ASKARI LIFE ASSURANCE COMPANY LIMITED

HALF YEARLY REPORT FOR THE PERIOD ENDED JUNE 30, 2026

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VISION

To be a trusted, globally acknowledged, top rated Financial Solutions Providing Company.

MISSION

To uplift the financial well-being of Policy Holders, Customers, Advisors, Employees; and Shareholder profitability by continuously reinforcing deep commitment to our Core Values.

CORE VALUES

1. FINANCIAL ACUMEN

We believe in empowering our customers through need based packaged financial solutions to cater specific needs with an extensive distribution network.

2. CUSTOMER CARE

We believe in creating value for society by optimizing customer experience through superior financial advisory that makes positive difference in our customer's life.

3. ETHICAL CONDUCT

We believe in exhibiting and ensuring honesty and integrity at all times by encouraging open communication, transparency and humility.

4. SUSTAINABILITY

We believe in generating revenue from multiple channels to build a strong asset base for long term sustainable income and growth for the Trust.

COMPANY INFORMATION

Board of Directors

Maj. Gen Syed Anis Akbar (Retd), Chairman
Maj Gen Abid Latif Khan (Retd)
Maj. Gen Muhammad Ahmed Malik (Retd)
Malik Riffat Mahmood
Tariq Hameed
Ayesha Rafique

Board Committees

Audit Committee:

Tariq Hameed	Chairman
Maj Gen Abid Latif Khan (Retd)	Member
Malik Riffat Mahmood	Member
Muhammad Nadeem Rajput	Secretary

Investment Committee:

Malik Riffat Mahmood	Chairman
Maj Gen Abid Latif Khan (Retd)	Member
Maj. Gen Karman Ali (Retd)	Member
Jehanzeb Zafar	Member
Rehan Mobin	Member
Muhammad Azmatullah Sharif	Member
Muhammad Nadeem Rajput	Secretary

Ethics, Human Resource Remuneration & Nomination Committee:

Ayesha Rafique	Chairperson
Maj Gen Abid Latif Khan (Retd)	Member
Maj. Gen Karman Ali (Retd)	Member
Jehanzeb Zafar	Member
Waqas Waseem	Secretary

Management Committees

Risk Management & Compliance Committee:

Maj. Gen Muhammad Ahmed Malik (Retd)	Chairman
Tariq Hameed	Member
Jehanzeb Zafar	Member
Mohammad Azmatullah Sharif	Member
Rehan Mobin	Member
Kamran Rafique	Member & Secretary

Underwriting & Reinsurance Committee:

Maj. Gen Muhammad Ahmed Malik (Retd)	Chairman
Jehanzeb Zafar	Member
Mohammad Azmatullah Sharif	Member
Sumair Sarwar	Member & Secretary

Claim Settlement Committee:

Maj Gen Abid Latif Khan (Retd)	Chairman
Jehanzeb Zafar	Member
Rehan Mobin	Member
Muhammad Taufeeq Hanif	Member & Secretary

Registered Office
8th Floor Army Welfare Trust, AWT plaza, The Mall, Rawalpindi
051-9272400

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Emerald Tower, Officer No 1104, 11th Floor, Plot G-19, Block 5, KDA Improvement Scheme No. 5
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Fax: +92(021)35630429

Website
www.askarilife.com

Email:
info@askarilife.com

Share Registrar
THK Associates (Pvt.) Limited
Plot No. 32-C, Jami Commercial Street 2,
D.H.A., Phase VII,
Karachi-75500
Dir: +92 (021) 021-111-000-322
Fax: +92 (021) 35310191
E-mail: secretariat@thk.com.pk
Web: www.thk.com.pk

Appointed Actuary
Faisal Zai, MSC, FIA
Akhtar & Hasan (Pvt.) Ltd.

Legal Advisor
Saiduddin & Co

External Auditor
BDO Ebrahim & Co. - Chartered Accountants
Karachi

Shariah Adviser
Dr. Muhammad Zubair Usmani

Askari Life Assurance Company Limited
Directors' Review Report
For the Half Year Ended June 30, 2026

The Directors of Askari Life Assurance Company Limited ("the Company") are pleased to present the unaudited financial statements for the half-year ended June 30, 2026. These financial statements have undergone a limited scope review by the external auditors, who have issued an unqualified opinion.

<u>Economic Environment</u>
Ongoing geopolitical tensions continued to cast a shadow of uncertainty across the broader Middle East and South Asian corridors. For an import-dependent economy like Pakistan, friction in this region directly impact our supply chain, drives up global oil price volatility, and triggers inflationary spikes.

While these macroeconomic challenges have heightened inflationary pressures, investment market volatility and risk premiums, the Company's proactive treasury management, prudent asset-liability management and disciplined risk management framework have enabled it to maintain a resilient balance sheet and effectively manage exposure to changing economic and market conditions.

<u>Operational Performance</u>
During the period under review, the Company further strengthened its distribution network through strategic partnerships with the banking sector. In particular, Askari Life expanded its bancassurance footprint by leveraging the extensive branch networks of its banking partners to promote and distribute its life insurance products. These collaborations combine the Company's comprehensive insurance solutions with the broad branch networks and customer reach of its banking partners, enabling wider market penetration, enhanced customer accessibility, and sustainable growth in the Company's business and shareholder value.

The Muhafiz Family Takaful Savings Plan is specifically developed to address the distinctive financial protection, savings and retirement needs of military personnel and servicemen. In parallel, the Company continued to enhance digital accessibility and customer experience by streamlining policy servicing, claims processing and application tracking through technology-enabled solutions. These initiatives have contributed to greater customer engagement, improved service efficiency and a more seamless digital experience across key customer touchpoints.

<u>Window Takaful Operations</u>
Our Window Takaful Operations continued to record encouraging growth, addressing the rising market demand for Shariah-compliant financial and protection solutions. The dedicated Takaful windows performed in line with expectations, broadening our customer reach and reinforcing our footprint in ethical and inclusive insurance segment Risk Management

<u>Risk Management</u>
Risk management remained a key priority of the Company. The Company continued to strengthen its risk governance framework, risk assessment methodologies and monitoring mechanisms to facilitate the timely identification, assessment, mitigation and management of existing and emerging risks. Particular focus was placed on managing risks arising from macroeconomic conditions and inflationary pressures, interest rate and market volatility and their potential impact on investment portfolios, changes in the regulatory and compliance landscape, insurance and underwriting risks, operational and cyber-security matters, liquidity and credit risks, as well as geopolitical developments and its impact on financial markets.

