



Making a difference



THIRD QUARTER
ENDED SEPTEMBER 30, 2025

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To be the most trusted insurance partner

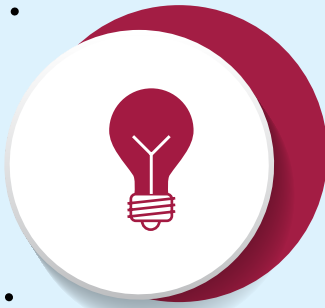


Mission

Adhere to exemplary sales practices, best in class
product packaging and customer engagement



Core Values

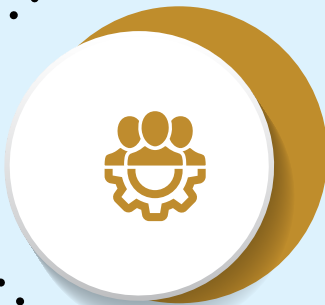


VALUE CREATION

Create value in everything we do.

CUSTOMER FOCUS

Always keep the customer's interest in mind.



OPENNESS

Foster a culture of trust and transparency.



RESPECT

Promote mutual respect and inclusiveness.

Strategic Objectives



Increase market share &
attain profitability in direct
distribution model



Capitalize strategic partnerships to
capture digital space



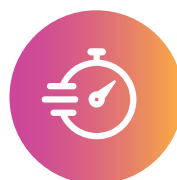
Create product awareness and its
value proposition among masses



Achieve excellence in quality of
sales and after sale services



Bring product innovation to
strengthen long term value for our
customers



Prepare for new lines and
territories of business

Rating of the Company



- Outlook: **Stable**
- Rating Agency: **PACRA**
- Rating Date: **August 2025**



Company Information

Board Of Directors

Mian Umer Mansha
Chairman

S.Muhammad Jawed
Director

Muhammad Ali Zeb
Director

Ismail Arif Rafi
Director

Imran Maqbool
Director

Naz Mansha
Director

Management

Manzar Mushtaq
Chief Executive Officer

Jalal Meghani
Executive Director & Chief Financial Officer

Dr. Bakht Jamal
Advisor to the CEO - Technical Affairs

Ali Haider
Director Business Operations

Muhammad Iftikhar Javed
Director Corporate Sales,
Bancassurance & Business Strategy

Amin Nizar Ali
Director Actuarial Services

Athar Chaudhry
Director Information Solutions & Technologies

Zehra Faiz
General Manager Human Resources

Absar Azim Burney
Head of Direct Distribution

Adeel Anwer
Head of Window Takaful Operations

Statutory Positions

Asif Mirza
Head of Compliance and Legal Affairs

Arslan Tahir
Company Secretary

Samad Ali Naqvi
Head of Internal Audit

Muhammad Furqan uddin
Head of Risk Management and Financial Controller

Company Information

Investment Committee

Member	Category
Mr. S. M. Jawed	Chairman / Non-Executive Director
Mr. Muhammad Ali Zeb	Member / Non-Executive Director
Mr. Imran Maqbool	Member / Non-Executive Director
Mr. Manzar Mushtaq	Member / Chief Executive Officer
Mr. Jalal Meghani	Member / Chief Financial Officer & Executive Director
Mr. Amin Nizar Ali	Member / Director of Actuarial Services
Mr. Muhammad Amir	Secretary / Senior Manager Finance

Audit Committee

Member	Category
Mr. Ismail Arif Rafi	Chairman / Independent Director
Mr. S. M. Jawed	Member / Non-Executive Director
Mr. Muhammad Ali Zeb	Member / Non-Executive Director
Mr. Samad Ali Naqvi	Secretary / Head of Internal Audit

Share Registrar

CDC Share Registrar Services Ltd. CDC House,
99-B, Block B, SMCHS Main Shahrah-e- Faisal, Karachi
74400 Phone No. (92-21) 111-111- 500
Fax No. (92-21) 34326031
Email: info@cdcpak.com

Statutory Auditors of the Company

Riaz Ahmad & Company (Chartered Accountants)
Address: Office No. 5, 20th Floor, Bahria Town Tower,
Tariq Road, Block 2, P.E.C.H.S., Karachi

Appointed Actuary

Alchemy Associates (Private) Ltd.
Address: 4th Floor, Central Hotel Building, Civil Lines,
Mereweather Road, Karachi, Pakistan.

Shariah Advisor

Mufti Muhammad Zubair Usmani

Legal Advisor

Asad Iftikhar
Address: Office no. 505, Commercial Trade Center,
Block 8 Clifton, Karachi.

Bawaney & Partners
Address: 3rd & 4th floor 68-C, Bukhari Commercial
Area, DHA, Karachi

Address

HEAD OFFICE

Adamjee Life Assurance Company Limited,
3rd & 4th Floor, Adamjee House,
I. I. Chundrigar Road, Karachi, Pakistan.

REGISTERED OFFICE

Adamjee Life Assurance Company
Limited, Office # 505, 5th Floor,
Islamabad Stock Exchange Building,
Blue Area, Islamabad, Pakistan.

Directors' Review

The Board of Directors of Adamjee Life Assurance Company Limited are pleased to present to the members, the condensed interim financial statements of the Company for the nine months ended on September 30, 2025.

Financial Highlights:

The highlights for the period under review are as follows:

	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
	------(Rupees in '000)-----	
Gross Premium	25,500,696	19,643,002
Net Premium	24,622,975	19,002,452
Investment income	16,961,914	17,265,322
Net Benefits paid to and reserved for policyholders	36,170,903	31,172,383
Acquisition & other operating expenses	3,812,940	3,254,009
Profit before tax	1,601,046	1,841,382
Profit after tax	978,394	1,139,426
	------(Rupees)-----	
Earnings Per Share	3.73	4.34
	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------(Rupees in '000)-----	
Size of Statutory Fund	118,322,443	104,946,390
Shareholders' Equity	5,888,065	5,432,729

Performance Review:

Both gross & net premium has increased by ~ 30%, attributable to a higher amount of new business generation in both regular premium and single premium products. The net decrease of 2% in investment income is primarily attributable to lower market interest rates as compared to last year offset by significantly bullish equity market in the current year.

Net benefits paid and reserved for policyholders has increase by 18% owing to larger amount of maturities and pass on of investment income to investment linked policies which constitutes substantial share in Company's policies portfolio.

Moreover, acquisition and other operating expenses have increased by 17% in aggregate compared to the corresponding period last year, primarily due to a 65% increase in new business acquisition, which is expected to generate profits in subsequent years of policy tenure. The profit before and after tax has therefore declined by 13% and 14% respectively to Rs. 1,601 million & Rs. 978 million due to combination of factors explained above.

The size of statutory funds has increased by 13% to Rs.118.3 billion and size of shareholders' equity has increased by 8% to Rs. 5.88 billion as compared to December 31, 2024. The balance of equity incorporates amount of final and interim dividend paid during the period aggregating to Rs.512.50 million and issuance of bonus shares at total face value of Rs. 125 million in August this year.

The industry wide issue of provincial sales tax on life & health insurance, as disclosed in note 22.1.1, is still pending for adjudication with Supreme Court of Pakistan.

Window Takaful Operations:

The gross contribution generated from Window Takaful Operations was Rs. 4.19 billion (September 30, 2024: Rs. 2.67 billion). The profit before tax reported for the period ended September 30, 2025, amounts to Rs. 317 million, representing 1.76-times increase compared to the corresponding period last year. The new business mix of takaful was 28% as against 21% in the corresponding period last year.

Future Outlook:

For the nine-months period ended September 30, 2025, our Company has reported commendable financial performance, surpassing profit targets. We expect that business in the last quarter of the year will continue momentum built for the first three quarters and the year will hopefully end at higher note.

Looking ahead, we remain cautiously optimistic about economic growth. Pakistan's economy has sustained its trajectory of stabilization. Although the flood-induced disruptions have posed temporary inflationary pressures, the overall economic outlook remains stable and expecting a growth of 3.5%-4.0%.

Our strategic focus will remain on product innovation, enhancing customer experience, and promoting financial protection awareness to serve the evolving needs of our policyholders and strengthen our leadership position in the life insurance industry.

Acknowledgements:

We would like to extend our sincere gratitude to our shareholders, valued customers, employees, and dedicated development staff for their unwavering support, which has enabled Adamjee Life to emerge as one of Pakistan's fastest-growing life insurance companies. We are also thankful to the Securities and Exchange Commission of Pakistan (SECP) for its continued guidance and support.


Umer Mansha
Chairman


Manzar Mushtaq
Chief Executive Officer

Dated: October 24, 2025

ڈائریکٹرز کی رپورٹ

30 ستمبر 2025 کو ختم ہونے والے مدت کے لیے

آدم جی لائف انشورنس کمپنی لمیٹڈ کے بورڈ آف ڈائریکٹرز کے لیے یہ بات انتہائی مسرت کا باعث ہے کہ ہم ۳۰ ستمبر ۲۰۲۵ء کو مکمل ہونے والے نو مہینوں کے لیے کمپنی کے غیر آڈٹ شدہ مالیاتی گوشوارے (Condensed Interim Financial Statement) پیش کر رہے ہیں۔

مالیاتی امور کے نمایاں پہلو

زیر نظر مدت کے نمایاں پہلو درج ذیل ہیں:

30 ستمبر 2024	30 ستمبر 2025
غیر آڈٹ شدہ	غیر آڈٹ شدہ
----- ہزار روپے میں -----	

19,643,002 25,500,696

مجموعی پریمیم

19,002,452 24,622,975

نیٹ پریمیم

17,265,322 16,961,914

سرمایہ کاری سے آمدنی

31,172,383 36,170,903

پالیسی ہولڈرز کو ادا شدہ اور مختص شدہ فنڈز

3,254,009 3,812,940

بزنس کے حصول کے اور دیگر انتظامی اخراجات

1,841,382 1,601,046

قبل از ٹیکس منافع

1,139,426 978,394

بعد از ٹیکس منافع

----- روپے میں -----
(دوبارہ)

4.34 3.73

فی حصص آمدنی

31 دسمبر 2024	30 ستمبر 2025
آڈٹ شدہ	غیر آڈٹ شدہ
----- ہزار روپے میں -----	

104,946,390 118,322,443

اسٹیچوٹری فنڈ کا حجم

5,432,729 5,888,065

حصص داران کی ایکویٹی

کارکردگی کا جائزہ

مجموعی اور نیٹ پریمیم، دونوں میں تقریباً ۳۰ فیصد تک کا اضافہ ہوا ہے، جس کی وجہ ریگولر پریمیم اور سنگل پریمیم، دونوں مصنوعات میں نئے کاروبار کا بڑا حجم ہے۔ اگرچہ اس عرصے کے دوران ایکویٹی مارکیٹ میں اضافہ ہوا، لیکن گزشتہ سال کے مقابلے میں شرح سود میں کمی کے باعث سرمایہ کاری کی آمدنی میں ۲ فیصد کی خالص کمی آئی ہے۔ پالیسی ہولڈرز کے لیے نیٹ ادا کردہ اور محفوظ کردہ فوائد میں ۱۸ فیصد اضافہ ہوا، جس کا سبب بڑی تعداد میں میچورٹی اور سرمایہ کاری سے منسلک پالیسیوں کو سرمایہ کاری سے حاصل ہونے والی آمدنی منتقل کرنا ہے، جو کمپنی کی پالیسیوں کے پورٹ فولیو کے نمایاں حصے پر مشتمل ہے۔

مزید برآں، ایکویزیشن اور دیگر انتظامی اخراجات میں گزشتہ سال کی اسی مدت کے مقابلے میں ۷ فیصد کا اضافہ ہوا ہے، جس کی بڑی وجہ نئے کاروبار کے حصول میں ۶۵ فیصد کا اضافہ ہے۔ توقع ہے کہ یہ اخراجات آنے والے سالوں میں ان نئی پالیسیوں سے حاصل ہونے والے منافع کی صورت میں اپنا معاوضہ ادا کریں گے۔ مذکورہ بالا عوامل کے مجموعہ کی وجہ سے ٹیکس سے پہلے اور بعد کا منافع بالترتیب تقریباً ۱۳ فیصد اور ۱۴ فیصد کم ہو کر ۶۰۱، ۱ ملین روپے اور ۹۷۸ ملین روپے ہو گیا ہے۔

اسٹیٹوٹری فنڈز کا حجم ۱۳ فیصد بڑھ کر ۱۱۸ ارب روپے ہو گیا ہے اور حصص داروں کی ایکویٹی، ۳۱ دسمبر ۲۰۲۴ء کے مقابلے میں ۸ فیصد اضافے کے ساتھ ۵۸۸ ارب روپے ہو گئی ہے۔ ایکویٹی کے اس بیلنس میں اس عرصے کے دوران ۵۱۲ ارب روپے کے ادا کردہ حتمی اور عبوری منافع اور رواں سال اگست میں ۱۲۵ ملین روپے کی مجموعی فیس ویلیو پر بونس شیئرز کے اجراء کے بعد ہے۔

لائف اینڈ ہیلتھ انشورنس پر صوبائی سیلز ٹیکس کا اجراء جیسا کہ نوٹ ۲۲ء میں بیان کیا گیا ہے، تاحال سپریم کورٹ آف پاکستان کا فیصلہ آنے تک زیر التوا ہے۔

ونڈو تکافل آپریشنز:

ونڈو تکافل کی سرگرمیوں سے حاصل ہونے والا مجموعی بزنس ۱۹ ارب روپے (۳۰ ستمبر ۲۰۲۴ء: ۲۶ ارب روپے) رہا۔ ۳۰ ستمبر ۲۰۲۵ء کے لیے اعلان کردہ قبل از ٹیکس منافع ۳۱ ملین روپے راجو گزشتہ سال کی اسی مدت کے مقابلے میں ۷۶ ارب گنا زیادہ ہے۔ تکافل کا نیا کاروباری امتزاج گزشتہ سال اسی عرصے کے ۲۱ فیصد کے مقابلے میں ۲۸ فیصد رہا۔

مستقبل کا منظر نامہ:

۳۰ ستمبر ۲۰۲۵ء کو مکمل ہونے والے نو مہینوں میں، ہماری کمپنی نے قابل تعریف مالی کارکردگی کا مظاہرہ کیا ہے، جس میں منافع کے اہداف بھی عبور کیے گئے ہیں۔ ہم پُر امید ہیں کہ ابتدائی تین سہ ماہیوں کی طرح سال کی آخری سہ ماہی میں ہمارے کاروبار کی رفتار برقرار رہے گی۔

مستقبل کی طرف دیکھتے ہوئے، ہم اقتصادی ترقی کے بارے میں محتاط طور پر پُر امید ہیں۔ پاکستان کی معیشت استحکام کی راہ پر گامزن ہے۔ اگرچہ سیلاب سے پیدا ہونے والی رکاوٹوں نے عارضی طور پر مہنگائی میں اضافہ کیا ہے، لیکن مجموعی طور پر معاشی منظر نامہ مستحکم اور ۵۳ فیصد سے ۴۰ فیصد تک ترقی متوقع ہے۔

ہماری حکمت عملی پروڈکٹ کی جدت، کسٹمر کے تجربے میں بہتری اور مالی تحفظ سے متعلق آگاہی کو فروغ دینے پر مرکوز رہے گی، تاکہ ہمارے پالیسی ہولڈرز کی بدلتی ہوئی ضروریات پوری کی جاسکیں اور لائف انشورنس کی صنعت میں ہمارا قائدانہ مقام مستحکم کیا جاسکے۔

