets | | | | | | | | | | | 52,673,162 | 19,127,713 | 71,800,875 |
| Total assets of Window Takaful Operations - OPF & PTF - *(Restated)* | | | | | | | | | | | 5,098,930 | - | 5,098,930 |
| | | | | | | | | | | | 81,353,994 | 30,786,905 | 112,140,899 |
| Segment liabilities | 20,025,842 | 106,656 | 1,536,848 | 43,638 | 2,498,103 | 24,655,831 | 1,978,202 | 1,359,597 | 2,389,853 | 32,009 | 28,428,848 | 26,197,731 | 54,626,579 |
| Unallocated liabilities | | | | | | | | | | | 11,705,371 | 1,363,970 | 13,069,341 |
| Total liabilities of Window Takaful Operations - OPF & PTF - *(Restated)* | | | | | | | | | | | 3,789,351 | - | 3,789,351 |
| | | | | | | | | | | | 43,923,570 | 27,561,701 | 71,485,271 |

**32 Fair value measurement of financial instruments**

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.

Underlying the definition of fair value is the presumption that the company is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

The following table shows the carrying amounts and fair value of financial assets and financial liabilities, including their levels in the fair value hierarchy.

| | | June 30, 2025 (Unaudited) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Available for sale | Held to maturity | Receivables and other financial assets | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | Rupees in thousand | | | | | | | | | |
| **Financial assets - measured at fair value** | | | | | | | | | | | |
| ***Investment*** | | | | | | | | | | | |
| Equity securities- quoted | 12 | 32,204,553 | - | - | - | - | **32,204,553** | 32,204,553 | - | - | **32,204,553** |
| Equity securities- unquoted | 12 | 6,034,079 | - | - | - | - | **6,034,079** | - | - | 6,034,079 | **6,034,079** |
| Investments of Window Takaful Operations - OPF & PTF | 20 | 1,091,103 | - | - | - | - | **1,091,103** | 1,091,103 | - | - | **1,091,103** |
| **Financial assets - not measured at fair value** | | | | | | | | | | | |
| Debt securities* | 13 | - | 8,065,861 | - | - | - | **8,065,861** | - | - | - | **-** |
| Debt securities of Window Takaful Operations - OPF & PTF* | 20 | - | 46,418 | - | - | - | **46,418** | - | - | - | **-** |
| Loans and other receivables * | 15 | - | - | 725,140 | - | - | **725,140** | - | - | - | **-** |
| Investment - Term Deposits* | 14 | - | 14,344,268 | - | - | - | **14,344,268** | - | - | - | **-** |
| Investment - Term deposits of Window Takaful Operations - OPF & PTF* | 20 | - | 1,300,000 | - | - | - | **1,300,000** | - | - | - | **-** |
| Insurance / reinsurance receivables - unsecured and considered good* | 16 | - | - | 10,105,097 | - | - | **10,105,097** | - | - | - | **-** |
| Reinsurance recoveries against outstanding claims* | | - | - | 14,053,087 | - | - | **14,053,087** | - | - | - | **-** |
| Salvage recoveries accrued* | | - | - | 547,205 | - | - | **547,205** | - | - | - | **-** |
| Bank deposits subject to encumbrances* | 18 | - | - | 5,309,657 | | | **5,309,657** | - | - | - | **-** |
| Cash and bank* | 19 | - | - | - | 4,058,138 | - | **4,058,138** | - | - | - | **-** |
| Other Assets of Window Takaful Operations - OPF & PTF* | 20 | - | - | 1,635,792 | 381,298 | - | **2,017,090** | - | - | - | **-** |
| | | 39,329,735 | 23,756,547 | 32,375,978 | 4,439,436 | - | **99,901,696** | 33,295,656 | - | 6,034,079 | **39,329,735** |
| **Financial liabilities - not measured at fair value** | | | | | | | | | | | |
| Outstanding claims (including IBNR)* | | - | - | - | - | 23,401,765 | **23,401,765** | - | - | - | **-** |
| Insurance / reinsurance payables * | | - | - | - | - | 7,165,977 | **7,165,977** | - | - | - | **-** |
| Other creditors and accruals* | | - | - | - | - | 2,318,742 | **2,318,742** | - | - | - | **-** |
| Lease liabilities* | | - | - | - | - | 33,945 | **33,945** | - | - | - | **-** |
| Deposits against cash margin* | | - | - | - | - | 426,323 | **426,323** | - | - | - | **-** |
| Total liabilities of Window Takaful Operations - OPF & PTF* | 20 | - | - | - | - | 3,111,083 | **3,111,083** | - | - | - | **-** |
| | | - | - | - | - | 36,457,835 | **36,457,835** | - | - | - | **-** |

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

**32.1 Fair value measurement of financial instruments**

| | Note | December 31, 2024 (Audited) | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Available for sale | Held to maturity | Receivables and other financial assets | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | | Rupees in thousand | | | | | | | | | |
| **Financial assets - measured at fair value** | | | | | | | | | | | |
| ***Investment*** | | | | | | | | | | | |
| Equity securities- quoted | 12 | 30,842,418 | - | - | - | - | **30,842,418** | 30,842,418 | - | - | **30,842,418** |
| Equity securities- unquoted | 12 | 6,034,079 | - | - | - | - | **6,034,079** | - | - | 6,034,079 | **6,034,079** |
| Investments of Window Takaful Operations - OPF & PTF - *(Restated)* | 20 | 1,739,918 | - | - | - | - | **1,739,918** | 1,739,918 | - | - | **1,739,918** |
| **Financial assets - not measured at fair value** | | | | | | | | | | | |
| Debt securities* | 13 | - | 4,527,260 | - | - | - | **4,527,260** | - | - | - | **-** |
| Debt securities of Window Takaful Operations - OPF & PTF - *(Restated)* * | 20 | - | 51,418 | - | - | - | **51,418** | - | - | - | **-** |
| Loans and other receivables* | 15 | - | - | 1,507,904 | - | - | **1,507,904** | - | - | - | **-** |
| Investment - Term Deposits* | 14 | - | 11,281,778 | - | - | - | **11,281,778** | - | - | - | **-** |
| Insurance / reinsurance receivables - unsecured and considered good* | 16 | - | - | 7,992,721 | - | - | **7,992,721** | - | - | - | **-** |
| Reinsurance recoveries against outstanding claims* | | - | - | 15,361,295 | - | - | **15,361,295** | - | - | - | **-** |
| Salvage recoveries accrued* | | - | - | 400,039 | - | - | **400,039** | - | - | - | **-** |
| Bank deposits subject to encumbrances* | 18 | - | - | 3,040,688 | - | - | **3,040,688** | - | - | - | **-** |
| Cash and bank* | 19 | - | - | - | 3,982,563 | - | **3,982,563** | - | - | - | **-** |
| Other Assets of Window Takaful Operations - OPF & PTF* - *(Restated)* | 20 | - | - | 2,054,156 | 1,191,656 | - | **3,245,812** | - | - | - | **-** |
| | | 38,616,415 | 15,860,456 | 30,356,803 | 5,174,219 | - | **90,007,893** | 32,582,336 | - | 6,034,079 | **38,616,415** |
| **Financial liabilities - not measured at fair value** | | | | | | | | | | | |
| Outstanding claims (including IBNR)* | | - | - | - | - | 24,345,048 | **24,345,048** | - | - | - | **-** |
| Insurance / reinsurance payables * | | - | - | - | - | 3,739,632 | **3,739,632** | - | - | - | **-** |
| Other creditors and accruals* | | - | - | - | - | 2,447,186 | **2,447,186** | - | - | - | **-** |
| Lease liabilities* | | - | - | - | - | 31,693 | **31,693** | - | - | - | **-** |
| Deposits against cash margin* | | - | - | - | - | 436,620 | **436,620** | - | - | - | **-** |
| Total liabilities of Window Takaful Operations - OPF & PTF*- *(Restated)* | 20 | - | - | - | - | 3,789,351 | **3,789,351** | - | - | - | **-** |
| | | - | - | - | - | 34,789,530 | **34,789,530** | - | - | - | **-** |

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

**33 Date of authorization for issue**

These unconsolidated condensed interim financial statements were approved for issue on August 28, 2025 by the Board of Directors of the Company.

**34 Non-adjusting events after statement of financial position date**

The Board of Directors of the Company in their meeting held on August 28, 2025 proposed an interim cash dividend for the six month period ended June 30, 2025 @ 20% i.e. Rupees 2/- per share (June 30, 2024 @ 15% i.e. Rupees 1.50/- per share). These unconsolidated condensed interim financial statements for the six month period ended June 30, 2025 do not include the effect of this appropriation which will be accounted for in the unconsolidated financial statements for the year ending December 31, 2025.

**35 General**

**35.1** Except for the change in the accounting policy as disclosed in note 2 to these unconsolidated condensed interim financial statements, no significant rearrangements / reclassifications have been made.

**35.2** Figures have been rounded off to the nearest thousand rupees unless other wise stated.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

# DIRECTORS' REVIEW

## to the Members on Consolidated Condensed Interim Financial Statements (Unaudited) For the Six Months Ended 30 June 2025

On behalf of the Board, We are pleased to present the consolidated condensed interim financial statements of Adamjee Insurance Company Limited and its subsidiary, Adamjee Life Assurance Company Limited, for six months period ended 30 June 2025.

The following appropriation of profit has been recommended by the Board of Directors:

| | (Unaudited) | |
|---|---|---|
| | **30 June 2025** | 30 June 2024 |
| | Rupees in thousand | |
| Profit before tax | **4,835,518** | 3,876,527 |
| Taxation | **(2,097,106)** | (1,650,995) |
| Profit after tax | **2,738,412** | 2,225,532 |
| Less: Profit attributable to non-controlling interest | **(59,676)** | (64,867) |
| Profit attributable to ordinary shares | **2,678,736** | 2,160,665 |
| Transaction between owners | **(1,538)** | - |
| Unappropriated profit brought forward | **23,595,589** | 19,849,188 |
| Profit available for appropriation | **26,272,787** | 22,009,853 |
| Final cash dividend at Rs. 1.5 per share - 31 December 2024 [31 December 2023 (Rupee 1.5 per share)] | **(525,000)** | (525,000) |
| Profit after appropriation | **25,747,787** | 21,484,853 |

| | (Unaudited) | |
|---|---|---|
| | **30 June 2025** | 30 June 2024 |
| | Rupees | |
| **Earnings after tax per share - basic and diluted** | **7.65** | 6.17 |

For and on behalf of the Board

Lahore: 28 August 2025

**Shaikh Muhammad Jawed**
Director

**Muhammad Ali Zeb**
Managing Director &
Chief Executive Officer

STRENGTH IN NUMBERS

# CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

## SIX MONTHS ENDED 30 JUNE 2025

Adamjee Insurance Company Limited

Consolidated Condensed Interim Statement of Financial Position

As at June 30, 2025

| | Note | (Un-Audited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|
| | | Rupees in thousand | |
| | | | *(Restated)* |
| **ASSETS** | | | |
| Property and equipment | 7 | **5,768,283** | 5,734,813 |
| Intangible assets | 8 | **169,736** | 170,102 |
| Investment properties | 9 | **2,497,746** | 2,489,210 |
| Investments | | | |
| Equity securities | 10 | **60,240,482** | 59,506,210 |
| Debt securities | 11 | **96,814,059** | 87,648,997 |
| Term deposits | 12 | **14,344,268** | 11,281,778 |
| Loan secured against life insurance policies | | **8,636** | 8,389 |
| Loans and other receivables | 13 | **2,846,893** | 3,309,457 |
| Insurance / reinsurance receivables | 14 | **10,306,012** | 8,053,406 |
| Reinsurance recoveries against outstanding claims | | **14,053,087** | 15,361,295 |
| Salvage recoveries accrued | | **547,205** | 400,039 |
| Deferred commission expense / acquisition cost | | **3,924,941** | 3,116,714 |
| Taxation - payment less provisions | | **123,542** | 207,238 |
| Prepayments | 15 | **6,580,411** | 8,647,219 |
| Bank deposits subject to encumbrances | 16 | **5,309,657** | 3,040,688 |
| Cash and bank | 17 | **10,509,584** | 10,228,477 |
| | | **234,044,542** | 219,204,032 |
| Total assets of Window Takaful Operations - Operator's Fund and Participants' Takaful Fund | 18 | **4,534,317** | 5,098,930 |
| **TOTAL ASSETS** | | **238,578,859** | 224,302,962 |
| **EQUITY AND LIABILITIES** | | | |
| **Capital and reserves attributable to the Company's equity holders** | | | |
| Ordinary share capital | | **3,500,000** | 3,500,000 |
| Reserves | 19 | **16,251,915** | 14,933,612 |
| Unappropriated Profit | | **25,747,787** | 23,595,589 |
| **Equity attributable to equity holders of the parent** | | **45,499,702** | 42,029,201 |
| Non-controlling interest | | **964,939** | 543,268 |
| **Total Equity** | | **46,464,641** | 42,572,469 |
| **Surplus on revaluation of fixed assets** | | **30,964** | 30,390 |
| **Liabilities** | | | |
| Insurance liabilities | | **112,823,220** | 106,246,825 |
| **Underwriting provisions:** | | | |
| Outstanding claims including IBNR | | **23,401,765** | 24,345,048 |
| Unearned premium reserve | | **27,495,543** | 24,971,654 |
| Unearned reinsurance commission | | **306,014** | 439,530 |
| Retirement benefits obligations | | **259,431** | 264,197 |
| Deferred taxation | | **10,971,353** | 9,819,967 |
| Premium received in advance | | **1,261,195** | 2,478,126 |
| Insurance / reinsurance payables | | **7,302,498** | 3,887,189 |
| Other creditors and accruals | 20 | **4,330,470** | 4,621,382 |
| Lease liabilities | | **394,359** | 400,214 |
| Deposits against cash margin | | **426,323** | 436,620 |
| | | **76,148,951** | 71,663,927 |
| Total liabilities of Window Takaful Operations - Operator's Fund and Participants' Takaful Fund | 18 | **3,111,083** | 3,789,351 |
| **TOTAL EQUITY AND LIABILITIES** | | **238,578,859** | 224,302,962 |
| **Contingencies and commitments** | 21 | | |

The annexed notes from 1 to 32 form an integral part of these consolidated condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

# Adamjee Insurance Company Limited

## Consolidated Condensed Interim Profit and Loss Account (Un-audited)

For six months period ended June 30, 2025

| | Note | For three months period ended | | For six months period ended | |
|---|---|---|---|---|---|
| | | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | | | |
| Net insurance premium | 22 | **15,537,681** | 11,566,292 | **33,082,955** | 23,601,210 |
| Net insurance claims | 23 | **(14,026,957)** | (8,997,691) | **(26,697,086)** | (18,644,845) |
| Net commission and other acquisition costs | 24 | **(2,120,932)** | (1,679,267) | **(4,308,398)** | (3,245,009) |
| Insurance claims and acquisition expenses | | **(16,147,889)** | (10,676,958) | **(31,005,484)** | (21,889,854) |
| Management expenses | | **(1,942,727)** | (1,530,549) | **(3,745,731)** | (3,016,622) |
| Net change in insurance liabilities (other than outstanding claims) | | **(2,522,300)** | (5,294,411) | **(5,787,309)** | (8,077,763) |
| **Underwriting results** | | **(5,075,235)** | (5,935,626) | **(7,455,569)** | (9,383,029) |
| Investment income | 25 | **5,437,542** | 5,926,395 | **10,213,091** | 10,732,993 |
| Net fair value gain on financial assets at fair value through profit and loss - unrealised | | **1,690,205** | 1,640,056 | **1,336,362** | 1,729,244 |
| Rental income | | **33,559** | 31,196 | **66,182** | 61,874 |
| Other income | | **198,277** | 296,666 | **664,315** | 615,248 |
| Other expenses | | **(85,961)** | (68,107) | **(169,449)** | (148,284) |
| **Results of operating activities** | | **2,198,387** | 1,890,580 | **4,654,932** | 3,608,046 |
| Finance cost | | **(4,042)** | (1,461) | **(7,863)** | (3,375) |
| Profit from Window Takaful Operations - Operator's Fund (Parent Company) | 18 | **87,907** | 98,166 | **188,449** | 271,856 |
| **Profit before tax** | | **2,282,252** | 1,987,285 | **4,835,518** | 3,876,527 |
| Income tax expense | | **(1,031,292)** | (808,868) | **(2,097,106)** | (1,650,995) |
| **Profit after tax for the period** | | **1,250,960** | 1,178,417 | **2,738,412** | 2,225,532 |
| **Profit attributable to:** | | | | | |
| Equity holders of the parent | | **1,203,578** | 1,143,935 | **2,678,736** | 2,160,665 |
| Non-controlling interest | | **47,382** | 34,482 | **59,676** | 64,867 |
| | | **1,250,960** | 1,178,417 | **2,738,412** | 2,225,532 |
| | | ---------- (Rupees) ---------- | | ---------- (Rupees) ---------- | |
| Earnings after tax per share - basic and diluted | 26 | **3.44** | 3.27 | **7.65** | 6.17 |

The annexed notes from 1 to 32 form an integral part of these consolidated condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

# Adamjee Insurance Company Limited

## Consolidated Condensed Interim Statement of Comprehensive Income (Un-audited)

For six months period ended June 30, 2025

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | | | |
| **Profit after tax** | **1,250,960** | 1,178,417 | **2,738,412** | 2,225,532 |
| **Other comprehensive income** | | | | |
| **Items that will not be reclassified subsequently to profit and loss:** | | | | |
| Surplus / (deficit) on revaluation of fixed assets - net of tax | **397** | 37 | **574** | (386) |
| **Items that may be reclassified subsequently to profit and loss:** | | | | |
| Unrealized gain on 'available-for-sale' investments - net of tax | **1,422,314** | 2,047,178 | **1,608,857** | 3,156,066 |
| Reclassification adjustment relating to 'available for sale' investments disposed of during the period - net of tax | **(101,288)** | (58,781) | **(340,604)** | (58,781) |
| Unrealized loss on 'available for sale' investments from Window Takaful Operations - net of tax | **(8,878)** | - | **(550)** | - |
| Net effect of translation of foreign branches | **68,258** | 2,908 | **47,732** | (30,478) |
| **Total comprehensive income for the period** | **2,631,763** | 3,169,759 | **4,054,421** | 5,291,953 |
| **Total comprehensive income attributable to:** | | | | |
| Equity holders of the parent | **2,586,018** | 3,135,387 | **3,996,089** | 5,227,196 |
| Non-controlling interest | **45,745** | 34,372 | **58,332** | 64,757 |
| | **2,631,763** | 3,169,759 | **4,054,421** | 5,291,953 |

The annexed notes from 1 to 32 form an integral part of these consolidated condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

# Adamjee Insurance Company Limited

## Consolidated Condensed Interim Cash Flow Statement (Un-audited)

For six months period ended June 30, 2025

| | For six months period ended | |
|---|---|---|
| | **June 30, 2025** | June 30, 2024 |
| | **Rupees in thousand** | |
| **Operating Cash flows** | | |
| **Underwriting activities** | | |
| Insurance premium received | **43,290,390** | 34,425,242 |
| Reinsurance premium paid | **(4,770,529)** | (7,480,760) |
| Claims paid | **(33,553,842)** | (24,115,468) |
| Reinsurance and other recoveries received | **6,854,112** | 5,321,535 |
| Commissions paid | **(5,401,212)** | (3,603,645) |
| Commissions received | **532,837** | 383,954 |
| Other underwriting payments | **(4,036,082)** | (3,444,538) |
| **Net cash flow from underwriting activities** | **2,915,674** | 1,486,320 |
| **Other operating activities** | | |
| Income tax paid | **(1,598,632)** | (870,930) |
| Other operating payments | **(151,113)** | (153,823) |
| Loans advanced | **(36,516)** | (29,716) |
| Loans installments received | **38,483** | 37,981 |
| Other operating receipts | **23,870** | 12,915 |
| **Net cash flow from other operating activities** | **(1,723,908)** | (1,003,573) |
| **Total cash flow from all operating activities** | **1,191,766** | 482,747 |
| **Investment activities** | | |
| Profit / return received on bank deposits | **6,076,352** | 7,498,946 |
| Bank deposits subject to encumbrances | **(2,268,969)** | 83,188 |
| Dividends received | **2,779,718** | 2,585,700 |
| Rentals received | **109,109** | 92,853 |
| Payment for investments | **(124,040,513)** | (146,224,355) |
| Loan from policy holder | **-** | 28,344 |
| Proceeds from investments | **117,234,976** | 136,645,121 |
| Investment related expenses | **(5,839)** | (460) |
| Fixed capital expenditure | **(279,693)** | (129,948) |
| Proceeds from disposal of fixed assets | **344,986** | 25,298 |
| **Total cash flow from investing activities** | **(49,873)** | 604,687 |
| **Financing activities** | | |
| Payments against lease liabilities | **(92,182)** | (55,159) |
| Dividends paid | **(768,604)** | (769,342) |
| **Total cash flow from financing activities** | **(860,786)** | (824,501) |
| **Net cash flow from all activities** | **281,107** | 262,933 |
| Cash and cash equivalents at beginning of the period | **10,228,477** | 6,129,016 |
| **Cash and cash equivalents at end of the period** | **10,509,584** | 6,391,949 |

| | For six months period ended | |
|---|---|---|
| | **June 30, 2025** | June 30, 2024 |
| | **Rupees in thousand** | |
| **Reconciliation to profit or loss account** | | |
| Operating cash flows | **1,191,766** | 482,747 |
| Depreciation and amortization expense | **(221,987)** | (158,620) |
| Provision for retirement benefit obligations | **(32,107)** | (28,534) |
| Finance cost | **(25,599)** | (6,666) |
| Write offs of fixed assets | **(180)** | - |
| Other income - bank and term deposits | **720,817** | 840,098 |
| Gain on disposal of fixed assets | **289,192** | 11,696 |
| Rental income | **68,060** | 63,509 |
| Decrease in assets other than cash | **(241,478)** | (711,689) |
| Increase in liabilities | **(7,044,084)** | (8,740,014) |
| Net realized gains on investments | **1,623,510** | 823,429 |
| Investment related expenses | **(4,166)** | (460) |
| Increase in unearned premium | **(2,523,889)** | (1,158,787) |
| Decrease in loans | **(1,967)** | (8,265) |
| Income taxes paid | **1,287,888** | 802,474 |
| Increase in tax liabilities | **(2,097,106)** | (1,650,995) |
| Dividend and other investment income | **9,561,293** | 11,393,753 |
| Profit from Window Takaful Operations | **188,449** | 271,856 |
| **Profit after tax** | **2,738,412** | 2,225,532 |
| **Cash for the purposes of the cash flows statement consists of:** | | |
| Cash and cash equivalents | **27,992** | 18,278 |
| Current and saving accounts | **10,481,592** | 6,373,671 |
| **Total cash and cash equivalents** | **10,509,584** | 6,391,949 |