Financial Highlights

Financial Statement Line item	30-Jun-2026	30-Jun-2025
	Rs. in (‘000)	
Gross premium revenue	2,276,004	1,349,644
Investment and other income	197,781	151,053
Net Insurance Benefits	395,088	222,848
Acquisition expense	824,372	505,724
Marketing admin and other expenses	301,973	226,421
Profit after tax	25,906	24,398
Earnings per share	0.17	0.16

Financial Analysis of the Company

Gross Premium:

The Company has recorded Gross Premium of Rs. 2,276 million for the half year ended June 30, 2026, as compared to Rs. 1,349.64 million for the corresponding period of 2025, representing healthy growth of 68.64%.

Individual Life business stood at Rs.2,056.82 million as compared to corresponding number of last year result of Rs. 1,126.45 million, a rise of 83%. With improvement in service standards and customers’ overall experience, our policy persistency levels continue to encouraging trend. This has resulted in growth of our individual life portfolio.

As management is focused on development of sustainable business life portfolio and overall profitability of the Company, a careful approach is being followed for selecting and pricing of group life business, where premium stood at Rs. 219.19 million as compared to Rs. 223.19 million a decline of 2% for the same period in 2025.

Investment:

The Investment and other income (including returns on Bank Deposits) for the half year ended June 30, 2026 is Rs 197.78 million as compared to Rs 151.05 million for the same period of 2025.

The Company’s Investment portfolio stood at Rs.4,530.77 million as at June 30, 2026, as compared to Rs 3,915.33 million as at 31st December, 2025. Management continuously seeks prudent and attractive investment opportunities to enhance returns on the valuable funds entrusted to it.

Net Insurance Benefits:

The overall net insurance benefits expense for the reporting period ended 2026 amounted to Rs. 395.09 million, compared to Rs. 222.85 million for the corresponding period of the previous year, reflecting the increase in business volume and the resulting growth in insurance benefits.

Expenses:

With the growth in the Company’s business volume and customer base, the management has implemented various initiatives to enhance service quality, improve customer experience, and strengthen customer retention. These initiatives, coupled with the prevailing inflationary pressures, have resulted in an increase in the Company’s overall operating expenses. Consequently, Marketing, Administration and other expenses increased by 33% to Rs. 301.97 million during the reporting period, as compared to Rs. 226.42 million for the corresponding period of 2025.

Profit & Loss:

Profit after tax for the half year ended June 30, 2026 stood at Rs. 25.91 million, compared to Rs. 24.40 million for the corresponding period of the previous year, reflecting a stable financial performance and continued progress in line with the Company’s long-term growth strategy.

We draw attention to Note 15.1.1 to the condensed interim financial statements, which provides details of the matter relating to the scope and applicability of provincial sales tax on services in respect of premiums received. The matter is still in court pending adjudication.

Change in Shareholding

During the period under review, Army Welfare Trust ("AWT"), a substantial shareholder of the Company, initiated the transfer of 51% of the issued share capital of Askari Life Assurance Company Limited ("ALAC") to Fauji Foundation ("FF"). The Company duly disseminated the relevant information to the regulators and the public in accordance with the applicable regulatory requirements.

Subsequent Event

Subsequent to the period end, one of the Directors resigned from the Board. The resulting casual vacancy shall be filled in accordance with the applicable regulatory requirements and within the prescribed timeframe.

Future Outlook

The outlook for the remainder of 2026 remains favorable, though it is subject to ongoing economic and market conditions. Askari Life continues to pursue its key strategic priorities, which include achieving sustainable growth by expanding its life and takaful operations, strengthening and diversifying its distribution channels, and accelerating digital initiatives to improve customer experience and service delivery. The Company also remains dedicated to upholding strong risk management practices through prudent underwriting and effective governance frameworks, enhancing operational efficiency via process optimization, and adopting a balanced and disciplined investment strategy aimed at preserving asset quality and generating long-term value.

Acknowledgement

The Board would like to express its sincere gratitude to the Securities and Exchange Commission of Pakistan (SECP) and other regulatory bodies for their continued guidance and support. We also extend our appreciation to our valued policyholders, reinsurers, Banks and other business partners for their trust in Askari Life. Finally, we commend the management team and employees for their dedication, hard work, and commitment to the Company's ongoing success.

On behalf of the Board of Directors

Director

Chief Executive Officer

Rawalpindi
August 24, 2026

عسکری لائف اشورنس کمپنی لمیٹڈ

ڈائریکٹرز رپورٹ

عسکری لائف اشورنس کمپنی لمیٹڈ (" کمپنی ") کے ڈائریکٹرز ۳۰ جون ۲۰۲۶ء کو ختم ہونے والی ششماہی کے غیر آڈٹ شدہ مالیاتی گوشوارے پیش کرنے میں خوشی محسوس کرتے ہیں۔ یہ مالیاتی گوشوارے خارجی آڈیٹرز کے دائرہ کار کے ایک محدود جائزے سے گزر چکے ہیں جنہوں نے ایک غیر تحفظاتی رائے پیش کی ہے۔

اقتصادی ماحول

مسلسل جغرافیائی سیاسی کشیدگیوں نے مشرق وسطیٰ اور جنوبی ایشیاء کی وسیع تر راہداریوں میں ایک غیر یقینی کی فضا قائم رکھنے کا سلسلہ جاری رکھا۔ درآمد پر انحصار کرنے والی معیشت کے لئے، جیسے کہ پاکستان، اس خطے میں تصادم براہ راست ہماری سپلائی چین، عالمی طور پر تیل کی قیمتوں میں اتار چڑھاؤ کا موجب ہوتا ہے، اور افراط زر کی وجہ سے مہنگائی پیدا کرتا ہے۔

جہاں ان میکرو معاشی چیلنجوں نے افراط زر کے دباؤ، سرمایہ کاری کی مارکیٹ میں اتار چڑھاؤ اور رِسک پریمیمز بلندی پر پہنچادئے ہیں، کمپنی کے پیشگی مالیات کے نظم ونسق، اثاثہ جات اور ادائیگیوں کے محتاط نظم ونسق اور باضابطہ رسک مینجمنٹ کے فریم ورک نے اسے ایک مضبوط بیلنس شیٹ برقرار رکھنے اور موثر طور پر بدلتے ہوئے معاشی اور مارکیٹ کے حالات کا سامنا کرنے کے قابل بنایا ہے۔