اظہار تشکر:

ہم اپنے حصص داروں، معزز کسٹمرز، ملازمین، اور ڈیولپمنٹ عملے کی مسلسل معاونت پر تہ دل سے ان کے شکر گزار ہیں جن کی بدولت آدھی لائف پاکستان کی انتہائی تیزی سے ترقی کرتی ہوئی لائف انشورنس کمپنی بن کر ابھری ہے۔ ہم مسلسل رہنمائی اور معاونت پر سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کے بھی ممنون ہیں۔

Murtagh

منظر مشتاق
چیف ایگزیکٹو آفیسر

Umar

عمر منشا
چیئر مین

24 اکتوبر ۲۰۲۵ء

Financial Statements



Condensed Interim Statement of Financial Position

As at September 30, 2025

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	(Rupees in '000)	
Assets			
Property and equipment	6	297,718	235,496
Intangible assets		19,384	21,830
Right of use assets	7	541,215	666,460
Investment property	8	1,182,300	1,154,800
Investments			
Equity securities	9	18,461,912	15,207,952
Government securities	10	89,600,534	79,582,456
Debt securities	11	4,532,136	3,539,281
Open-ended mutual funds	12	7,451,498	7,421,764
Loan secured against life insurance policies		5,888	8,389
Insurance / takaful / reinsurance / retakaful receivables	13	458,837	61,437
Loans, advances and other receivables	14	2,209,757	1,668,201
Taxation - payments less provision		761,071	561,426
Prepayments	15	88,745	52,847
Cash and bank	16	5,036,197	6,245,914
Total Assets		130,647,192	116,428,253
Equity and Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital	17.3	2,625,000	2,500,000
Money ceded to Waqf fund		500	500
Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)		2,525,765	1,894,641
Revenue reserves			
Deficit on revaluation of available for sale investments		(21,530)	(10,972)
Unappropriated profit		758,330	1,048,560
Total Equity		5,888,065	5,432,729
Liabilities			
Insurance / takaful liabilities	18	119,574,525	106,352,404
Retirement benefit obligations		14,773	72,124
Deferred taxation		1,694,983	1,217,817
Lease liabilities	19	594,031	660,903
Premium / contribution received in advance		315,357	1,347,412
Insurance / takaful / reinsurance / retakaful payables	20	476,295	147,557
Unclaimed dividends		178	104
Other creditors and accruals	21	2,088,985	1,197,203
Total Liabilities		124,759,127	110,995,524
Total Equity and Liabilities		130,647,192	116,428,253
Contingencies and commitments			
22			
The annexed notes 1 to 40 form an integral part of these condensed interim financial statements.			

The annexed notes 1 to 40 form an integral part of these condensed interim financial statements.


Umer Mansha
Chairman


Muhammad Ali Zeb
Director


S. Muhammad Jawed
Director


Manzar Mushtaq
Chief Executive Officer

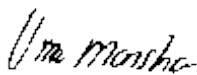

Jalal Meghani
Chief Financial Officer

Condensed Interim Statement of Profit or Loss (Un-audited)

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended	
		September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
Note		(Rupees in '000)			
Premium / contribution revenue		25,500,696	19,643,002	9,324,979	7,583,161
Premium / contribution ceded to reinsurers / (retakaful operators)		(877,721)	(640,550)	(442,950)	(334,176)
Net premium / contribution revenue	23	24,622,975	19,002,452	8,882,029	7,248,985
Investment income	24	8,959,777	11,546,230	2,892,929	3,678,472
Net realised fair value gains on financial assets	25	2,962,554	1,589,844	1,895,739	911,791
Net fair value gains on financial assets at fair value through profit or loss - unrealised	26	4,650,311	3,474,748	3,313,949	1,745,504
Net rental income		2,312	2,062	812	712
Net unrealised gain on investment property	8	27,500	89,400	-	-
Other income	27	359,460	563,038	114,842	199,316
		16,961,914	17,265,322	8,218,271	6,535,795
Net Income		41,584,889	36,267,774	17,100,300	13,784,780
Insurance / takaful benefits	29	(24,394,265)	(17,388,246)	(8,724,198)	(5,915,081)
Recoveries from reinsurers / retakaful operators	29	567,692	303,203	231,186	40,384
Claims related expenses		(2,906)	(3,763)	(608)	(773)
Net insurance / takaful benefits		(23,829,479)	(17,088,806)	(8,493,620)	(5,875,470)
Net change in insurance / takaful liabilities (other than outstanding claims)		(12,341,424)	(14,083,577)	(6,554,115)	(6,005,814)
Acquisition expenses	30	(2,694,242)	(2,339,232)	(1,003,104)	(803,345)
Marketing and administration expenses	31	(1,059,917)	(899,948)	(373,302)	(298,625)
Other expenses	32	(21,232)	(12,285)	(13,828)	(5,171)
Total expenses		(16,116,815)	(17,335,042)	(7,944,349)	(7,112,955)
Finance costs	33	(37,549)	(2,544)	(12,015)	(346)
Results from operating activities		1,601,046	1,841,382	650,316	796,009
Income tax expense	34	(622,652)	(701,956)	(251,923)	(305,257)
Profit after tax for the period		978,394	1,139,426	398,393	490,752
			Restated		Restated
Earnings (after tax) per share - basic and diluted - Rupees	35	3.73	4.34	1.52	1.87

The annexed notes 1 to 40 form an integral part of these condensed interim financial statements.



Umer Mansha
Chairman



Muhammad Ali Zeb
Director



S. Muhammad Jawed
Director



Manzoor Mushtaq
Chief Executive Officer



Jalal Meghani
Chief Financial Officer

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended	
		September 30,	September 30,	September 30,	September 30,
		2025	2024	2025	2024
Note		(Rupees in '000)			

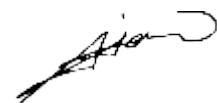
The annexed notes 1 to 40 form an integral part of these condensed interim financial statements.



Umer Mansha
Chairman



Muhammad Ali Zeb
Director



S. Muhammad Jawed
Director



Manzar Mushtaq
Chief Executive Officer








Jalal Meghani
Chief Financial Officer

For the nine months period ended September 30, 2025

* This includes balances maintained in accordance with the requirements of Section 35 of the Insurance Ordinance, 2000 read with Rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for carrying on of the life insurance business. This also includes the retained earnings of Operator - Sub Funds (OSF) amounting to Rs. 634.02 million (September 30, 2024: Rs. 368.93 million).

The annexed notes 1 to 40 form an integral part of these condensed interim financial statements.

Umer Mansha
 Chairman

Muhammad Ali Zeb
 Director

S. Muhammad Jawed
 Director

Manzoor Mushtaq
 Chief Executive Officer





Jalal Meghani
 Chief Financial Officer

Condensed Interim Statement of Cash Flows (Un-audited)

For the nine months period ended September 30, 2025

	September 30, 2025	September 30, 2024
Note	----- (Rupees in '000) -----	
Operating Cash Flows		
(a) Underwriting activities		
Insurance premium / contribution received	24,337,832	19,604,972
Reinsurance premium / retakaful contribution paid	(247,882)	(162,493)
Claims paid	(23,516,474)	(16,574,613)
Commission paid	(1,809,696)	(1,363,874)
Marketing and administrative expenses paid	(2,120,692)	(1,797,626)
Net cash flow used in from underwriting activities	(3,356,912)	(293,634)
(b) Other operating activities		
Income tax paid	(338,380)	(149,026)
Total cash flow used in from operating activities	(3,695,292)	(442,660)
Investment activities		
Profit / return received	7,563,666	9,623,535
Dividend received	1,045,749	962,858
Rental received	2,312	2,062
Payment for investments	(132,686,575)	(276,865,891)
Proceeds from investments	127,325,507	266,865,280
Fixed capital expenditure	(136,741)	(77,835)
Loan to policyholders	2,831	28,953
Proceeds from sale of property and equipment	7,361	3,814
Total cash flow generated from investing activities	3,124,110	542,776
Financing activities		
Finance cost paid	(63,689)	(7,126)
Payments against lease liabilities	(62,420)	(61,558)
Dividend paid	(512,426)	(499,995)
Total cash flow used in financing activities	(638,535)	(568,679)
Net cash outflows from all activities	(1,209,717)	(468,563)
Cash and cash equivalent at the beginning of the period	6,245,914	4,001,596
Cash and cash equivalent at the end of the period	5,036,197	3,533,033
Reconciliation to statement of profit or loss		
Cash flow from all operating activities	(3,695,292)	(442,660)
Depreciation and amortisation expense	(190,556)	(103,500)
Financial charge expense	(63,689)	(7,126)
Write offs of fixed assets	(256)	-
Gain on disposal of property and equipment	2,954	-
Loss on derecognition of ROU asset	(2,270)	-
Gain on disposal of investment	2,962,554	1,589,844
Rental income	2,312	2,062
Dividend income	1,052,419	971,297
Other investment income	8,293,634	11,229,476
Increase / (decrease) in assets other than cash	656,081	(8,245)
Increase in liabilities other than borrowings	(12,689,808)	(15,566,470)
Surplus on revaluation of investment	4,650,311	3,474,748
Profit after taxation	978,394	1,139,426

The annexed notes 1 to 40 form an integral part of these condensed interim financial statements.

 Umer Mansha Chairman	 Muhammad Ali Zeb Director	 S. Muhammad Jawed Director	 Manzar Mushtaq Chief Executive Officer	 Jalal Meghani Chief Financial Officer
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Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** 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 into a public limited company on March 4, 2022 and registered itself on Pakistan Stock Exchange. The Company started its operations on April 24, 2009. 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. The Company is a subsidiary of Adamjee Insurance Company Limited.

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

- Conventional Business
- Accident and Health Business
- Individual Life Non-unitized Investment Linked Business
- Individual Life Unit Linked Business
- Individual Family Takaful Business (refer note 1.2)
- Group Family Takaful Business (refer note 1.2)

- 1.2** The Company was granted authorization 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 Company commenced Window Takaful Operations from July 14, 2016. The 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 Company with the cede amount of Rs. 500,000. The ceded money is required to be invested in Shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the 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 Company.

The Company issued supplemental policies to the Window Takaful Operations Waqf Fund on October 29, 2019 to include Group Family Participant's Takaful Fund business in existing Window Takaful Operations Waqf Fund and the same was authorized by the Securities and Exchange Commission of Pakistan (SECP) on December 11, 2019 and the Company commenced its Group Family Takaful Business in the second quarter of 2020.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

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

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

- International Accounting Standard IAS 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

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

These condensed interim financial statements do not include all the information required in the annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2024.

3. MATERIAL ACCOUNTING POLICY INFORMATION AND FINANCIAL RISK MANAGEMENT

The Company has consistently applied the accounting policies to all periods presented in these condensed interim financial statements. These are consistent with those applied in preparation of the published annual audited financial statements of the Company for the year ended December 31, 2024.

A number of new accounting standards and amendments to accounting standards are effective for annual periods beginning after January 01, 2025 and earlier application is permitted. The Company has not early adopted any of the forthcoming new or amended accounting standards in preparing these condensed interim financial statements.

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

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these condensed interim financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by management in applying the Company's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the published annual audited financial statements of the Company for the year ended December 31, 2024.

5. APPLICATION OF IFRS 17 AND IFRS 9

	Effective Date
IFRS 17 – Insurance Contracts	January 01, 2027
IFRS 9 – Financial Instruments	January 01, 2027

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

IFRS 17 – Insurance Contracts has been issued by the IASB to be effective for annual periods beginning on or after January 01, 2023. Security and Exchange Commission of Pakistan ('SECP') vide S.R.O. 1715(1) / 2023 dated November 21, 2023 deferred the applicability of the standard until January 01, 2026. However, on July 23, 2025, SECP vide S.R.O 1336(1) / 2025 further deferred the applicability of the standard until January 01, 2027.

Further, SECP vide S.R.O. 506(1)/2024 deferred the applicability of International Financial Reporting Standards 9 - Financial Instruments through optional temporary exemption as given in para 20A of IFRS 4 - Insurance Contracts [replaced by IFRS 17- Insurance Contracts], was extended for annual periods beginning before January 01, 2026 subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4. In line with the deferral in applicability of IFRS 17, SECP has further extended the optional exemption for annual periods beginning before January 01, 2027.

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------(Rupees in '000)-----	
6. PROPERTY AND EQUIPMENT		
Operating assets	297,718	224,176
Capital work-in-progress	-	11,320
	<u>297,718</u>	<u>235,496</u>
	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
	------(Rupees in '000)-----	
6.1 Additions / transfers - operating assets (at cost)		
Leasehold improvements	18,802	6,582
Furniture and fixtures	6,317	666
Office equipment	8,740	11,634
Computer and related equipment	11,432	9,420
Motor vehicles	100,086	33,776
	<u>145,377</u>	<u>62,078</u>
6.2 Disposals / write-offs - operating asset (at net book value)		
Leasehold improvement	104	3,454
Furniture & fixtures	662	745
Office equipment	14	1
Computer and related equipment	98	708
Motor vehicles	3,785	-
	<u>4,663</u>	<u>4,908</u>

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	----- (Rupees in '000) -----	
7. RIGHT OF USE ASSETS			
Head office and branches	7.1	<u>541,215</u>	<u>666,460</u>
7.1 Head office, bancassurance and agency branches - ROUA			
Opening net book value		666,460	72,502
Additions	7.2	15,907	670,178
Derecognition			
- Cost		(26,803)	-
- Accumulated depreciation		4,490	-
Derecognition at net book value		(22,313)	-
Depreciation charged	7.2	(118,839)	(76,220)
Closing net book value		<u>541,215</u>	<u>666,460</u>
Cost		986,266	992,676
Accumulated depreciation		(445,051)	(326,216)
Net book value		<u>541,215</u>	<u>666,460</u>
7.2	Lease assets comprise of head office, regional office, bancassurance and agency branches with a lease term ranging from 4 to 5 years (including renewals). The premises leased from the Parent Company (Head office and Karachi agency branch) is furnished. The management assesses the impact of furniture and fixtures as immaterial and has considered it as part of lease arrangement in respect of office building.		
8. INVESTMENT PROPERTY			
Opening net book value		1,154,800	1,065,400
Unrealised fair value gain		27,500	89,400
Closing net book value	8.1	<u>1,182,300</u>	<u>1,154,800</u>
8.1	This represents piece and parcel of plot no. 1-A, Main Gulberg, Jail Road, Lahore, measuring 8 Kanal 8 Marla 203 Sq. ft. of a land bought by the Company for the Unit Linked Investment Business. The land is leased to the parent Company.		

Market value of this investment property is estimated around Rs. 1,182.30 million (recorded at level 2) with the forced sale value (FSV) of Rs. 945.84 million as at September 30, 2025. Total unrealised gain till September 30, 2025 is Rs. 410.37 million (December 31, 2024: Rs. 382.87 million). The fair value of investment property is determined by K.G Traders (Private) Limited, an external, independent property valuer having appropriate recognised professional qualifications.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

Valuation technique

The valuer has arranged inquiries and verifications from various estate agents, brokers and dealers, the location and condition of the property, size, utilisation, and current trends in prices of real estate including assumptions that ready buyers are available in the current scenario and analysed through detailed market surveys, the properties that have recently been sold or purchased or offered / quoted for sale into given vicinity to determine the best estimates of the fair value.