The annexed notes from 1 to 32 form an integral part of these consolidated condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

Adamjee Insurance Company Limited

Consolidated Condensed Interim Statement of Changes in Equity (Un-audited)

For six months period ended June 30, 2025

| | Share capital | Capital reserves | | | | | Revenue reserves | | Equity attributable to equity holders of the parent | Non-controlling interest | Total |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | Issued, subscribed and paid up | Reserve for exceptional losses | Investment fluctuation reserve | Exchange translation reserve | Fair Value Reserve | Surplus on revaluation of fixed assets | General reserve | Retained earnings | | | |
| | Rupees in thousand | | | | | | | | | | |
| **Balance as at 31 December 2023 - (Audited)** | 3,500,000 | 22,859 | 3,764 | 2,165,419 | 4,834,478 | 30,754 | 936,500 | 19,849,188 | **31,342,962** | 441,756 | **31,784,718** |
| Profit for the period 01 January 2024 to 30 June 2024 | - | - | - | - | - | - | - | 2,160,665 | **2,160,665** | 64,867 | **2,225,532** |
| Other comprehensive income for the period 01 January 2024 to 30 June 2024 | - | - | - | (30,478) | 3,097,395 | (386) | - | - | **3,066,531** | (110) | **3,066,421** |
| **Total comprehensive income for the period** | - | - | - | (30,478) | 3,097,395 | (386) | - | 2,160,665 | **5,227,196** | 64,757 | **5,291,953** |
| **Transactions with owners, recognized directly in equity** | | | | | | | | | | | |
| Final cash dividend at Rs. 1.5 per share - 31 December 2023 - Parent | - | - | - | - | - | - | - | (525,000) | **(525,000)** | - | **(525,000)** |
| Final cash dividend at Re. 1 per share - 31 December 2023 - Subsidiary | - | - | - | - | - | - | - | - | **-** | (25,002) | **(25,002)** |
| **Balance as at 30 June 2024 - (Unaudited)** | 3,500,000 | 22,859 | 3,764 | 2,134,941 | 7,931,873 | 30,368 | 936,500 | 21,484,853 | **36,045,158** | 481,511 | **36,526,669** |
| Profit for the period 01 July 2024 to 31 December 2024 | - | - | - | - | - | - | - | 2,636,590 | **2,636,590** | 90,564 | **2,727,154** |
| Other comprehensive income for the period 01 July 2024 to 31 December 2024 | - | - | - | 2,731 | 3,900,944 | 22 | - | (854) | **3,902,843** | (3,805) | **3,899,038** |
| **Total comprehensive income for the period** | - | - | - | 2,731 | 3,900,944 | 22 | - | 2,635,736 | **6,539,433** | 86,759 | **6,626,192** |
| **Transactions with owners, recognized directly in equity** | | | | | | | | | | | |
| Interim cash dividend at Rs. 1.5 per share - 30 June 2024 - Parent | - | - | - | - | - | - | - | (525,000) | **(525,000)** | - | **(525,000)** |
| Interim cash dividend at Re. 1 per share - 30 June 2024 - Subsidiary | - | - | - | - | - | - | - | - | **-** | (25,002) | **(25,002)** |
| **Balance as at 31 December 2024 - (Audited)** | 3,500,000 | 22,859 | 3,764 | 2,137,672 | 11,832,817 | 30,390 | 936,500 | 23,595,589 | **42,059,591** | 543,268 | **42,602,859** |
| Transaction between owners | - | - | - | - | 1,524 | - | - | (1,538) | **(14)** | 388,341 | **388,327** |
| | - | - | - | - | 1,524 | - | - | (1,538) | **(14)** | 388,341 | **388,327** |
| Profit for the period 01 January 2025 to 30 June 2025 | - | - | - | - | - | - | - | 2,678,736 | **2,678,736** | 59,676 | **2,738,412** |
| Other comprehensive income for the period 01 January 2025 to 30 June 2025 | - | - | - | 47,732 | 1,269,047 | 574 | - | - | **1,317,353** | (1,344) | **1,316,009** |
| **Total comprehensive income for the period** | - | - | - | 47,732 | 1,269,047 | 574 | - | 2,678,736 | **3,996,089** | 58,332 | **4,054,421** |
| | 3,500,000 | 22,859 | 3,764 | 2,185,404 | 13,103,388 | 30,964 | 936,500 | 26,272,787 | **46,055,666** | 989,941 | **47,045,607** |
| **Transactions with owners, recognized directly in equity** | | | | | | | | | | | |
| Final cash dividend at Rs. 1.5 per share - 31 December 2024 - Parent | - | - | - | - | - | - | - | (525,000) | **(525,000)** | - | **(525,000)** |
| Final cash dividend at Re. 1 per share - 31 December 2024 - Subsidiary | - | - | - | - | - | - | - | - | **-** | (25,002) | **(25,002)** |
| | - | - | - | - | - | - | - | (525,000) | **(525,000)** | (25,002) | **(550,002)** |
| **Balance as at 30 June 2025 - (Unaudited)** | **3,500,000** | **22,859** | **3,764** | **2,185,404** | **13,103,388** | **30,964** | **936,500** | **25,747,787** | **45,530,666** | **964,939** | **46,495,605** |

The annexed notes from 1 to 32 form an integral part of these consolidated condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**1 The group and its operations:**

**1.1** The group comprises of:

| | **2025** | 2024 |
|---|---|---|
| | **(Holding percentage)** | |
| **Parent Company** | | |
| Adamjee Insurance Company Limited | **100%** | 100% |
| **Subsidiary Company** | | |
| Adamjee Life Assurance Company Limited | **83.50%** | 90% |

**Adamjee Insurance Company Limited (Parent Company)**

The Parent Company is a public limited company incorporated in Pakistan on September 28, 1960 under the repealed Companies Act, 1913 (now the Companies Act, 2017). The Parent Company is listed on Pakistan Stock Exchange limited and is principally engaged in the general insurance business. The registered office of the Parent Company is situated at Adamjee House Building, 80/A Block E-1, Main Boulevard Gulberg-III, Lahore.

The Parent Company also operates branches in the United Arab Emirates (UAE) and the Export Processing Zone (EPZ).

The Parent Company was granted authorization on December 23, 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations in respect of general takaful products by Securities and Exchange Commission of Pakistan (SECP) and commenced Window Takaful Operations on 01 January 2016.

**Adamjee Life Assurance Company Limited (Subsidiary Company)**

Adamjee Life Assurance Company Limited ("the Subsidiary Company") was incorporated in Pakistan on August 04, 2008 as a public unlisted company under the Companies Act, 2017 (Previously Companies Ordinance,1984). The Subsidiary Company started its operations from April 24, 2009. The Subsidiary Company registered itself on Pakistan Stock Exchange on March 4, 2022. Registered office of the Subsidiary Company is at 5th floor, Islamabad Stock Exchange Towers, 55-B, Jinnah Avenue, Blue Area, Islamabad while its principal place of business is at Adamjee House, 3rd and 4th Floor, I.I Chundrigar Road, Karachi.

The Subsidiary Company is engaged in life assurance business carrying on non-participating business only. In accordance with the requirements of the Insurance Ordinance, 2000, the Subsidiary Company has established a shareholders' fund and the following statutory funds in respect of each class of its life assurance business:

- Conventional Business
- Accident and Health Business
- Individual Life Non-unitized Investment Linked Business
- Individual Life Unit Linked Business
- Individual Family Takaful Business
- Group Family Takaful Business

The Subsidiary Company was granted authorisation on May 04, 2016 under Rule 6 of Takaful Rules, 2012 to undertake Takaful Window Operations in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Subsidiary Company commenced Window Takaful Operations from July 14, 2016. The Subsidiary Company formed a Waqf Fund namely the Adamjee Life Assurance Company Limited - Window Takaful Operations Waqf Fund (here-in-after referred to as the Participant Takaful Fund (PTF)) on December 22, 2015 under a Waqf deed executed by the Subsidiary Company with the cede amount of Rs. 500,000. 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.

**2 Basis of preparation and statement of compliance**

These consolidated condensed interim financial statements of the Group for the six months period ended 30 June 2025 have been prepared in accordance with accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:

- International Accounting Standard 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, the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and the General Takaful Accounting Regulations, 2019.

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

As per the requirements of the Takaful Rules, 2012 and SECP Circular No. 25 of 2015 dated July 09, 2015, previously, the assets, liabilities, profit and loss and other comprehensive income of the Operator's Fund of the Window Takaful Operations of the Parent Company have been presented as a single line item in the statement of financial position, profit and loss account and statement of comprehensive income respectively. During the year, the Securities and Exchange Commission of Pakistan (SECP), with the approval of the Policy Board, introduced certain amendments to the General Takaful Accounting Regulations, 2019 through S.R.O. 311(I)/2025. These amendments specifically impact the Regulation 6 and require insurers, who are undertaking Window Takaful Operations to disclose, in addition to the assets and liabilities of Operator's Fund (OPF), the assets and liabilities of Participants' Takaful Fund (PTF) as a single line item in their statement of financial position. This change has been applied as a change in accounting policy retrospectively, in accordance with the requirements of IAS 8 "Accounting Policies, Changes in Accounting Estimates and Errors". Had there been no change in accounting policy, Assets and Liabilities of PTF amounting to Rs. 2,508 million (December 31, 2024: Rs. 3,017 million) and Rs. 2,508 million (December 31, 2024: Rs. 3,017 million), respectively, would have not been presented in the statement of financial position of these consolidated condensed interim financial statements. A separate set of financial statements of the Window Takaful Operations has been annexed to these 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 financial statements, and should be read in conjunction with annual financial statements of the Group for the year ended 31 December 2024. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of 31 December 2024, whereas comparatives for interim profit and loss account, interim statement of comprehensive income, interim statement of changes in equity and interim cash flow statement and related notes are extracted from condensed interim financial statements of the Group for the six months period ended 30 June 2024.

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Group operates ('the functional currency'). The financial statements are presented in Pak Rupees, which is the Group's functional and presentation currency. All the financial statements presented in Pak Rupees have been rounded off to the nearest thousand in rupee, unless otherwise stated.

**3 Basis of measurement**

These consolidated condensed interim financial statements have been prepared under historical cost convention except for certain foreign currency translation adjustments, certain financial instruments carried at fair value, investment property carried at fair value, right of use assets and their related lease liabilities which are measured at their present values at initial recognition and retirement benefit obligations under employees benefits carried at present value. All transactions reflected in these consolidated condensed interim financial statements are on accrual basis except for those reflected in cash flow statement.

**4 Material accounting policies**

Except for the change in the accounting policy as disclosed in note 2 to these consolidated condensed interim financial statements, the material accounting policies and the methods of computation adopted are same as those applied in the preparation of the annual audited financial statements of the Group for the year ended 31 December 2024.

**4.1 Standards, amendments or interpretations**

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosed in these consolidated condensed interim financial statements.

**IFRS**

IFRS 9 " Financial Instruments" has become applicable , however as insurance company , the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below:

The tables below set out the fair values as at the end of reporting period and the amount of change in the fair value during that period 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 held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and

(b) all other financial assets

| | June 30, 2025 | | | | |
|---|---|---|---|---|---|
| | Fail the SPPI test | | Pass the SPPI test | | |
| **Financial assets** | **Fair value** | **Change in unrealized gain / (loss) during the period** | **Carrying Value** | **Cost less Impairment** | **Change in unrealized gain / (loss) during the period** |
| | ---- (Rupees in thousand) ---- | | | | |
| Cash and Banks* | 3,125,889 | - | 7,383,695 | - | - |
| Bank deposits subject to encumbrances* | 5,309,657 | - | - | - | - |
| Investments in equity securities - available-for-sale | 38,434,328 | 2,097,091 | - | - | - |
| Investment in debt securities | - | - | 96,814,059 | - | - |
| Term deposits* | - | - | 14,344,268 | - | - |
| Loan secured against life insurance policies* | - | - | 8,636 | - | - |
| Loans and other receivables* | 2,195,504 | - | 1,777 | - | - |
| **Total** | **49,065,378** | **2,097,091** | **118,552,435** | **-** | **-** |

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

## 5 Use of estimates and judgments

The preparation of these consolidated condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Group's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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

During preparation of these consolidated condensed interim financial statements, the significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation and uncertainty were the same as those that applied in the preceding audited annual published financial statements of the Group for the year ended 31 December 2024.

## 6 Insurance and Financial risk management

The Group's financial risk management objectives and policies are consistent with those disclosed in the consolidated annual financial statements for the year ended 31 December 2024.

| | | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| | | | Rupees in thousand | |
| **7** | **Property and equipment** | | | |
| | Operating assets | **7.1** | **5,427,045** | 5,272,728 |
| | Capital work in progress | | **14,755** | 103,486 |
| | Right of use asset | | **326,483** | 358,599 |
| | | | **5,768,283** | 5,734,813 |
| **7.1** | **Operating assets** | | | |
| | Opening balance - net book value | | **5,272,728** | 5,294,880 |
| | Additions during the period / year | **7.2** | **329,650** | 266,846 |
| | Transfer to investment property | | **-** | - |
| | Less: | | | |
| | Book value of disposals during the period / year | **7.3** | **(55,977)** | (34,424) |
| | Depreciation charged during the period / year | | **(129,104)** | (248,061) |
| | Exchange differences and other adjustments | | **9,748** | (6,513) |
| | | | **(175,333)** | (288,998) |
| | | | **5,427,045** | 5,272,728 |
| **7.2** | **Additions during the period / year - cost** | | | |
| | Land and buildings | | **28,908** | - |
| | Furniture and fixtures | | **6,738** | 7,566 |
| | Motor vehicles | | **191,098** | 205,065 |
| | Machinery and equipment | | **62,707** | 19,038 |
| | Computer and related accessories | | **25,832** | 23,859 |
| | Leasehold Improvements | | **14,367** | 11,318 |
| | | | **329,650** | 266,846 |
| **7.3** | **Written down values of property and equipment disposed off during the period / year** | | | |
| | Land and buildings | | **32,540** | - |
| | Furniture and fixtures | | **5,799** | 941 |
| | Motor vehicles | | **15,301** | 18,538 |
| | Machinery and equipment | | **2,212** | 2,180 |
| | Computer and related accessories | | **101** | 3,056 |
| | Leasehold Improvements | | **24** | 9,709 |
| | | | **55,977** | 34,424 |
| **8** | **Intangible assets** | | | |
| | Opening balance - net book value | | **131,250** | 122,877 |
| | Additions during the period | | **64,027** | 47,120 |
| | Transferred from CWIP | | **-** | 1,681 |
| | Amortization charged during the period | | **(39,382)** | (39,934) |
| | Exchange differences and other adjustments | | **823** | (494) |
| | | | **(38,559)** | (40,428) |
| | | | **156,718** | 131,250 |
| | Capital work in progress | | **13,018** | 38,852 |
| | | | **169,736** | 170,102 |
| **9** | **Investment Properties** | | | |
| | Opening balance - net book value | | **2,489,210** | 2,154,672 |
| | Unrealized fair value gain | | **-** | 337,982 |
| | Exchange differences and other adjustments | | **8,536** | (3,444) |
| | | | **2,497,746** | 2,489,210 |

## 10 Investment in equity securities

| | June 30, 2025 (Unaudited) | | | | December 31, 2024 (Audited) | | | |
|---|---|---|---|---|---|---|---|---|
| | **Cost** | **Impairment / provision** | **Unrealized Gain / (loss)** | **Carrying value** | Cost | Impairment / provision | Unrealized Gain / (loss) | Carrying value |
| | **Rupees in thousands** | | | | | | | |
| **Available-for-sale** | | | | | | | | |
| **Related parties** | | | | | | | | |
| Listed shares | **10,725,654** | **(32,988)** | **12,350,632** | **23,043,298** | 10,785,642 | (32,988) | 9,657,514 | 20,410,168 |
| Unlisted shares | **2,882,316** | **-** | **3,151,763** | **6,034,079** | 2,882,316 | - | 3,151,763 | 6,034,079 |
| | **13,607,970** | **(32,988)** | **15,502,395** | **29,077,377** | 13,667,958 | (32,988) | 12,809,277 | 26,444,247 |
| **Others** | | | | | | | | |
| Listed shares | **4,747,341** | **(1,408,633)** | **5,946,168** | **9,284,876** | 4,987,125 | (1,673,103) | 6,524,691 | 9,838,713 |
| NIT Units | **161** | **-** | **1,498** | **1,659** | 161 | - | 1,596 | 1,757 |
| Mutual Funds | **48,860** | **(16,366)** | **37,922** | **70,416** | 769,926 | (16,366) | 55,328 | 808,888 |
| | **4,796,362** | **(1,424,999)** | **5,985,588** | **9,356,951** | 5,757,212 | (1,689,469) | 6,581,615 | 10,649,358 |
| **Total - available for sale** | **18,404,332** | **(1,457,987)** | **21,487,983** | **38,434,328** | 19,425,170 | (1,722,457) | 19,390,892 | 37,093,605 |
| **Fair value through profit and loss** | | | | | | | | |
| **Related parties** | | | | | | | | |
| Listed shares | **3,407,960** | **-** | **150,524** | **3,558,484** | 2,132,393 | - | 1,157,405 | 3,289,798 |
| Mutual Funds | **4,877,965** | **-** | **460,124** | **5,338,089** | 3,081,754 | - | 2,258,269 | 5,340,023 |
| | **8,285,925** | - | **610,648** | **8,896,573** | 5,214,147 | - | 3,415,674 | 8,629,821 |
| **Others** | | | | | | | | |
| Listed shares | **10,453,822** | **-** | **243,040** | **10,696,862** | 10,230,666 | - | 1,470,377 | 11,701,043 |
| Mutual Funds | **2,225,585** | **-** | **(12,866)** | **2,212,719** | 1,623,758 | - | 457,983 | 2,081,741 |
| | **12,679,407** | **-** | **230,174** | **12,909,581** | 11,854,424 | - | 1,928,360 | 13,782,784 |
| **Total - fair value through profit and loss** | **20,965,332** | **-** | **840,822** | **21,806,154** | 17,068,571 | - | 5,344,034 | 22,412,605 |
| **Grand Total** | **39,369,664** | **(1,457,987)** | **22,328,805** | **60,240,482** | 36,493,741 | (1,722,457) | 24,734,926 | 59,506,210 |

**10.1** 37,300,000 (December 31, 2024: 7,700,000) shares of MCB Bank Limited and 1,400,000 (December 31, 2024: 5,200,000) shares of Fauji Fertilizer Company Limited have been pledged against SBLC (Standby Letter of Credit) issued in favour of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Group, as collateral for NCCPL and relating to UAE branch.

| | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|
| | | Rupees in thousand | |
| **11 Investments in debt securities** | | | |
| **Held to maturity** | | | |
| Treasury Bills | | **5,208,758** | 2,509,665 |
| Pakistan Investment Bonds | | **1,465,735** | 1,460,578 |
| Government bonds | | **1,391,368** | 557,017 |
| | | **8,065,861** | 4,527,260 |
| **Fair value through profit and loss** | | | |
| Term Finance Certificate | | **1,992,873** | 1,991,907 |
| Corporate sukuks | | **1,039,937** | 1,547,374 |
| Ijarah sukuks | | **10,356,965** | 9,110,186 |
| Treasury Bills | | **34,643,502** | 36,780,309 |
| Pakistan Investment Bonds | | **40,714,921** | 33,691,961 |
| | | **88,748,198** | 83,121,737 |
| | | **96,814,059** | 87,648,997 |
| **12 Investments in Term Deposits** | | | |
| **Held to maturity** | | | |
| **Outside Pakistan** | | | |
| - related parties | | **2,128,234** | 2,089,041 |
| - others | | **12,216,034** | 9,192,737 |
| | | **14,344,268** | 11,281,778 |
| | | **14,344,268** | 11,281,778 |
| | **12.1** | **14,344,268** | 11,281,778 |

**12.1** These include fixed deposits amounting to Rs. 698,497 thousands (AED 9,040 thousands) [2024: Rs. 455,017 thousands (AED 6,000 thousands)] kept in accordance with the requirements of Insurance Regulations applicable to the UAE branches for the purpose of carrying on business in United Arab Emirates.

| | | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|
| | | Rupees in thousand | |
| **13** | **Loans and other receivables - considered good** | | |
| | Rent receivable | **-** | 9 |
| | Accrued income | **1,708,254** | 1,894,711 |
| | Security deposits | **113,588** | 118,837 |
| | Advances to employees and suppliers | **647,941** | 314,557 |
| | Advance agent commission | **1,671** | 5,796 |
| | Loans to employees | **74,220** | 77,301 |
| | Receivable against the sale of investment | **93,112** | 72,792 |
| | Receivable from salvage buyers | **77,928** | 309,858 |
| | Receivable from Window Takaful Operations | **-** | 338,097 |
| | Other receivables | **130,179** | 177,499 |
| | | **2,846,893** | 3,309,457 |
| **14** | **Insurance / reinsurance receivables - unsecured and considered good** | | |
| | Due from insurance contract holders | **10,280,192** | 8,637,096 |
| | Provision for impairment of receivables from insurance contract holders | **(1,657,816)** | (1,631,532) |
| | | **8,622,376** | 7,005,564 |
| | Due from other insurers / other reinsurers | **1,884,938** | 1,249,144 |
| | Provision for impairment of due from other insurers / reinsurers | **(201,302)** | (201,302) |
| | | **1,683,636** | 1,047,842 |
| | | **10,306,012** | 8,053,406 |

**14.1** Due from insurance contact holders include an amount Rs. 744,628 thousands (2024: Rs. 386,388 thousands) held with related parties.

| | | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| | | | Rupees in thousand | |
| **15** | **Prepayments** | | | |
| | Prepaid reinsurance premium ceded | | **6,076,758** | 8,370,324 |
| | Prepaid miscellaneous expenses | | **503,653** | 276,895 |
| | | | **6,580,411** | 8,647,219 |
| **16** | **Bank deposits subject to encumbrances** | | | |
| | **Inside Pakistan** | | | |
| | Saving accounts under lien | 16.1 | **504,788** | 549,011 |
| | Margin against guarantee | 16.2 | **83,999** | 83,999 |
| | | | **588,787** | 633,010 |
| | **Outside Pakistan** | | | |
| | Current accounts under lien | 16.3 | **80,963** | 128,800 |
| | Margin against guarantee | 16.4 | **4,639,907** | 2,278,878 |
| | | | **4,720,870** | 2,407,678 |
| | | | **5,309,657** | 3,040,688 |

**16.1** This represents lien marked on cash deposits in saving accounts against SBLC (Standby Letter of Credit) issued in favor of Meezan Bank Limited on behalf of Hyundai Nishat Motor (Private) Limited, a related party of the Group and for claims under litigation filed against the Parent Company.