زیرِ جائزہ عرصے کے دوران، کمپنی نے بینکنگ سیکٹر کے ساتھ حکمت عملی پر مشتمل شراکت داریوں کے ذریعے اپنا تقسیمی نیٹ ورک مزید مضبوط کیا۔ خاص طور پر، عسکری لائف نے اپنی لائف انشورنس کی مصنوعات کو فروغ دینے اور تقسیم کرنے کے لئے اپنے بینکنگ شرکاء کے وسیع برانچ نیٹ ورکس سے فائدہ اٹھاتے ہوئے، اپنے بینکشورنس نقش پا کو پھیلا دیا ہے۔ یہ ملاپ کمپنی کے جامع انشورنس حلوں کو اپنے بینکنگ شرکاء کے وسیع برانچ نیٹ ورکس اور صارف تک رسائی کے ساتھ مربوط کرتے ہیں، جو مارکیٹ میں مزید تر سرایت، صارف تک بڑھتی ہوئی رسائی اور کمپنی کے کاروبار اور حصص کنندہ کی قدر میں قابل برداشت نشوونما کا موقع فراہم کرتا ہے۔

محافظ فیملی تکافل سیونگز پلان خاص طور سے ملٹری کے اہلکاروں اور خدمت گاروں کی بچت اور ریٹائرمنٹ کی ضروریات کا حل پیش کرنے کے لئے قائم کیا گیا ہے۔ اسی کے ساتھ ساتھ، کمپنی نے پالیسی سے متعلق خدمات، کلیمز پر عمل درآمد اور ٹیکنولوجی پر مبنی حلوں کے ذریعے بیمہ درخواست کی تلاش کو ایک نہج پر لاتے ہوئے، ڈیجیٹل رسائی اور صارف کے تجربے میں اضافہ کرنے کا سلسلہ جاری رکھا۔ یہ اقدامات صارف سے متعلق تمام کلیدی رابطہ مقامات میں، صارفین کی مزید شمولیت، خدمت کی بہتر صلاحیت اور ایک بہت زیادہ بے جوڑ ڈیجیٹل تجربے کے معاون رہے ہیں۔

ونڈو تکافل آپریشنز

شریعہ سے مطابقت رکھنے والے مالی اور تحفظاتی حلوں کے لئے مارکیٹ کے بڑھتے ہوئے مطالبے پر عمل درآمد کے لئے ہمارے ونڈو تکافل آپریشنز نے حوصلہ افزا نشوونما ظاہر کرنے کا سلسلہ قائم رکھا۔ وقف تکافل ونڈوز نے، صارف تک ہماری رسائی کی وسعت بڑھاتے ہوء اور اخلاقی اور داخلی انشورنس کے حصے رِسک مینجمنٹ میں ہمارے نقش پا کو تقویت دیتے ہوئے، توقعات کے مطابق کارگزاری پیش کی۔

رِسک مینجمنٹ

رِسک مینجمنٹ کمپنی کی ایک کلیدی ترجیح رہی۔ کمپنی نے اپنے رِسک گورننس فریم ورک کو، خطرے کے تجزیے کے طریقہ جات کو، اور موجودہ اور پیدا ہونے والے خطرات کی بروقت نشاندہی، تجزیے، تخفیف اور نظم ونسق میں اعانت کے لئے نگرانی کے میکینزمز کو مضبوط بنانے کا سلسلہ جاری رکھا۔ میکرو معاشی حالات اور افراط زر کے دباؤ سے پیدا ہونے والے خطرات کا انتظام کرنے، شرح سود اور مارکیٹ کے اتار چڑھاؤ اور سرمایہ کاری پورٹ فولیوز پر ان کے اثر، ریگولیٹری اور عمل درآمد کے لینڈ سکیپ، بیمہ اور بیمہ کاری کے خطرات، آپریشنل اور سائبر سیکیورٹی کے معاملات، لکویڈٹی اور کریڈٹ خطرات، اور اس کے ساتھ جغرافیائی سیاسی پیش رفت اور مالیاتی مارکیٹوں میں ان کے اثر پر خصوصی توجہ مرکوز رکھی گئی۔

مالیاتی سرخیاں

مالیاتی حساب کے سلسلے سے متعلق مد	۳۰ جون ۲۰۲۶ء	۳۰ جون ۲۰۲۵ء
	000' روپوں میں	
مجموعی پریمیئم سے آمدنی	2,276,004	1,349,644
سرمایہ کاری اور دیگر آمدنی	197,781	151,053
خالص بیمہ فوائد	395,088	222,848
اخراجات برائے حصول	824,372	505,724
مارکیٹنگ، انتظامی اور دیگر اخراجات	301,973	226,421
بعد از ٹیکس فائدہ	25,906	24,398
فی حصص آمدن	**0.17**	**0.16**

کمپنی کا مالی تجزیہ

مجموعی پریمیئم

۳۰ جون ۲۰۲۶ء کو ختم ہونے والی ششماہی کے لئے کمپنی نے ۲۰۲۵ء کے اسی عرصے کے 1,349.64 ملین روپے کے مقابلے میں، 68.64 فیصد کی مضبوط نشوونما پیش کرتے ہوئے، 2.276 ملین روپے کا مجموعی پریمیئم ریکارڈ کیا۔

انفرادی لائف کاروبار پچھلے سال کی اسی ششماہی میں 1,126.45 ملین روپے سے 83 فیصد اضافے سے 2,056.82 ملین روپے رہا۔ سروس کے معیارات اور صارفین کی جملہ تجربے میں بہتری سے، ہمارے پالیسی کی استقامت کے درجات حوصلہ مندر رجحان کی طرف گامزن ہیں۔ یہ ہمارے انفرادی لائف کے پورٹ فولیو کی نشوونما کا نتیجہ ثابت ہوا ہے۔

جیسا کہ انتظامیہ نے قابل برداشت کاروباری زندگی کے پورٹ فولیو اور کمپنی کے تمام تر منفعت کی ترقی پر توجہ مرکوز رکھی ہوئی ہے، گروپ لائف کاروبار کا انتخاب کرنے اور اسکی قیمت کا تعین کرنے کے لئے ایک محتاط رسائی پر عمل کیا جارہا ہے، جس میں ۲۰۲۵ء کے اسی عرصے کے 223.19 ملین روپے کے مقابلے میں، 2 فیصد کمی کے ساتھ پریمیئم 219.19 ملین روپے رہا۔

سرمایہ کاری

۳۰ جون ۲۰۲۶ء کو ختم ہونے والی پہلی ششماہی کے لئے سرمایہ کاری آمدنی اور دیگر آمدنی (بشمول بینک میں موجود رقوم پر منافع) سال ۲۰۲۵ء کی اسی ششماہی کے 151.05 ملین روپے کے مقابلے میں 197.78 ملین روپے رہی۔

کمپنی کا سرمایہ کاری پورٹ فولیو ۳۱ دسمبر ۲۰۲۵ء کے 3,915.33 ملین روپے کے مقابلے میں ۳۰ جون ۲۰۲۶ء کو 4,530.77 ملین روپے رہا۔ انتظامیہ اپنے پاس رکھوائے ہوئے قیمتی فنڈز پر منافع جات میں اضافہ کرنے کے لئے محتاط اور پرکشش سرمایہ کاری کے مواقع مسلسل تلاش کرتی ہے۔