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
9.	INVESTMENT IN EQUITY SECURITIES	Note	----- (Rupees in '000) -----
	Available for sale	9.1	199,801 217,109
	Fair value through profit or loss (held for trading)	9.2	18,262,111 14,990,843
			18,461,912 15,207,952
9.1	Available for sale		
		As at September 30, 2025 (Un-audited)	As at December 31, 2024 (Audited)
		Carrying value Impairment / provision Market value	Carrying value Impairment / provision Market value
		----- (Rupees in '000) -----	
	Related parties	217,109 - 199,801	235,096 - 217,109
9.2	Fair value through profit or loss (held for trading)		
		As at September 30, 2025 (Un-audited)	As at December 31, 2024 (Audited)
		Carrying value Impairment / provision Market value	Carrying value Impairment / provision Market value
		----- (Rupees in '000) -----	
	Related parties	3,350,943 - 4,259,282	2,132,393 - 3,289,800
	Others	11,948,592 - 14,002,829	10,230,666 - 11,701,043
		15,299,535 - 18,262,111	12,363,059 - 14,990,843
		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
10.	INVESTMENT IN GOVERNMENT SECURITIES	Note	----- (Rupees in '000) -----
	Fair value through profit or loss (held for trading)	10.1	89,600,534 79,582,456

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

10.1 Fair value through profit or loss (held for trading)

	Term (year / months)	Maturity year	Effective yield (%)	Face value	Carrying value	Market value
----- (Rupees in '000) -----						
Fixed rate instruments						
GOP Ijara Sukuk	1 year	2025	9.38% - 11.2%	755,000	748,097	748,024
GOP Ijara Sukuk	1 year	2026	9.54% - 11.03%	4,373,500	4,321,545	4,360,538
GOP Ijara Sukuk	1 year	2027	9.41% - 11.23%	35,000	35,167	37,797
GOP Ijara Sukuk	2 year	2027	9.41% - 11.23%	462,500	486,456	494,855
GOP Ijara Sukuk	3 year	2028	10.27% - 10.71%	860,000	913,534	953,794
GOP Ijara Sukuk	2 year	2028	10.27% - 10.71%	60,000	60,000	61,440
GOP Ijara Sukuk	3 year	2029	10.41% - 11.44%	135,000	136,652	153,779
GOP Ijara Sukuk	4 year	2029	10.41% - 11.44%	400,000	425,645	440,604
GOP Ijara Sukuk	4 year	2030	10.83% - 11.52%	300,000	300,000	310,830
GOP Ijara Sukuk	5 year	2030	10.83% - 11.52%	500,000	500,651	500,288
Total GOP Ijara Sukuk				7,881,000	7,927,747	8,061,949
Pakistan Investment Bond	1 year	2025	11.10%	47,500	47,424	47,428
Pakistan Investment Bond	1 year	2026	10.89% - 11.03%	6,900,000	6,861,868	6,914,257
Pakistan Investment Bond	1 year	2027	10.89% - 11.03%	5,500,000	4,796,009	4,799,559
Pakistan Investment Bond	2 year	2027	11.08% - 11.23%	325,100	278,648	276,807
Pakistan Investment Bond	3 year	2029	11.26%	15,000	15,662	16,099
Pakistan Investment Bond	4 year	2029	11.44%	550,000	580,458	593,860
Pakistan Investment Bond	4 year	2030	11.46%	2,300,000	2,315,860	2,340,365
Pakistan Investment Bond	5 year	2030	11.47% - 11.52%	2,820,000	2,574,122	2,598,143
Total Pakistan Investment Bond				18,457,600	17,470,051	17,586,518
Treasury Bills	3 months	2025	11.01% - 11.20%	14,463,900	14,295,678	14,286,568
Treasury Bills	3 to 12 months	2026	11.00% - 11.03%	23,463,130	22,014,871	22,002,453
Total Treasury Bills				37,927,030	36,310,549	36,289,021
Floating rate instruments						
GOP Ijara Sukuk	1 year	2026	10.36% - 11.22%	1,010,000	1,023,003	1,015,821
GOP Ijara Sukuk	2 year	2027	9.98% - 11.51%	464,905	470,477	468,227
GOP Ijara Sukuk	3 year	2028	10.52% - 12.48%	660,000	679,579	668,382
GOP Ijara Sukuk	4 year	2029	10.59% - 11.97%	25,000	25,625	25,088
GOP Ijara Sukuk	5 year	2030	10.57% - 11.92%	62,500	62,500	62,675
Total GOP Ijara Sukuk				2,222,405	2,261,184	2,240,193
Pakistan Investment Bond	2 year	2027	11.51%	38,000	37,499	37,802
Pakistan Investment Bond	3 year	2028	11.13% - 12.48%	12,090,000	11,866,581	11,944,161
Pakistan Investment Bond	4 year	2029	11.34% - 12.49%	9,456,800	9,241,175	9,311,730
Pakistan Investment Bond	4 year	2030	10.77% - 12.41%	1,200,000	1,167,702	1,180,320
Pakistan Investment Bond	5 year	2030	10.77% - 12.41%	800,000	791,108	798,090
Pakistan Investment Bond	10 year	2035	11.67% - 12.72%	2,250,000	2,138,317	2,150,750
Total Pakistan Investment Bond (note 10.1.1)				25,834,800	25,242,382	25,422,853
As at September 30, 2025 (Un-audited)				92,322,835	89,211,913	89,600,534
Unrealised Gain (note 26)				-	388,621	-
				92,322,835	89,600,534	89,600,534
As at December 31, 2024				82,632,390	79,582,456	79,582,456

10.1.1 These include PIBs of Rs. 75 million, Rs. 100 million and Rs. 300 million (December 31, 2024: Rs. 75 million, Rs. 100 million and Rs. 300 million) placed with State Bank of Pakistan as per the requirement of section 29 of Insurance Ordinance, 2000 carrying coupon rate of 7.5%, 8% and 12% per annum having maturity period of 5, 10 & 3 years and will mature on April 29, 2027, December 10, 2030 and July 4, 2026 respectively.

For the nine months period ended September 30, 2025

At fair value through profit or loss (held for trading)

11.1 Term finance certificates / corporate sukuks / bai' muajjal

Details of the term finance certificates, corporate sukuk and bai' muajjal are as follows:

September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
---------------------------------------	-----------------------------------

Note -----(Rupees in '000)-----

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Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

12.1 Fair value through profit or loss (held for trading)

	As at September 30, 2025 (Un-audited)			As at December 31, 2024 (Audited)		
	Carrying value	Impairment / provision	Market value	Carrying value	Impairment / provision	Market value
	----- (Rupees in '000) -----					
Related parties	3,804,845	-	5,193,151	3,804,635	-	5,340,023
Others	2,229,398		2,258,347	1,962,526		2,081,741
	<u>6,034,243</u>	<u>-</u>	<u>7,451,498</u>	<u>5,767,161</u>	<u>-</u>	<u>7,421,764</u>

13. INSURANCE / TAKAFUL / REINSURANCE / RETAKAFUL RECEIVABLES

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000) -----	
Due from insurance contract holders - group life business	177,688	46,879
Due from reinsurers / retakaful operators	281,149	14,558
Net insurance / takaful / reinsurance / retakaful receivable	<u>458,837</u>	<u>61,437</u>

13.1 A provision has not been recognized against the outstanding receivables, as most of the receivables are received within the agreed timeframe in accordance with the terms of the agreements.

14. LOANS, ADVANCES AND OTHER RECEIVABLES

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000) -----	
Accrued income on investments	2,011,069	1,426,531
Receivable against the sale of investment	-	72,792
Advance to supplier	112,289	64,321
Security deposits	52,174	57,133
Other receivables	2,144	23,039
Loan to employees - secured	24,401	22,875
Dividend receivable	7,680	1,010
Receivable from related parties	-	500
	<u>2,209,757</u>	<u>1,668,201</u>

14.1 This represents interest free loans secured against the gratuity entitlement and are repayable within one year of the disbursement.

15. PREPAYMENTS

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000) -----	
Prepaid miscellaneous expenses	88,745	52,847

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

- 15.1** This includes a prepayment made to ORA-Tech Systems (Private) Limited for annual software and maintenance support for Oracle, amounting to Rs. 27.81 million (2024: Rs. 28.5 million).

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	------(Rupees in '000)-----	
16. CASH AND BANK			
Cash and stamps in hand			
- Cash in hand		504	332
- Policy stamps		19,178	11,894
		<u>19,682</u>	<u>12,226</u>
Cash at bank			
- Current accounts		421,473	364,041
- Saving accounts	16.1	4,595,042	5,869,647
		<u>5,016,515</u>	<u>6,233,688</u>
		<u>5,036,197</u>	<u>6,245,914</u>

- 16.1** This carries profit rate ranging from 4% to 10% (December 31, 2024: 6.73% to 20.5%) per annum.

		September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
	Note	------(Rupees in '000)-----	
16.2 Cash and cash equivalents			
Cash and cash equivalents includes the following for the purpose of cash flow statement:			
- Cash in hand and policy stamps	16	19,682	12,417
- Cash at bank	16	5,016,515	3,520,616
		<u>5,036,197</u>	<u>3,533,033</u>

17. ORDINARY SHARE CAPITAL

17.1 Authorised capital

	September 30, 2025	December 31, 2024		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
				------(Rupees in '000)-----	
Number of shares in '000					
<u>300,000</u>	<u>250,000</u>	Ordinary shares of Rs. 10 each	<u>3,000,000</u>	<u>2,500,000</u>	

- 17.2** During the period, the Company has increased its authorised share capital from Rs. 2,500 million (250 million ordinary shares at Rs. 10 each) to Rs. 3,000 million (300 million ordinary shares at Rs. 10 each) as approved by its shareholders in their general meeting held on April 28, 2025.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

17.3 Issued, subscribed and paid up share capital

September 30, 2025	December 31, 2024		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
(Number of shares in '000)			------(Rupees in '000)-----	
250,000	250,000	Ordinary shares of Rs. 10 each fully paid in cash	2,500,000	2,500,000
		Ordinary shares of Rs. 10 each issued as		
12,500	-	bonus shares (Note 17.4)	125,000	-
<u>262,500</u>	<u>250,000</u>		<u>2,625,000</u>	<u>2,500,000</u>

17.4 On July 4, 2025, the Board of Directors of the Company had approved issuance of interim bonus shares in proportion of 5 share for each 100 shares held which has been credited in the CDC accounts of the entitled shareholders of the Company on August 13, 2025.

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		------(Rupees in '000)-----	
18. INSURANCE / TAKAFUL LIABILITIES	Note		
Investment component of unit-linked and account value policies	18.1	111,885,818	99,728,428
Reported outstanding claims (including claims in payment)	18.2	5,757,336	4,876,639
Other insurance / takaful liabilities	18.3	1,087,060	982,361
Liabilities under group insurance			
contracts (other than investment linked)	18.4	260,254	227,121
Incurred but not reported claims	18.5	226,555	209,283
Liabilities under individual conventional insurance / takaful contracts	18.6	28,048	29,904
Gross insurance / takaful liabilities		<u>119,245,071</u>	<u>106,053,736</u>
Surplus of Participant Takaful Fund	18.7	329,454	298,668
Total Insurance / Takaful Liabilities		<u>119,574,525</u>	<u>106,352,404</u>
18.1 Investment component of unit linked and account value policies			
Investment component of unit linked policies		111,553,035	99,074,261
Investment component of account value policies		332,783	654,167
		<u>111,885,818</u>	<u>99,728,428</u>
18.2 Reported outstanding claims			
Gross of reinsurance / retakaful			
Payable within one year		5,757,336	4,876,639
Recoverable from reinsurers / retakaful operators		(151,356)	(50,067)
Net reported outstanding claims		<u>5,605,980</u>	<u>4,826,572</u>

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	------(Rupees in '000)-----	
18.3 Other insurance / takaful liabilities		
Gross of reinsurance / retakaful	1,187,865	1,091,882
Reinsurance / retakaful credit	(100,805)	(109,521)
Net of reinsurance / retakaful	<u>1,087,060</u>	<u>982,361</u>
18.4 Liabilities under group insurance / takaful contracts (other than investment linked)		
Gross of reinsurance / retakaful	657,797	472,988
Reinsurance / retakaful credit	(397,543)	(245,867)
Net of reinsurance / retakaful	<u>260,254</u>	<u>227,121</u>
18.5 Incurred but not reported claims		
Individual life		
Gross of reinsurance / retakaful	202,045	193,562
Reinsurance / retakaful recoveries	(36,655)	(51,560)
Net of reinsurance / retakaful	165,390	142,002
Group life		
Gross of reinsurance / retakaful	192,812	155,073
Reinsurance / retakaful recoveries	(131,647)	(87,792)
Net of reinsurance / retakaful	61,165	67,281
Net incurred but not reported claims	<u>226,555</u>	<u>209,283</u>
18.6 Liabilities under individual conventional insurance / takaful contracts		
Gross of reinsurance / retakaful	28,911	31,509
Reinsurance / retakaful credit	(863)	(1,605)
Net of reinsurance / retakaful	<u>28,048</u>	<u>29,904</u>
18.7	This comprises the surplus of the Individual and Group Family Takaful - Participant Takaful Fund, which relates exclusively to participants of the Individual and Group Family Takaful Fund and is not available for distribution to shareholders. The surplus arising in the Participants' Sub-Fund can only be distributed to the participants of that fund with the approval of the appointed actuary. As clarified by SECP, the surplus has been classified under insurance liabilities.	

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	------(Rupees in '000)-----	
19. LEASE LIABILITIES	19.1	594,031	660,903
19.1 Lease liabilities - movement			
Opening balances		660,903	103,455
Addition during the period / year		15,591	623,069
Derecognition during the period / year		(20,043)	-
		656,451	726,524
Finance cost		63,689	23,012
		720,140	749,536
Rental payments		(126,109)	(88,633)
Closing balances		594,031	660,903
Current portion		115,064	104,752
Non-current portion		478,967	556,151
		594,031	660,903
19.2	This includes the present value of lease liabilities, discounted at an incremental borrowing rate ranging from 9.48% to 17.37%. The lease agreements range between a period of 11 months to 5 years. The management has assessed and incorporated the optional lease renewals in accordance with IFRS 16.		
		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	Note	------(Rupees in '000)-----	
20. (INSURANCE / TAKAFUL) / (REINSURANCE / RETAKAFUL) PAYABLES			
Due to reinsurers / retakaful operators		476,295	147,557
21. OTHER CREDITORS AND ACCRUALS			
Agents commission payable		504,781	633,764
Accrued expenses	21.1	402,481	515,262
Other tax payable		27,158	35,200
Payable to related parties		7,223	12,977
Payable against the purchase of investments		1,147,342	-
		2,088,985	1,197,203
21.1	This includes provision for compensated absences amounting in aggregated to Rs. 109.23 million (December 31, 2024: Rs. 90.87 million) and provision against expenses amounting to Rs. 181.40 million (December 31, 2024: Rs. 277.7 million).		

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

22. CONTINGENCIES AND COMMITMENTS

22.1 CONTINGENCIES

22.1.1 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 Company collectively through the forum of Insurance Association of Pakistan ("IAP") filed a constitutional petition in the Lahore High Court (LHC) and in the High Court of Sindh (SHC) at Karachi on September 28, 2019 and November 28, 2019 against PRA and SRB respectively on the following main contentions:

- Substantiating the 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 occurrence 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. Subsequently the industry, through the platform of Insurance Association of Pakistan (IAP), has filed a constitutional petition in the Supreme Court of Pakistan the hearing of which is yet to commence.