**16.2** This represents margin against bank guarantee, kept with banks in Pakistan essentially in respect of guarantees issued by the banks on behalf of the Parent Company for claims under litigation filed against the Parent Company and bid bond guarantees.

**16.3** This represents lien marked on current accounts by the banks as per the instructions issued by the Court in lieu of execution of legal orders in different cases pertaining to claims in United Arab Emirates of the Parent Company.

**16.4** This represents margin provided for a bank guarantee issued outside Pakistan in favor of the Central Bank of the UAE to meet regulatory requirement of the Parent Company.

| | | Note | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| **17** | **Cash and bank** | | Rupees in thousand | |
| | **Cash and cash equivalents** | | | |
| | **Inside Pakistan** | | | |
| | Cash in hand | | **1,890** | 1,648 |
| | Policy & Revenue stamps, Bond papers | | **26,102** | 24,258 |
| | | | **27,992** | 25,906 |
| | **Cash at bank** | | | |
| | **Inside Pakistan** | | | |
| | Current accounts | | **646,085** | 740,937 |
| | Savings accounts | | **7,381,349** | 6,549,335 |
| | | | **8,027,434** | 7,290,272 |
| | **Outside Pakistan** | | | |
| | Current accounts | | **2,451,812** | 2,909,980 |
| | Savings accounts | | **2,346** | 2,319 |
| | | | **2,454,158** | 2,912,299 |
| | | | **10,481,592** | 10,202,571 |
| | | | **10,509,584** | 10,228,477 |

| | | | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|---|
| | | | Rupees in thousand | |
| **18** | **Window Takaful Operations - Operator's Fund and Participants' Takaful Fund** | | | *(Restated)* |
| | Total assets of Operator's Fund | 18.1 | **2,026,694** | 2,082,402 |
| | Total assets of Participants' Takaful Fund | 18.2 | **2,507,623** | 3,016,528 |
| | | | **4,534,317** | 5,098,930 |
| | Total liabilities of Operator's Fund | 18.1 | **603,460** | 772,823 |
| | Total liabilities against Participants' Takaful Fund | 18.2 | **2,507,623** | 3,016,528 |
| | | | **3,111,083** | 3,789,351 |

| | | (Unaudited) June 30, 2025 | (Audited) December 31, 2024 |
|---|---|---|---|
| | | Rupees in thousand | |
| **18.1** | **Operator's Fund** | | |
| | **Assets** | | |
| | Cash and bank deposits | **105,927** | 295,515 |
| | Qard-e-Hasna to Participant Takaful Fund | **-** | 221,460 |
| | Investments - Equity securities | **657,503** | 1,075,440 |
| | Investments - Debt securities | **46,418** | 51,418 |
| | Investments - Term Deposits | **900,000** | - |
| | Intangible assets | **14,628** | 15,214 |
| | Property and equipment | **65,078** | 46,568 |
| | Current assets - others | **237,140** | 376,787 |
| | **Total Assets** | **2,026,694** | 2,082,402 |
| | **Total Liabilities** | **603,460** | 772,823 |

| | | (Unaudited) | | | |
|---|---|---|---|---|---|
| | | For three month period ended | | For six month period ended | |
| | | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | | Rupees in thousand | |
| **18.1.1** | Wakala income | **279,878** | 234,784 | **522,488** | 463,524 |
| | Commission expense | **(154,238)** | (136,433) | **(217,312)** | (168,175) |
| | Management expenses | **(101,017)** | (72,382) | **(190,195)** | (145,167) |
| | Investment income | **46,868** | 40,672 | **50,851** | 80,101 |
| | Other income | **7,033** | 14,298 | **12,834** | 20,285 |
| | Mudarib's share of PTF investment income | **11,062** | 17,997 | **12,231** | 22,828 |
| | Other expenses | **(1,679)** | (770) | **(2,448)** | (1,540) |
| | Profit before taxation | **87,907** | 98,166 | **188,449** | 271,856 |
| | Taxation | **(35,141)** | (38,013) | **(74,244)** | (105,752) |
| | **Profit after taxation** | **52,766** | 60,153 | **114,205** | 166,104 |

| | | (Unaudited) | (Audited) |
|---|---|---|---|
| | | **June 30, 2025** | December 31, 2024 |
| **18.2** | **Participant's Takaful Fund** | **Rupees in thousand** | |
| | **Assets** | | |
| | Cash and bank deposits | **275,371** | 896,141 |
| | Investments - Equity securities | **433,600** | 664,478 |
| | Investments - Term Deposits | **400,000** | - |
| | Current assets - others | **1,398,652** | 1,455,909 |
| | **Total Assets** | **2,507,623** | 3,016,528 |
| | **Total liabilities** | **2,507,623** | 3,016,528 |

**18.3** Details of total assets, total liabilities and segment disclosure of window takaful operations are stated in the annexed condensed interim financial statements for the six month period ended June 30, 2025.

| | | (Unaudited) | (Audited) |
|---|---|---|---|
| | | **June 30, 2025** | December 31, 2024 |
| | | **Rupees in thousand** | |
| **19** | **Reserves** | | |
| | **Capital reserves** | | |
| | Reserves for exceptional losses | **22,859** | 22,859 |
| | Investment fluctuation reserves | **3,764** | 3,764 |
| | Exchange translation reserves | **2,185,404** | 2,137,672 |
| | Fair value reserve | **13,103,388** | 11,832,817 |
| | | **15,315,415** | 13,997,112 |
| | **Revenue reserves** | | |
| | General reserves | **936,500** | 936,500 |
| | | **16,251,915** | 14,933,612 |
| **20** | **Other creditors and accruals** | | |
| | Agents commission payable | **1,608,432** | 1,927,037 |
| | Federal Excise Duty / Sales Tax / VAT | **630,164** | 459,172 |
| | Federal Insurance Fee payable | **73,482** | 44,536 |
| | Payable to related parties | **6,659** | 12,977 |
| | Workers' welfare fund payable | **599,856** | 511,349 |
| | Tax deducted at source | **73,838** | 95,666 |
| | Accrued expenses | **475,945** | 710,236 |
| | Unpaid and unclaimed dividend | **192,843** | 186,447 |
| | Payable to employees' provident fund | **573** | 514 |
| | Stale cheques | **218,730** | 216,254 |
| | Regulatory fee payable | **92,515** | 129,322 |
| | Other deposits | **37,901** | 50,712 |
| | Unearned receipts | **35,858** | 39,694 |
| | Sundry creditors | **283,674** | 237,466 |
| | | **4,330,470** | 4,621,382 |

**21 Contingencies and commitments**

**Parent Company**

**Contingencies**

There has been no significant change in the status of contingencies and commitments as reported in the preceding published consolidated annual financial statements of the Parent Company for the year ended December 31, 2024 except for the following.

- The Parent Company has provided a guarantee to Meezan Bank Limited (MBL) against the loan provided by MBL to Hyundai Nishat Motor (Private) Limited, a related party, amounting to Rs. 1,060,186 thousands (December 31, 2024: Rs. 1,104,757 thousands).
- The Parent Company has issued letter of guarantees amounting to AED 215,269,000 and amounting to Rs. 16,633,276 thousands (December 31, 2024: AED 115,050,000 amounting to Rs. 8,724,955 thousands) relating to UAE branch.

**Subsidiary Company**

**Contingencies**

**Sales tax on life insurance premium**

Sindh Revenue Board (SRB) vide notification no. SRB 3-4/5/2019 dated May 8, 2019 extended the exemption on life insurance till June 30, 2019. Subsequently, life insurance was made taxable from July 1, 2019 at the rate of 3% and group life insurance at the rate of 13%. With effect from November 1, 2018, the Punjab Revenue Authority (PRA) withdrew its exemption on life and health insurance and made the same subject to Punjab Sales Tax (PST). The Subsidiary Company collectively through the forum of Insurance Association of Pakistan ("IAP") filed a constitutive petition in the Lahore High Court (LHC) and in the High Court of Sindh at Karachi on September 28, 2019 and November 28, 2019 against PRA and SRB respectively on the following main contentions:

- Subtantiating the Subsidiary Company's view that insurance is not a service but in fact, in sum and substance, a contingent contract under which payment is made on the occurance of the event, specified in the term of contract or policy, and is thus a financial arrangement. Superior courts in foreign jurisdictions have held that insurance is not a service;
- A question of constitutionality arose on the levy of provincial sales tax on life insurance, which in their view, was a Federal subject, since the Federation has retained a legislative mandate over all laws relating to insurance under Entry 29 of the said List, therefore, only the Federation is entitled to levy and any tax in relation to insurance business; and
- A vast majority of premium received from a policyholder, during the life of the policy, is in fact channeled to the policyholders' investment account and as such this is critically important in exposing the legal fallacies embodied in the Rules. Thus, if the entire Gross Written Premium (GWP) was subjected to the provincial sales tax, this was akin to a direct tax on the policyholders, in the nature of income tax, wealth tax or capital value tax, all of which fall exclusively within the domain of Federal Legislature.

Shortly after the end of 2024, the Hon'ble SHC dismissed the case merely on technical grounds and without considering the merits of the arguments that forms the basis of the petition, essentially directing the petitioners to re-approach SRB regarding show cause notices issued by the department on the matter of taxability of life and health insurance. However, it has been unanimously decided by the industry, through the platform of Insurance Association of Pakistan (IAP), to refer the case to and file a constitutional petition in the Supreme Court of Pakistan.

In view of the opinion of the legal advisors, and pending the adjudication of the subject matter, the Subsidiary Company has neither billed its customers, nor recognised the contingent liability for Sind Sales Tax, Punjab Sales Tax & Khyber Pakhtunkhwa Sales Tax, which, calculated on the basis of risk premium only and excluding the investment component allocated to unit linked policies, aggregated to Rs. 1,478 million (December 31, 2024: Rs. 1,338 million). In Baluchistan province, given that the Subsidiary Company has limited operations in that province, the amount of contingent sales tax liability for Baluchistan Sales Tax on Services, calculated on the similar basis as Sind Sales Tax, Punjab Sales Tax & Khyber Pakhtunkhwa Sales Tax, is immaterial. The Subsidiary Company, based on the opinions of the legal advisors, is confident about the favorable outcome of the case. Meanwhile, the life insurance companies will collectively continue their administrative efforts through IAP platform to reach an amicable settlement with the provincial revenue authorities.

**Income tax**

Additional Commissioner Inland Revenue (ACIR), Range B, Zone VI, Large Taxpayers Office, Karachi issued orders dated December 29, 2023 and December 26, 2024 u/s 122(5A) of the Income Tax Ordinance, 2001 to the Subsidiary Company for tax years 2018 and tax year 2019. In the aforementioned orders, ACIR levied a minimum tax of Rs. 197.361 million and Rs. 197.838 million for tax years 2018 and 2019 respectively under section 113 of the Ordinance @ 1.25% on the gross turnover of the Subsidiary Company taking into account the entire gross receipts of Statutory funds which essentially is attributable to policyholders' funds, the taxability of which is dealt with separately under the Fourth Schedule of the Income Tax Ordinance, 2001.

The Subsidiary Company, through its tax consultant had filed appeals for tax year 2018 before Income Tax Commissioner (Appeals) and for tax year 2019, directly to Appellate Tribunal Inland Revenue (as per the new rules). The decision against both the appeals is pending. The grounds of both the appeals were that owing to the special nature of insurance business, ACIR, has ignored the well-settled principles that used to calculate the income tax liability of life assurance business. Rules 1, 2 and 3 of the Fourth Schedule to the Ordinance overrides the provisions of the Ordinance by virtue of section 99 of the Ordinance. Rule 2 of the Fourth Schedule provides that profit and gains of a life insurance business shall be the current year's surplus appropriated to P&L Account as per the advice of the appointed Actuary. It is evident that tax can only be levied on shareholder's surplus appropriated to P&L account whereas policyholder's surplus is exempt from tax.

The gross turnover as calculated by ACIR does not represent the income of the Subsidiary Company and hence levying minimum tax on gross turnover is tantamount to tax on policyholders which is against the intent of the legislature.

The Subsidiary Company and the legal advisors are confident that the outcome of the matter will ultimately be decided in favour of the Company, hence, no provision for the amount involved is required to be made in these condensed interim financial statements.

**Commitments**

**Commitments in respect of Ijarah rentals**

| | **(Unaudited)** | (Audited) |
|---|---|---|
| | **June 30, 2025** | December 31, 2024 |
| | **Rupees in thousand** | |
| Not later than one year | **33,990** | 48,858 |
| Later than one year and not later than five years | **15,031** | 35,091 |
| | **49,021** | 83,949 |

Commitments represent Ijarah rentals for vehicles payable in future period.

| | Note | For three month period ended | | For six month period ended | |
|---|---|---|---|---|---|
| | | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | | | |
| **22 Net insurance premium** | | | | | |
| **Parent Company** | | | | | |
| Written gross premium | | **15,366,811** | 12,216,647 | **29,891,227** | 24,023,080 |
| Unearned premium reserve opening | | **26,001,097** | 19,830,734 | **24,971,654** | 19,343,851 |
| Unearned premium reserve closing | | **(27,495,543)** | (20,502,638) | **(27,495,543)** | (20,502,638) |
| Currency translation effect | | **212,208** | 13,874 | **294,993** | (111,163) |
| Premium earned | | **14,084,573** | 11,558,617 | **27,662,331** | 22,753,130 |
| Reinsurance premium ceded | | **(4,172,245)** | (5,083,819) | **(8,011,810)** | (8,976,500) |
| Prepaid reinsurance premium opening | | **(6,896,209)** | (6,680,078) | **(8,370,324)** | (8,298,195) |
| Prepaid reinsurance premium closing | | **6,076,758** | 6,361,927 | **6,076,758** | 6,361,927 |
| Currency translation effect | | **(8,723)** | (797) | **(11,852)** | 10,324 |
| Reinsurance expense | | **(5,000,419)** | (5,402,767) | **(10,317,228)** | (10,902,444) |
| | **22.1 & 22.2** | **9,084,154** | 6,155,850 | **17,345,103** | 11,850,686 |
| **Subsidiary Company** | | | | | |
| **Regular premium / contributions individual policies** | **22.3** | | | | |
| - first year | | **991,224** | 460,470 | **1,738,858** | 1,023,987 |
| - second year renewal | | **387,175** | 510,441 | **892,181** | 1,052,008 |
| - subsequent years renewal | | **1,856,578** | 1,596,840 | **3,838,445** | 3,661,724 |
| Single premium / contributions individual policies | **22.3** | **3,182,613** | 2,823,146 | **9,159,736** | 5,926,721 |
| Group policies without cash values | | **294,451** | 121,598 | **587,753** | 415,935 |
| Less: Experience refund | | **(3,729)** | - | **(44,350)** | (23,477) |
| | | **6,708,312** | 5,512,495 | **16,172,623** | 12,056,898 |
| **Less: reinsurance premiums / retakaful contributions ceded** | | | | | |
| On individual life first year business | | **(13,957)** | (10,079) | **(26,387)** | (21,543) |
| On individual life second year business | | **(7,603)** | (8,155) | **(15,656)** | (16,162) |
| On individual life subsequent renewal business | | **(26,382)** | (32,287) | **(53,327)** | (66,090) |
| On individual life single premium business | | **(3,068)** | (1,521) | **(6,533)** | (3,030) |
| On group policies | | **(203,775)** | (50,176) | **(368,202)** | (216,896) |
| Profit commission on reinsurance | | **-** | 165 | **35,334** | 17,347 |
| | | **(254,785)** | (102,053) | **(434,771)** | (306,374) |
| | | **6,453,527** | 5,410,442 | **15,737,852** | 11,750,524 |
| | | **15,537,681** | 11,566,292 | **33,082,955** | 23,601,210 |
| **22.1 Net insurance premium - Business underwritten inside Pakistan** | | | | | |
| Written gross premium | | **6,621,348** | 7,378,271 | **13,347,071** | 14,192,468 |
| Unearned premium reserve opening | | **10,699,173** | 9,967,740 | **11,643,488** | 10,824,315 |
| Unearned premium reserve closing | | **(10,070,985)** | (9,918,047) | **(10,070,985)** | (9,918,047) |
| Premium earned | | **7,249,536** | 7,427,964 | **14,919,574** | 15,098,736 |
| Reinsurance premium ceded | | **(3,524,403)** | (4,667,667) | **(6,825,595)** | (8,228,156) |
| Prepaid reinsurance premium opening | | **(6,297,537)** | (5,957,177) | **(7,886,261)** | (7,441,378) |
| Prepaid reinsurance premium closing | | **5,343,288** | 5,727,250 | **5,343,288** | 5,727,250 |
| Reinsurance expense | | **(4,478,652)** | (4,897,594) | **(9,368,568)** | (9,942,284) |
| | | **2,770,884** | 2,530,370 | **5,551,006** | 5,156,452 |
| **22.2 Net insurance premium - Business underwritten outside Pakistan** | | | | | |
| Written gross premium | | **8,745,463** | 4,838,376 | **16,544,156** | 9,830,612 |
| Unearned premium reserve opening | | **15,301,924** | 9,862,994 | **13,328,166** | 8,519,536 |
| Unearned premium reserve closing | | **(17,424,558)** | (10,584,591) | **(17,424,558)** | (10,584,591) |
| Currency translation effect | | **212,208** | 13,874 | **294,993** | (111,163) |
| Premium earned | | **6,835,037** | 4,130,653 | **12,742,757** | 7,654,394 |
| Reinsurance premium ceded | | **(647,842)** | (416,152) | **(1,186,215)** | (748,344) |
| Prepaid reinsurance premium opening | | **(598,672)** | (722,901) | **(484,063)** | (856,817) |
| Prepaid reinsurance premium closing | | **733,470** | 634,677 | **733,470** | 634,677 |
| Currency translation effect | | **(8,723)** | (797) | **(11,852)** | 10,324 |
| Reinsurance expense | | **(521,767)** | (505,173) | **(948,660)** | (960,160) |
| | | **6,313,270** | 3,625,480 | **11,794,097** | 6,694,234 |