خالص بیمہ فوائد

۲۰۲۵ء کی اسی ششماہی کے 222.85 ملین روپے کے مقابلے میں ۲۰۲۶ء کی پہلی ششماہی کے لئے، مجموعی خالص بیمہ فوائد کے اخراجات کاروباری حجم میں اضافے اور اس کے نتیجے میں بیمہ فوائد میں ہونے والی نشوونما کی عکاسی کرتے ہوئے، 395.09 ملین روپے رہے۔

اخراجات

کمپنی کے کاروباری حجم اور صارف کی بنیاد میں نشوونما کے ساتھ، انتظامیہ نے سروس کے معیار میں اضافے کے لئے، صارف کے تجربے کو بہتر بنانے کے لئے، اور صارف کو برقرار رکھنے کے

لئے کئی اقدامات اٹھائے ہیں۔موجودہ افراطِ زر کے دباؤ کے ساتھ مل کر، ان اقدامات سے کمپنی کے مجموعی آپریٹنگ اخراجات میں اضافہ ہوا ہے۔نتیجتاً، مارکیٹنگ، انتظامی اور دیگر اخراجات ۲۰۲۵ء کے اسی دورانئے کے 226.42 ملین روپے کے مقابلے، 33 فیصد اضافے سے 301.97 ملین تک پہنچ گئے۔

نفع اور نقصان

پچھلے سال کی اسی ششماہی کے 24.40 ملین روپے کے مقابلے میں ۲۰۲۶ء کی پہلی ششماہی میں بعد از ٹیکس منافع 25.91 ملین روپے رہا، جو کمپنی کی طویل المیعاد نشوونما کی حکمت عملی کے مطابق ایک مستحکم مالی کارکردگی اور مسلسل ترقی کی عکاسی کرتی ہے۔

ہم مختصر عبوری مالیاتی گوشواروں کے نوٹ نمبر 15.1.1 پر توجہ مبذول کرانا چاہیں گے، جو وصول کردہ پریمیمز کے سلسلے میں خدمات پر صوبائی سیلز ٹیکس کے دائرہ کار اور اطلاق سے متعلق معاملے کی تفصیلات فراہم کرتا ہے۔ یہ معاملہ عدالت میں زیرِ سماعت ہے اور فیصلے کا منتظر ہے۔

حصص یافتگی میں تبدیلی

زیرِ جائزہ عرصے کے دوران، آرمی ویلفیئر ٹرسٹ (''AWT'')، کمپنی کے ایک حقیقی حصص کنندہ نے عسکری لائف اشورنس کمپنی لمیٹڈ (''ALAC'') کے جاری کردہ شیئر سرمائے کے 51 فیصد کا فوجی فاؤنڈیشن (''FF'') کو منتقل کرنے کا قدم اٹھایا۔ کمپنی نے قابل اطلاق ریگولیٹری شرائط کے مطابق ریگولیٹرز اور عوام الناس کو متعلقہ خبر پہنچا دی ہے۔

مابعد واقعہ

عرصہ ختم ہونے کے بعد، ایک ڈائریکٹر نے بورڈ سے استعفیٰ دے دیا۔ اس کے نتیجے میں پیدا ہونے والی عارضی اسامی کو قابل اطلاق ریگولیٹری شرائط اور بیان کردہ ٹائم فریم کے اندر پُر کیا جائے گا۔

مستقبل پر نظر

۲۰۲۶ء کے بقایا عرصے کے لئے زاویہ نگاہ محتاط طور پر مثبت ہے، ہر چند یہ رواں معاشی اور مارکیٹ کے حالات سے مشروط ہے۔ عسکری لائف اپنی کلیدی ترجیحات کا تعاقب جاری رکھے ہوئے ہے، جس میں کمپنی کے لائف اور تکافل آپریشنز کو پھیلاتے ہوئے پائیدار نشوونما حاصل کرنا، اپنے تقسیمی چینلز کو مضبوط کرنا اور ان کو متنوع بنانا، اور صارف کے تجربے اور سروس کی پیشکش کو بہتر بنانے کے لئے ڈیجیٹل اقدامات میں تیزی لانا، شامل ہے۔ کمپنی نے محتاط بیمہ کاری اور موثر گورننس فریم ورکس کے ذریعے، طریقہ کار کی بہتری کے ذریعے آپریشنل صلاحیت کو بڑھانے، اور اثاثے کے معیار کو برقرار رکھنے اور طویل مدت قدر پیدا کرنے کے ہدف کے ساتھ ایک متوازن اور منظّم سرمایہ کاری کی حکمت عملی اپنانے کے لئے بھی رِسک مینجمنٹ کے مضبوط عملی اقدامات برقرار رکھنے کے لئے بھی خود کو پابند کیا ہوا ہے۔

اظہار تشکر

بورڈ سیکیورٹیز اینڈ ایکس چینج کمیشن آف پاکستان اور دیگر ریگولیٹری اداروں کا، ان کی مسلسل رہنمائی اور تعاون کے لئے اپنے پرخلوص اظہار تشکر کا اظہار کرنا چاہے گا۔ ہم اپنے قابل قدر پالیسی یافتگان، ری انشورررز، بینکس اور دیگر کاروباری شرکاء کا عسکری لائف میں ان کے بھروسے کا بھی شکریہ ادا کرنا چاہیں گے۔ آخر میں ہم انتظامیہ ٹیم، اور عملے کے ارکان کا ان کی لگن، جانفشانی اور کمپنی کی رواں کامیابی کے عہد کی خراج تحسین پیش کرنا چاہیں گے۔

بورڈ آف ڈائریکٹرز کی جانب سے

چیف ایگزیکیٹو آفیسر

ڈائریکٹر

راولپنڈی،

تاریخ: ۲۴ اگست ۲۰۲۶ء

CONDENSED INTERIM
FINANCIAL STATEMENTS
OF
ASKARI LIFE ASSURANCE COMPANY LIMITED
FOR THE SIX MONTHS PERIOD ENDED
JUNE 30, 2026

BDO

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Pakistan

INDEPENDENT AUDITOR'S REVIEW REPORT To the members of Askari Life Assurance Company Limited

Report on review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **ASKARI LIFE ASSURANCE COMPANY LIMITED** ("the Company") as at June 30, 2026 and the related condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement, and notes to the condensed interim financial statements for the six months period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of review

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

Conclusion

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

Emphasis of Matter

We draw attention to Note 15.1.1 to the condensed interim financial statements which describes the current status of the contingencies regarding chargeability of sales tax on life insurance premium. Our conclusion is not modified in respect of this matter.