In view of the opinion of the legal advisors, and pending the adjudication of the subject matter, the Company has neither billed its customers, nor recognised the contingent liability for Sindh 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 1,603 million (December 31, 2024: Rs. 1,338 million). In Baluchistan province, given that the 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 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.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

22.1.2 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 Company for tax years 2018 and tax year 2019. In the aforementioned orders, ACIR levied a minimum tax of Rs. 197.36 million and Rs. 197.84 million for tax years 2018 and 2019 respectively under section 113 of the Ordinance @ 1.25% on the gross turnover of the 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 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 Company and hence levying minimum tax on gross turnover is tantamount to tax on policyholders which is against the intent of the legislature.

The 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.

22.2 COMMITMENTS

22.2.1 Commitments in respect of Ijarah rentals

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Not later than one year	29,404	48,858
Later than one year and not later than five years	9,265	35,091
	<u>38,669</u>	<u>83,949</u>

Commitments represent Ijarah rentals for vehicles payable in future period.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended	
		September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
		(Rupees in '000)			
23.	NET PREMIUM / CONTRIBUTION REVENUE				
	Gross Premiums / Contributions				
	Regular Premium / Contributions individual policies*				
	- first year	2,774,482	1,679,884	1,035,624	655,897
	- second year renewal	1,429,356	1,618,122	537,175	566,114
	- subsequent years renewal	5,771,195	5,711,068	1,932,750	2,049,344
	Total Regular Premium / Contributions individual policies	9,975,033	9,009,074	3,505,549	3,271,355
	Single premium / contributions individual policies*	14,346,971	9,821,020	5,187,235	3,894,299
	Group policies / contracts without cash values	1,242,432	923,231	651,585	504,353
	Less: experience refund	(63,740)	(110,323)	(19,390)	(86,846)
	Total gross premiums / contributions	25,500,696	19,643,002	9,324,979	7,583,161
	Less: reinsurance premiums / retakaful contributions ceded				
	On individual life first year business	(41,588)	(31,710)	(15,201)	(10,167)
	On individual life second year business	(22,170)	(24,570)	(6,514)	(8,408)
	On individual life subsequent renewal business	(77,209)	(96,608)	(23,882)	(30,518)
	On individual life single premium business	(10,055)	(4,443)	(3,522)	(1,413)
	On group policies	(773,044)	(500,566)	(404,842)	(283,670)
	Less: experience refund from reinsurers	46,345	17,347	11,011	-
		(877,721)	(640,550)	(442,950)	(334,176)
	Net premiums / contributions	24,622,975	19,002,452	8,882,029	7,248,985
	* Individual policies are those underwritten on an individual basis.				
24.	INVESTMENT INCOME				
	Income from equity securities and open-ended mutual funds				
	Dividend income				
	Available for sale	57,491	-	11,764	-
	Fair value through profit or loss (held for trading)	994,928	971,297	229,640	139,178
		1,052,419	971,297	241,404	139,178
	Income from government securities				
	Fair value through profit or loss (held for trading)	7,543,505	9,968,809	2,529,787	3,343,492
	Income from debt securities - fair value through profit or loss				
	Return on TFCs, corporate sukuks and bai' muajjal	337,131	598,095	95,016	195,802
	Income from term deposit receipts - held to maturity				
	Return on term deposit receipts	26,722	8,029	26,722	-
		8,959,777	11,546,230	2,892,929	3,678,472

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended	
		September 30,	September 30,	September 30,	September 30,
		2025	2024	2025	2024
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
		(Rupees in '000)			
25.	NET REALISED FAIR VALUE GAINS / (LOSSES) ON FINANCIAL ASSETS				
	Fair value through profit or loss				
	Realised gains / (losses) on:				
	- Equity securities	2,340,868	1,450,763	1,562,981	658,675
	- Government securities	170,915	31,224	10,740	216,366
	- Open-ended mutual funds	454,372	107,857	321,518	36,750
	- Debt securities	(3,601)	-	500	-
		<u>2,962,554</u>	<u>1,589,844</u>	<u>1,895,739</u>	<u>911,791</u>
26.	NET FAIR VALUE GAINS / (LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS - UNREALISED				
	Net unrealised gains / (losses) on:				
	- Equity securities	2,962,576	975,388	2,569,011	(300,746)
	- Government securities	388,621	1,794,182	(175,932)	1,771,607
	- Debt securities	(541)	26,296	1,480	5,902
	- Open-ended mutual funds	1,417,255	774,518	969,996	303,803
		<u>4,767,911</u>	<u>3,570,384</u>	<u>3,364,555</u>	<u>1,780,566</u>
	Total gain	4,767,911	3,570,384	3,364,555	1,780,566
	Investment related expenses	(117,600)	(95,636)	(50,606)	(35,062)
		<u>4,650,311</u>	<u>3,474,748</u>	<u>3,313,949</u>	<u>1,745,504</u>
27.	OTHER INCOME				
	Return on bank balances	358,409	564,238	119,667	197,636
	Mark-up on policy loans	330	905	84	109
	Gain / (loss) on disposal of fixed assets	2,954	(2,105)	2,306	1,571
	Miscellaneous income	37	-	(4,970)	-
	Loss on derecognition of ROU asset	(2,270)	-	(2,245)	-
		<u>359,460</u>	<u>563,038</u>	<u>114,842</u>	<u>199,316</u>
28.	CHANGE IN UNREALISED (LOSSES) / GAINS ON AVAILABLE-FOR-SALE FINANCIAL ASSETS				
	- Equity securities	<u>(17,308)</u>	<u>(20,112)</u>	<u>4,105</u>	<u>(18,296)</u>

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	For the nine months ended		For the quarter ended	
	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
----- (Rupees in '000) -----				
29. NET INSURANCE / TAKAFUL BENEFITS				
Gross claims				
Claims under individual policies / contracts				
- by death	(564,485)	(531,970)	(200,612)	(195,734)
- by insured event other than death	(10,133)	(3,696)	(3,707)	4,940
- by maturity	(8,757,310)	(6,121,966)	(2,866,508)	(2,052,081)
- by surrender	(14,310,831)	(10,290,671)	(5,371,117)	(3,586,830)
Total gross individual policy claims	(23,642,759)	(16,948,303)	(8,441,944)	(5,829,705)
Claims under group policies / contracts				
- by death	(719,848)	(423,248)	(278,332)	(90,320)
- by insured event other than death	(31,658)	(16,695)	(3,922)	4,944
Total gross group policy claims	(751,506)	(439,943)	(282,254)	(85,376)
Total gross claims	(24,394,265)	(17,388,246)	(8,724,198)	(5,915,081)
Less: reinsurance / retakaful recoveries				
- on individual life claims	44,148	56,742	22,320	8,961
- on group life claims	523,544	246,461	208,866	31,423
	567,692	303,203	231,186	40,384
Net insurance / takaful benefit expense (excluding claims related expenses)	(23,826,573)	(17,085,043)	(8,493,012)	(5,874,697)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended		
		September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)	
		----- (Rupees in '000) -----				
30.	ACQUISITION EXPENSES	Note				
Remuneration to insurance / takaful intermediaries on individual policies / contracts:						
	- Commission on first year premiums / contributions		(782,812)	(541,035)	(293,516)	(200,937)
	- Commission on second year premiums / contributions		(82,374)	(92,835)	(30,239)	(32,414)
	- Commission on subsequent years renewal premiums / contributions		(146,226)	(134,618)	(48,852)	(51,351)
	- Commission on single premiums / contributions		(393,774)	(281,111)	(140,950)	(110,602)
	- Other benefits to insurance / takaful intermediaries		(250,248)	(359,305)	(118,145)	(104,159)
			(1,655,434)	(1,408,904)	(631,702)	(499,463)
Remuneration to insurance / takaful intermediaries on group policies:						
	- Commission		(22,473)	(19,275)	(7,677)	(6,647)
	- Other benefits to insurance / takaful intermediaries		(2,806)	(930)	(819)	(500)
			(25,279)	(20,205)	(8,496)	(7,147)
Other acquisition costs						
	- Employee benefit cost	30.1	(518,843)	(505,612)	(172,488)	(163,084)
	- Car, fuel and maintenance		(60,924)	(65,905)	(21,404)	(20,804)
	- Office repairs and maintenance		(67,621)	(60,968)	(21,656)	(19,229)
	- Marketing cost		(89,997)	(37,816)	(48,309)	(5,303)
	- Stamp duty		(57,715)	(37,172)	(19,526)	(16,158)
	- Rent, rates and taxes		(1,871)	(45,451)	(925)	(16,080)
	- Depreciation		(34,604)	(33,394)	(1,459)	(11,394)
	- Electricity, gas and water		(27,979)	(31,062)	(12,819)	(13,952)
	- Depreciation - Right of use asset		(58,742)	(17,389)	(31,524)	(5,797)
	- Travelling expenses		(17,161)	(12,025)	(5,184)	(3,585)
	- Entertainment		(10,613)	(11,451)	(3,334)	(3,686)
	- Training and development		(12,017)	(7,162)	(5,371)	(2,657)
	- Postage		(9,508)	(7,591)	(3,720)	(1,983)
	- Legal and professional charges		(3,351)	(17,139)	(1,496)	(6,903)
	- Financial charges		(26,140)	(4,582)	(8,404)	(1,291)
	- Information technology expenses		(5,958)	(6,826)	(1,977)	(2,219)
	- Printing and stationery		(2,281)	(3,790)	(728)	(657)
	- Insurance cost		(6,102)	(3,186)	(2,161)	(1,484)
	- Medical examination fee		(1,846)	(1,602)	(248)	(469)
	- Write off against property and equipment		(256)	-	(173)	-
			(1,013,529)	(910,123)	(362,906)	(296,735)
			(2,694,242)	(2,339,232)	(1,003,104)	(803,345)

30.1 Employee benefit cost includes charges for post employment benefit of Rs. 21.22 million (September 30, 2024: Rs. 19.03 million).

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended	
		September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
Note		(Rupees in '000)			
31.	MARKETING AND ADMINISTRATION EXPENSES				
	Employee benefit cost	31.1 (525,920)	(457,082)	(186,542)	(157,399)
	Information technology expenses	(99,702)	(86,565)	(42,364)	(36,603)
	Postages, telegrams and telephone	(63,467)	(57,857)	(21,282)	(16,910)
	Legal and professional charges	(35,245)	(47,942)	(7,553)	(6,444)
	Advertisements and sales promotion	(16,044)	(23,923)	(9,481)	(3,478)
	Office repairs and maintenance	(52,957)	(40,107)	(18,973)	(20,999)
	Vehicle running expenses	(44,342)	(38,318)	(15,348)	(6,011)
	Depreciation - Right of use asset	(60,097)	(23,486)	(8,134)	(5,870)
	SECP annual supervision fee	(28,103)	(25,164)	(9,370)	(8,388)
	Depreciation	(32,564)	(24,208)	(22,100)	(8,357)
	Electricity, gas and water	(20,193)	(17,357)	(9,173)	(7,903)
	Appointed actuary fees	(15,498)	(14,567)	(3,199)	(4,003)
	Printing and stationery	(10,635)	(11,179)	(5,314)	(3,918)
	Travelling expenses	(15,699)	(7,099)	(7,960)	(2,403)
	Bank charges	(6,661)	(6,411)	(1,009)	(1,879)
	Entertainment	(7,409)	(5,077)	(2,803)	(2,301)
	Amortisation	(4,549)	(5,023)	(1,486)	(1,674)
	Insurance cost	(3,483)	(3,364)	(1,160)	(1,320)
	Miscellaneous	(3,287)	(506)	3,905	(12)
	Rent, rates and taxes	(9,708)	(1,619)	(915)	(502)
	Training and development	(3,501)	(2,619)	(2,766)	(2,101)
	Directors' fee	(853)	(475)	(275)	(150)
		<u>(1,059,917)</u>	<u>(899,948)</u>	<u>(373,302)</u>	<u>(298,625)</u>
31.1	Employee benefit cost				
	Salaries, allowances and other benefits	(493,490)	(444,293)	(175,733)	(153,136)
	Charges for post employment benefit	(32,430)	(12,789)	(10,809)	(4,263)
		<u>(525,920)</u>	<u>(457,082)</u>	<u>(186,542)</u>	<u>(157,399)</u>
32.	OTHER EXPENSES				
	Workers' welfare fund	(11,052)	-	(11,052)	-
	Auditor's remuneration	(6,566)	(6,924)	(2,164)	(2,332)
	Fee and subscription	(2,548)	(4,322)	(546)	(2,319)
	Charity and donations	32.2 (1,066)	(1,039)	(66)	(520)
		<u>(21,232)</u>	<u>(12,285)</u>	<u>(13,828)</u>	<u>(5,171)</u>
32.2	Charity and donations				

This represents the charity payable against purification of income of Sharia compliant securities.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended	
		September 30,	September 30,	September 30,	September 30,
		2025	2024	2025	2024
		(Un-audited)	(Un-audited)	(Un-audited)	(Un-audited)
		(Rupees in '000)			
33.	FINANCE COSTS				
	Interest expense on lease liabilities	<u>(37,549)</u>	<u>(2,544)</u>	<u>(12,015)</u>	<u>(346)</u>
34.	INCOME TAX EXPENSE				
	For the period				
	- Current	(138,735)	(168,658)	(39,363)	(53,662)
	- Deferred	<u>(483,917)</u>	<u>(533,298)</u>	<u>(212,560)</u>	<u>(251,595)</u>
		<u>(622,652)</u>	<u>(701,956)</u>	<u>(251,923)</u>	<u>(305,257)</u>
35.	EARNINGS PER SHARE				
		Note			
	Profit after tax for the period				
		<u>978,394</u>	<u>1,139,426</u>	<u>398,393</u>	<u>490,752</u>
		(Number of shares in '000)			
		(Restated)		(Restated)	
	Weighted average number of ordinary share outstanding as at period end	35.1			
		<u>262,500</u>	<u>262,500</u>	<u>262,500</u>	<u>262,500</u>
		(Rupees in '000)			
		(Restated)		(Restated)	
	Basic earnings per share	35.2			
		<u>3.73</u>	<u>4.34</u>	<u>1.52</u>	<u>1.87</u>

35.1 Weighted average number of shares outstanding and earnings per share for the nine months period ended and quarter ended September 30, 2024 have been restated taking into account the effect of bonus shares issued during the period.