**22.3** Individual policies are those underwritten on an individual basis.

| | Note | For three month period ended | | For six month period ended | |
|---|---|---|---|---|---|
| | | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | | | |
| **23 Net insurance claims expense** | | | | | |
| **Parent Company** | | | | | |
| Claims paid | | **10,221,713** | 6,686,969 | **18,679,841** | 13,274,055 |
| Outstanding claims including IBNR closing | | **23,401,765** | 24,832,912 | **23,401,765** | 24,832,912 |
| Outstanding claims including IBNR opening | | **(24,371,164)** | (25,065,182) | **(24,345,048)** | (26,395,403) |
| Currency translation effect | | **(163,727)** | (13,198) | **(238,308)** | 126,463 |
| Claims expense | | **9,088,587** | 6,441,501 | **17,498,250** | 11,838,027 |
| Reinsurance and other recoveries received | | **(3,425,538)** | (2,239,435) | **(7,414,143)** | (5,618,652) |
| Reinsurance and other recoveries in respect of outstanding claims closing | | **(14,600,292)** | (19,608,627) | **(14,600,292)** | (19,608,627) |
| Reinsurance and other recoveries in respect of outstanding claims opening | | **14,926,860** | 19,268,369 | **15,761,334** | 20,902,569 |
| Currency translation effect | | **81,704** | 6,429 | **116,078** | (81,808) |
| Reinsurance and other recoveries revenue | | **(3,017,266)** | (2,573,264) | **(6,137,023)** | (4,406,518) |
| | **23.1 & 23.2** | **6,071,321** | 3,868,237 | **11,361,227** | 7,431,509 |
| **Subsidiary Company** | | | | | |
| **Gross claims** | | | | | |
| Claims under individual policies | | | | | |
| - by death | | **212,780** | 172,520 | **363,873** | 336,236 |
| - by insured event other than death | | **489** | 3,945 | **6,426** | 8,636 |
| - by maturity | | **3,226,328** | 1,807,175 | **5,890,802** | 4,069,885 |
| - by surrender | | **4,439,961** | 3,092,494 | **8,939,714** | 6,703,841 |
| Total gross individual policy claims | | **7,879,558** | 5,076,134 | **15,200,815** | 11,118,598 |
| Claims under group policies | | | | | |
| - by death | | **248,233** | 156,425 | **441,516** | 332,928 |
| - by insured event other than death | | **21,113** | 17,411 | **27,736** | 21,639 |
| Total gross group policy claims | | **269,346** | 173,836 | **469,252** | 354,567 |
| Claim related expenses | | **1,259** | 1,419 | **2,298** | 2,990 |
| **Total gross claims** | | **8,150,163** | 5,251,389 | **15,672,365** | 11,476,155 |
| **Less: Reinsurance recoveries** | | | | | |
| - on individual claims | | **17,122** | 27,079 | **21,828** | 47,781 |
| - on group claims | | **177,405** | 94,856 | **314,678** | 215,038 |
| | | **194,527** | 121,935 | **336,506** | 262,819 |
| | | **7,955,636** | 5,129,454 | **15,335,859** | 11,213,336 |
| | | **14,026,957** | 8,997,691 | **26,697,086** | 18,644,845 |

**23.1 Net insurance claims expense - Business underwritten inside Pakistan**

| | | | | |
|---|---|---|---|---|
| Claim paid | **2,378,942** | 1,820,430 | **5,955,329** | 5,190,000 |
| Outstanding claims including IBNR closing | **10,408,973** | 13,960,258 | **10,408,973** | 13,960,258 |
| Outstanding claims including IBNR opening | **(11,033,053)** | (14,683,878) | **(11,912,919)** | (16,482,355) |
| Claim expense | **1,754,862** | 1,096,810 | **4,451,383** | 2,667,903 |
| Reinsurance and other recoveries received | **(718,891)** | (397,693) | **(2,796,956)** | (2,440,437) |
| Reinsurance and other recoveries in respect of outstanding claims closing | **(8,127,907)** | (12,152,796) | **(8,127,907)** | (12,152,796) |
| Reinsurance and other recoveries in respect of outstanding claims opening | **8,890,084** | 12,819,614 | **9,926,475** | 14,571,713 |
| Reinsurance and other recoveries revenue | **43,286** | 269,125 | **(998,388)** | (21,520) |
| | **1,798,148** | 1,365,935 | **3,452,995** | 2,646,383 |

**23.2 Net insurance claims expense - Business underwritten outside Pakistan**

| | | | | |
|---|---|---|---|---|
| Claim Paid | **7,842,771** | 4,866,539 | **12,724,512** | 8,084,055 |
| Outstanding claims including IBNR closing | **12,992,792** | 10,872,654 | **12,992,792** | 10,872,654 |
| Outstanding claims including IBNR opening | **(13,338,111)** | (10,381,304) | **(12,432,129)** | (9,913,048) |
| Currency translation effect | **(163,727)** | (13,198) | **(238,308)** | 126,463 |
| Claim expense | **7,333,725** | 5,344,691 | **13,046,867** | 9,170,124 |
| Reinsurance and other recoveries received | **(2,706,647)** | (1,841,742) | **(4,617,187)** | (3,178,215) |
| Reinsurance and other recoveries in respect of outstanding claims closing | **(6,472,385)** | (7,455,831) | **(6,472,385)** | (7,455,831) |
| Reinsurance and other recoveries in respect of outstanding claims opening | **6,036,776** | 6,448,755 | **5,834,859** | 6,330,856 |
| Currency translation effect | **81,704** | 6,429 | **116,078** | (81,808) |
| Reinsurance and other recoveries revenue | **(3,060,552)** | (2,842,389) | **(5,138,635)** | (4,384,998) |
| | **4,273,173** | 2,502,302 | **7,908,232** | 4,785,126 |

| | Note | For three month period ended | | For six month period ended | |
|---|---|---|---|---|---|
| | | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | | Rupees in thousand | | | |
| **24 Net commission and other acquisition costs** | | | | | |
| **Parent Company** | | | | | |
| Commission paid or payable | | **2,117,822** | 1,289,968 | **4,034,147** | 2,645,621 |
| Deferred commission expense opening | | **3,487,631** | 2,357,359 | **3,116,714** | 2,133,671 |
| Deferred commission expense closing | | **(3,924,941)** | (2,444,943) | **(3,924,941)** | (2,444,943) |
| Currency translation effect | | **41,899** | 2,806 | **58,021** | (21,950) |
| Net commission | | **1,722,411** | 1,205,190 | **3,283,941** | 2,312,399 |
| Commission received or recoverable | | **(321,129)** | (138,311) | **(532,837)** | (383,954) |
| Unearned reinsurance commission opening | | **(389,285)** | (442,378) | **(439,530)** | (507,332) |
| Unearned reinsurance commission closing | | **306,014** | 286,961 | **306,014** | 286,961 |
| Currency translation effect | | **(256)** | (73) | **(328)** | 1,048 |
| Commission from reinsurance | | **(404,656)** | (293,801) | **(666,681)** | (603,277) |
| | **24.1 & 24.2** | **1,317,755** | 911,389 | **2,617,260** | 1,709,122 |
| **Subsidiary Company** | | | | | |
| Remuneration to insurance / takaful intermediaries on individual policies: | | | | | |
| - Commission on first year contribution / premium | | **271,004** | 150,317 | **489,296** | 340,098 |
| - Commission on second year contribution / premium | | **22,678** | 28,903 | **52,135** | 60,421 |
| - Commission on subsequent years renewal contribution / premium | | **47,248** | 38,475 | **97,374** | 83,267 |
| - Commission on single contribution / premium | | **84,140** | 80,990 | **252,824** | 170,509 |
| - Other benefits to insurance intermediaries | | **39,612** | 160,483 | **132,103** | 255,146 |
| | | **464,682** | 459,168 | **1,023,732** | 909,441 |
| Remuneration to insurance intermediaries on group policies: | | | | | |
| - Commission | | **5,245** | 3,835 | **14,796** | 12,628 |
| - Other benefits to insurance intermediaries | | **687** | 182 | **1,987** | 430 |
| | | **5,932** | 4,017 | **16,783** | 13,058 |
| Other acquisition costs | | **332,563** | 304,693 | **650,623** | 613,388 |
| | | **803,177** | 767,878 | **1,691,138** | 1,535,887 |
| | | **2,120,932** | 1,679,267 | **4,308,398** | 3,245,009 |

**24.1 Net commission and other acquisition costs - Business underwritten inside Pakistan**

| | | | | |
|---|---|---|---|---|
| Commission paid or payable | **381,891** | 371,964 | **742,787** | 749,904 |
| Deferred commission expense opening | **491,918** | 401,736 | **536,004** | 448,982 |
| Deferred commission expense closing | **(471,176)** | (367,904) | **(471,176)** | (367,904) |
| Net commission | **402,633** | 405,796 | **807,615** | 830,982 |
| Commission received or recoverable | **(307,617)** | (137,223) | **(507,529)** | (379,944) |
| Unearned reinsurance commission opening | **(374,927)** | (378,254) | **(428,504)** | (415,444) |
| Unearned reinsurance commission closing | **284,030** | 248,928 | **284,030** | 248,928 |
| Commission from reinsurance | **(398,514)** | (266,549) | **(652,003)** | (546,460) |
| | **4,119** | 139,247 | **155,612** | 284,522 |

**24.2 Net commission and other acquisition costs - Business underwritten outside Pakistan**

| | | | | |
|---|---|---|---|---|
| Commission paid or payable | **1,735,931** | 918,004 | **3,291,360** | 1,895,717 |
| Deferred commission expense opening | **2,995,713** | 1,955,623 | **2,580,710** | 1,684,689 |
| Deferred commission expense closing | **(3,453,765)** | (2,077,039) | **(3,453,765)** | (2,077,039) |
| Currency translation effect | **41,899** | 2,806 | **58,021** | (21,950) |
| Net commission | **1,319,778** | 799,394 | **2,476,326** | 1,481,417 |
| Commission received or recoverable | **(13,512)** | (1,088) | **(25,308)** | (4,010) |
| Unearned reinsurance commission opening | **(14,358)** | (64,124) | **(11,026)** | (91,888) |
| Unearned reinsurance commission closing | **21,984** | 38,033 | **21,984** | 38,033 |
| Currency translation effect | **(256)** | (73) | **(328)** | 1,048 |
| Commission from reinsurance | **(6,142)** | (27,252) | **(14,678)** | (56,817) |
| | **1,313,636** | 772,142 | **2,461,648** | 1,424,600 |

| | For three month period ended | | For six month period ended | |
|---|---|---|---|---|
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | Rupees in thousand | | | |
| **25 Investment income** | | | | |
| **Business underwritten Inside Pakistan** | | | | |
| **Income from equity securities** | | | | |
| **Dividend Income** | | | | |
| - Available for sale | **810,952** | 767,660 | **1,789,481** | 1,525,790 |
| - Fair value through profit or loss | **464,324** | 678,366 | **765,288** | 832,119 |
| | **1,275,276** | 1,446,026 | **2,554,769** | 2,357,909 |
| **Income from debt securities** | | | | |
| **Return on debt securities** | | | | |
| - Fair value through profit or loss | **112,910** | 189,600 | **242,115** | 402,293 |
| - Held to maturity | **206,307** | 167,748 | **393,109** | 270,961 |
| | **319,217** | 357,348 | **635,224** | 673,254 |
| **Return on government securities** | | | | |
| - Fair value through profit or loss | **2,593,314** | 3,349,628 | **5,013,718** | 6,625,317 |
| | **2,593,314** | 3,349,628 | **5,013,718** | 6,625,317 |
| **Income from term deposit receipts** | | | | |
| - Held to maturity | **-** | 7,787 | **-** | 8,029 |
| | **-** | 7,787 | **-** | 8,029 |
| **Net realized gains on investments** | | | | |
| **Available for sale** | | | | |
| - Equity securities | **166,627** | 145,376 | **556,695** | 145,376 |
| - Government securities | **17** | - | **-** | - |
| | **166,644** | 145,376 | **556,695** | 145,376 |
| Investment related expenses | **(388)** | (460) | **(1,251)** | (460) |
| **Fair value through profit or loss** | | | | |
| - Equity securities | **762,587** | 626,926 | **910,741** | 863,195 |
| - Debt securities | **(4,101)** | - | **(4,101)** | - |
| - Government securities | **128,733** | (135,519) | **160,175** | (185,142) |
| | **887,219** | 491,407 | **1,066,815** | 678,053 |
| | **5,241,282** | 5,797,112 | **9,825,970** | 10,487,478 |
| **Business underwritten Outside Pakistan** | | | | |
| **Return on term deposits** | | | | |
| - Held to maturity | **185,839** | 129,283 | **368,816** | 245,515 |
| | **185,839** | 129,283 | **368,816** | 245,515 |
| **Income from debt securities - Held to maturity** | | | | |
| Return on Government bonds | **13,336** | - | **21,220** | - |
| Investment related expenses | **(2,915)** | - | **(2,915)** | - |
| | **196,260** | 129,283 | **387,121** | 245,515 |
| **Total investment income** | **5,437,542** | 5,926,395 | **10,213,091** | 10,732,993 |

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | **June 30, 2025** | June 30, 2024 | **June 30, 2025** | June 30, 2024 |
| | **Rupees in thousand** | | | |
| **26 Earnings per share - basic and diluted** | | | | |
| There is no dilutive effect on the basic earnings per share which is based on: | | | | |
| Profit after tax for the period attributable to ordinary shareholders | **1,203,578** | 1,143,935 | **2,678,736** | 2,160,665 |
| | **Number of shares** | | **Number of shares** | |
| Weighted average number of ordinary shares outstanding | **350,000,000** | 350,000,000 | **350,000,000** | 350,000,000 |
| | **Rupees** | | **Rupees** | |
| Earnings after tax per share - basic and diluted | **3.44** | 3.27 | **7.65** | 6.17 |

## 27 Transactions with related parties

The Group has related party relationships with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. Transactions are entered into with these related parties for the issuance of policies to and disbursements of claims incurred by them and payments of rentals for the use of premises rented from them. There are no transactions with key management personnel other than those specified in their terms of employment.

The transactions and balances with related parties during the period other than those which have been specifically disclosed elsewhere in this consolidated condensed interim financial statements are as follows:

| | For six month period ended | |
|---|---|---|
| | **June 30, 2025** | June 30, 2024 |
| | **Rupees in thousand** | |
| **Parent Company** | | |
| **i) Transactions** | | |
| Premium underwritten | **1,212,536** | 1,170,303 |
| Premium received | **1,457,213** | 1,815,433 |
| Claims paid | **395,651** | 454,654 |
| Commission Paid | **25,258** | 13,080 |
| Rent paid | **6,581** | 5,474 |
| Rent received | **40,311** | 28,995 |
| Dividend received | **1,024,120** | 1,016,508 |
| Dividend paid | **187,022** | 245,995 |
| Income on bank deposits | **53,396** | 187,456 |
| Fee / service charges paid | **7,105** | 5,988 |
| Fee / service charges / expenses received / receivable | **17,221** | 21,144 |
| Charge in respect of gratuity expense | **20,612** | 17,108 |
| Contribution to Employees' Provident Fund | **26,622** | 22,712 |
| Compensation paid to Key management personnel | **1,313,966** | 1,118,848 |

| | (Unaudited) | (Audited) |
|---|---|---|
| | **June 30, 2025** | December 31, 2024 |
| | **Rupees in thousand** | |
| **ii) Period end balances** | | |
| Balances receivable | **732,827** | 381,479 |
| Balances payable | **317,431** | 389,042 |
| Cash and bank balances including term deposits | **5,265,217** | 5,013,136 |
| Payable to Staff Gratuity Fund | **55,178** | 34,563 |

| | For six month period ended | |
|---|---|---|
| | **June 30, 2025** | June 30, 2024 |
| | **Rupees in thousand** | |
| **Subsidiary Company** | | |
| **i) Transactions** | | |
| **Associated undertakings** | | |
| Premium written | **89,350** | 110,766 |
| Claims expense | **216,426** | 167,708 |
| Others | **144** | 6,651 |
| Commission and other incentives in respect of bancassurance | **727,524** | 539,368 |
| Profit on bank deposits | **234,291** | 279,275 |
| Bank charges | **3,938** | 4,196 |
| Investments purchased | **3,748,345** | 3,197,105 |
| Investments sold | **4,646,340** | 1,948,993 |
| Dividend income | **315,010** | 540,993 |
| Dividend paid | **7,969** | 9,118 |
| **Other related parties** | | |
| Premium written | **15,249** | 16,034 |
| Claims expense | **271** | 12,810 |
| Investments purchased | **35,230** | 181,858 |
| Investments sold | **39,331** | 323,583 |
| Investment advisor fee | **18,630** | 15,876 |
| Dividend paid | **3,614** | 3,614 |
| **Directors** | | |
| Fee | **578** | 325 |
| Dividend paid | **2** | 2 |
| **Transactions with key management personnel** | | |
| Remuneration | **156,850** | 166,394 |
| Advances to key management personnels | **2,575** | 190 |
| Recoveries against advances to key management personnels | **3,768** | 4,313 |
| **Staff Retirement Benefit Plan (Gratuity Fund)** | | |
| Charge for the period | **35,767** | 21,215 |

| | (Unaudited) | (Audited) |
|---|---|---|
| | **June 30, 2025** | December 31, 2024 |
| | **Rupees in thousand** | |
| **ii) Period end balances** | | |
| **Associated undertakings** | | |
| Premium due but unpaid | **12,086** | 11,555 |
| Bank deposits | **6,125,689** | 5,955,836 |
| Investments held | **9,092,584** | 9,288,789 |
| Commission payable | **237,310** | 408,994 |
| Claims payable | **25,248** | 4,036 |
| Premium received in advance | **1,360** | 5,021 |
| **Other related parties** | | |
| Premium due but unpaid | **4,515** | 3,744 |
| Premium received in advance | **83** | 130 |
| **Key management personnel** | | |
| Short term loans (as per policy) | **2,418** | 6,384 |
| **Staff retirement benefit plan (gratuity fund)** | | |
| Payable to gratuity fund | **36,889** | 72,124 |

**28 Segment Information**

For general insurance, each class of business has been identified as reportable segment whereas, for life insurance the statutory funds are treated as reportable segments. The Group conducts general insurance business both inside and outside Pakistan while life assurance is conducted only in Pakistan.

| | Six month period ended 30 June 2025 | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | General Insurance | | | | | | | | | | | | | | |
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate General Insurance | Aggregate Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | | | |
| | Rupees in thousands | | | | | | | | | | | | | | |
| Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge) | 7,528,405 | 133,423 | 2,257,562 | 90,019 | 2,152,286 | 15,783,647 | 2,140,746 | 1,344,719 | 1,242,857 | 19,558 | 15,321,856 | 17,371,366 | 32,693,222 | 16,172,623 | 48,865,845 |
| Less: Federal excise duty / VAT | (1,022,920) | (6,353) | (286,877) | (4,289) | (290,136) | (751,602) | (109,116) | (64,034) | (132,681) | (931) | (1,841,730) | (827,209) | (2,668,939) | - | (2,668,939) |
| Federal insurance fee | (63,988) | - | (19,554) | (1) | (18,468) | - | (20,366) | - | (10,679) | - | (133,055) | (1) | (133,056) | - | (133,056) |
| | 6,441,497 | 127,070 | 1,951,131 | 85,729 | 1,843,682 | 15,032,045 | 2,011,264 | 1,280,685 | 1,099,497 | 18,627 | 13,347,071 | 16,544,156 | 29,891,227 | 16,172,623 | 46,063,850 |
| Gross written premium (inclusive of administrative surcharge) | 6,441,497 | 127,070 | 1,951,131 | 85,729 | 1,843,682 | 15,032,045 | 2,011,264 | 1,280,685 | 1,099,497 | 18,627 | 13,347,071 | 16,544,156 | 29,891,227 | 16,172,623 | 46,063,850 |
| Gross direct premium | 6,379,093 | 126,879 | 1,929,037 | 85,715 | 1,788,975 | 14,943,043 | 2,010,066 | 1,280,685 | 1,056,076 | 18,526 | 13,163,247 | 16,454,848 | 29,618,095 | 16,172,623 | 45,790,718 |
| Facultative inward premium | 53,821 | - | 247 | - | - | - | - | - | 36,005 | - | 90,073 | - | 90,073 | - | 90,073 |
| Administrative surcharge | 8,583 | 191 | 21,847 | 14 | 54,707 | 89,002 | 1,198 | - | 7,416 | 101 | 93,751 | 89,308 | 183,059 | - | 183,059 |
| | 6,441,497 | 127,070 | 1,951,131 | 85,729 | 1,843,682 | 15,032,045 | 2,011,264 | 1,280,685 | 1,099,497 | 18,627 | 13,347,071 | 16,544,156 | 29,891,227 | 16,172,623 | 46,063,850 |
| Insurance premium earned | 9,209,213 | 55,541 | 1,458,474 | 76,078 | 1,685,036 | 11,639,888 | 1,652,443 | 961,173 | 914,408 | 10,077 | 14,919,574 | 12,742,757 | 27,662,331 | 16,172,623 | 43,834,954 |
| Insurance premium ceded to reinsurers | (8,254,537) | (46,204) | (680,567) | - | (40,928) | (393,702) | - | (501,906) | (392,536) | (6,848) | (9,368,568) | (948,660) | (10,317,228) | (434,771) | (10,751,999) |
| Net insurance premium | 954,676 | 9,337 | 777,907 | 76,078 | 1,644,108 | 11,246,186 | 1,652,443 | 459,267 | 521,872 | 3,229 | 5,551,006 | 11,794,097 | 17,345,103 | 15,737,852 | 33,082,955 |
| Commission income | 517,047 | 9,215 | 1,327 | - | 3,021 | 1,008 | - | - | 130,608 | 4,455 | 652,003 | 14,678 | 666,681 | - | 666,681 |
| **Net underwriting income** | 1,471,723 | 18,552 | 779,234 | 76,078 | 1,647,129 | 11,247,194 | 1,652,443 | 459,267 | 652,480 | 7,684 | 6,203,009 | 11,808,775 | 18,011,784 | 15,737,852 | 33,749,636 |
| Insurance claims | (1,402,156) | (64,418) | (657,963) | (20,918) | (822,583) | (12,170,510) | (1,409,160) | (792,311) | (159,521) | 1,290 | (4,451,383) | (13,046,867) | (17,498,250) | (15,672,365) | (33,170,615) |
| Insurance claim recoveries from reinsurer | 874,117 | 52,243 | 176,923 | - | 24,017 | 4,540,329 | - | 547,001 | (76,669) | (938) | 998,388 | 5,138,635 | 6,137,023 | 336,506 | 6,473,529 |
| Net claims | (528,039) | (12,175) | (481,040) | (20,918) | (798,566) | (7,630,181) | (1,409,160) | (245,310) | (236,190) | 352 | (3,452,995) | (7,908,232) | (11,361,227) | (15,335,859) | (26,697,086) |
| Commission expense | (443,613) | (10,063) | (107,649) | (11,697) | (128,151) | (2,330,863) | (51,731) | (123,175) | (76,471) | (528) | (807,615) | (2,476,326) | (3,283,941) | (1,691,138) | (4,975,079) |
| Management expense | (494,028) | (7,672) | (247,720) | (30,067) | (658,790) | (1,277,183) | (118,914) | (90,904) | (194,906) | (1,805) | (1,714,358) | (1,407,631) | (3,121,989) | (623,742) | (3,745,731) |
| Net insurance claims and expenses | (1,465,680) | (29,910) | (836,409) | (62,682) | (1,585,507) | (11,238,227) | (1,579,805) | (459,389) | (507,567) | (1,981) | (5,974,968) | (11,792,189) | (17,767,157) | (17,650,739) | (35,417,896) |
| Net change in insurance liabilities (other than outstanding claims) | - | - | - | - | - | - | - | - | - | - | - | - | - | (5,787,309) | (5,787,309) |
| **Underwriting result** | 6,043 | (11,358) | (57,175) | 13,396 | 61,622 | 8,967 | 72,638 | (122) | 144,913 | 5,703 | 228,041 | 16,586 | 244,627 | (7,700,196) | (7,455,569) |
| Net investment income | | | | | | | | | | | 2,692,307 | 387,121 | 3,079,428 | 7,133,663 | 10,213,091 |
| Net fair value loss on financial assets at fair value through profit and loss - unrealised | | | | | | | | | | | - | - | - | 1,336,362 | 1,336,362 |
| Rental income | | | | | | | | | | | 66,182 | - | 66,182 | - | 66,182 |
| Other income | | | | | | | | | | | 372,790 | 46,907 | 419,697 | 244,618 | 664,315 |
| Other expenses | | | | | | | | | | | (149,466) | (13,327) | (162,793) | (6,656) | (169,449) |
| Finance Cost | | | | | | | | | | | (3,570) | - | (3,570) | (4,293) | (7,863) |
| Profit from Window Takaful Operations | | | | | | | | | | | 188,449 | - | 188,449 | - | 188,449 |
| **Profit before tax** | | | | | | | | | | | 3,394,733 | 437,287 | 3,832,020 | 1,003,498 | 4,835,518 |