Other Matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the six months, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of condensed interim statement of comprehensive income for the three months period ended June 30, 2026 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Muhammad Nadeem.

BDO Ebrahim & Co.

KARACHI

BDO EBRAHIM & CO.
CHARTERED ACCOUNTANTS

DATED: August 28, 2026

UDIN: RR202610110BsDJVx3YC

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	Note	June 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
		-----------(Rupees in '000)-----------	
ASSETS			
Property and equipment	7	29,653	24,655
Right of use assets		7,285	14,556
Investments			
-Equity securities	8	500,038	311,139
-Government securities	9	2,899,936	2,426,821
-Debt Securities	10	1,667	5,000
-Open-ended mutual funds	11	885,868	841,598
Loans secured against life insurance policies		5,062	5,114
Insurance / reinsurance receivables		85,136	137,314
Other loans and receivables		121,158	95,552
Taxation - payments less provision		145,630	112,444
Prepayments		26,334	7,302
Cash and bank	12	243,258	330,772
TOTAL ASSETS		4,951,025	4,312,267
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES ATTRIBUTABLE TO COMPANY'S EQUITY HOLDERS			
Share capital		1,501,720	1,501,720
Money ceded to Waqf Fund		500	500
Retained earnings arising from business other than participating business attributable to the shareholders (Ledger Account D)		(1,532,308)	(1,565,753)
Accumulated losses		(50,481)	(42,942)
Advance against equity	13	730,000	730,000
TOTAL EQUITY		649,431	623,525
LIABILITIES			
Insurance liabilities	14	3,634,574	2,853,089
Retirement benefit obligations		124,986	107,501
Premium received in advance		269,710	325,706
Insurance / reinsurance payables		87,199	226,483
Other creditors and accruals		179,687	161,183
Lease liability against right of use assets		5,438	14,780
TOTAL LIABILITIES		4,301,594	3,688,742
TOTAL EQUITY AND LIABILITIES		4,951,025	4,312,267
CONTINGENCIES AND COMMITMENTS	15		

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

BDO

Chief Financial Officer	Chief Executive Officer	Director	Director	Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

	Note	Six Months Ended		Quarter Ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
		--------(Rupees in '000)-------		--------(Rupees in '000)-------	
Gross premium / contribution revenue		2,276,004	1,349,644	1,045,810	637,987
Re insurance premium / contribution ceded		(175,368)	(167,531)	(62,343)	(82,583)
Net premium / contribution revenue	16	2,100,636	1,182,113	983,467	555,404
Investment income	17	135,181	112,366	70,384	54,264
Net realised fair value gains on financial instruments	18	32,335	32,194	38,058	25,792
Net unrealised gains on financial assets held for trading	19	20,671	209	58,378	(1,310)
Other income	20	9,594	6,284	5,379	3,980
		197,781	151,053	172,199	82,726
Total income		2,298,417	1,333,166	1,155,666	638,130
Insurance benefits		673,463	449,790	318,706	230,784
Reinsurance recoveries		(278,375)	(226,942)	(108,509)	(85,340)
Net insurance benefits	21	395,088	222,848	210,197	145,444
Net change in insurance liabilities (other than outstanding claims)		750,879	353,067	386,204	120,762
Acquisition expenses	22	824,372	505,724	393,440	229,995
Marketing and administration expenses	23	282,160	211,888	138,992	107,520
Other expenses	24	19,813	14,533	14,774	8,225
Total expenses		1,877,224	1,085,212	933,410	466,502
Profit before tax		26,105	25,106	12,059	26,184
Income tax expense		(199)	(708)	(106)	(629)
Profit for the period		25,906	24,398	11,953	25,555
Other comprehensive income:					
Unrealised gain on remeasurement of available-for-sale financial Instruments		-	419	-	(5,279)
		-	419	-	(5,279)
Total comprehensive Income for the period		25,906	24,817	11,953	20,276
Earnings per share - Rupees		0.17	0.16	0.08	0.17

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

BDO

Chief Financial Officer	Chief Executive Officer	Director	Director	Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

	Note		Revenue reserves			Other Reserves		
		Share Capital	Accumulated losses	Retained earnings arising from business other than participating business attributable to the shareholders (Ledger Account D)	Money Ceded to Waqf Fund	Unrealised gain on available-for-sale financial instruments	Advance against equity (Note 13)	Total Equity
		--------(Rupees in '000)--------						
Balance as at January 1, 2025 (Audited)		1,501,720	(44,492)	(1,683,800)	500	5,502	730,000	509,430
Total comprehensive income for the period		-	24,398	-	-	-	-	24,398
Change in fair value of available for sale investments		-	-	-	-	419	-	419
Deficit for the period in statutory funds		-	(22,474)	22,474	-	-	-	-
Balance as at June 30, 2025 (Un-Audited)		1,501,720	(42,568)	(1,661,326)	500	5,921	730,000	534,247
Balance as at January 1, 2026 (Audited)		**1,501,720**	**(42,942)**	**(1,565,753)**	**500**	**-**	**730,000**	**623,525**
Total comprehensive income for the period		-	25,906	-	-	-	-	25,906
Change in fair value of available for sale investments		-	-	-	-	-	-	-
Deficit for the period in statutory funds		-	(33,445)	33,445	-	-	-	-
Balance as at June 30, 2026 (Un-audited)		**1,501,720**	**(50,481)**	**(1,532,308)**	**500**	**-**	**730,000**	**649,431**

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

Chief Financial Officer	Chief Executive Officer	Director	Director	Chairman

BDO

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

	Note	June 30, 2026	June 30, 2025
		-------(Rupees in '000)--------	
Operating Cashflows			
(a) Underwriting activities			
Insurance premium / contribution received		2,257,804	1,315,210
Reinsurance (payment) / recovery		(95,362)	-
Claims paid		(569,389)	(368,532)
Commission paid		(433,669)	(321,062)
Marketing and administrative expenses paid		(693,724)	(457,036)
Net cash generated from underwriting activities		465,660	168,580
(b) Other operating activities			
Income tax paid		(33,387)	(14,744)
Other operating payments		(23,381)	(19,153)
Gratuity paid		(383)	(1,861)
Other operating receipts		22,114	6,875
Net cash flow (used in) from other operating activities		(35,037)	(28,883)
Total cash generated from all operating activities		430,623	139,697
Investment activities			
Profit received		132,591	129,905
Dividend received		7,828	492
Payment for purchase of investments		(6,228,086)	(5,254,152)
Proceeds from disposal of investments		5,580,268	4,924,393
Addition to property and equipment		(11,844)	(5,684)
Proceeds from sale of property and equipment		1,106	326
Total cash flow (used in) from investing activities		(518,137)	(204,720)
Net decrease in cash and cash equivalents		(87,514)	(65,023)
Cash and cash equivalents at beginning of period		330,772	244,906
Cash and cash equivalents at end of period	12	243,258	179,883
Reconciliation to profit and loss account			
Operating cash flows		430,623	139,697
Depreciation expense on property and equipment		(6,179)	(4,056)
Depreciation on right of use asset		(7,271)	(6,891)
Profit on disposal of property and equipment		440	197
Net realised fair value gains/(losses) on financial assets		32,335	32,194
Dividend and other investment income		144,335	118,453
Increase in assets other than cash		97,274	(360,723)
(Increase)/ decrease in liabilities		(686,322)	105,318
Net fair value gain on financial assets at fair value		20,671	209
Profit after taxation for the period		25,906	24,398