35.2 There is no dilutive effect on basic earnings per share of the Company.

36. RELATED PARTY TRANSACTIONS

The related parties comprise of the parent company, directors, key management personnel, associated undertakings, group companies, entities with common directors and staff gratuity fund. Related party transactions and balances, including those disclosed elsewhere in these condensed interim financial statements are given below:

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	For the nine months ended	
	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
	------(Rupees in '000)-----	
Transactions during the period		
Holding company		
Premium written	6,591	6,062
Insurance expense	36,841	29,482
Premises rental	56,146	49,957
Rental income	2,312	2,062
Dividend paid	444,184	449,997
Associated undertakings		
Premium / contribution written	520,870	494,354
Claims expense	331,240	189,338
Commission and other incentives in respect of bancassurance	1,151,044	927,736
Profit on bank deposits	352,709	432,401
Bank charges	4,535	5,987
Investments purchased	6,270,062	2,767,975
Investments sold	8,230,072	1,683,921
Dividend income	392,516	574,736
Others	-	6,651
Dividend paid	32,201	23,166
Other related parties		
Premium / contribution written	37,079	25,722
Claims expense	1,983	20,856
Investments purchased	218,273	220,358
Investments sold	135,430	364,401
Investment advisor fee	27,954	23,897
Dividend paid	7,409	7,228
Directors		
Fee	853	475
Dividend paid	3	3
Key management personnel		
Remuneration	223,200	210,382
Advances given to key management personnels	5,025	3,178
Recoveries against advances to key management personnels	5,077	6,272
Staff retirement benefit plan (gratuity fund)		
Charge for the period	53,649	28,287

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
	----- (Rupees in '000) -----	
Balances outstanding as at the end of the period / year		
Holding company		
Insurance premium receivable	-	4
Claims and other payable	113	350
Associated undertakings		
Premium / contribution due but unpaid	58,704	11,555
Bank deposits	4,561,124	5,955,836
Investments held	9,652,234	8,846,932
Commission payable	334,532	408,994
Claims payable	32,396	4,036
Premium received in advance	3,132	5,021
Other related parties		
Premium / contribution due but unpaid	5,500	3,744
Premium received in advance	251	130
Key management personnel		
Short term loans (as per policy)	3,559	6,384
Staff retirement benefit plan (gratuity fund)		
Payable to gratuity fund	14,773	72,124

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

37. SEGMENTAL INFORMATION

37.1 Revenue account by statutory fund

For the nine months period ended September 30, 2025 (Un-audited)

for the nine months period ended September 30, 2023 (Un-audited)

		Statutory Funds						
		Conventional Business	Accident and Health Business	Non-unitised Investment Link Business	Unit Linked Business	Individual Family Takaful Unit Linked Business	Group Family Takaful Business	Total
Note	-----	(Rupees in '000)						-----
Income								
Premiums / contributions less reinsurances / re-takaful	23	355,828	27	8,908	20,292,677	3,868,362	97,173	24,622,975
Rental income from investment property		-	-	-	2,312	-	-	2,312
Unrealised gain on investment property	8	-	-	-	27,500	-	-	27,500
Net investment income		176,565	498	98,702	13,744,192	2,236,227	24,573	16,280,757
Total net income		532,393	525	107,610	34,066,681	6,104,589	121,746	40,933,544
Insurance / takaful benefits and expenditures								
Insurance benefits net of reinsurance / retakaful		(188,081)	-	(369,533)	(21,039,649)	(2,192,938)	(39,278)	(23,829,479)
Management expenses less recoveries		(94,219)	(17)	(608)	(2,748,403)	(871,314)	(13,451)	(3,728,012)
Total insurance / takaful benefits and expenditures		(282,300)	(17)	(370,141)	(23,788,052)	(3,064,252)	(52,729)	(27,557,491)
Excess / (deficit) of income over insurance / takaful benefits and expenditures		250,093	508	(262,531)	10,278,629	3,040,337	69,017	13,376,053
Add: policyholders' liabilities at beginning of the period		305,092	1,652	745,074	84,817,811	15,466,070	140,066	101,475,765
Less: policyholders' liabilities at end of the period		306,097	54	366,598	94,746,851	18,206,591	190,998	113,817,189
Net change in insurance / takaful liabilities (other than outstanding claims)		(1,005)	1,598	378,476	(9,929,040)	(2,740,521)	(50,932)	(12,341,424)
Surplus before tax		249,088	2,106	115,945	349,589	299,816	18,085	1,034,629
Movement in policyholders' liabilities		1,005	(1,598)	(378,476)	9,929,040	2,740,521	50,932	12,341,424
Balance of statutory funds at beginning of the period		818,312	5,269	885,864	86,872,317	16,130,953	233,675	104,946,390
Balance of statutory funds at end of the period		1,068,405	5,777	623,333	97,150,946	19,171,290	302,692	118,322,443
Represented by:								
Capital contribution by shareholders fund		327,515	1,511	-	-	-	35,630	364,656
Policyholders' liabilities		306,097	54	366,598	94,746,851	18,206,591	190,998	113,817,189
Retained earning on other than participating business		434,793	4,212	256,735	2,404,095	964,699	76,064	4,140,598
		1,068,405	5,777	623,333	97,150,946	19,171,290	302,692	118,322,443

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

Revenue account by statutory fund

For the nine months period ended September 30, 2024 (Un-audited)

		Statutory Funds						
		Conventional Business	Accident and Health Business	Non-unitised Investment Link Business	Unit Linked Business	Individual Family Takaful Unit Linked Business	Group Family Takaful Business	Total
	Note	(Rupees in 000)						
Income								
Premiums / contributions less reinsurances / re-takaful	23	262,457	3,131	19,999	16,140,032	2,511,742	65,091	19,002,452
Rental income from investment property		-	-	-	2,062	-	-	2,062
Unrealised gain on investment property	8				89,400			89,400
Net investment income		113,100	122	294,060	13,860,591	2,306,712	31,437	16,606,022
Total net income		375,557	3,253	314,059	30,092,085	4,818,454	96,528	35,699,936
Insurance / takaful benefits and expenditures								
Insurance benefits including bonus net of reinsurance / retakaful		(158,626)	-	(535,547)	(14,584,593)	(1,773,821)	(36,219)	(17,088,806)
Management expenses less recoveries		(64,588)	(1,232)	(1,217)	(2,452,362)	(662,599)	(10,575)	(3,192,573)
Total insurance / takaful benefits and expenditures		(223,214)	(1,232)	(536,764)	(17,036,955)	(2,436,420)	(46,794)	(20,281,379)
Excess of income / (deficit) over insurance / takaful benefits and expenditures		152,343	2,021	(222,705)	13,055,130	2,382,034	49,734	15,418,557
Add: Policyholders' liabilities at beginning of the period		261,143	1,324	1,315,617	62,792,011	11,702,085	110,754	76,182,934
Less: Policyholders' liabilities at end of the period		330,103	2,181	952,993	74,917,657	13,912,792	150,785	90,266,511
Net change in insurance / takaful liabilities (other than outstanding claims)		(68,960)	(857)	362,624	(12,125,646)	(2,210,707)	(40,031)	(14,083,577)
Surplus before tax		83,383	1,164	139,919	929,484	171,327	9,703	1,334,980
Movement in policyholders' liabilities		68,960	857	(362,624)	12,125,646	2,210,707	40,031	14,083,577
Balance of statutory funds at beginning of the period		552,046	2,872	1,377,738	64,058,048	12,112,926	160,871	78,264,501
Balance of statutory funds at end of the period		704,389	4,893	1,155,033	77,113,178	14,494,960	210,605	93,683,058
Represented by:								
Capital contribution by shareholders fund		327,515	1,511	-	-	-	35,630	364,656
Receipt of Qard-e-hasna to OSF from PTF		-	-	-	-	22,500	-	22,500
Refund of Qard-e-hasna by PTF		-	-	-	-	(22,500)	-	(22,500)
Policyholders' liabilities		330,103	2,181	952,993	74,917,657	13,912,792	150,785	90,266,511
Retained earning on other than participating business		46,771	1,201	202,040	2,195,521	582,168	24,190	3,051,891
Balance of statutory funds		704,389	4,893	1,155,033	77,113,178	14,494,960	210,605	93,683,058

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

37.2 Segmental statement of financial position

	As at September 30, 2025 (Un-audited)		
	Statutory	Shareholders'	Total
	Funds	Fund	
	(Rupees in '000)		
Property and equipment	-	297,718	297,718
Intangible assets	-	19,384	19,384
Right of use assets	80,440	460,774	541,215
Investment property	1,182,300	-	1,182,300
Investments			
Equity securities	17,627,000	834,912	18,461,912
Government securities	87,499,087	2,101,447	89,600,534
Debt securities	4,532,136	-	4,532,136
Open-ended mutual funds	7,170,202	281,296	7,451,498
Loan secured against life insurance policies	5,888	-	5,888
Insurance / takaful / reinsurance / retakaful receivables	458,837	-	458,837
Loans, advances and other receivables	1,982,157	227,600	2,209,757
Taxation - payment less provision	1,146,039	(384,968)	761,071
Prepayments	-	88,745	88,745
Cash and bank	4,964,416	71,781	5,036,197
Total assets	126,648,502	3,998,689	130,647,192
Insurance / takaful liabilities	119,574,525	-	119,574,525
Retirement benefit obligations	4,676	10,097	14,773
Deferred tax liability	1,615,542	79,441	1,694,983
Lease liabilities	69,833	524,198	594,031
Premium / contribution received in advance	315,357	-	315,357
Insurance / takaful / reinsurance / retakaful payables	476,295	-	476,295
Unclaimed dividends	-	178	178
Other creditors and accruals	1,702,220	386,765	2,088,985
Total liabilities	123,758,448	1,000,679	124,759,127
As at December 31, 2024 (Audited)			
	Statutory	Shareholders'	Total
	Funds	Fund	
	(Rupees in '000)		
Property and equipment	-	235,496	235,496
Intangible assets	-	21,830	21,830
Right of use asset	87,800	578,658	666,458
Investment property	1,154,800	-	1,154,800
Investments			-
Equity securities	14,620,180	587,772	15,207,952
Government securities	77,422,202	2,160,254	79,582,456
Debt securities	3,539,281	-	3,539,281
Term deposits	-	-	-
Open-ended mutual funds	7,131,749	290,015	7,421,764
Loan secured against life insurance policies	8,389	-	8,389
Insurance / takaful / reinsurance / retakaful receivables	61,437	-	61,437
Loans, advances and other receivables	1,632,018	36,183	1,668,201
Taxation - payment less provision	1,085,735	(524,309)	561,426
Prepayments	-	52,847	52,847
Cash and bank	5,368,123	877,791	6,245,914
Total assets	112,111,714	4,316,537	116,428,251

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	As at December 31, 2024 (Audited)		
	Statutory Funds	Shareholders Fund	Total
	(Rupees in '000)		
Insurance / takaful liabilities	106,352,404	-	106,352,404
Retirement benefit obligations	1,224	70,900	72,124
Deferred tax liability	1,212,198	5,619	1,217,817
Lease liabilities	71,661	589,242	660,903
Premium / contribution received in advance	1,347,412	-	1,347,412
Insurance / takaful / reinsurance / retakaful payables	147,557	-	147,557
Unclaimed dividends	-	104	104
Other creditors and accruals	719,847	477,356	1,197,203
Total liabilities	109,852,303	1,143,221	110,995,524

38. FAIR VALUE MEASUREMENT

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

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.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the assets or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: those with inputs for the asset or liability that are not based on observable market data (unobservable inputs)

	As at September 30, 2025 (Un-audited)							
	Carrying value				Fair value			
	Available for sale	Fair value through profit or loss	Loans and receivables	Financial liabilities	Total	Level 1	Level 2	Level 3
	(Rupees in '000)							
Financial assets measured at fair value								
- Investments								
Government securities	-	89,600,534	-	-	89,600,534	-	89,600,534	-
Equity securities	199,801	18,262,111	-	-	18,461,912	18,461,912	-	-
Open-ended mutual funds	-	7,451,498	-	-	7,451,498	7,451,498	-	-
Debt securities (listed TFCs / corporate sukuk / bai' muajjal)	-	4,532,136	-	-	4,532,136	-	4,532,136	-
Non-financial assets measured at fair value								
- Investment property	-	1,182,300	-	-	1,182,300	-	1,182,300	-
Financial assets not measured at fair value								
Loan secured against life insurance policies	-	-	5,888	-	5,888			
Insurance / takaful / reinsurance / retakaful receivables	-	-	458,837	-	458,837			
Loans and other receivables	-	-	2,097,468	-	2,097,468			
Cash and bank	-	-	5,017,019	-	5,017,019			
	199,801	121,028,579	7,579,212	-	128,807,592			

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

As at September 30, 2025 (Un-audited)								
Carrying value					Fair value			
Available for sale	Fair value through profit or loss	Loans and receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)								
Financial liabilities measured at fair value								
- Insurance / takaful liabilities (Investment component of unit-linked and account value policies)	-	-	111,885,818	111,885,818	-	111,885,818	-	111,885,818
Financial liabilities not measured at fair value								
- Insurance / takaful / reinsurance / retakaful payables	-	-	476,295	476,295				
- Unclaimed dividends	-	-	178	178				
- Other creditors and accruals	-	-	2,061,827	2,061,827				
	-	-	114,424,118	114,424,118				
As at December 31, 2024 (Audited)								
Carrying value					Fair value			
Available for sale	Fair value through profit or loss	Loans and receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000)								
Financial assets measured at fair value								
- Investments								
Government securities (T-bills + PIBs + Sukuks)	-	79,582,456	-	79,582,456	-	79,582,456	-	79,582,456
Equity securities	217,109	14,990,843	-	15,207,952	15,207,952	-	-	15,207,952
Open-ended mutual funds	-	7,421,764	-	7,421,764	7,421,764	-	-	7,421,764
Debt securities (listed TFCs / corporate sukuks)	-	3,539,281	-	3,539,281	-	3,539,281	-	3,539,281
Non-financial assets measured at fair value								
- Investment property	-	1,154,800	-	1,154,800	-	1,154,800	-	1,154,800
Financial assets not measured at fair value								
Loan secured against life insurance policies	-	-	8,389	8,389				
Insurance / takaful / reinsurance / retakaful receivables	-	-	61,437	61,437				
Loans and other receivables	-	-	1,603,880	1,603,880				
Cash and bank	-	-	6,234,020	6,234,020				
Term deposit	-	-	-	-				
	217,109	106,689,144	7,907,726	114,813,979				
Financial liabilities measured at fair value								
- Insurance / takaful liabilities (Investment component of unit-linked and account value policies)	-	-	99,728,428	99,728,428	-	99,728,428	-	99,728,428
Financial liabilities not measured at fair value								
- Insurance / takaful / reinsurance / retakaful payables	-	-	147,557	147,557				
- Unclaimed dividends	-	-	104	104				
- Other creditors and accruals	-	-	1,162,003	1,162,003				
	-	-	101,038,092	101,038,092				

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

Notes to and forming part of the Condensed Interim Financial Statements

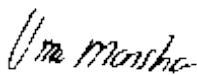
For the nine months period ended September 30, 2025

39. NON ADJUSTING EVENT

The Board of directors in its meeting held on October 24, 2025 proposed a interim cash dividend of Rs. nil per share (September 30, 2024: Rs. nil per share) amounting to Rs. nil million (September 30, 2024: Rs. nil million). These condensed interim financial statements do not recognise the announced interim cash dividend which will be recognised in the subsequent financial statement.

40. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Company in their meeting held on October 24, 2025.