| | June 30, 2025 | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | General Insurance | | | | | | | | | | | | | | |
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate General Insurance | Aggregate Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | | | |
| | Rupees in thousands | | | | | | | | | | | | | | |
| Segment Assets | 14,351,069 | 202,019 | 2,365,399 | 16,641 | 1,344,825 | 11,770,100 | 1,151,074 | 1,406,940 | 2,067,185 | 31,837 | 21,279,552 | 13,427,537 | 34,707,089 | 112,111,714 | 146,818,803 |
| Unallocated assets | | | | | | | | | | | 52,977,393 | 24,990,184 | 77,967,577 | 9,258,162 | 87,225,739 |
| Total assets of Window Takaful Operations - OPF & PTF | | | | | | | | | | | 4,534,317 | - | 4,534,317 | - | 4,534,317 |
| | | | | | | | | | | | **78,791,262** | **38,417,721** | **117,208,983** | **121,369,876** | **238,578,859** |
| Segment Liabilities | 14,918,299 | 275,756 | 2,642,015 | 86,127 | 2,937,331 | 31,024,566 | 2,622,842 | 2,033,138 | 2,675,558 | 42,345 | 25,796,045 | 33,461,932 | 59,257,977 | 109,852,303 | 169,110,280 |
| Unallocated Liabilities | | | | | | | | | | | 12,424,135 | 1,348,062 | 13,772,197 | 6,089,694 | 19,861,891 |
| Total liabilities of Window Takaful Operations - OPF & PTF | | | | | | | | | | | 3,111,083 | - | 3,111,083 | - | 3,111,083 |
| | | | | | | | | | | | **41,331,263** | **34,809,994** | **76,141,257** | **115,941,997** | **192,083,254** |

28.1 Segment Information

For general insurance, each class of business has been identified as reportable segment whereas, for life insurance the statutory funds are treated as reportable segments. The Group conducts general insurance business both inside and outside Pakistan while life assurance is conducted only in Pakistan.

| | Six month period ended 30 June 2024 | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | General Insurance | | | | | | | | | | | | | | |
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate General Insurance | Aggregate Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | | | |
| | Rupees in thousands | | | | | | | | | | | | | | |
| Premium receivable (Inclusive of federal excise duty, Federal insurance fee and Administrative surcharge) | 8,595,572 | 24,190 | 2,146,620 | 49,413 | 1,933,956 | 9,260,618 | 2,291,778 | 977,956 | 1,140,457 | 9,960 | 16,108,383 | 10,322,137 | 26,430,520 | 12,056,898 | 38,487,418 |
| Less: Federal excise duty / VAT | (1,044,035) | (1,152) | (242,888) | (2,346) | (247,839) | (440,982) | (125,734) | (46,569) | (113,535) | (474) | (1,774,031) | (491,523) | (2,265,554) | - | (2,265,554) |
| Federal insurance fee | (74,567) | - | (18,961) | (2) | (16,808) | - | (21,682) | - | (9,866) | - | (141,884) | (2) | (141,886) | - | (141,886) |
| | 7,476,970 | 23,038 | 1,884,771 | 47,065 | 1,669,309 | 8,819,636 | 2,144,362 | 931,387 | 1,017,056 | 9,486 | 14,192,468 | 9,830,612 | 24,023,080 | 12,056,898 | 36,079,978 |
| Gross written premium (inclusive of administrative surcharge) | 7,476,970 | 23,038 | 1,884,771 | 47,065 | 1,669,309 | 8,819,636 | 2,144,362 | 931,387 | 1,017,056 | 9,486 | 14,192,468 | 9,830,612 | 24,023,080 | 12,056,898 | 36,079,978 |
| Gross direct premium | 7,465,009 | 22,955 | 1,864,569 | 47,059 | 1,617,499 | 8,793,687 | 2,143,067 | 931,387 | 976,478 | 9,458 | 14,066,622 | 9,804,546 | 23,871,168 | 12,056,898 | 35,928,066 |
| Facultative inward premium | 4,217 | - | - | - | - | - | - | - | 32,870 | - | 37,087 | - | 37,087 | - | 37,087 |
| Administrative surcharge | 7,744 | 83 | 20,202 | 6 | 51,810 | 25,949 | 1,295 | - | 7,708 | 28 | 88,759 | 26,066 | 114,825 | - | 114,825 |
| | 7,476,970 | 23,038 | 1,884,771 | 47,065 | 1,669,309 | 8,819,636 | 2,144,362 | 931,387 | 1,017,056 | 9,486 | 14,192,468 | 9,830,612 | 24,023,080 | 12,056,898 | 36,079,978 |
| Insurance premium earned | 9,351,109 | 16,058 | 1,500,356 | 57,694 | 1,712,180 | 6,680,890 | 1,767,499 | 893,033 | 767,592 | 6,719 | 15,098,736 | 7,654,394 | 22,753,130 | 12,056,898 | 34,810,028 |
| Insurance premium ceded to reinsurers | (8,696,845) | (13,031) | (859,269) | - | (38,463) | (465,133) | - | (477,729) | (347,707) | (4,267) | (9,942,284) | (960,160) | (10,902,444) | (306,374) | (11,208,818) |
| Net insurance premium | 654,264 | 3,027 | 641,087 | 57,694 | 1,673,717 | 6,215,757 | 1,767,499 | 415,304 | 419,885 | 2,452 | 5,156,452 | 6,694,234 | 11,850,686 | 11,750,524 | 23,601,210 |
| Commission income | 476,059 | 2,581 | 16,218 | - | 2,790 | 52,871 | - | - | 51,393 | 1,365 | 546,460 | 56,817 | 603,277 | - | 603,277 |
| Net underwriting income | 1,130,323 | 5,608 | 657,305 | 57,694 | 1,676,507 | 6,268,628 | 1,767,499 | 415,304 | 471,278 | 3,817 | 5,702,912 | 6,751,051 | 12,453,963 | 11,750,524 | 24,204,487 |
| Insurance claims | 354,748 | 95,842 | (535,698) | (12,866) | (786,368) | (8,554,583) | (1,559,592) | (683,333) | (140,993) | (15,184) | (2,667,903) | (9,170,124) | (11,838,027) | (11,476,155) | (23,314,182) |
| Insurance claim recoveries from reinsurer | (454,801) | (91,485) | 421,893 | 3,681 | 59,973 | 3,986,700 | - | 471,833 | (5,545) | 14,269 | 21,520 | 4,384,998 | 4,406,518 | 262,819 | 4,669,337 |
| Net claims | (100,053) | 4,357 | (113,805) | (9,185) | (726,395) | (4,567,883) | (1,559,592) | (211,500) | (146,538) | (915) | (2,646,383) | (4,785,126) | (7,431,509) | (11,213,336) | (18,644,845) |
| Commission expense | (396,497) | (2,065) | (136,458) | (3,828) | (157,822) | (1,369,522) | (71,529) | (105,884) | (68,676) | (118) | (830,982) | (1,481,417) | (2,312,399) | (1,535,887) | (3,848,286) |
| Management expense | (320,644) | (11,997) | (320,537) | (12,072) | (638,004) | (776,620) | (90,240) | (111,700) | (167,764) | (11,997) | (1,537,189) | (924,386) | (2,461,575) | (555,047) | (3,016,622) |
| Net insurance claims and expenses | (817,194) | (9,705) | (570,800) | (25,085) | (1,522,221) | (6,714,025) | (1,721,361) | (429,084) | (382,978) | (13,030) | (5,014,554) | (7,190,929) | (12,205,483) | (13,304,270) | (25,509,753) |
| Net change in insurance liabilities (other than outstanding claims) | - | - | - | - | - | - | - | - | - | - | - | - | - | (8,077,763) | (8,077,763) |
| Underwriting result | 313,129 | (4,097) | 86,505 | 32,609 | 154,286 | (445,397) | 46,138 | (13,780) | 88,300 | (9,213) | 688,358 | (439,878) | 248,480 | (9,631,509) | (9,383,029) |
| Net investment income | | | | | | | | | | | 1,941,667 | 245,515 | 2,187,182 | 8,545,811 | 10,732,993 |
| Net fair value loss on financial assets at fair value through profit and loss - unrealised | | | | | | | | | | | - | - | - | 1,729,244 | 1,729,244 |
| Rental income | | | | | | | | | | | 59,958 | 1,916 | 61,874 | - | 61,874 |
| Other income | | | | | | | | | | | 164,534 | 86,992 | 251,526 | 363,722 | 615,248 |
| Other expenses | | | | | | | | | | | (128,879) | (12,561) | (141,440) | (6,844) | (148,284) |
| Finance Cost | | | | | | | | | | | (3,628) | - | (3,628) | 253 | (3,375) |
| Profit from Window Takaful Operations | | | | | | | | | | | 271,856 | - | 271,856 | - | 271,856 |
| Profit before tax | | | | | | | | | | | 2,993,866 | (118,016) | 2,875,850 | 1,000,677 | 3,876,527 |

| | December 31, 2024 | | | | | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | General Insurance | | | | | | | | | | | | | | |
| | Fire and property damage | | Marine, aviation and transport | | Motor | | Health | | Miscellaneous | | Total | | Aggregate General Insurance | Aggregate Life Insurance | Aggregate |
| | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | Inside Pakistan | Outside Pakistan | | | |
| | Rupees in thousands | | | | | | | | | | | | | | |
| Segment Assets | 19,206,010 | 84,506 | 1,173,878 | 19,104 | 861,312 | 10,438,772 | 623,735 | 1,091,255 | 1,716,967 | 25,555 | 23,581,902 | 11,659,192 | 35,241,094 | 112,111,714 | 147,352,808 |
| Unallocated assets | | | | | | | | | | | 49,123,664 | 19,127,713 | 68,251,377 | 3,599,847 | 71,851,224 |
| Total assets of Window Takaful Operations - OPF & PTF - *(Restated)* | | | | | | | | | | | 5,098,930 | - | 5,098,930 | - | 5,098,930 |
| | | | | | | | | | | | 77,804,496 | 30,786,905 | 108,591,401 | 115,711,561 | 224,302,962 |
| Segment Liabilities | 20,025,842 | 106,656 | 1,536,848 | 43,638 | 2,498,103 | 24,655,831 | 1,978,202 | 1,359,597 | 2,389,853 | 32,009 | 28,428,848 | 26,197,731 | 54,626,579 | 109,852,303 | 164,478,882 |
| Unallocated Liabilities | | | | | | | | | | | 11,325,093 | 1,363,970 | 12,689,063 | 742,807 | 13,431,870 |
| Total liabilities of Window Takaful Operations - OPF & PTF - *(Restated)* | | | | | | | | | | | 3,789,351 | - | 3,789,351 | - | 3,789,351 |
| | | | | | | | | | | | 43,543,292 | 27,561,701 | 71,104,993 | 110,595,110 | 181,700,103 |

## 29 Fair value measurement of financial instruments

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.

Underlying the definition of fair value is the presumption that the Group is a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires the company to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

| | | June 30, 2025 | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Available for sale | Held to maturity | Fair value through P&L | Receivables and other financial assets | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | Rupees in thousand | | | | | | | | | | |
| **Financial assets - measured at fair value** | | | | | | | | | | | | |
| Investment | | | | | | | | | | | | |
| Equity securities- quoted | 10 | 32,400,249 | - | 21,806,154 | - | - | - | **54,206,403** | 54,206,403 | - | - | **54,206,403** |
| Equity securities- unquoted | 10 | 6,034,079 | - | - | - | - | - | **6,034,079** | - | - | 6,034,079 | **6,034,079** |
| Debt securities | 11 | - | - | 88,748,198 | - | - | | **88,748,198** | - | 88,748,198 | - | **88,748,198** |
| Investments of Window Takaful Operations - OPF & PTF | 18 | 1,091,103 | - | - | - | - | - | **1,091,103** | 1,091,103 | - | - | **1,091,103** |
| **Financial assets - not measured at fair value** | | | | | | | | | | | | |
| Debt securities* | 11 | - | 8,065,861 | - | - | - | - | **8,065,861** | - | - | - | **-** |
| Debt securities of Window Takaful Operations - OPF & PTF* | 18 | - | 46,418 | - | - | - | - | **46,418** | - | - | - | **-** |
| Loans and other receivables * | 13 | - | - | - | 2,197,281 | - | - | **2,197,281** | - | - | - | **-** |
| Loan secured against life insurance policies* | | - | - | - | 8,636 | - | - | **8,636** | - | - | - | **-** |
| Investment - Term deposits* | 12 | - | 14,344,268 | - | - | - | - | **14,344,268** | - | - | - | **-** |
| Investment - Term deposits of Window Takaful Operations - OPF & PTF* | 18 | - | - | 1,300,000 | - | - | - | **1,300,000** | - | - | - | **-** |
| Insurance / reinsurance receivables - unsecured and considered good * | 14 | - | - | - | 10,306,012 | - | - | **10,306,012** | - | - | - | **-** |
| Reinsurance recoveries against outstanding claims * | | - | - | - | 14,053,087 | - | - | **14,053,087** | - | - | - | **-** |
| Salvage recoveries accrued* | | - | - | - | 547,205 | - | - | **547,205** | - | - | - | **-** |
| Bank deposits subject to encumbrances* | 16 | - | - | - | 5,309,657 | - | - | **5,309,657** | - | - | - | **-** |
| Cash and bank * | 17 | - | - | - | - | 10,509,584 | - | **10,509,584** | - | - | - | **-** |
| Other Assets of Window Takaful Operations - OPF & PTF* | 18 | - | - | - | 1,635,792 | 381,298 | - | **2,017,090** | - | - | - | **-** |
| | | 39,525,431 | 22,456,547 | 111,854,352 | 34,057,670 | 10,890,882 | - | **218,784,882** | 55,297,506 | 88,748,198 | 6,034,079 | **150,079,783** |
| **Financial liabilities - not measured at fair value** | | | | | | | | | | | | |
| Underwriting provisions: | | | | | | | | | | | | |
| Outstanding claims (including IBNR)* | 23 | - | - | - | - | - | 23,401,765 | **23,401,765** | - | - | - | **-** |
| Insurance / reinsurance payables * | | - | - | - | - | - | 7,302,498 | **7,302,498** | - | - | - | **-** |
| Other creditors and accruals* | 20 | - | - | - | - | - | 2,953,130 | **2,953,130** | - | - | - | **-** |
| Lease liabilities* | | - | - | - | - | - | 394,359 | **394,359** | - | - | - | **-** |
| Deposits against cash margin* | | - | - | - | - | - | 426,323 | **426,323** | - | - | - | **-** |
| Total liabilities of Window Takaful Operations - OPF & PTF* | 18 | - | - | - | - | - | 3,111,083 | **3,111,083** | - | - | - | **-** |
| | | - | - | - | - | - | 37,589,158 | **37,589,158** | - | - | - | **-** |

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

**29.1 Fair value measurement of financial instruments**

| | Note | December 31, 2024 | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | Available for sale | Held to maturity | Fair value through P&L | Receivables and other financial assets | Cash and cash equivalents | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | | Rupees in thousand | | | | | | | | | | |
| Financial assets - measured at fair value | | | | | | | | | | | | |
| Investment | | | | | | | | | | | | |
| Equity securities- quoted | 10 | 31,059,526 | - | 22,412,605 | - | - | - | 53,472,131 | 53,472,131 | - | - | 53,472,131 |
| Equity securities- unquoted | 10 | 6,034,079 | - | - | - | - | - | 6,034,079 | - | - | 6,034,079 | 6,034,079 |
| Debt securities | 11 | - | - | 83,121,737 | - | - | | 83,121,737 | - | 83,121,737 | - | 83,121,737 |
| Investments of Window Takaful Operations - OPF & PTF - *(Restated)* | 18 | 1,739,918 | - | - | - | - | - | 1,739,918 | 1,739,918 | - | - | 1,739,918 |
| Financial assets - not measured at fair value | | | | | | | | | | | | |
| Debt securities* | 11 | - | 4,527,260 | - | - | - | - | 4,527,260 | - | - | - | - |
| Debt securities of Window Takaful Operations - OPF & PTF - *(Restated)* * | 18 | - | 51,418 | - | - | - | - | 51,418 | - | - | - | - |
| Loans and other receivables * | 13 | - | - | - | 2,989,104 | - | - | 2,989,104 | - | - | - | - |
| Loan secured against life insurance policies* | | - | - | - | 8,389 | - | - | 8,389 | - | - | - | - |
| Investment - Term deposits* | 12 | - | 11,281,778 | - | - | - | - | 11,281,778 | - | - | - | - |
| Insurance / reinsurance receivables - unsecured and considered good * | 14 | - | - | - | 8,053,406 | - | - | 8,053,406 | - | - | - | - |
| Reinsurance recoveries against outstanding claims * | | - | - | - | 15,361,295 | - | - | 15,361,295 | - | - | - | - |
| Salvage recoveries accrued* | | - | - | - | 400,039 | - | - | 400,039 | - | - | - | - |
| Bank deposits subject to encumbrances* | 16 | - | - | - | 3,040,688 | - | - | 3,040,688 | - | - | - | - |
| Cash and bank * | 17 | - | - | - | - | 10,228,477 | - | 10,228,477 | - | - | - | - |
| Other Assets of Window Takaful Operations - OPF & PTF - *(Restated)* * | 18 | - | - | - | 2,054,156 | 1,191,656 | - | 3,245,812 | - | - | - | - |
| | | 38,833,523 | 15,860,456 | 105,534,342 | 31,907,077 | 11,420,133 | - | 203,555,531 | 55,212,049 | 83,121,737 | 6,034,079 | 144,367,865 |
| Financial liabilities - not measured at fair value | | | | | | | | | | | | |
| Underwriting provisions: | | | | | | | | | | | | |
| Outstanding claims (including IBNR)* | 23 | - | - | - | - | - | 24,345,048 | 24,345,048 | - | - | - | - |
| Insurance / reinsurance payables * | | - | - | - | - | - | 3,887,189 | 3,887,189 | - | - | - | - |
| Other creditors and accruals* | 20 | - | - | - | - | - | 3,510,659 | 3,510,659 | - | - | - | - |
| Lease liabilities* | | - | - | - | - | - | 400,214 | 400,214 | - | - | - | - |
| Deposits against cash margin* | | - | - | - | - | - | 436,620 | 436,620 | - | - | - | - |
| Total liabilities of Window Takaful Operations - OPF & PTF- *(Restated)* * | 18 | - | - | - | - | - | 3,789,351 | 3,789,351 | - | - | - | - |
| | | - | - | - | - | - | 36,369,081 | 36,369,081 | - | - | - | - |

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

**30 Date of authorization for issue**

These consolidated condensed interim financial statements were authorized for issue on August 28, 2025 by the Board of Directors of the Parent Company.

**31 Non-adjusting events after statement of financial position date**

The Board of Directors of the Parent Company in their meeting held on August 28, 2025 proposed an interim cash dividend for the six month period ended June 30, 2025 @ 20% i.e. Rupees 2/- per share (June 30, 2024 @ 15% i.e. Rupees 1.50/- per share). These consolidated condensed interim financial statements for the six month period ended June 30, 2025 do not include the effect of this appropriation which will be accounted for in the consolidated financial statements for the year ending December 31, 2025.