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

BDO

Chief Financial Officer | Chief Executive Officer | Director | Director | Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

1. LEGAL, STATUS AND NATURE OF BUSINESS

1.1 Askari Life Assurance Company Limited (the Company) was incorporated in Pakistan on August 18, 1992 as a public limited company under the repealed Companies Ordinance, 1984 (replaced by Companies Act 2017). Its shares are quoted on Pakistan Stock Exchange. The Company commenced life insurance operations on February 22, 1993 after registration with Controller of Insurance on February 14, 1993. The address of its registered and principal office are 8th Floor, Army Welfare Trust, AWT Plaza, The Mall, Rawalpindi and 11th Floor, Emerald Tower, Plot No. G-19, Block 5, KDA Improvement Scheme No.5, Clifton, Karachi respectively. The major shareholding in the Company was taken over by Army Welfare Trust on October 27, 2017. Army Welfare Trust as a Holding Company holds 66.65% (December 2025: 66.65%) shares of the Company. The geographical locations other than stated above are as under:

Karachi Regional Development Centre: Showroom 4-5, Zubaida Garden Ground Floor, Near Awami Markaz, K.M.C.H.S Main Shahrah e Faisal, Karachi

Lahore Regional Development Center: Plot # 524, Block-15, Sector B-1, Quaid-e-Azam Town Scheme, College Road, Lahore.

Islamabad Regional Development Center: Office No. 401, 4th Floor, Gulistan Khan Plaza, A.K. Fazle Haq Road, Blue area, Islamabad

1.2 The Company is engaged in life insurance and window family takaful business including ordinary life business and accidental and health business.

In accordance with the requirement of Insurance Ordinance, 2000, the Company has established a Shareholder Fund and separate Statutory Funds in respect of each class of its life insurance business. The Statutory Funds established by the Company, in accordance with the advice of Appointed Actuary are as follow:

- Ordinary Life
- Universal Life
- Accidental and Health

Company's Board of Directors in its meeting held on October 24, 2018 approved the contribution of seed money of Rs. 50 million from shareholder's fund for the commencement of operation. The Window Takaful Operation is also approved by Securities and Exchange Commission of Pakistan (SECP) and Company has also established Individual Family Takaful and Group Family Takaful Funds.

Further, the company has sufficient assets in excess of the solvency margin required to be maintained under the Insurance Ordinance, 2000 and will be able to discharge its liabilities in the normal course of business.

- Individual Takaful Fund
- Group Family Takaful Fund

Subsequent to the reporting date, the company has received approval letter No. LRD/LD/046-Approvals/2026-407 dated July 23, 2026 from SECP regarding the transfer of Shareholding in the Company from Army Welfare Trust (the "Transferor") to Fauji Foundation (the "Acquirer") as required under Section 67 of the Insurance Ordinance, 2000 and SRO 447(I)/2024, subject to the following conditions:

- The approval for transfer of shareholding in the Company is to the extent of 51% shareholding in the Company subject to the agreement between the Acquirer and the Transferor, and subject to obtaining all necessary approvals and authorizations (internal or external) required under the laws applicable to the Acquirer and the Transferor.

- Any further acquisition or transfer of shareholding in the Company will be subject to separate applications as per applicable regulatory framework.

2 BASIS FOR PRESENTATION AND STATEMENT OF COMPLIANCE

2.1 Statement of compliance

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

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

In case requirements differ, the provisions, directives and notifications issued under the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and Islamic Financial Accounting Standards (IFAS), shall prevail.

As required by Circular 15 of 2019 dated November 18, 2019 issued by the Securities & Exchange Commission of Pakistan (SECP), the Company has prepared and annexed to these condensed interim financial statements, a separate set of condensed interim financial statements for Window Takaful Operations of the Company, as if these are carried out by a standalone Takaful Operator.

2.2 APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS TO ACCOUNTING AND REPORTING STANDARDS AS APPLICABLE IN PAKISTAN

2.2.1 New accounting standards, amendments and IFRS interpretations that are effective for the period ended June 30, 2026

The following standards, amendments and interpretations are effective for the year ended June 30, 2026. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the financial statements other than certain additional disclosures.

	Effective date (periods beginning on or after)
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability	January 01, 2025

The IASB issued Disclosures about Uncertainties in the Financial Statements - Illustrative examples, which amended multiple IFRS Accounting Standards to include illustrative examples demonstrating how companies can apply IFRS Accounting Standards when reporting the effects of uncertainties in their financial statements.

2.2.2 New standards and amendments to existing accounting and reporting standards that are not yet effective

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's financial statements other than certain additional disclosures.

	Effective date (periods beginning on or after)
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Amendments regarding translations to a hyperinflationary presentation currency	January 01, 2027
Amendments to IAS 28 'Investments in Associates' - Amendments to the Fair Value Option for Investments in Associates and Joint Ventures	January 01, 2027
IFRS 17 Insurance Contracts	January 01, 2027
IFRS 18 Presentation and Disclosures in Financial Statements	January 01, 2027

Certain annual improvements have also been made to a number of IFRSs and IASs.

IFRS 1 'First-time Adoption of International Financial Reporting Standards' has been issued by IASB effective from July 01, 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP).

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2027.

IFRS 17 provides comprehensive principles for the recognition, measurement, presentation and disclosure of insurance contracts issued and reinsurance contracts held.

The adoption of IFRS 17 has resulted in significant changes to the presentation of the financial statements. Previous line items such as gross and net written premiums, changes in unearned premium reserves and insurance claims have been replaced by insurance revenue, insurance service expenses, income or expenses from reinsurance contracts held and insurance finance income or expenses. The Company provides qualitative and quantitative disclosures regarding significant judgements and amounts recognised from insurance contracts issued and reinsurance contracts held, with detailed changes in accounting policies and their impact disclosed in the relevant notes to the financial statements.