Umer Mansha
Chairman



Muhammad Ali Zeb
Director



S. Muhammad Jawed
Director



Manzar Mushtaq
Chief Executive Officer



Jalal Meghani
Chief Financial Officer

Financial Statements

Window Takaful



Window Takaful Operations (Un-audited)

Condensed Interim Statement of Financial Position

As at September 30, 2025

As at September 30, 2025				
	Operator's Sub Fund	Statutory Fund	September 30, 2025	December 31, 2024
Note ----- (Rupees in '000) -----				
Assets				
Right of use assets	6	80,440	-	80,440
Investments				
Equity securities	7	162,231	1,977,812	2,140,043
Government securities	8	623,300	9,273,074	9,896,374
Debt securities	9	-	1,810,156	1,810,156
Open-ended mutual funds	10	382,955	3,020,084	3,403,039
Takaful / retakaful receivables		-	-	1,798
Contribution due but unpaid		-	80,216	80,216
Accrued income on investments and others	11	34,453	386,902	421,355
Interfund receivable		-	65,928	65,928
Taxation - payments less provision		11,631	178,933	190,564
Cash and bank	12	151,314	1,962,574	2,113,888
Total assets		1,446,324	18,755,679	20,202,003
Equity and Liabilities				
Capital contributed from shareholders fund		35,630	-	35,630
Money ceded to waqf fund		-	500	500
Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)		634,022	-	634,022
Total equity		669,652	500	670,152
Liabilities				
Takaful liabilities	13	94,123	18,653,010	18,747,133
Retirement benefit obligations		4,676	-	4,676
Lease liabilities	6	69,833	-	69,833
Deferred taxation		406,188	-	406,188
Contribution received in advance		-	70,415	70,415
Takaful / retakaful payables		-	31,754	31,754
Interfund payable		65,928	-	65,928
Other creditors and accruals	14	135,924	-	135,924
Total liabilities		776,672	18,755,179	19,531,851
Total equity and liabilities		1,446,324	18,755,679	20,202,003


Contingencies and commitments

15

The annexed notes 1 to 26 form an integral part of this condensed interim financial statements.


Umer Mansha
Chairman


Muhammad Ali Zeb
Director


S. Muhammad Jawed
Director


Manzoor Mushtaq
Chief Executive Officer


Jalal Meghani
Chief Financial Officer


Window Takaful Operations (Un-audited)

Condensed Interim Statement of Profit or Loss

For the nine months period ended September 30, 2025

	Note	Operator's Sub Fund	Statutory Fund	For the nine months ended		For the quarter ended	
				September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
				(Rupees in '000)			
Contribution revenue		759,936	3,430,162	4,190,098	2,662,322	1,550,779	937,331
Contribution ceded to retakaful		-	(224,561)	(224,561)	(85,489)	(37,604)	(21,417)
Net contribution revenue	16	759,936	3,205,601	3,965,537	2,576,833	1,513,175	915,914
Takaful operator's fee		308,078	(308,078)	-	-	-	-
Mudarib fee		9,053	(9,053)	-	-	-	-
Investment income	17	85,438	872,574	958,012	1,349,634	270,600	414,395
Net realised fair value gains on financial assets	18	12,282	391,536	403,818	282,714	226,254	119,346
Net fair value gains on financial assets at fair value through profit or loss - unrealised	19	73,801	658,031	731,832	455,518	483,295	258,750
Other income	20	6,724	208,128	214,852	277,313	92,548	96,107
		495,376	1,813,138	2,308,514	2,365,179	1,072,697	888,598
Net income		1,255,312	5,018,739	6,274,051	4,942,012	2,585,872	1,804,512
Takaful benefits	21	1,066	(2,348,369)	(2,347,303)	(1,862,047)	(768,038)	(652,467)
Recoveries from retakaful	21	-	116,346	116,346	53,417	22,592	3,158
Claims related expenses		-	(1,259)	(1,259)	(1,410)	(133)	(84)
Net takaful benefits		1,066	(2,233,282)	(2,232,216)	(1,810,040)	(745,579)	(649,393)
Net change in takaful liabilities (other than outstanding claims)		(6,827)	(2,784,626)	(2,791,453)	(2,250,738)	(1,381,876)	(829,415)
Acquisition expenses	22	(670,011)	-	(670,011)	(563,838)	(258,639)	(182,141)
Marketing and administration expenses	23	(206,837)	(269)	(207,106)	(105,678)	(67,338)	(26,921)
Other expenses		(48,270)	(562)	(48,832)	(29,106)	(18,241)	(12,214)
		(931,945)	(2,785,457)	(3,717,402)	(2,949,360)	(1,726,094)	(1,050,691)
Total expenses		(930,879)	(5,018,739)	(5,949,618)	(4,759,400)	(2,471,673)	(1,700,084)
Finance cost		(6,531)	-	(6,531)	(1,582)	(2,382)	(450)
Results from operating activities		317,902	-	317,902	181,030	111,817	103,978
Income tax expense		(123,821)	-	(123,821)	(70,601)	(43,450)	(34,955)
Profit after tax for the period		194,081	-	194,081	110,429	68,367	69,023

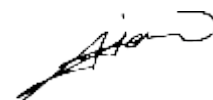
The annexed notes 1 to 26 form an integral part of this condensed interim financial statements.



Umer Mansha
Chairman



Muhammad Ali Zeb
Director



S. Muhammad Jawed
Director



Manzoor Mushtaq
Chief Executive Officer



Jalal Meghani
Chief Financial Officer

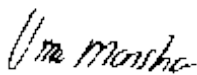
Window Takaful Operations (Un-audited)

Condensed Interim Statement of Comprehensive Income

For the nine months period ended September 30, 2025

	Operator's Sub Fund	Statutory Fund	For the nine months ended		For the quarter ended	
			September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
----- (Rupees in '000) -----						
Profit after tax for the period						
- as per statement of profit or loss	194,081	-	194,081	110,429	68,367	69,023
Other comprehensive income	-	-	-	-	-	-
Total comprehensive income for the period	194,081	-	194,081	110,429	68,367	69,023

The annexed notes 1 to 26 form an integral part of this condensed interim financial statements.



Umer Mansha

Chairman



Muhammad Ali Zeb

Director



S. Muhammad Jawed

Director



Manzoor Mushtaq

Chief Executive Officer



Jalal Meghani

Chief Financial Officer

Condensed Interim Statement of Changes in Equity

For the nine months period ended September 30, 2025

	Capital contributed from shareholders fund	Money ceded to waqf fund	Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)*	Total
	----- (Rupees in '000) -----			
Balance as at January 01, 2024	35,630	500	258,498	294,628
Total comprehensive income for the period ended September 30, 2024				
- Profit for the period after tax	-	-	110,429	110,429
- Other comprehensive income	-	-	-	-
	-	-	110,429	110,429
Balance as at September 30, 2024	<u>35,630</u>	<u>500</u>	<u>368,927</u>	<u>405,057</u>
Balance as at January 01, 2025	35,630	500	439,941	476,071
Total comprehensive income for the period ended September 30, 2025				
- Profit for the period after tax	-	-	194,081	194,081
- Other comprehensive income	-	-	-	-
	-	-	194,081	194,081
Balance as at September 30, 2025	<u>35,630</u>	<u>500</u>	<u>634,022</u>	<u>670,152</u>

*This includes balances maintained in accordance with the requirements of Section 35 of the Insurance Ordinance, 2000 read with Rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for carrying on of the family takaful business.

The annexed notes 1 to 26 form an integral part of this condensed interim financial statements.


Umer Mansha
 Chairman


Muhammad Ali Zeb
 Director


S. Muhammad Jawed
 Director


Manzoor Mushtaq
 Chief Executive Officer


Jalal Meghani
 Chief Financial Officer

Window Takaful Operations (Un-audited)

Condensed Interim Statement of Cash Flows

For the nine months period ended September 30, 2025

		September 30, 2025	September 30, 2024
	Note	------(Rupees in '000)-----	
Operating Cash Flows			
(a) Takaful activities			
Takaful contribution received		4,024,181	2,646,009
Retakaful contribution paid		(74,663)	(25,473)
Claims paid		(2,302,831)	(1,809,564)
Hadia paid		(442,614)	(306,716)
Marketing and administrative expenses paid		(416,081)	(397,334)
Net cash flow generated from takaful activities		787,992	106,922
(b) Other operating activities			
Income tax paid		(561)	(4,192)
Total cash flow generated from all operating activities		787,431	102,730
Investment activities			
Profit / return received		765,847	1,352,558
Dividend received		169,620	166,492
Payment for investments		(18,386,644)	(8,484,123)
Proceeds from disposal of investments		16,189,998	6,130,529
Total cash flow used in investing activities		(1,261,179)	(834,544)
Financing activities			
Finance cost paid		(14,684)	-
Payments against lease liabilities		(11,701)	-
Total cash flow used in financing activities		(26,385)	-
Net cash outflows from all activities		(500,133)	(731,814)
Cash and cash equivalent at the beginning of the period		2,614,021	2,412,413
Cash and cash equivalent at the end of the period	12.2	2,113,888	1,680,599
Reconciliation to statement of profit or loss			
Cash flow from all operating activities		787,431	102,730
Depreciation and amortisation expense		(46,688)	(17,784)
Financial charge expense		(14,684)	(2,039)
Gain on derecognition of ROU asset		575	-
Gain on disposal of investment		403,818	282,714
Dividend income		171,402	164,266
Other investment income		985,029	1,449,572
Increase in assets other than cash		15,443	11,874
Increase in liabilities other than borrowings		(2,856,510)	(2,349,531)
Surplus on revaluation of investment		748,265	468,627
Profit after taxation for the period		194,081	110,429

The annexed notes 1 to 26 form an integral part of this condensed interim financial statements.


Umer Mansha
Chairman


Muhammad Ali Zeb
Director


S. Muhammad Jawed
Director


Manzoor Mushtaq
Chief Executive Officer


Jalal Meghani
Chief Financial Officer

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1** Adamjee Life Assurance Company Limited – Window Takaful Operations ("the Operator") was incorporated in Pakistan on August 04, 2008 as a public unlisted company under the Companies Act, 2017 (Previously Companies Ordinance, 1984). The Operator was converted into a public limited company on March 4, 2022 and registered itself on Pakistan Stock Exchange. The Operator started its operations on April 24, 2009. Registered office of the Operator 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 Operator is a subsidiary of Adamjee Insurance Company Limited.

The Operator is engaged in Takaful business carrying on non-participating business only. Following are the statutory funds in respect of each class of its Takaful business:

- Individual Family Takaful Business (refer note 1.2)
- Group Family Takaful Business (refer note 1.2)

- 1.2** The Operator was granted authorization 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 Operator commenced Window Takaful Operations from July 14, 2016. The Operator formed a Waqf Fund namely the Adamjee Life Assurance Operator 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 Operator with the cede amount of Rs. 500,000. The ceded money is required to be invested in Shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Operator and policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' funds as approved by the Shariah Advisor appointed by the Operator.

The Operator issued supplemental policies to the Window Takaful Operations Waqf Fund on October 29, 2019 to include Group Family Participant's Takaful Fund business in existing Window Takaful Operations Waqf Fund and the same was authorized by the Securities and Exchange Commission of Pakistan (SECP) on December 11, 2019 and the Operator commenced its Group Family Takaful Business in the second quarter of 2020.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

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

- International Accounting Standard IAS 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017 and the Takaful Rules, 2012.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

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

These condensed interim financial statements do not include all the information required in the annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2024.

3. MATERIAL ACCOUNTING POLICY INFORMATION AND FINANCIAL RISK MANAGEMENT

The Operator has consistently applied the accounting policies to all periods presented in these condensed interim financial statements. These are consistent with those applied in preparation of the published annual un-audited financial statements of the Operator for the year ended December 31, 2024.

A number of new accounting standards and amendments to accounting standards are effective for annual periods beginning after January 01, 2025 and earlier application is permitted. The Operator has not early adopted any of the forthcoming new or amended accounting standards in preparing these condensed interim financial statements.

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

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

In preparing these condensed interim financial statements, management has made judgements and estimates that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expense. Actual results may differ from these estimates. The significant judgements made by management in applying the Operator's accounting policies and the key sources of estimation uncertainty are the same as those that applied to the published annual un-audited financial statements of the Operator for the year ended December 31, 2024.

5. APPLICATION OF IFRS 17 AND IFRS 9

	Effective Date
IFRS 17 – Insurance Contracts	January 01, 2027
IFRS 9 – Financial Instruments	January 01, 2027

IFRS 17 – Insurance Contracts has been issued by the IASB to be effective for annual periods beginning on or after January 01, 2023. Security and Exchange Commission of Pakistan ('SECP') vide S.R.O. 1715(1) / 2023 dated November 21, 2023 deferred the applicability of the standard until January 01, 2026. However, on July 23, 2025, SECP vide S.R.O 1336(1) / 2025 further deferred the applicability of the standard until January 01, 2027.

Further, SECP vide S.R.O. 506(1)/2024 deferred the applicability of International Financial Reporting Standards 9 - Financial Instruments ("IFRS 9") through optional temporary exemption as given in para 20A of IFRS 4 - Insurance Contracts ("IFRS 4") [replaced by IFRS 17- Insurance Contracts], was extended for annual periods beginning before January 01, 2026 subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4. In line with the deferral in applicability of IFRS 17, SECP has further extended the optional exemption for annual periods beginning before January 01, 2027.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		September 30, 2025	December 31, 2024
	Note -----(Rupees in '000)-----		
6. Right of use assets			
Agency branches	6.1	<u>80,440</u>	<u>87,800</u>
6.1 Right of use assets			
Cost		99,538	89,536
Accumulated depreciation		<u>(19,098)</u>	<u>(1,736)</u>
Net book value		<u>80,440</u>	<u>87,800</u>
Opening net book value		87,800	-
Additions - cost		11,643	89,536
Disposal - NBV		(2,053)	-
Depreciation charged		<u>(16,950)</u>	<u>(1,736)</u>
Closing net book value		<u>80,440</u>	<u>87,800</u>
6.2 Lease liabilities			
Opening balances		71,661	-
Addition during the period / year		11,957	79,194
Deletion during the period / year		<u>(2,628)</u>	
		80,990	79,194
Interest accretion during the period / year		15,228	4,456
Repaid during the period / year		<u>(26,385)</u>	<u>(11,989)</u>
Closing balance		<u>69,833</u>	<u>71,661</u>
Current portion		17,008	16,259
Non-current portion		<u>52,825</u>	<u>55,402</u>
		<u>69,833</u>	<u>71,661</u>
7. INVESTMENT IN EQUITY SECURITIES			
Fair value through profit and loss (held for trading)	7.1	<u>2,140,043</u>	<u>1,513,471</u>

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

7.1 Details of equity securities - fair value through profit and loss

	As at September 30, 2025			As at December 31, 2024		
	Carrying value	Impairment / provision	Market value	Carrying value	Impairment / provision	Market value
	(Rupees in '000)					
Related parties	17,531	-	16,133	17,682	-	17,531
Others	1,815,123	-	2,123,910	1,348,674	-	1,495,940
	1,832,654	-	2,140,043	1,366,356	-	1,513,471

September 30, 2025 December 31, 2024

8. INVESTMENT IN GOVERNMENT SECURITIES

Note -----(Rupees in '000)-----

Fair value through profit and loss (held for trading)	8.1	9,896,374	8,602,000
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8.1 Fair value through profit and loss (held for trading)