**32 General**

**32.1** Except for the change in the accounting policy as disclosed in note 2 to these consolidated condensed interim financial statements, no significant rearrangements / reclassifications have been made.

**32.2** Figures have been rounded off to the nearest thousand rupees unless other wise stated.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

# INDEPENDENT AUDITOR'S REVIEW REPORT

## To the members of Adamjee Insurance Company Limited – Window Takaful Operations

## Report on Review of Condensed Interim Financial Statements

### Introduction

We have reviewed the accompanying condensed interim statement of financial position of ADAMJEE INSURANCE COMPANY LIMITED – WINDOW TAKAFUL OPERATIONS (the Operator) as at 30 June 2025 and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in operator's fund and participants' takaful fund, and condensed interim cash flow statement, and notes to the condensed interim financial statements for the six months period ended (here-in-after referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

### Scope of Review

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

### Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

## Other matters

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

The condensed interim financial statements of the Operator for the six months period ended 30 June 2024 and financial statements for the year ended 31 December 2024 were reviewed and audited respectively by another firm of Chartered Accountants whose review report dated 29 August 2024 and auditor's report dated 27 March 2025 expressed unqualified conclusion and unmodified opinion respectively, on the aforementioned financial statements.

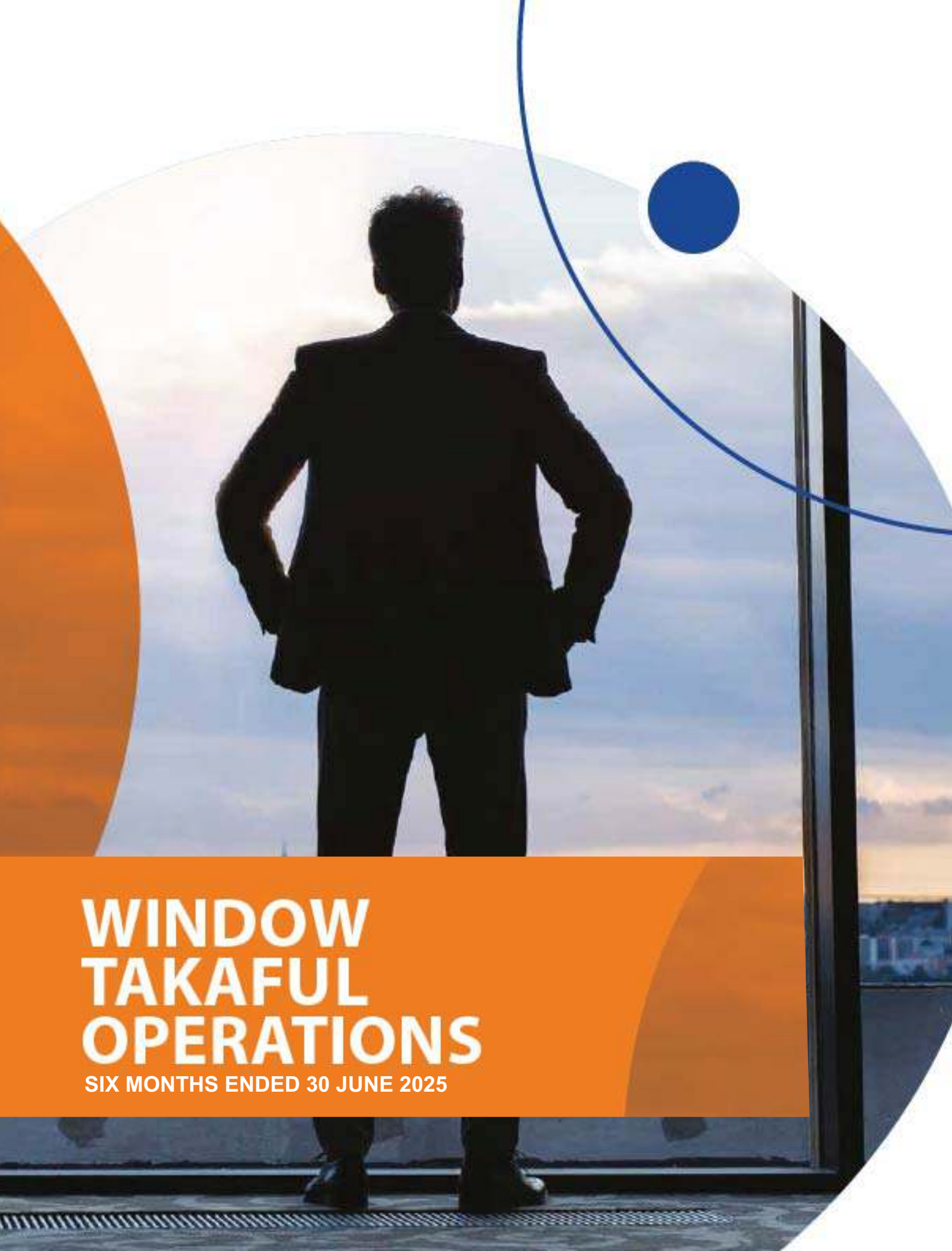
The engagement partner on the review resulting in this independent auditor's review report is Syed Mustafa Ali.

**RIAZ AHMAD & COMPANY**
**Chartered Accountants**

**Lahore**

**Date:** 28 August 2025

**UDIN:** RR202510168BMbRactFq



# WINDOW TAKAFUL OPERATIONS

SIX MONTHS ENDED 30 JUNE 2025

**Adamjee Insurance Company Limited**
**Window Takaful Operations**
**Condensed Interim Statement of Financial Position**
**As at June 30, 2025**
**(Un-Audited)**

| | Note | Operator's Takaful Fund | | Participants' Takaful Fund | |
|---|---|---|---|---|---|
| | | June 30, 2025 | December 31, 2024 | June 30, 2025 | December 31, 2024 |
| | | (Un-Audited) | (Audited) | (Un-Audited) | (Audited) |
| | | Rupees in thousand | | Rupees in thousand | |
| **ASSETS** | | | | | |
| **Qard-e-Hasna to Participants' Takaful Fund** | | - | 221,460 | - | - |
| Property and equipment | 7 | 65,078 | 46,568 | - | - |
| Intangible assets | 8 | 14,628 | 15,214 | - | - |
| Investments | | | | | |
| Equity securities | 9 | 657,503 | 1,075,440 | 433,600 | 664,478 |
| Debt securities | 10 | 46,418 | 51,418 | - | - |
| Term Deposits | 11 | 900,000 | - | 400,000 | - |
| Loans and other receivables | 12 | 19,856 | 40,330 | 84,780 | 69,752 |
| Takaful / retakaful receivables | 13 | - | - | 852,594 | 871,496 |
| Salvage recoveries accrued | | - | - | 132,398 | 98,538 |
| Receivable from PTF/ OPF | | 85,530 | 259,081 | - | - |
| Re - takaful recoveries against outstanding claims / benefits | | - | - | 186,255 | 180,599 |
| Deferred commission expense | 23 | 131,754 | 77,376 | - | - |
| Prepayments | 14 | - | - | 142,625 | 235,524 |
| Cash and banks | 15 | 105,927 | 295,515 | 275,371 | 896,141 |
| | | 2,026,694 | 1,860,942 | 2,507,623 | 3,016,528 |
| **TOTAL ASSETS** | | 2,026,694 | 2,082,402 | 2,507,623 | 3,016,528 |
| **FUNDS AND LIABILITIES** | | | | | |
| **Funds attributable to Operator's and Participants'** | | | | | |
| **Operator's Takaful Fund** | | | | | |
| Statutory fund | | 500,000 | 50,000 | - | - |
| Reserve | | 638 | 1,188 | - | - |
| Unappropriated profit | | 922,596 | 1,258,391 | - | - |
| | | 1,423,234 | 1,309,579 | - | - |
| **Waqf / Participants' Takaful Fund** | | | | | |
| Seed money | | - | - | 500 | 500 |
| Reserve | | - | - | 299 | 807 |
| Accumulated surplus | | - | - | 232,853 | 154,556 |
| | | - | - | 233,652 | 155,863 |
| **Qard-e-Hasna from Operator's Takaful Fund** | | - | - | - | 221,460 |
| **Liabilities** | | | | | |
| **PTF Underwriting provisions** | | | | | |
| Outstanding claims including IBNR | 21 | - | - | 735,507 | 726,815 |
| Unearned contribution reserve | 19 | - | - | 1,052,057 | 863,271 |
| Contribution deficiency reserve | | - | - | 20,130 | 20,130 |
| Reserve for unearned retakaful rebate | 20 | - | - | 28,744 | 47,244 |
| Deferred taxation | | 3,702 | 3,716 | 192 | 516 |
| Unearned wakala fee | 24 | 426,476 | 354,900 | - | - |
| Contribution received in advance | | - | - | 119,730 | 77,204 |
| Takaful / retakaful payables | 16 | - | - | 159,608 | 340,702 |
| Other creditors and accruals | 17 | 161,344 | 369,072 | 58,665 | 293,433 |
| Taxation - provision less payments | | 11,938 | 45,135 | 13,808 | 10,809 |
| Payable by PTF / OPF | | - | - | 85,530 | 259,081 |
| **Total Liabilities** | | 603,460 | 772,823 | 2,273,971 | 2,639,205 |
| **TOTAL FUNDS AND LIABILITIES** | | 2,026,694 | 2,082,402 | 2,507,623 | 3,016,528 |
| **Contingencies and commitments** | 18 | | | | |

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Window Takaful Operations**
**Condensed Interim Profit and Loss Account**
**For the six months period ended June 30, 2025**
**(Un-Audited)**

| | Note | For three months period ended | | For six months period ended | |
|---|---|---|---|---|---|
| | | **June 30, 2025** | **June 30, 2024** | **June 30, 2025** | June 30, 2024 |
| | | **Rupees in thousand** | | **Rupees in thousand** | |
| **PARTICIPANTS' TAKAFUL FUND** | | | | | |
| Contributions earned | | **705,888** | 600,152 | **1,315,034** | 1,192,541 |
| Contributions ceded to retakaful | | **(203,723)** | (160,106) | **(383,821)** | (313,860) |
| **Net contribution revenue** | **19** | **502,165** | 440,046 | **931,213** | 878,681 |
| Retakaful rebate earned | **20** | **41,396** | 27,218 | **76,738** | 56,990 |
| **Net underwriting income** | | **543,561** | 467,264 | **1,007,951** | 935,671 |
| Net takaful claims - reported / settled - IBNR | **21** | **(513,971)** | (518,727) | **(925,114)** | (1,052,608) |
| Other direct expenses | **22** | **(9,877)** | (12,649) | **(22,154)** | (30,799) |
| **Surplus / (Deficit) before investment income** | | **19,713** | (64,112) | **60,683** | (147,736) |
| Investment income | **26** | **28,083** | 89,982 | **33,928** | 114,139 |
| Other income | **27** | **6,633** | 17,809 | **14,998** | 35,926 |
| Mudarib's share of investment income | | **(11,062)** | (17,997) | **(12,231)** | (22,828) |
| **Surplus / (deficit) before taxation** | | **43,367** | 25,682 | **97,378** | (20,499) |
| Taxation expense | | **(13,995)** | (35,093) | **(19,081)** | (44,514) |
| **Surplus / (deficit) after taxation transferred to accumulated surplus** | | **29,372** | (9,411) | **78,297** | (65,013) |
| **OPERATOR'S TAKAFUL FUND** | | | | | |
| Wakala fee | **24** | **279,878** | 234,784 | **522,488** | 463,524 |
| Commission expense | **23** | **(154,238)** | (136,433) | **(217,312)** | (168,175) |
| General, administrative and management expenses | **25** | **(101,017)** | (72,425) | **(190,195)** | (145,167) |
| | | **24,623** | 25,926 | **114,981** | 150,182 |
| Mudarib's share of PTF investment income | | **11,062** | 17,997 | **12,231** | 22,828 |
| Investment income | **26** | **46,868** | 40,672 | **50,851** | 80,101 |
| Direct expenses | | **(1,679)** | (770) | **(2,448)** | (1,540) |
| Other income | **27** | **7,033** | 14,298 | **12,834** | 20,285 |
| **Profit before taxation** | | **87,907** | 98,123 | **188,449** | 271,856 |
| Taxation expense | | **(35,141)** | (38,013) | **(74,244)** | (105,752) |
| **Profit after taxation attributable to shareholders** | | **52,766** | 60,110 | **114,205** | 166,104 |

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Window Takaful Operations**
**Condensed Interim Statement of Comprehensive Income**
**For the six months period ended June 30, 2025**
**(Un-Audited)**

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | Rupees in thousand | | Rupees in thousand | |
| **PARTICIPANTS' TAKAFUL FUND** | | | | |
| Surplus / (deficit) after taxation | **29,372** | (9,411) | **78,297** | (65,013) |
| **Other comprehensive income:** | | | | |
| Items that may be reclassified subsequently to profit and loss account: | | | | |
| Unrealized gain / (loss) on available-for-sale investments - net of tax | **5,486** | (10,975) | **11,664** | 499 |
| Reclassification adjustment relating to 'available for sale' investments disposed off during the period - net of tax | **-** | - | **(12,172)** | - |
| Items that will not be subsequently reclassified to profit and loss account | **-** | - | **-** | - |
| Other comprehensive income / (loss) for the period | **5,486** | (10,975) | **(508)** | 499 |
| **Total comprehensive surplus / (deficit) for the period** | **34,858** | (20,386) | **77,789** | (64,514) |
| **OPERATOR`S TAKAFUL FUND** | | | | |
| Profit after taxation | **52,766** | 60,110 | **114,205** | 166,104 |
| **Other comprehensive income:** | | | | |
| Items that may be reclassified subsequently to profit and loss account: | | | | |
| Unrealized gain on available-for-sale investments - net of tax | **8,741** | - | **17,069** | - |
| Reclassification adjustment relating to 'available for sale' investments disposed off during the period - net of tax | **-** | - | **(17,619)** | - |
| Items that will not be subsequently reclassified to profit and loss account | **-** | - | **-** | - |
| Other comprehensive income / (loss) for the period | **8,741** | - | **(550)** | - |
| **Total comprehensive income for the period** | **61,507** | 60,110 | **113,655** | 166,104 |

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Window Takaful Operations**
**Condensed Interim Statement of Changes in Operator's Fund and Participants' Takaful Funds**
**For the six months period ended June 30, 2025**
**(Un-Audited)**

| | Operator's Takaful Fund | | | |
|---|---|---|---|---|
| | Statutory fund | Fair value reserve | Unappropriated profit | Total |
| | Rupees in thousand | | | |
| **Balance as at December 31, 2023 - (Audited)** | 50,000 | - | 909,172 | **959,172** |
| Profit after tax for the period January 01, 2024 to June 30, 2024 | - | - | 166,104 | **166,104** |
| Other comprehensive income for the period January 01, 2024 to June 30 2024 | - | - | - | **-** |
| **Total comprehensive income for the period** | - | - | 166,104 | **166,104** |
| **Balance as at June 30, 2024 - (Unaudited)** | 50,000 | - | 1,075,276 | **1,125,276** |
| Profit after tax for the period July 01, 2024 to December 31, 2024 | - | - | 183,115 | **183,115** |
| Other comprehensive income for the period July 01, 2024 to December 31, 2024 | - | 1,188 | - | **1,188** |
| **Total comprehensive income for the period** | - | 1,188 | 183,115 | **184,303** |
| **Balance as at December 31, 2024 - (Audited)** | 50,000 | 1,188 | 1,258,391 | **1,309,579** |
| Profit after tax for the period January 01, 2025 to June 30, 2025 | - | - | 114,205 | **114,205** |
| Other comprehensive income for the | | | | |
| Transfer from unappropriated to statutory fund | 450,000 | | (450,000) | |
| Other comprehensive loss for the period January 01, 2025 to June 30, 2025 | - | (550) | - | **(550)** |
| **Total comprehensive income for the period** | 450,000 | (550) | (335,795) | **113,655** |
| **Balance as at June 30, 2025 - (Unaudited)** | 500,000 | 638 | 922,596 | **1,423,234** |

| | Participants' Takaful Fund | | | |
|---|---|---|---|---|
| | Seed money | Fair value reserve | Accumulated surplus | Total |
| | Rupees in thousand | | | |
| **Balance as at December 31, 2023 - (Audited)** | 500 | 13,473 | 177,917 | **191,890** |
| Surplus after tax for the period January 01, 2024 to June 30, 2024 | | - | (65,013) | **(65,013)** |
| Other comprehensive loss for the period January 01, 2024 to June 30, 2024 | - | 499 | - | **(12,974)** |
| **Total comprehensive deficit for the period** | - | 499 | (65,013) | **(77,987)** |
| **Balance as at June 30, 2024 - (Unaudited)** | 500 | 13,972 | 112,904 | **113,903** |
| Surplus after tax for the period July 01, 2024 to December 31, 2024 | - | - | 41,652 | **41,652** |
| Other comprehensive loss for the period July 01, 2024 to December 31, 2024 | - | (13,165) | - | **(13,165)** |
| **Total comprehensive surplus for the period** | - | (13,165) | 41,652 | **28,487** |
| **Balance as at December 31, 2024 - (Audited)** | 500 | 807 | 154,556 | **142,390** |
| Surplus after tax for the period January 01, 2025 to June 30, 2025 | - | - | 78,297 | **78,297** |
| Other comprehensive loss for the period January 01, 2025 to June 30, 2025 | - | (508) | - | **(508)** |
| **Total comprehensive surplus for the period** | - | (508) | 78,297 | **77,789** |
| **Balance as at June 30, 2025 - (Unaudited)** | 500 | 299 | 232,853 | **220,179** |

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Window Takaful Operations**
**Condensed Interim Cash Flow Statement**
**For the six months period ended June 30, 2025**
**(Un-Audited)**

| | Operator's Takaful Fund | | Participants' Takaful Fund | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | Rupees in thousand | | Rupees in thousand | |
| **Operating cash flows** | | | | |
| **(a) Takaful activities** | | | | |
| Contributions received | - | - | 2,114,856 | 1,809,411 |
| Wakala and Mudarib fee received / (paid) | 779,846 | 568,860 | (779,846) | (568,860) |
| Retakaful / co-takaful paid | - | - | (293,560) | (190,813) |
| Claims paid | - | - | (1,087,789) | (990,240) |
| Commissions paid | (271,215) | (168,641) | - | - |
| Commissions received | - | - | 58,238 | 46,159 |
| Management expenses paid | (375,105) | (146,553) | - | - |
| Other underwriting payments | - | - | (181,549) | (20,690) |
| Net cash generated from / (used in) takaful activities | 133,526 | 253,666 | (169,650) | 84,967 |
| **(b) Other operating activities** | | | | |
| Income tax paid | (107,456) | (115,441) | (16,085) | (57,186) |
| Other payments / (receipts) | - | - | (98,214) | 26,724 |
| Net cash used in other operating activities | (107,456) | (115,441) | (114,299) | (30,462) |
| **Total cash generated from / (used in) operating activities** | 26,070 | 138,225 | (283,949) | 54,505 |
| **(c) Investment activities** | | | | |
| Profit received on bank deposits and investments | 65,030 | 99,308 | 54,600 | 136,617 |
| Qard-e-Hasna paid by Participants' Takaful Fund | 221,460 | - | - | - |
| Payment for investments | (3,027,694) | (25,307) | (2,469,961) | (1,160,907) |
| Proceeds from disposal of investments | 2,550,087 | 500,000 | 2,300,000 | 862,903 |
| Fixed capital expenditure | (24,541) | (1,167) | - | - |
| **Total cash flow from investing activities** | (215,658) | 572,834 | (115,361) | (161,387) |
| Qard-e-Hasna paid to Operator's Fund | - | - | (221,460) | - |
| **Total cash flow from financing activities** | - | - | (221,460) | - |
| **Net Cash flow from all activities** | (189,588) | 711,059 | (620,770) | (106,882) |
| Cash and cash equivalent at the beginning of the period | 295,515 | 76,860 | 896,141 | 584,528 |
| **Cash and cash equivalent at the end of the period** | 105,927 | 787,919 | 275,371 | 477,646 |
| **Reconciliation to condensed interim profit and loss account** | | | | |
| Operating cash flows | 26,070 | 138,225 | (283,949) | 54,505 |
| Depreciation | (4,940) | (2,685) | - | - |
| Amortization | (1,677) | (1,838) | - | - |
| (Decrease) / Increase in assets other than cash | (138,302) | 14,597 | (94,106) | 167,419 |
| (Increase) / Decrease in liabilities other than cash | 169,368 | (82,582) | 407,426 | (437,002) |
| Investment income | 50,852 | 80,102 | 33,928 | 114,139 |
| Return on bank deposits | 12,834 | 20,285 | 14,998 | 35,926 |
| **Net profit / surplus (deficit) after tax for the period** | 114,205 | 166,104 | 78,297 | (65,013) |

**Definition of cash and cash equivalent**

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

| | Operator's Takaful Fund | | Participants' Takaful Fund | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| **Attributed to** | Rupees in thousand | | Rupees in thousand | |
| Operator's Takaful Fund | 114,205 | 166,104 | - | - |
| Participants' Takaful Fund | - | - | 78,297 | (65,013) |
| | 114,205 | 166,104 | 78,297 | (65,013) |

The annexed notes from 1 to 33 form an integral part of these condensed interim financial statements.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Adamjee Insurance Company Limited**
**Window Takaful Operations**
**Notes to the Condensed Interim Financial Statements**
**For the six months period ended June 30, 2025**
**(Un-Audited)**

**1 Legal status and nature of business**

Adamjee Insurance Company Limited ("the Operator") is a public limited company incorporated in Pakistan on September 28, 1960 under the Companies Act, 1913 (now the Companies Act, 2017). The Operator is listed on Pakistan Stock Exchange and is engaged in general takaful business comprising fire & property, marine aviation & transport, motor, accident & health and miscellaneous. The registered office of the Operator is situated at Adamjee House, 80/A, Block E-1, Main Boulevard, Gulberg-III, Lahore.