IFRS 09 - 'Financial Instruments' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2018. However SECP has notified the timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2027. IFRS 09 establishes requirements for classification and measurement of financial assets and liabilities, impairment and hedge accounting, and replaces the incurred loss model under IAS 39 with a forward-looking Expected Credit Loss (ECL) model. The determination of ECL involves significant judgement and estimation uncertainty, particularly in relation to;

- Selection of appropriate ECL modelling methodology and assumptions;
- Determination and weighting of forward-looking scenarios;
- Assessment of credit losses under identified scenarios; and
- Criteria for determining a significant increase in credit risk.

IFRS 20 'Regulatory Assets and Regulatory Liabilities' has been issued by IASB effective from January 01, 2029. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP).

IFRS 18 Presentation and Disclosure in Financial Statements, which was issued by the IASB in April 2024 supersedes IAS 1 and will result in major consequential amendments to IFRS Accounting Standards including IAS 8 Basis of Preparation of Financial Statements (renamed from Accounting Policies, Changes in Accounting Estimates and Errors). Even though IFRS 18 will not have any effect on the recognition and measurement of items in the financial statements, it is expected to have a significant effect on the presentation and disclosure of certain items. These changes include categorisation and sub-totals in the statement of profit or loss, aggregation/disaggregation and labelling of information, and disclosure of management-defined performance measures.

3 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except investments held for trading that have been measured at fair value and the Company’s liability under defined benefit plan is determined based on present value of defined benefit obligation less fair value of plan assets.

4 FUNCTIONAL AND PRESENTATION CURRENCY

These financial statements are presented in Pakistan Rupees (rounded upto thousand) which is the Company's functional and presentation currency.

5 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and methods of computation applied in the preparation of these condensed interim financial statements are the same as those applied in preparation of the annual financial statements of the Company as at and for the year ended December 31, 2025.

6 SIGNIFICANT ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

The preparation of financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires management to exercise judgment in application of its accounting policies. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods. The accounting estimates and judgements made by the management in the preparation of these condensed interim financial statements are same as those applied in the Company's annual financial statements as at and for the year ended December 31, 2025.

	June 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
	--------Rupees in '000--------	
7 PROPERTY AND EQUIPMENT		
Operating fixed assets	29,653	24,655

	June 30, 2026 (Un-Audited)		December 31, 2025 (Audited)	
	Addition	Disposal at NBV	Addition	Disposal at NBV
	------------------------Rupees in '000 --------------------------			
Furniture & fixture	4,255	65	732	447
Office equipment	1,947	275	711	91
Computer and accessories	5,044	194	4,241	1,526
Vehicles	-	1,027	-	-
Lease improvements	598	-	-	-
	11,844	1,561	5,684	2,064

8 INVESTMENTS IN EQUITY SECURITIES

At fair value through profit or loss

	June 30, 2026 (Un-Audited)			December 31, 2025 (Audited)		
	---Rupees in '000---					
	Cost	Impairment/ provision	Carrying Value	Cost	Impairment/ provision	Carrying Value
Listed shares	478,936	-	500,038	286,852	-	311,139
	478,936	-	500,038	286,852	-	311,139

9 INVESTMENTS IN GOVERNMENT SECURITIES

	June 30, 2026 (Un-Audited)					December 31, 2025 (Audited)	
	Maturity Date	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value	Effective Yield (%)	Carrying Value
	---------- Rupees in '000 ----------						
Held to Maturity							
10 year Pakistan Investment Bonds	21-Apr-26	-	-	on Maturity	-	9.19%	9,987
10 year Pakistan Investment Bonds	21-Apr-26	-	-	on Maturity	-	8.07%	22,545
10 year Pakistan Investment Bonds	21-Feb-29	11.12%	39,200	on Maturity	39,280	11.48%	39,292
10 year Pakistan Investment Bonds	09-Dec-30	11.43%	42,200	on Maturity	41,142	11.00%	41,041
01 Month Treasury Bills	22-Jan-26	-	-	on Maturity	-	10.34%	68,076
01 Month Treasury Bills	23-Jul-26	11.40%	45,525	on Maturity	45,200	-	-
03 Months Treasury Bills	09-Jul-26	11.43%	41,100	on Maturity	40,985	-	-
03 Months Treasury Bills	11-Sep-26	11.70%	31,800	on Maturity	31,014	-	-
06 Months Treasury Bills	19-Feb-26	-	-	on Maturity	-	11.00%	215,597
06 Months Treasury Bills	11-Jun-26	10.92%	-	on Maturity	-	10.92%	167,078
06 Months Treasury Bills	24-Dec-26	11.72%	15,000	on Maturity	14,193	-	-
01 Year Treasury Bills	05-Mar-26	11.55%	-	on Maturity	-	11.55%	215,603
01 Year Treasury Bills	02-Apr-26	11.90%	-	on Maturity	-	11.90%	120,293
01 Year Treasury Bills	04-Mar-27	10.91%	237,500	on Maturity	221,165	-	-
01 Year Treasury Bills	10-Jun-27	12.91%	217,800	on Maturity	194,117	-	-
01 Year Treasury Bills	09-Jul-26	10.75%	60,060	on Maturity	59,901	10.75%	56,877
01 Year Treasury Bills	01-Apr-27	11.64%	135,200	on Maturity	124,296	-	-
1 Year GOP Sukuks	06-Mar-26	-	-	on Maturity	-	11.00%	73,559
1 Year GOP Sukuks	29-May-26	-	-	on Maturity	-	10.25%	95,984
1 Year GOP Sukuks	25-Jun-26	-	-	on Maturity	-	10.45%	176,125
1 Year GOP Sukuks	20-Aug-26	10.50%	5	on Maturity	5	10.50%	5
1 Year GOP Sukuks	20-May-27	12.49%	102,000	on Maturity	91,822	-	-
1 Year GOP Sukuks	10-Jun-27	12.89%	144,000	on Maturity	128,361	-	-
1 Year GOP Sukuks	23-Jun-27	11.69%	157,800	on Maturity	141,571	-	-
1 Year GOP Sukuks	15-Apr-27	11.55%	218,000	on Maturity	199,734	-	-
1 Year GOP Sukuks	15-Apr-27	11.78%	44,000	on Maturity	40,246	-	-
1 Year GOP Sukuks	29-Apr-27	12.00%	42,000	on Maturity	38,195	-	-
1 Year GOP Sukuks	13-May-27	12.50%	38,000	on Maturity	34,278	-	-