As at September 30, 2025						
Term	Maturity year	Effective yield (%)	Face Value	Carrying Value	Market value	
(Rupees in '000)						
Fixed rate instruments						
GOP Ijara Sukuk	1 years	2025	9.38% - 10.07%	755,000	748,097	748,024
GOP Ijara Sukuk	1 years	2026	9.54% - 10.17%	2,102,500	1,971,763	1,972,090
GOP Ijara Sukuk	3 years	2026	9.73% - 9.79%	1,613,500	1,684,182	1,715,591
GOP Ijara Sukuk	3 years	2027	9.41% - 10.97%	497,500	521,623	532,652
GOP Ijara Sukuk	3 years	2028	10.27% - 10.51%	220,000	222,818	222,624
GOP Ijara Sukuk	5 years	2026	10.16%	425,000	426,967	430,695
GOP Ijara Sukuk	5 years	2028	10.71%	600,000	643,471	679,380
GOP Ijara Sukuk	5 years	2029	10.41% - 10.75%	535,000	562,297	594,382
GOP Ijara Sukuk	5 years	2030	10.83% - 10.90%	800,000	800,651	811,118
Floating rate instruments						
GOP Ijara Sukuk	3 years	2026	10.36% - 11.20%	635,000	642,976	638,575
GOP Ijara Sukuk	3 years	2027	9.98% - 11.18%	200,005	199,805	200,853
GOP Ijara Sukuk	3 years	2028	10.52%	460,000	475,006	465,842
GOP Ijara Sukuk	5 years	2026	11.22%	350,000	354,540	352,100
GOP Ijara Sukuk	5 years	2027	11.28% - 11.40%	239,900	245,122	242,145
GOP Ijara Sukuk	5 years	2028	10.52%	200,000	204,573	202,540
GOP Ijara Sukuk	5 years	2029	10.46%	25,000	25,625	25,088
GOP Ijara Sukuk	5 years	2030	10.49%	62,500	62,500	62,675
As at September 30, 2025			9,720,905	9,792,016	9,896,374	
Unrealised gain (note 19)			-	104,358		
			9,720,905	9,896,374	9,896,374	
As at December 31, 2024			8,407,365	8,245,841	8,602,000	

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		September 30, 2025	December 31, 2024	
9.	INVESTMENT IN DEBT SECURITIES	Note -----(Rupees in '000)-----		
	Fair value through profit and loss (held for trading)	9.1 <u>1,810,156</u>	<u>262,332</u>	
9.1	Fair value through profit and loss (held for trading)			
		As at September 30, 2025	As at December 31, 2024	
		Carrying value Provision / impairment Market value	Carrying value Provision / impairment Market value	
		----- (Rupees in '000) -----		
Corporate sukuks /				
Bai' muajjal		1,810,062 - 1,810,156	259,548 - 262,332	
		<u>1,810,062</u> - <u>1,810,156</u>	<u>259,548</u> - <u>262,332</u>	
			September 30, 2025	December 31, 2024
10.	INVESTMENT IN OPEN-ENDED MUTUAL FUNDS	Note -----(Rupees in '000)-----		
	Fair value through profit and loss (held for trading)	10.1 <u>3,403,039</u>	<u>3,585,453</u>	
10.1	Fair value through profit and loss (held for trading)			
		As at September 30, 2025	As at December 31, 2024	
		Carrying value Provision / Impairment Market value	Carrying value Provision / Impairment Market value	
		----- (Rupees in '000) -----		
Related parties		1,024,858 - 1,336,846	1,414,809 - 1,688,728	
Others		2,041,757 - 2,066,193	1,782,604 - 1,896,725	
		<u>3,066,615</u> - <u>3,403,039</u>	<u>3,197,413</u> - <u>3,585,453</u>	
			September 30, 2025	December 31, 2024
11.	ACCRUED INCOME ON INVESTMENTS AND OTHERS	Note -----(Rupees in '000)-----		
	Accrued income on investments		335,403	148,077
	Other receivables		447	49,666
	Security deposits		9,971	10,401
	Receivable against the sale of investment		70,828	6,628
	Loan to employees - secured	11.1	2,916	2,797
	Dividend receivable		1,790	9
			<u>421,355</u>	<u>217,578</u>

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

- 11.1 This represents interest free loans secured against the gratuity entitlement and are repayable within one year of the disbursement.

		September 30, 2025	December 31, 2024
12. CASH AND BANK	Note	------(Rupees in '000)-----	
- Policy stamps		13,782	9,273
Cash at bank			
- Current accounts		175,456	155,687
- Islamic saving accounts	12.1	1,924,650	2,449,061
		2,100,106	2,604,748
		<u>2,113,888</u>	<u>2,614,021</u>

- 12.1 This carries profit rate ranging from 4% to 10% (December 31, 2024: 6.73% to 18.50%) per annum.

		September 30, 2025	September 30, 2024
		------(Rupees in '000)-----	
12.2 Cash and cash equivalents			
Cash and cash equivalents includes the following for the purpose of cash flow statement:			
- Cash in hand and policy stamps		13,782	5,536
- Cash at bank		2,100,106	1,675,063
		<u>2,113,888</u>	<u>1,680,599</u>

		September 30, 2025	December 31, 2024
13 TAKAFUL LIABILITIES	Note	------(Rupees in '000)-----	
Investment component of unit linked and account value policies		17,838,533	15,089,924
Reported outstanding claims (including claims in payment)	13.1	349,544	303,813
Other takaful liabilities	13.2	141,893	143,167
Incurred but not reported claims	13.3	57,870	63,503
Liabilities under group takaful contracts (other than investment linked)	13.4	29,839	10,874
		<u>18,417,679</u>	<u>15,611,281</u>
Surplus retained in Participants' Takaful Fund (PTF)	13.5	329,454	298,668
Total takaful liabilities		<u>18,747,133</u>	<u>15,909,949</u>

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	September 30, 2025	December 31, 2024
13.1 Reported outstanding claims (including claims in payment)	------(Rupees in '000)-----	
Gross of retakaful	349,544	303,813
Retakaful recoveries	(13,256)	(13,256)
Net reported outstanding claims	<u>336,288</u>	<u>290,557</u>
13.2 Other takaful liabilities		
Gross of retakaful	173,077	177,101
Retakaful credit	(31,184)	(33,934)
Net of retakaful	<u>141,893</u>	<u>143,167</u>
13.3 Incurred but not reported claims		
Individual life		
Gross of retakaful	62,928	69,973
Retakaful recoveries	(18,589)	(14,810)
Net of retakaful	<u>44,339</u>	<u>55,163</u>
Group life		
Gross of retakaful	36,894	20,811
Retakaful recoveries	(23,363)	(12,471)
Net of retakaful	<u>13,531</u>	<u>8,340</u>
	<u>57,870</u>	<u>63,503</u>
13.4 Liabilities under group takaful contracts (other than investment linked)		
Gross of retakaful	89,351	18,926
Retakaful credit	(59,512)	(8,052)
Net of retakaful	<u>29,839</u>	<u>10,874</u>
13.5	This comprises the surplus of the Individual and Group Family Takaful - Participant Takaful Fund, which relates exclusively to participants of the Individual and Group Family Takaful Fund and is not available for distribution to shareholders. The surplus arising in the Participants' Sub-Fund can only be distributed to the participants of that fund with the approval of the appointed actuary. As clarified by SECP, the surplus has been classified under insurance liabilities.	

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	September 30, 2025	December 31, 2024
	------(Rupees in '000)-----	
14 OTHER CREDITORS AND ACCRUALS		
Amounts due to agents	95,813	107,552
Other tax payable	9,269	13,335
Accrued expenses	30,842	56,181
	<u>135,924</u>	<u>177,068</u>

15 Contingencies and commitments

The contingencies reported in these condensed interim financial statements of the Company also includes impacts of Window Takaful Operations as at September 30, 2025. Out of reported amount thereon, an amount of Rs. 284.57 million (December 31, 2024: Rs. 225.36 million) pertains to Window Takaful Operations. There are no other material contingencies or commitments as at September 30, 2025.

	For the nine months ended		For the quarter ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	------(Rupees in '000)-----			
16. Contribution revenue				
Gross Contribution				
Regular Contribution Individual Policies*				
- First year	1,158,060	565,529	430,155	209,272
- Second year renewal	385,995	356,200	135,928	126,517
- Subsequent year renewal	1,419,310	1,530,005	476,470	515,912
Total regular contributions individual policies	<u>2,963,365</u>	<u>2,451,734</u>	<u>1,042,553</u>	<u>851,701</u>
Single contribution individual Policies*	<u>944,201</u>	<u>96,448</u>	<u>458,423</u>	<u>61,322</u>
Group policies without cash values	<u>282,532</u>	<u>114,140</u>	<u>49,803</u>	<u>24,308</u>
	<u>1,226,733</u>	<u>210,588</u>	<u>508,226</u>	<u>85,630</u>
Total Gross Contribution	<u>4,190,098</u>	<u>2,662,322</u>	<u>1,550,779</u>	<u>937,331</u>
Less: contributions ceded to retakaful operator				
On individual life first year business	(15,618)	(9,455)	(6,020)	(3,105)
On individual life second year business	(5,251)	(5,555)	(1,677)	(1,815)
On individual life subsequent renewal business	(18,252)	(21,410)	(5,740)	(7,490)
On individual life single contribution business	(83)	(20)	(26)	(5)
On group policies	(185,357)	(49,049)	(24,141)	(9,002)
	<u>(224,561)</u>	<u>(85,489)</u>	<u>(37,604)</u>	<u>(21,417)</u>
Net contribution	<u>3,965,537</u>	<u>2,576,833</u>	<u>1,513,175</u>	<u>915,914</u>

* Individual contracts are those underwritten on an individual basis.

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	For the nine months ended		For the quarter ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	----- (Rupees in 000) -----			
17. INVESTMENT INCOME				
Dividend income	171,402	164,266	12,517	13,028
Income from government securities - fair value through profit or loss	762,472	1,142,826	251,934	394,962
Income from debt securities - fair value through profit or loss				
Return on corporate sukuks / bai' muajjal	24,138	42,542	6,149	6,405
	<u>958,012</u>	<u>1,349,634</u>	<u>270,600</u>	<u>414,395</u>
18. NET REALISED FAIR VALUE GAINS / (LOSSES) ON FINANCIAL ASSETS				
Fair value through profit or loss				
Realised gains / (losses) on:				
- Equity securities	327,313	251,269	196,599	102,765
- Government securities	(246)	260	(558)	246
- Debt securities	(535)	-	-	-
- Open-ended mutual funds	77,286	31,185	30,213	16,335
	<u>403,818</u>	<u>282,714</u>	<u>226,254</u>	<u>119,346</u>
19. NET FAIR VALUE GAINS / (LOSSES) ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS - UNREALISED				
Net unrealised gains on:				
- Equity securities	307,389	55,454	217,358	(74,359)
- Government securities	104,358	239,607	15,778	235,026
- Debt securities	94	3,979	927	3,812
- Mutual funds	336,424	169,587	255,982	99,229
Total gains	748,265	468,627	490,045	263,708
Less: Investment related expenses	(16,433)	(13,109)	(6,750)	(4,958)
	<u>731,832</u>	<u>455,518</u>	<u>483,295</u>	<u>258,750</u>
20. OTHER INCOME				
Return on bank balances	166,555	250,283	79,042	84,772
Bonus allocation from operator's sub fund	47,714	27,030	18,064	11,335
Gain on derecognition of ROU asset	575	-	412	-
Miscellaneous income	8	-	(4,970)	-
	<u>214,852</u>	<u>277,313</u>	<u>92,548</u>	<u>96,107</u>

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	For the nine months ended		For the quarter ended	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	----- (Rupees in '000) -----			
21. TAKAFUL BENEFITS				
Gross Claims				
Claims under individual policies				
- by death	(83,087)	(96,170)	(34,648)	(27,722)
- by insured event other than death	30	(1,775)	(50)	(60)
- by maturity	(170,826)	(199,114)	(71,900)	(71,018)
- by surrender	(1,955,868)	(1,490,440)	(631,704)	(544,614)
Total gross individual policy claims	(2,209,751)	(1,787,499)	(738,302)	(643,414)
Claims under group contracts				
- by death	(116,789)	(70,463)	(27,520)	(8,186)
- by insured event other than death	(20,763)	(4,085)	(2,216)	(867)
Total gross group contract claims	(137,552)	(74,548)	(29,736)	(9,053)
Total gross claims	(2,347,303)	(1,862,047)	(768,038)	(652,467)
Less: Retakaful recoveries				
- on individual life claims	18,072	15,088	6,368	840
- on group life claims	98,274	38,329	16,224	2,318
	116,346	53,417	22,592	3,158
Net takaful benefit expense (excluding claim related expenses)	(2,230,957)	(1,808,630)	(745,446)	(649,309)
22. ACQUISITION EXPENSES				
Remuneration to takaful intermediaries on individual policies:				
- Hadia to agent on first year contributions	(324,607)	(196,310)	(122,916)	(68,112)
- Hadia to agent on second year contributions	(25,696)	(25,848)	(8,691)	(9,044)
- Hadia to agent on subsequent year renewal contributions	(33,689)	(34,746)	(11,343)	(11,840)
- Hadia to agent on single contributions	(20,946)	(3,062)	(9,375)	(1,470)
- Other benefits to takaful intermediaries	(20,078)	(28,799)	(20,005)	(5,406)
Total hadia cost	(425,016)	(288,765)	(172,330)	(95,872)
Remuneration to takaful intermediaries on group contracts:				
- Hadia	(4,969)	(4,271)	(1,466)	(563)
- Other benefits to takaful intermediaries	(890)	(345)	(149)	(111)
	(5,859)	(4,616)	(1,615)	(674)
Other acquisition costs				
- Employee benefit costs	(131,999)	(152,538)	(44,354)	(45,958)
- Office repairs and maintenance	(18,785)	(21,415)	(7,315)	(6,536)
- Rent, rates and taxes	(406)	(23,915)	(166)	(8,213)
- Car fuel and maintenance	(14,002)	(21,192)	(5,194)	(6,650)
- Marketing cost	(6,925)	(9,386)	(2,889)	(2,328)
- Policy stamps	(15,491)	(8,217)	(5,095)	(3,320)
- Electricity, gas and water	(8,489)	(10,981)	(4,095)	(4,792)
- Entertainment	(3,139)	(3,706)	(1,026)	(1,220)
- Depreciation -- ROU & operating assets	(17,362)	(5,053)	(5,943)	(1,694)
- Travelling expenses	(3,977)	(2,540)	(987)	(880)
- Postage	(2,954)	(3,241)	(1,351)	(819)
- Training and development	(4,688)	(2,056)	(2,407)	(955)
- Printing and stationery	(942)	(1,635)	(345)	(598)
- Financial charges	(8,153)	(457)	(2,591)	(128)
- Information technology expense	(803)	(1,607)	(322)	(471)
- Legal and professional charges	(433)	(1,714)	(357)	(690)
- Medical examination fee	(493)	(489)	(139)	(198)
- Insurance cost	(193)	(315)	(118)	(145)
- Miscellaneous	98	-	-	-
	(239,136)	(270,457)	(84,694)	(85,595)
	(670,011)	(563,838)	(258,639)	(182,141)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		For the nine months ended		For the quarter ended		
		September 30,	September 30,	September 30,	September 30,	
		2025	2024	2025	2024	
Note		(Rupees in 000)				
23.	MAKETING AND ADMINISTRATION EXPENSES					
	Employee benefit cost	23.1	(88,944)	(44,197)	(31,624)	(8,705)
	Legal and professional charges		(7,564)	(11,381)	(1,626)	(3,011)
	Postage and courier		(14,258)	(9,071)	(5,050)	(1,150)
	Depreciation		(15,939)	(6,129)	(17,464)	(2,104)
	Depreciation-right of use assets		(12,957)	(6,209)	6,426	(2,169)
	Information technology expenses		(10,827)	(9,208)	(4,630)	(2,751)
	Vehicle running		(10,199)	(5,206)	(3,563)	(2,471)
	Fees and subscription		(255)	(246)	(55)	(95)
	Printing and stationery		(4,377)	(2,853)	(2,315)	(761)
	Office repairs and maintenance		(17,221)	(3,032)	(4,616)	(71)
	Electricity, gas and water		(3,540)	(1,235)	(1,499)	(281)
	Travelling expenses		(3,329)	(1,497)	(1,469)	(728)
	Appointed actuary's fee		(1,550)	(1,457)	(320)	(668)
	Insurance expense		(2,676)	(616)	(906)	(227)
	SECP annual supervision fee		(2,810)	(2,516)	(937)	(839)
	Auditor's remuneration		(657)	(879)	(217)	(255)
	Rent expense		(923)	(720)	(886)	(257)
	Other expense		(429)	-	4,882	-
	Entertainment		(1,455)	(438)	(462)	(85)
	Amortisation		(430)	(393)	(140)	(120)
	Bank charges		(1,400)	(179)	(205)	(70)
	Training and development		(942)	(279)	(345)	(103)
	Marketing cost		(4,424)	2,063	(317)	-
			(207,106)	(105,678)	(67,338)	(26,921)