The Operator was granted authorization on December 23, 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operations ("WTO") in respect of general takaful products by the Securities and Exchange Commission of Pakistan ("SECP").

For the purpose of carrying on the Takaful business, the Operator has formed a Waqf (Participants' Takaful Fund (PTF)) on January 01, 2016 under the Waqf deed with a ceded money of Rs.500,000. The Waqf deed govern 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;

-'Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017; and

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

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

This 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 annual financial statements of the Operator's for the year ended December 31, 2024. Comparative condensed interim statement of financial position is stated from annual audited financial statements as of December 31, 2024, whereas comparatives for condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in funds and condensed interim cash flow statement and related notes are extracted from condensed interim financial statements of the Operator's for the six months period ended June 30, 2024.

The condensed interim financial statements reflect the financial position and result of operations of both Operator's Fund ('OPF') and Participants' Fund ('PTF') in a manner that the assets, liabilities, income and expenses of the OPF and PTF remain separately identifiable.

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

These condensed interim financial statements are presented in Pakistan Rupees which is the Operator's functional currency.

**3 Basis of measurement**

These condensed interim financial statements have been prepared under historical cost convention except certain financial instruments carried at fair value, and defined benefit obligations under employees benefits carried at present value. All transactions reflected in these financial statements are on accrual basis except for those reflected in cash flow statement.

**4 Material accounting policies**

The material accounting policy information applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Operator for the year ended 31 December 2024, or otherwise do not have any significant effect on the Operator's operations and are therefore not detailed in these condensed interim financial statements.

There is no significant impact of such changes on these condensed interim financial statements of the Operator.

**4.1 Standards, amendments or interpretations**

The new and revised relevant IFRSs effective in the current period had no significant impact on the amounts reported and disclosures in these unconsolidated condensed interim financial statements.

**IFRS 9**

IFRS 9 " Financial Instruments" has become applicable , however as insurance company , the management has opted temporary exemption from the application of IFRS 9 as allowed by International Accounting Standards Board (IASB) for entities whose activities are predominantly connected with insurance. Additional disclosures, as required by the IASB, for being eligible to apply the temporary exemption from the application of IFRS 9 are given below:

The tables below set out the fair values as at the end of reporting period and the amount of changes in the fair value during that period 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 held for trading in IFRS 9, or that is managed and whose performance is evaluated on a fair value basis, and

(b) all other financial assets

| | Operator's Takaful Fund | | | | |
|---|---|---|---|---|---|
| | June 30, 2025 | | | | |
| | (Unaudited) | | | | |
| | Fail the SPPI test | | Pass the SPPI test | | |
| **Financial assets** | **Fair value** | **Change in unrealized gain / (loss) during the period** | **Carrying Value** | **Cost less Impairment** | **Change in unrealized gain / (loss) during the period** |
| | ---- (Rupees in thousand) ---- | | | | |
| Investments in equity securities - available-for-sale | 657,503 | 1,045 | - | - | - |
| Investments in debt securities - held-to-maturity | - | - | 46,418 | - | - |
| Term deposits* | - | - | 900,000 | - | - |
| Bank deposits | - | - | 105,780 | - | - |
| **Total** | **657,503** | **1,045** | **1,052,198** | **-** | **-** |

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

| | Participants' Takaful Fund | | | | |
|---|---|---|---|---|---|
| | June 30, 2025 | | | | |
| | (Unaudited) | | | | |
| | Fail the SPPI test | | Pass the SPPI test | | |
| **Financial assets** | **Fair value** | **Change in unrealized gain / (loss) during the period** | **Carrying Value** | **Cost less Impairment** | **Change in unrealized gain / (loss) during the period** |
| | ---- (Rupees in thousand) ---- | | | | |
| Investments in equity securities - available-for-sale | 433,600 | 491 | - | - | - |
| Investments in debt securities - held-to-maturity | - | - | - | - | - |
| Term deposits* | - | - | 400,000 | - | - |
| Bank deposits | - | - | 274,804 | - | - |
| **Total** | **433,600** | **491** | **674,804** | **-** | **-** |

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

**5 Use of estimates and judgments**

The preparation of these condensed interim financial statements in conformity with the approved accounting standards requires the use of certain critical accounting estimates. It also requires the management to exercise its judgment in the process of applying the Operator's accounting policies. Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances.

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

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

**6 Takaful and Financial risk management**

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

| | | Note | Operator's Takaful Fund | |
|---|---|---|---|---|
| | | | June 30, 2025 | December 31, 2024 |
| | | | (Unaudited) | (Audited) |
| | | | Rupees in thousand | |
| **7** | **Property and equipment** | | | |
| | Opening balance - net book value | | 46,568 | 34,524 |
| | Additions during the period | **7.2** | 25,185 | 18,674 |
| | Book value of disposals during the period | **7.3** | (1,735) | (533) |
| | Depreciation charged during the period | | (4,940) | (6,097) |
| | | | (6,675) | (6,630) |
| | Closing balance - net book value | | **65,078** | 46,568 |
| **7.1** | **The breakup of operating assets as at period / year end is given below:** | | | |
| | Furniture and fixtures | | 217 | 235 |
| | Machinery and equipment | | 546 | 435 |
| | Computers equipment | | 1,165 | 1,371 |
| | Motor vehicles | | 63,150 | 44,527 |
| | | | **65,078** | 46,568 |
| **7.2** | **Additions during the period / year** | | | |
| | Machinery and equipment | | 219 | 63 |
| | Computers equipment | | 20 | 432 |
| | Motor vehicles | | 24,946 | 18,179 |
| | | | **25,185** | 18,674 |
| **7.3** | **Book value of disposals during the period / year** | | | |
| | Machinery and equipment | | 72 | - |
| | Computers equipment | | 18 | - |
| | Motor vehicles | | 1,645 | 533 |
| | | | **1,735** | **533** |
| **8** | **Intangible assets** | | | |
| | Opening balance - net book value | | 10,078 | 10,072 |
| | Transfer from capital work-in-progress | | - | 1,950 |
| | Additions during the period | **8.1** | 280 | 1,700 |
| | Book value of disposal during the period | | - | - |
| | Amortization charged during the period | | (1,677) | (3,644) |
| | | | (1,677) | (3,644) |
| | Closing balance | | 8,681 | 10,078 |
| | Capital work - in - progress | **8.2** | 5,947 | 5,136 |
| | | | **14,628** | 15,214 |
| **8.1** | **Additions during the period / year** | | | |
| | Computer softwares | | **280** | 1,700 |
| **8.2** | **Capital work in progress** | | | |
| | Opening balance | | 5,136 | 6,850 |
| | Additions during the year | | 811 | 236 |
| | Transfer to intangibles | | - | (1,950) |
| | Closing balance | | **5,947** | 5,136 |

**8.2.1** This represent amount advanced to Ozoned Digital (Private) Limited for digital plat'form of motor Takaful.

| | | No of Units | | Value of Units | | |
|---|---|---|---|---|---|---|
| | | June 30, 2025 | December 31, 2024 | Face Value | June 30, 2025 | December 31, 2024 |
| | | | | | Unaudited | Audited |
| | | | | Rupees in thousand | | |
| **9** | **Investments in equity securities** | | | | | |
| | **Operator's Takaful Fund** | | | | | |
| | **Available for sale - Mutual fund** | | | | | |
| | HBL Islamic Money Market Fund | 1,079,577 | 952,819 | 101.35 | 109,419 | 104,054 |
| | NBP Islamic Savings Fund | 11,284,438 | 9,943,351 | 9.59 | 108,216 | 102,969 |
| | Meezan Islamic Sovereign Fund | - | 5,308,992 | - | - | 303,785 |
| | Al-Habib Islamic Savings Fund | - | 1,449,954 | - | - | 158,046 |
| | ABL Islamic Cash Fund | - | 3,638 | - | - | 36 |
| | Meezan Islamic Income Fund | - | 67 | - | - | 4 |
| | Meezan Rozana Amdani Fund | - | 22 | - | - | 1 |
| | ABL Islamic Money Market Plan - I | 7,248,375 | 6,408,475 | 10.01 | 72,538 | 70,045 |
| | Al Hamra Islamic Income Fund | 1,942,056 | - | 104.16 | 202,281 | - |
| | AL Habib Islamic Income Fund | 1,614,469 | 3,004,787 | 101.57 | 163,982 | 334,568 |
| | NBP Islamic Daily Dividend Fund | 2,217 | 2,138 | 10.00 | 22 | 21 |
| | Unrealized gain on revaluation | | | | 1,045 | 1,911 |
| | | | | | **657,503** | 1,075,440 |
| | **Participants' Takaful Fund** | | | | | |
| | **Available for sale - Mutual fund** | | | | | |
| | Al Hamra Islamic Income Fund | 3,137,265 | 4,946,937 | 104.29 | 326,772 | 562,059 |
| | Al Hamra Islamic Money Market Fund | - | 198 | - | - | 20 |
| | Alfalah Islamic Money Market Fund (AIMMF) | 1,060,649 | 931,007 | 100.33 | 106,337 | 101,076 |
| | Unrealized gain on revaluation | | | | 491 | 1,323 |
| | | | | | **433,600** | 664,478 |

## 10 Investments in debt securities

| Operator's Takaful Fund | No. of Certificates June 30, 2025 | No. of Certificates December 31, 2024 | Face Value | Value of Certificates June 30, 2025 | Value of Certificates December 31, 2024 |
|---|---|---|---|---|---|
| | | | | Unaudited | Audited |
| **Held - to - maturity** | | | | Rupees in thousand | |
| **Sukuk certificates** | | | | | |
| K-Electric | 450 | 500 | 100,000 | 46,418 | 51,418 |
| | | | | **46,418** | 51,418 |

**10.1** These represent placement in Sukuks with K-Electric having tenure of five years with return of 3M KIBOR+ 1.7% (31 December 2024: 3M KIBOR+ 1.7%) and will be mature at November 01,2029.

| | Operator's Takaful Fund June 30, 2025 | Operator's Takaful Fund December 31, 2024 | Participants' Takaful Fund June 30, 2025 | Participants' Takaful Fund December 31, 2024 |
|---|---|---|---|---|
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| | Rupees in thousand | | Rupees in thousand | |
| **11 Investments in Term Deposits** | | | | |
| **Held - to - maturity** | | | | |
| Deposit maturing within one month | **900,000** | - | **400,000** | - |
| | **900,000** | - | **400,000** | - |

**11.1** These represent placement in Term Deposit Receipts with financial institutions having tenure one month with returns ranging from 9.00% to 10.34% per annum (31 December 2024: 19.50% to 20.5% per annum).

| | Operator's Takaful Fund June 30, 2025 | Operator's Takaful Fund December 31, 2024 | Participants' Takaful Fund June 30, 2025 | Participants' Takaful Fund December 31, 2024 |
|---|---|---|---|---|
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| | Rupees in thousand | | Rupees in thousand | |
| **12 Loans and other receivables - Considered good** | | | | |
| Federal excise duty | - | - | **1,532** | - |
| Accrued income | **6,119** | 7,464 | **4,107** | 9,781 |
| Loan to employees | **2,930** | 3,603 | - | - |
| Security deposits | **310** | 310 | - | - |
| Bid money for tenders | - | - | **79,141** | 59,971 |
| Advances to suppliers | **10,497** | 28,953 | - | - |
| | **19,856** | 40,330 | **84,780** | 69,752 |

| | Participants' Takaful Fund June 30, 2025 | Participants' Takaful Fund December 31, 2024 |
|---|---|---|
| | (Unaudited) | (Audited) |
| | Rupees in thousand | |
| **13 Takaful / Re - takaful receivables - Unsecured and considered good** | | |
| Due from takaful participants' holders | **768,373** | 742,819 |
| Less: provision for impairment of takaful participants' holder | - | - |
| | **768,373** | 742,819 |
| Due from other takaful / re - takaful operator's | **84,221** | 128,677 |
| Less: provision for impairment of due from other takaful / re - takaful operator's | - | - |
| | **84,221** | 128,677 |
| | **852,594** | 871,496 |
| **14 Prepayments** | | |
| Prepaid re - takaful contribution ceded | **132,555** | 227,603 |
| Prepaid monitoring charges (Tracking device) | **10,070** | 7,921 |
| | **142,625** | 235,524 |

| | | Operator's Takaful Fund June 30, 2025 | Operator's Takaful Fund December 31, 2024 | Participants' Takaful Fund June 30, 2025 | Participants' Takaful Fund December 31, 2024 |
|---|---|---|---|---|---|
| | | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| | | Rupees in thousand | | Rupees in thousand | |
| **15 Cash and bank** | | | | | |
| **Cash and cash equivalents:** | | | | | |
| Policy stamps in hand | | - | - | **567** | 2,157 |
| Cash in hand | | **147** | 146 | - | - |
| **Cash at bank** | | | | | |
| Profit or loss accounts | **15.1** | **105,780** | 295,369 | **274,804** | 893,984 |
| | | **105,927** | 295,515 | **275,371** | 896,141 |

**15.1** Saving accounts carry expected profit rates ranging from 5.00% to 8.50% (31 December 2024: 6% to 18.5%) per annum.

| | Participants' Takaful Fund | |
|---|---|---|
| | June 30, 2025 | December 31, 2024 |
| | (Unaudited) | (Audited) |
| | Rupees in thousand | |
| **16 Takaful / re - takaful payables** | | |
| Due to takaful participants' holders | **73,763** | 71,154 |
| Due to other takaful / re - takaful operator's | **85,845** | 269,548 |
| | **159,608** | 340,702 |

| | Operator's Takaful Fund | | Participants' Takaful Fund | |
|---|---|---|---|---|
| | June 30, 2025 | December 31, 2024 | June 30, 2025 | December 31, 2024 |
| | (Unaudited) | (Audited) | (Unaudited) | (Audited) |
| | Rupees in thousand | | Rupees in thousand | |
| **17 Other creditors and accruals** | | | | |
| Agents commission payable | **108,965** | 108,490 | **-** | - |
| Federal excise duty | **-** | - | **-** | 14,187 |
| Federal insurance fee | **-** | - | **6,902** | 8,811 |
| Sales tax payable | **560** | 12,056 | **-** | - |
| Income tax deducted at source | **10,329** | 10,975 | **27,063** | 88,479 |
| Accrued expenses | **103** | 14,032 | **-** | - |
| Others | **41,387** | 223,519 | **24,700** | 181,956 |
| | **161,344** | 369,072 | **58,665** | 293,433 |

**18 Contingencies and commitments**

There has been no significant change in the contingencies and commitments since the date of preceding audited published annual financial statements for the year ended 31 December 2024.

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **19 Net contribution revenue** | | | | |
| Gross contribution written | **685,468** | 540,480 | **2,097,884** | 2,076,166 |
| Wakala fee | **(207,573)** | (160,289) | **(594,064)** | (568,499) |
| **Contribution net of wakala fee** | **477,895** | 380,191 | **1,503,820** | 1,507,667 |
| Unearned contribution reserve - opening | **1,280,050** | 1,137,265 | **863,271** | 602,178 |
| Unearned contribution reserve - closing | **(1,052,057)** | (917,304) | **(1,052,057)** | (917,304) |
| **Contribution earned** | **705,888** | 600,152 | **1,315,034** | 1,192,541 |
| **Less:** | | | | |
| Re - takaful contribution ceded | **100,802** | 100,796 | **288,773** | 245,945 |
| Prepaid re - takaful contribution ceded - opening | **235,476** | 170,727 | **227,603** | 179,332 |
| Prepaid re - takaful contribution ceded - closing | **(132,555)** | (111,417) | **(132,555)** | (111,417) |
| **Re - takaful expense** | **203,723** | 160,106 | **383,821** | 313,860 |
| **Net contribution** | **502,165** | 440,046 | **931,213** | 878,681 |
| **20 Re - takaful rebate** | | | | |
| Re - takaful rebate received | **19,404** | 16,515 | **58,238** | 46,159 |
| Unearned re - takaful rebate - opening | **50,736** | 34,148 | **47,244** | 34,276 |
| Unearned re - takaful rebate - closing | **(28,744)** | (23,445) | **(28,744)** | (23,445) |
| **Net re-takaful rebate** | **41,396** | 27,218 | **76,738** | 56,990 |
| **21 Takaful benefits / Claim expense** | | | | |
| Benefits / claims paid | **547,024** | 556,605 | **1,087,789** | 990,240 |
| Outstanding benefits / claims including IBNR - closing | **735,507** | 702,783 | **735,507** | 702,783 |
| Outstanding benefits / claims including IBNR - opening | **(690,293)** | (714,092) | **(726,815)** | (616,699) |
| **Claims expense** | **592,238** | 545,296 | **1,096,481** | 1,076,324 |
| **Less:** | | | | |
| Re - takaful and other recoveries received | **14,059** | 22,558 | **131,851** | 47,776 |
| Re - takaful and other recoveries in respect of outstanding claims - closing | **318,653** | 216,602 | **318,653** | 216,602 |
| Re - takaful and other recoveries in respect of outstanding claims - opening | **(254,445)** | (212,591) | **(279,137)** | (240,662) |
| **Re-takaful and other recoveries revenue** | **78,267** | 26,569 | **171,367** | 23,716 |
| **Net claims expense** | **513,971** | 518,727 | **925,114** | 1,052,608 |

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | Participants' Takaful Fund | | Participants' Takaful Fund | |
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **22 Other Direct Expenses** | | | | |
| Monitoring charges | **4,780** | 5,431 | **9,524** | 13,050 |
| Inspection charges | **2,826** | 3,428 | **7,077** | 8,014 |
| Bank charges | **67** | 85 | **202** | 175 |
| Others | **2,204** | 3,704 | **5,351** | 9,559 |
| | **9,877** | 12,648 | **22,154** | 30,798 |

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | Operator's Fund | | Operator's Fund | |
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **23 Commission Expense** | | | | |
| Commission paid or payable | **183,026** | 67,557 | **271,690** | 156,969 |
| Deferred commission - opening | **102,966** | 134,278 | **77,376** | 76,608 |
| Deferred commission - closing | **(131,754)** | (65,402) | **(131,754)** | (65,402) |
| **Net commission expense** | **154,238** | 136,433 | **217,312** | 168,175 |

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | Operator's Fund | | Operator's Fund | |
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **24 Wakala Fee** | | | | |
| Gross Wakala fee | **207,573** | 160,289 | **594,064** | 568,499 |
| Unearned Wakala fee - Opening | **498,781** | 434,949 | **354,900** | 255,479 |
| Unearned Wakala fee - Closing | **(426,476)** | (360,454) | **(426,476)** | (360,454) |
| **Net wakala fee** | **279,878** | 234,784 | **522,488** | 463,524 |

**24.1** The Operator manages the general takaful operations for the participants' and charges 28% (2024: 28%) for Fire & Property, 35% (2024: 35%) for Marine, Aviation & Transport, 32.5% (2024: 32.5%) for Motor, 25% (2024: 25%) for Health and 25% (2024: 25%) for Miscellaneous classes, of gross contribution written including administrative surcharge as wakala fee against the services.