23.1 This includes charge of post employment benefits amounting to Rs. 3.45 million (September 30, 2024: Rs. 0.65 million)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

23. RELATED PARTY TRANSACTIONS

The related parties comprise of the holding company, directors, key management personnel, associated undertakings, group companies entities with common directors and staff gratuity fund. Related party transactions and balances, including those disclosed elsewhere in these condensed interim financial statements are given below:

	For the nine months ended	
	September 30, 2025	September 30, 2024
	------(Rupees in '000)-----	
Transactions during the period		
Holding company		
Takaful expenses	193	-
Associated undertakings		
Contribution written	47,663	38,704
Takaful expense	12,018	15,740
Hadia and other incentives in respect of bancassurance	203,398	56,066
Profit on bank deposits	138,425	143,004
Bank charges	193	1,016
Investments purchased	3,781,121	1,144,570
Investments sold	4,687,960	642,166
Dividend income	20,077	64,182
Other related parties		
Contribution written	10,251	5,511
Investments purchased	17,800	20,401
Investments sold	21,059	50,144
Investment advisor fee	3,923	3,539
Key management personnel		
Remuneration	22,320	25,333
Advances given to key management personnels	503	318
Recoveries against advances to key management personnels	508	627
Staff retirement benefit plan (gratuity fund)		
Charge for the period	8,472	3,338

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

	September 30, 2025	December 31, 2024
	------(Rupees in '000)-----	
Balances outstanding as at the end of the period / year		
Associated undertakings		
Contribution due but unpaid	2,325	7,128
Bank deposits	2,178,239	2,406,533
Investments held	1,352,979	1,706,259
Hadia payable	24,826	28,444
Other related parties		
Contribution due but unpaid	1,368	2,894
Key management personnel		
Short term loans (as per policy)	356	651

24. SEGMENTAL INFORMATION

24.1 REVENUE ACCOUNT BY STATUTORY FUND

For the nine months ended September 30, 2025

	Individual Family Takaful Unit Linked Business	Group Family Takaful Business	Total
	------(Rupees in '000)-----		
Income			
Contribution less re-takaful	3,868,362	97,173	3,965,535
Net investment income	2,236,227	24,573	2,260,800
Total net income	6,104,589	121,746	6,226,335
Takaful benefits and expenditures			
Takaful benefits including bonuses net of retakaful	(2,192,938)	(39,278)	(2,232,216)
Management expenses less recoveries	(871,314)	(13,451)	(884,765)
Total takaful benefits and expenditures	(3,064,252)	(52,729)	(3,116,981)
Excess of income over takaful benefits and expenditures	3,040,337	69,017	3,109,354
Net change in takaful liabilities (other than outstanding claims)	(2,740,521)	(50,932)	(2,791,453)
Surplus before tax	299,816	18,085	317,901
Movement in participants' liabilities	2,740,521	50,932	2,791,453
Balance of statutory funds at beginning of the period	16,130,953	233,675	16,364,628
Balance of statutory funds at end of the period	19,171,290	302,692	19,473,982

Window Takaful Operations (Un-audited)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

REVENUE ACCOUNT BY STATUTORY FUND For the nine months ended September 30, 2024

	Individual Family Takaful Unit Linked Business	Group Life Family Takaful Business	Total
	(Rupees in '000)		
Income			
Contribution less re-takaful	2,511,742	65,091	2,576,833
Net investment income	2,306,712	31,437	2,338,149
Total net income	4,818,454	96,528	4,914,982
Takaful benefits and expenditures			
Takaful benefits including bonus net of re-takaful	(1,773,821)	(36,219)	(1,810,040)
Management expenses less recoveries	(662,599)	(10,575)	(673,174)
Total takaful benefits and expenditures	(2,436,420)	(46,794)	(2,483,214)
Excess of income over takaful benefits and expenditures	2,382,034	49,734	2,431,768
Net change in takaful liabilities (other than outstanding claims)	(2,210,707)	(40,031)	(2,250,738)
Surplus before tax	171,327	9,703	181,030
Movement in participants' liabilities	2,210,707	40,031	2,250,738
Surplus transferred to shareholders' fund	-	-	-
Balance of statutory funds at beginning of the period	12,112,926	160,871	12,273,797
Balance of statutory funds at end of the period	14,494,960	210,605	14,705,565

Window Takaful Operations (Un-audited)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

24.2 REVENUE ACCOUNT BY SUB STATUTORY FUND For the nine months ended September 30, 2025

For the nine months ended September 30, 2025		Statutory funds		Aggregated	
		Individual Family Takaful	Group Family Takaful	September 30, 2025	September 30, 2024
		Note ----- (Rupees in '000) -----			
24.2.1	Operator's Sub Fund (OSF)				
Income					
		575,038	21,575	596,613	435,186
	Wakalah fee				
	Tharawat fee	24.2.3 210,343	-	210,343	161,198
	Mudarib fee	24.2.2 3,943	5,110	9,053	-
	Bid offer spread	163,322	-	163,322	107,075
	Participants' takaful fund management income	24.2.2 64,188	-	64,188	63,764
	Income against admin cost charged to PIF	24.2.3 33,547	-	33,547	29,992
	Investment income	170,705	7,540	178,245	95,927
	Total income	1,221,086	34,225	1,255,311	893,142
Expenditures					
	Acquisition costs	(664,152)	(5,859)	(670,011)	(563,838)
	Administration cost and others	(205,775)	(7,592)	(213,367)	(107,260)
	Claim related expenses	1,666	(600)	1,066	(874)
	Bonus allocation to PIF	24.2.3 (47,714)	-	(47,714)	(27,030)
	Expenses on behalf of PTF - others	(114)	-	(114)	(33)
	Expenses on behalf of PTF - tabbarru	(442)	-	(442)	(136)
	Total management cost	(916,531)	(14,051)	(930,582)	(699,171)
Excess of income over expenditure		304,555	20,174	324,729	193,971
Technical reserve at the beginning of the period		83,465	3,748	87,213	69,786
Less: Technical reserve at end of the period		(88,205)	(5,835)	(94,040)	(82,727)
Movement in technical reserves		(4,740)	(2,087)	(6,827)	(12,941)
Surplus for the period		299,815	18,087	317,902	181,030
Movement in technical reserves		4,740	2,087	6,827	12,941
Surplus transferred to Shareholders' Fund					
Refund of Qard-e-Hasna to PTF		-	-	-	22,500
Balance of Operator's Sub Fund at the beginning of the period		747,696	61,824	809,520	472,114
Balance of Operator's Sub Fund at end of the period		1,052,251	81,998	1,134,249	688,585
Represented by:					
Capital contributed by shareholders' fund		-	10,000	10,000	10,000
Capital contributed to group family takaful		-	(10,000)	(10,000)	(10,000)
Technical reserve at end of the period		88,205	5,835	94,040	82,727
Retained earnings on other than participating business		964,046	76,163	1,040,209	605,858
Balance of Operator's Sub Fund		1,052,251	81,998	1,134,249	688,585

Window Takaful Operations (Un-audited)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		Statutory funds		Aggregated	
		Individual Family Takaful	Group Family Takaful	For the nine months ended	
				September 30, 2025	September 30, 2024
Note		----- (Rupees in '000) -----			
24.2.2	Participants' Takaful Fund (PTF)				
Income					
		23,066	260,957	284,023	113,729
		161,256	-	161,256	159,236
		(39,204)	(185,357)	(224,561)	(85,489)
		145,118	75,600	220,718	187,476
Total contribution income net of retakaful					
		13,143	17,033	30,176	74,612
		158,261	92,633	250,894	262,088
Total income					
Expenditure					
		(64,188)	-	(64,188)	(63,764)
		(3,943)	(5,110)	(9,053)	-
		(73,015)	-	(73,015)	(62,468)
		(29,943)	(38,678)	(68,621)	(85,363)
		(171,089)	(43,788)	(214,877)	(211,595)
Excess of income over expenditure					
		(12,828)	48,845	36,017	50,493
Technical reserve at the beginning of the period					
		(98,028)	(37,534)	(135,562)	(113,006)
		(181,825)	(147,629)	(329,454)	(326,703)
		12,828	(48,845)	(36,017)	(50,493)
Surplus for the period					
		-	-	-	-
		(12,828)	48,845	36,017	50,493
		-	-	-	(22,500)
Balance of Participants' Takaful Fund at beginning of the period					
		293,181	171,948	465,129	447,846
Balance of Participants' Takaful Fund at end of the period					
		280,353	220,793	501,146	475,839
Represented by:					
		500	-	500	500
		-	35,630	35,630	35,630
		279,853	185,163	465,016	439,709
Balance of statutory fund					
		280,353	220,793	501,146	475,839

Window Takaful Operations (Un-audited)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

		Statutory funds		Aggregated	
		Individual Family Takaful	Group Family Takaful	For the nine months ended	
				September 30, 2025	September 30, 2024
Note		(Rupees in '000)			
24.2.3	Participants' Investment Fund (PIF)				
	Income				
	Allocated contribution	3,146,139	-	3,146,139	2,006,332
	Bonus allocation from OSF	47,714	-	47,714	27,030
	Surplus distribution from PTF	73,015	-	73,015	62,468
	Investment income	2,052,379	-	2,052,379	2,167,610
	Total net income	5,319,247	-	5,319,247	4,263,440
	Less: claims expense				
	Surrender - regular	(1,797,975)	-	(1,797,975)	(1,330,270)
	Surrender - top up	(160,184)	-	(160,184)	(162,017)
	Maturity	(170,826)	-	(170,826)	(199,114)
	Death claim	(35,676)	-	(35,676)	(32,402)
		(2,164,661)	-	(2,164,661)	(1,723,803)
	Expenditures				
	Tabarru charges	(160,814)	-	(160,814)	(159,101)
	Tharawat fee	(210,343)	-	(210,343)	(161,198)
	Administration charges	(33,547)	-	(33,547)	(29,992)
	Other expenses	(1,004)	-	(1,004)	(982)
	Bank charges	(269)	-	(269)	(1,060)
		(405,977)	-	(405,977)	(352,333)
	Excess of income over expenditures	2,748,609	-	2,748,609	2,187,304
	Technical reserve at the beginning of the period	15,089,924	-	15,089,924	11,353,837
	Less: technical reserve at the end of the period	(17,838,533)	-	(17,838,533)	(13,541,141)
	Movement in technical reserve	(2,748,609)	-	(2,748,609)	(2,187,304)
	Surplus for the period	-	-	-	-
	Movement in technical reserve	2,748,609	-	2,748,609	2,187,304
	Balance of Participants' Investment Fund at beginning of the period	15,089,924	-	15,089,924	11,353,837
	Balance of Participants' Investment Fund at end of the period	17,838,533	-	17,838,533	13,541,141
	Represented by:				
	Balance of statutory fund	17,838,533	-	17,838,533	13,541,141

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

25. FAIR VALUE OF FINANCIAL INSTRUMENTS

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

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.

The Company measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the assets or liability, either directly (as prices) or indirectly (derived from prices); and

Level 3: those with inputs for the asset or liability that are not based on observable market data (unobservable inputs)

As at September 30, 2025									
Carrying value						Fair value			
Available for Sale	Fair value through profit or loss	Loans and Receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total	
----- (Rupees in '000') -----									
Financial assets measured at fair value									
- Investments									
Government Securities (Sukuks)	-	9,896,374	-	-	9,896,374	-	9,896,374	-	9,896,374
Equity securities	-	2,140,043	-	-	2,140,043	2,140,043	-	-	2,140,043
Open-ended mutual funds	-	3,403,039	-	-	3,403,039	3,403,039	-	-	3,403,039
Debt securities (Corporate sukuks / Bai' muajjal)	-	1,810,156	-	-	1,810,156	-	1,810,156	-	1,810,156
Financial assets not measured at fair value									
- Balances with banks	-	-	2,100,106	-	2,100,106				
- Accrued income on investments and others	-	-	421,355	-	421,355				
	-	17,249,612	2,521,461	-	19,771,073				
Financial Liabilities measured at fair value									
- Takaful liabilities (Investment component of unit linked and account value policies)	-	-	-	17,838,533	17,838,533	-	17,838,533	-	17,838,533
Financial liabilities not measured at fair value									
- Takaful / retakaful payables	-	-	-	31,754	31,754				
- Other creditors and accruals	-	-	-	126,655	126,655				
	-	-	-	17,996,942	17,996,942				

Window Takaful Operations (Un-audited)

Notes to and forming part of the Condensed Interim Financial Statements

For the nine months period ended September 30, 2025

On balance sheet financial instruments

	As at December 31, 2024					Fair value			
	Available for Sale	Fair value through profit or loss	Carrying value Loans and Receivables	Financial liabilities	Total	Level 1	Level 2	Level 3	Total
(Rupees in '000')									
Financial assets measured at fair value									
- Investments									
Government Securities (Sukuks)	-	8,602,000	-	-	8,602,000	-	8,602,000	-	8,602,000
Equity securities	-	1,513,471	-	-	1,513,471	1,513,471	-	-	1,513,471
- Open-ended mutual funds	-	3,585,453	-	-	3,585,453	3,585,453	-	-	3,585,453
Debt securities (Corporate sukuks)	-	262,332	-	-	262,332	-	262,332	-	262,332
Financial assets not measured at fair value									
- Balances with banks	-	-	2,604,748	-	2,604,748				
- Contribution due but unpaid	-	-	14,006	-	14,006				
- Takaful / retakaful receivables	-	-	1,798	-	1,798				
- Accrued income on investments and others	-	-	217,578	-	217,578				
	-	13,963,256	2,838,130	-	16,801,386				
Financial Liabilities measured at fair value									
- Takaful Liabilities									
(Investment component of unit linked and account value policies)	-	-	-	15,089,924	15,089,924	-	15,089,924	-	15,089,924
Financial liabilities not measured at fair value									
- Other creditors and accruals	-	-	-	177,068	177,068				
	-	-	-	15,266,992	15,266,992				

26. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue by the Board of Directors of the Operator in their meeting held on October 24, 2025.



Umer Mansha
Chairman



Muhammad Ali Zeb
Director



S. Muhammad Jawed
Director



Manzar Mushtaq
Chief Executive Officer



Jalal Meghani
Chief Financial Officer



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