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **25 General, administrative and management expenses** | | | | |
| Employee benefit cost | **67,473** | 49,087 | **126,841** | 101,293 |
| Depreciation | **2,541** | 1,339 | **4,940** | 2,685 |
| Amortization | **840** | 993 | **1,677** | 1,838 |
| Advertisement and sales promotion | **6,972** | 2,579 | **11,460** | 4,731 |
| Rent, rates and taxes | **1,230** | 1,150 | **2,380** | 2,225 |
| Communication | **142** | 196 | **717** | 429 |
| Legal and professional charges - business related | **550** | 97 | **550** | 97 |
| Travelling and conveyance expenses | **573** | 392 | **1,115** | 923 |
| Shared expenses | **11,214** | 7,624 | **21,625** | 14,664 |
| Entertainment | **2,072** | 1,365 | **3,772** | 2,204 |
| Printing, stationery and postage | **70** | 17 | **89** | 283 |
| Annual supervision fee SECP | **1,147** | 1,002 | **2,293** | 2,004 |
| Bank charges | **9** | 9 | **18** | 15 |
| Repair and maintenance | **957** | 811 | **1,628** | 1,123 |
| Others | **5,227** | 5,764 | **11,090** | 10,653 |
| | **101,017** | 72,425 | **190,195** | 145,167 |

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **26 Investment Income** | | | | |
| **Operator's Takaful Fund** | | | | |
| **Income from equity securities** | | | | |
| **Available for sale - Mutual Funds** | | | | |
| Dividend Income | **1** | 15,120 | **2** | 29,729 |
| Realized gain | **28,884** | - | **28,884** | - |
| **Income from term deposits** | | | | |
| Held to maturity - Term Deposits | **16,431** | 22,683 | **18,635** | 43,374 |
| **Income from debt securities** | | | | |
| **Held to maturity - Sukuks** | | | | |
| K-Electric | **1,552** | 2,869 | **3,330** | 6,998 |
| | **46,868** | 40,672 | **50,851** | 80,101 |

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **Participants' Takaful Fund** | | | | |
| **Income from equity securities** | | | | |
| **Available for sale - Mutual Funds** | | | | |
| Realized gain | **19,954** | 54,297 | **19,954** | 54,298 |
| **Income from debt securities** | | | | |
| **Held to maturity - Sukuks** | | | | |
| K-Electric | **-** | 2,817 | **-** | 2,941 |
| **Income from term deposits** | | | | |
| Held to maturity - Term Deposits | **8,129** | 32,868 | **13,974** | 56,900 |
| | **28,083** | 89,982 | **33,928** | 114,139 |

| | For three months period ended | | For six months period ended | |
|---|---|---|---|---|
| | June 30, 2025 | June 30, 2024 | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) | (Unaudited) | (Unaudited) |
| | Rupees in thousand | | Rupees in thousand | |
| **27 Other Income** | | | | |
| **Operator's Takaful Fund** | | | | |
| Profit on bank deposits | **7,033** | 14,298 | **12,834** | 20,285 |
| Other Income | **-** | - | **-** | - |
| | **7,033** | 14,298 | **12,834** | 20,285 |
| **Participants' Takaful Fund** | | | | |
| Profit on bank deposits | **6,633** | 17,809 | **14,998** | 35,926 |
| Other Income | **-** | - | **-** | - |
| | **6,633** | 17,809 | **14,998** | 35,926 |

## 28 Transactions with related parties

The Operator has related party relationship with its associates, subsidiary company, employee retirement benefit plans, key management personnel and other parties. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. Balances and transactions with related party are disclosed in relevant notes to these financial statements.

| | For six months period ended | |
|---|---|---|
| | June 30, 2025 | June 30, 2024 |
| | (Unaudited) | (Unaudited) |
| | Rupees in thousand | |
| **i) Transactions** | | |
| **Subsidiary Company** | | |
| Contribution underwritten | **11,429** | 7,248 |
| Contribution received | **13,225** | 8,281 |
| Claims paid | **1,513** | 2,533 |
| **Other related parties** | | |
| Contribution underwritten | **89,484** | 100,353 |
| Contribution received | **196,046** | 128,244 |
| Claims paid | **72,425** | 34,954 |
| Income on bank deposits | **227** | 1,285 |
| **ii) Period end balances** | | |
| **Subsidiary Company** | | |
| Balances payable | **1,341** | 708 |
| Balances receivable | **657** | 244 |
| Contribution received in advance | **693** | 7,285 |
| **Other related parties** | | |
| Balances receivable | **18,105** | 16,509 |
| Balances payable | **24,247** | 11,616 |
| Cash and bank balances | **778** | 2,569 |
| Contribution received in advance | **547** | 3,572 |

## 29 Segment Information

| | Participants' Takaful Fund | | | | | |
|---|---|---|---|---|---|---|
| | June 30, 2025 (Unaudited) | | | | | |
| | Fire & Property Damage | Marine, Aviation & Transport | Motor | Accident & Health | Miscellaneous | Total |
| | Rupees in thousand | | | | | |
| Contribution receivable (inclusive of Federal excise duty, Federal insurance fee and Administrative surcharge) | 160,286 | 108,597 | 868,662 | 1,037,995 | 113,168 | **2,288,708** |
| Less : Federal excise duty | (22,091) | (13,762) | (116,133) | (9,707) | (15,019) | **(176,712)** |
| Federal insurance fee | (1,348) | (946) | (7,451) | (10,079) | (970) | **(20,794)** |
| Gross direct written contribution (inclusive of administrative surcharge) | 136,847 | 93,889 | 745,078 | 1,018,209 | 97,179 | **2,091,202** |
| facultative inward contribution | 6,682 | - | - | - | - | **6,682** |
| **Gross Contribution Written** | 143,529 | 93,889 | 745,078 | 1,018,209 | 97,179 | **2,097,884** |
| Wakala fee | (40,206) | (32,861) | (242,150) | (254,552) | (24,295) | **(594,064)** |
| **Contribution net of wakala fee** | 103,323 | 61,028 | 502,928 | 763,657 | 72,884 | **1,503,820** |
| Contribution earned | 217,618 | 60,806 | 401,996 | 579,962 | 54,652 | **1,315,034** |
| Takaful contribution ceded to retakaful | (260,373) | (70,946) | (14,388) | - | (38,114) | **(383,821)** |
| Net takaful contribution | (42,755) | (10,140) | 387,608 | 579,962 | 16,538 | **931,213** |
| Re-takaful rebate | 52,953 | 15,649 | 15 | - | 8,121 | **76,738** |
| **Net underwriting income** | 10,198 | 5,509 | 387,623 | 579,962 | 24,659 | **1,007,951** |
| Takaful claims | (86,268) | (14,509) | (397,072) | (582,936) | (15,696) | **(1,096,481)** |
| Re - takaful and other recoveries | 83,863 | 11,664 | 62,281 | - | 13,559 | **171,367** |
| Net claims | (2,405) | (2,845) | (334,791) | (582,936) | (2,137) | **(925,114)** |
| Contribution deficiency reserve | - | - | - | - | - | **-** |
| Other direct expenses | (1,425) | 286 | (18,368) | (2,416) | (231) | **(22,154)** |
| **Net takaful claims and expenses** | (3,830) | (2,559) | (353,159) | (585,352) | (2,368) | **(947,268)** |
| **Surplus / (deficit) before investment income** | 6,368 | 2,950 | 34,464 | (5,390) | 22,291 | **60,683** |
| Investment income | | | | | | **33,928** |
| Other income | | | | | | **14,998** |
| Mudarib's share of investment income | | | | | | **(12,231)** |
| **Surplus transferred to balance of PTF** | | | | | | **97,378** |

| | Participants' Takaful Fund | | | | | |
|---|---|---|---|---|---|---|
| | June 30, 2025 (Unaudited) | | | | | |
| | Fire & Property Damage | Marine, Aviation & Transport | Motor | Accident & Health | Miscellaneous | Total |
| | Rupees in thousand | | | | | |
| Corporate segment assets | 217,950 | 42,330 | 376,733 | 520,082 | 146,707 | **1,303,802** |
| Corporate unallocated assets | - | - | - | - | - | **1,203,821** |
| **Total assets** | **217,950** | **42,330** | **376,733** | **520,082** | **146,707** | **2,507,623** |
| Corporate segment liabilities | 194,015 | 37,075 | 861,031 | 957,689 | 151,495 | **2,201,305** |
| Corporate unallocated liabilities | - | - | - | - | - | **72,666** |
| **Total liabilities** | **194,015** | **37,075** | **861,031** | **957,689** | **151,495** | **2,273,971** |

**29.1**

| | Participants' Takaful Fund | | | | | |
|---|---|---|---|---|---|---|
| | June 30, 2024 (Unaudited) | | | | | |
| | Fire & Property Damage | Marine, Aviation & Transport | Motor | Accident & Health | Miscellaneous | Total |
| | Rupees in thousand | | | | | |
| Contribution receivable (inclusive of Federal excise duty, Federal insurance fee and Administrative surcharge) | 186,450 | 73,706 | 586,934 | 1,292,823 | 74,194 | 2,214,107 |
| Less : Federal excise duty | (23,965) | (8,478) | (73,714) | (3,775) | (9,252) | (119,184) |
| Federal insurance fee | (1,609) | (646) | (5,083) | (12,763) | (643) | (20,744) |
| Gross direct written contribution (inclusive of administrative surcharge) | 160,876 | 64,582 | 508,137 | 1,276,285 | 64,299 | 2,074,179 |
| facultative inward contribution | 1,925 | 62 | - | - | - | 1,987 |
| **Gross Contribution Written** | 162,801 | 64,644 | 508,137 | 1,276,285 | 64,299 | 2,076,166 |
| Wakala fee | (45,584) | (22,626) | (165,144) | (319,071) | (16,074) | (568,499) |
| **Contribution net of wakala fee** | 117,217 | 42,018 | 342,993 | 957,214 | 48,225 | 1,507,667 |
| Contribution earned | 165,610 | 41,311 | 326,271 | 625,908 | 33,441 | 1,192,541 |
| Takaful contribution ceded to retakaful | (203,759) | (47,476) | (24,166) | - | (38,459) | (313,860) |
| Net takaful contribution | (38,149) | (6,165) | 302,105 | 625,908 | (5,018) | 878,681 |
| Re-takaful rebate | 50,401 | 10,189 | - | - | (3,600) | 56,990 |
| **Net underwriting income** | 12,252 | 4,024 | 302,105 | 625,908 | (8,618) | 935,671 |
| Takaful claims | 12,639 | (27,517) | (248,925) | (795,069) | (17,452) | (1,076,324) |
| Re - takaful and other recoveries | (19,321) | 21,544 | 5,737 | - | 15,756 | 23,716 |
| Net claims | (6,682) | (5,973) | (243,188) | (795,069) | (1,696) | (1,052,608) |
| Contribution deficiency reserve | | | | - | | - |
| Other direct expenses | (3,371) | (238) | (22,748) | (4,229) | (213) | (30,799) |
| **Net takaful claims and expenses** | (10,053) | (6,211) | (265,936) | (799,298) | (1,909) | (1,083,407) |
| **(Deficit) / surplus before investment income** | 2,199 | (2,187) | 36,169 | (173,390) | (10,527) | (147,736) |
| Investment income | | | | | | 114,139 |
| Other income | | | | | | 35,926 |
| Mudarib's share of investment income | | | | | | (22,828) |
| **Deficit transferred to balance of PTF** | | | | | | (20,499) |

| | Participants' Takaful Fund | | | | | |
|---|---|---|---|---|---|---|
| | December 31, 2024 (Audited) | | | | | |
| | Fire & Property Damage | Marine, Aviation & Transport | Motor | Accident & Health | Miscellaneous | Total |
| | Rupees in thousand | | | | | |
| Corporate segment assets | 420,016 | 59,864 | 349,332 | 437,531 | 111,496 | 1,378,239 |
| Corporate unallocated assets | - | - | - | - | - | 1,638,289 |
| **Total assets** | 420,016 | 59,864 | 349,332 | 437,531 | 111,496 | 3,016,528 |
| Corporate segment liabilities | 424,763 | 59,996 | 750,829 | 973,366 | 125,493 | 2,334,447 |
| Corporate unallocated liabilities | - | - | - | - | - | 304,758 |
| **Total liabilities** | 424,763 | 59,996 | 750,829 | 973,366 | 125,493 | 2,639,205 |

**29.2**

| | Operator's Takaful Fund | | | | | |
|---|---|---|---|---|---|---|
| | June 30, 2025 (Unaudited) | | | | | |
| | Fire & Property Damage | Marine, Aviation & Transport | Motor | Accident & Health | Miscellaneous | Total |
| | Rupees in thousand | | | | | |
| Wakala fee income | 84,655 | 32,742 | 193,553 | 193,321 | 18,217 | **522,488** |
| Less : Commission expense | (54,872) | (12,631) | (62,526) | (80,513) | (6,770) | **(217,312)** |
| Management expenses | (48,025) | (11,054) | (54,724) | (70,467) | (5,925) | **(190,195)** |
| | (18,242) | 9,057 | 76,303 | 42,341 | 5,522 | **114,981** |
| Mudarib's share of PTF investment income | | | | | | **12,231** |
| Investment income | | | | | | **50,851** |
| Direct expenses | | | | | | **(2,448)** |
| Other income | | | | | | **12,834** |
| **Profit before tax** | | | | | | **188,449** |
| Corporate segment assets | 21,074 | 12,552 | 85,110 | 90,836 | 7,712 | **217,284** |
| Corporate unallocated assets | - | - | - | - | - | **1,809,410** |
| **Total assets** | **21,074** | **12,552** | **85,110** | **90,836** | **7,712** | **2,026,694** |
| Corporate segment liabilities | 30,068 | 1,045 | 231,066 | 152,082 | 12,215 | **426,476** |
| Corporate unallocated liabilities | - | - | - | - | - | **176,984** |
| **Total liabilities** | **30,068** | **1,045** | **231,066** | **152,082** | **12,215** | **603,460** |

**29.3**

| | Operator's Takaful Fund | | | | | |
|---|---|---|---|---|---|---|
| | June 30, 2024 (Unaudited) | | | | | |
| | Fire & Property Damage | Marine, Aviation and Transport | Motor | Accident & Health | Miscellaneous | Total |
| | Rupees in thousand | | | | | |
| Wakala fee income | 64,404 | 22,245 | 157,093 | 208,636 | 11,146 | 463,524 |
| Less : Commission expense | (42,995) | (9,538) | (47,707) | (62,269) | (5,666) | (168,175) |
| Management expenses | (37,114) | (8,234) | (41,179) | (53,749) | (4,891) | (145,167) |
| | (15,705) | 4,473 | 68,207 | 92,618 | 589 | 150,182 |
| Mudarib's share of PTF investment income | | | | | | 22,828 |
| Investment income | | | | | | 80,101 |
| Direct expenses | | | | | | (1,540) |
| Other income | | | | | | 20,285 |
| **Profit before tax** | | | | | | 271,856 |

| | Operator's Takaful Fund | | | | | |
|---|---|---|---|---|---|---|
| | December 31, 2024 (Audited) | | | | | |
| | Fire & Property Damage | Marine, Aviation and Transport | Motor | Accident & Health | Miscellaneous | Total |
| | Rupees in thousand | | | | | |
| Corporate segment assets | 74,103 | 16,458 | 97,045 | 138,533 | 10,318 | 336,457 |
| Corporate unallocated assets | - | - | - | - | - | 1,745,945 |
| **Total assets** | 74,103 | 16,458 | 97,045 | 138,533 | 10,318 | 2,082,402 |
| Corporate segment liabilities | 74,517 | 926 | 182,469 | 90,851 | 6,137 | 354,900 |
| Corporate unallocated liabilities | - | - | - | - | - | 417,922 |
| **Total liabilities** | 74,517 | 926 | 182,469 | 90,851 | 6,137 | 772,822 |

## 30 Fair values of financial instruments

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.

Underlying the definition of fair value is the presumption that the operator's takaful fund and participants' takaful funds are a going concern and there is no intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13 'Fair Value Measurement' requires to classify fair value measurements and fair value hierarchy that reflects the significance of the inputs used in making the measurements of fair value hierarchy. Following are the levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1)
- Inputs other than quoted prices included within level 1 that are observable for the asset either directly (that is, derived from prices) (Level 2)
- Inputs for the asset or liability that are not based on observable market data (that is, unadjusted) inputs (Level 3)

Transfer between levels of the fair value hierarchy are recognized at the end of the reporting period during which the changes have occurred.

| | | Participants' Takaful Fund | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | June 30, 2025 (Unaudited) | | | | | | | | |
| | | Carrying amount | | | | | Fair value | | | |
| | | Available-for-sale | Held to maturity | Loans and receivables | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | Rupees in thousand | | | | | | | | |
| **Financial assets measured at fair value** | | | | | | | | | | |
| Investments - Equity securities | 9 | 433,600 | - | - | - | **433,600** | 433,600 | - | - | **433,600** |
| **Financial assets not measured at fair value** | | | | | - | | | | | |
| Investments - Term Deposits | 11 | - | 400,000 | | | **400,000** | - | - | - | **-** |
| Loan and other receivables | 12 | - | - | 79,141 | - | **79,141** | - | - | - | **-** |
| Takaful / re - takaful receivables | 13 | - | - | 852,594 | - | **852,594** | - | - | - | **-** |
| Re - takaful recoveries against outstanding claims | | - | - | 186,255 | - | **186,255** | - | - | - | **-** |
| Salvage recoveries accrued | | - | - | 132,398 | - | **132,398** | - | - | - | **-** |
| Cash and banks | | - | - | 275,371 | | **275,371** | | | | |
| | | 433,600 | 400,000 | 1,525,759 | - | **2,359,359** | 433,600 | - | - | **433,600** |
| **Financial liabilities not measured at fair value** | | | | | | | | | | **-** |
| Outstanding claims including IBNR | 21 | - | - | - | 735,507 | **735,507** | - | - | - | **-** |
| Takaful / re - takaful payables | | - | - | - | 159,608 | **159,608** | - | - | - | **-** |
| Wakala and mudarib fee payable | | - | - | - | 85,530 | **85,530** | - | - | - | **-** |
| Other creditors and accruals | 17 | - | - | - | 24,700 | **24,700** | - | - | - | **-** |
| | | - | - | - | 1,005,345 | **1,005,345** | - | - | - | **-** |

| | | Participants' Takaful Fund | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | December 31, 2024 (Audited) | | | | | | | | |
| | | Carrying amount | | | | | Fair value | | | |
| | | Available-for-sale | Held to maturity | Loans and receivables | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | Note | Rupees in thousand | | | | | | | | |
| **Financial assets measured at fair value** | | | | | | | | | | |
| Investments - Equity securities | 9 | 664,478 | - | - | - | 664,478 | 664,478 | - | - | 664,478 |
| **Financial assets not measured at fair value** | | | | | | | | | | |
| Loan and other receivables | 12 | - | - | 59,971 | - | 59,971 | - | - | - | - |
| Takaful / re - takaful receivables | 13 | - | - | 871,496 | - | 871,496 | - | - | - | - |
| Retakaful recoveries against outstanding claims | | - | - | 180,599 | - | 180,599 | - | - | - | - |
| Salvage recoveries accrued | | - | - | 98,538 | - | 98,538 | - | - | - | - |
| Cash and banks | 15 | - | - | 896,141 | - | 896,141 | - | - | - | - |
| | | 664,478 | - | 2,106,745 | - | 2,771,223 | 664,478 | - | - | 664,478 |
| **Financial liabilities not measured at fair value** | | | | | | | | | | - |
| Outstanding claims including IBNR | 21 | - | - | - | 726,815 | 726,815 | - | - | - | - |
| Takaful / retakaful payables | | - | - | - | 340,702 | 340,702 | - | - | - | - |
| Wakala and mudarib fee payable | | - | - | - | 259,081 | 259,081 | - | - | - | - |
| Other creditors and accruals | 17 | - | - | - | 181,956 | 181,956 | - | - | - | - |
| | | - | - | - | - 1,508,554 | 1,508,554 | - | - | - | - |

| | Note | Operator's Takaful Fund June 30, 2025 (Unaudited) | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | Carrying amount | | | | | Fair value | | | |
| | | Available-for-sale | Held to maturity | Loans and receivables | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | | Rupees in thousand | | | | | | | | |
| **Financial assets measured at fair value** | | | | | | | | | | |
| Investments - Equity securities | **9** | 657,503 | - | - | - | **657,503** | 657,503 | - | - | **657,503** |
| **Financial assets not measured at fair value** | | | | | | | | | | |
| Investments - Debt securities | **10** | - | 46,418 | - | - | **46,418** | - | - | - | **-** |
| Investments - Term deposits | **11** | - | 900,000 | - | - | **900,000** | - | - | - | **-** |
| Loan and other receivables | **12** | - | - | 19,856 | - | **19,856** | - | - | - | **-** |
| Receivable from PTF/ OPF | | - | - | 85,530 | - | **85,530** | - | - | - | **-** |
| Cash and banks | | | | 105,927 | - | **105,927** | | | | |
| | | 657,503 | 946,418 | 211,313 | - | **1,815,234** | 657,503 | - | - | **657,503** |
| **Financial liabilities not measured at fair value** | | | | | | | | | | |
| Other creditors and accruals | **17** | - | - | - | 150,455 | **150,455** | - | - | - | - |
| | | - | - | - | 150,455 | **150,455** | - | - | - | - |

| | Note | Operator's Takaful Fund December 31, 2024 (Audited) | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---|---|
| | | Carrying amount | | | | | Fair value | | | |
| | | Available-for-sale | Held to maturity | Loans and receivables | Other financial liabilities | Total | Level 1 | Level 2 | Level 3 | Total |
| | | Rupees in thousand | | | | | | | | |
| **Financial assets measured at fair value** | | | | | | | | | | |
| Investments - Equity securities | **9** | 1,075,440 | - | - | - | 1,075,440 | 1,075,440 | - | - | 1,075,440 |
| **Financial assets not measured at fair value** | | | | | | | | | | |
| Investments - Debt securities | **10** | - | 51,418 | - | - | 51,418 | - | - | - | - |
| Loan and other receivables | **12** | - | - | 40,330 | - | 40,330 | - | - | - | - |
| Receivable from PTF/ OPF | | - | - | 259,081 | - | 259,081 | - | - | - | - |
| Cash and banks | **15** | - | - | 295,515 | - | 295,515 | - | - | - | - |
| | | 1,075,440 | 51,418 | 594,926 | - | 1,721,784 | 1,075,440 | - | - | 1,075,440 |
| **Financial liabilities not measured at fair value** | | | | | | | | | | |
| Other creditors and accruals | **17** | - | - | - | 346,041 | 346,041 | - | - | - | - |
| | | - | - | - | 346,041 | 346,041 | - | - | - | - |

**31 Subsequent events - non adjusting event**

There are no significant events that need to be disclosed for the six months period ended June 30, 2025.

**32 Date of authorization for issue**

This condensed financial statements was authorized for issue on August 28, 2025 by the Board of Directors of the Operator.

**33 General**

Figures have been rounded off to the nearest thousand rupees unless other wise stated.

| Chairman | Director | Director | Chief Financial Officer | Managing Director & Chief Executive Officer |
|---|---|---|---|---|

**Registered Office:**
Adamjee House, 80/A, Block E-1, Main Boulevard, Gulberg III, Lahore - 54000, Pakistan
Phone: (92-42) 35772960-79, Fax (92-42) 35772868
Email: info@adamjeeinsurance.com, Web: www.adamjeeinsurance.com