	June 30, 2026 (Un-Audited)					December 31, 2025 (Audited)	
	Maturity Date	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value	Effective Yield (%)	Carrying Value
	---------- Rupees in '000 ----------						
1 Year GOP Sukuks	13-Nov-26	10.50%	110,000	on Maturity	105,862	10.50%	100,815
1 Year GOP Sukuks	29-Sep-26	10.43%	21,500	on Maturity	20,955	10.43%	19,949
1 Year GOP Sukuks	21-Jan-27	9.47%	55,000	on Maturity	52,223	-	-
1 Year GOP Sukuks	14-Oct-26	10.65%	75,000	on Maturity	72,749	-	-
1 Year GOP Sukuks	20-Aug-26	11.04%	60,500	on Maturity	59,581	-	-
1 Year GOP Sukuks	23-Jul-26	11.49%	15,000	on Maturity	14,892		
3 Years GOP Sukuks	21-Oct-27	10.31%	45,000	on Maturity	45,156	10.31%	45,216
3 Years GOP Sukuks	26-Jun-26	-	-	on Maturity	-	10.80%	9,319
3 Years GOP Sukuks	28-Jun-27	10.23%	11,000	on Maturity	10,993	10.23%	10,989
3 Years GOP Sukuks	22-Jan-29	9.63%	50,000	on Maturity	49,994	-	-
5 Years GOP Sukuks	06-Oct-26	10.72%	114,200	on Maturity	114,144	10.72%	114,239
5 Years GOP Sukuks	29-Oct-26	10.77%	69,200	on Maturity	69,165	10.77%	69,204
5 Years GOP Sukuks	15-Dec-26	10.60%	116,800	on Maturity	117,185	10.60%	117,620
5 Years GOP Sukuks	30-May-30	10.46%	62,500	on Maturity	62,485	10.46%	62,488
5 Years GOP Sukuks	30-May-30	10.56%	62,500	on Maturity	62,504	10.56%	62,509
5 Years GOP Sukuks	10-Dec-26	10.48%	250,000	on Maturity	238,823	9.85%	227,527
5 Years GOP Sukuks	21-Oct-29	10.35%	17,000	on Maturity	17,053	10.35%	17,060
5 Years GOP Sukuks	30-Sep-30	10.90%	16,000	on Maturity	16,125	10.90%	16,136
10 Years GOP Sukuks	11-Dec-35	10.68%	125,000	on Maturity	124,984	10.68%	124,984
10 Years GOP Sukuks	09-Jan-35	10.40%	125,000	on Maturity	126,644	10.40%	126,704
10 Years GOP Sukuks	16-Apr-36	11.76%	33,000	on Maturity	32,914	-	-
			3,045,390		2,899,936		2,426,821

10 INVESTMENTS IN DEBT SECURITIES

	June 30, 2026 (Un-Audited)					December 31, 2025 (Audited)	
	Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value	Effective Yield (%)	Carrying Value
	---------- Rupees in '000 ----------						
Held to Maturity							
Corporate Sukuks (Mughal and Iron Steels)	17-Aug-26	12.46%	1,667	on Maturity	1,667	12.46%	5,000

11 INVESTMENTS IN OPEN ENDED MUTUAL FUNDS

At fair value through profit and loss

	June 30, 2026 (Un-Audited)			December 31, 2025 (Audited)		
	Cost	Impairment/ provision	Carrying Value	Cost	Impairment/ provision	Carrying Value
	---------------------------------- Rupees in '000 ----------------------------------					
Related Parties						
Mutual Funds	189,198	-	189,198	156,354	-	156,567
Others						
Mutual Funds	694,974	-	696,670	680,277	-	685,031
	884,172	-	885,868	836,631	-	841,598

		Note	June 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
			------- Rupees in '000 -------	

12 CASH AND BANK

Cash and Stamps		
- cash in hand	1,173	872
- stamps in hand	1,397	2,033
Cash at bank		
- current account	110,816	240,772
- saving account	129,872	87,095
	243,258	330,772

12.1 These carry mark-up ranging from 2% to 10% per annum (2025: 4.8% to 10% per annum).

13 ADVANCE AGAINST EQUITY

This represents the amount received from Army Welfare Trust ("the Holding Company") against future issuance of right shares. Accordingly, the same has been classified as advance against equity.

14 INSURANCE LIABILITIES

	Note	June 30, 2026	December 31, 2025
Reported outstanding claims (including claims in payment)	14.1	166,989	136,382
Incurred but not reported claims (IBNR)	14.2	58,462	29,522
Investment component of account value policies / certificates	14.3	3,316,953	2,575,652
Liabilities under individual conventional insurance /takaful contracts	14.4	34,363	5,322
Liabilities under group insurance / group family takaful contracts (other than investment linked)	14.5	2,017	14,641
Other insurance / family takaful	14.6	55,790	91,570
		3,467,585	2,716,707
		3,634,574	2,853,089

14.1 Reported outstanding claims

	June 30, 2026	December 31, 2025
Gross of Reinsurance /Re takaful		
Payable within one year	400,695	284,317
Payable over a period of time exceeding one year	24,211	36,514
	424,906	320,831
Recoverable from Reinsurance / Re takaful		
Receivable within one year	(234,664)	(148,479)
Receivable over a period of time exceeding one year	(23,253)	(35,970)
	(257,917)	(184,449)
Net reported outstanding claims	166,989	136,382

	June 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
	------- Rupees in '000 -------	

14.2 Incurred but not reported claims

Gross of reinsurance	178,900	122,784
Reinsurance recoveries	(120,438)	(93,262)
Net of reinsurance	58,462	29,522

14.3 Investment component of universal life and account value policies / certificates

Investment component of account value policies	3,316,953	2,575,652

14.4 Liabilities under individual conventional insurance / takaful contracts

Gross of reinsurance	34,829	7,158
Reinsurance credit	(466)	(1,836)
Net of reinsurance	34,363	5,322

14.5 Liabilities under group insurance / group family takaful contracts (other than investment linked)

Gross of reinsurance	10,812	101,949
Reinsurance credit	(8,795)	(87,308)
Net of reinsurance	2,017	14,641

14.6 Other insurance liabilities

Gross of reinsurance	59,638	93,155
Reinsurance recoveries	(3,848)	(1,585)
	55,790	91,570

15 CONTINGENCIES AND COMMITMENTS

15.1 Contingencies

Except for the matter described below, there were no material changes in the status of contingencies as reported in the annual financial statements as at and for the year ended December 31, 2025.

15.1.1 With effect from November 1, 2018, the Punjab Revenue Authority (PRA), withdrew the exemption on both, life and health insurance, and subjected the same to the levy of Punjab Sales Tax (PST). Similarly, SRB through notification no. SRB-3-4/17/2021 dated June 30, 2021 has revoked its previous exemption of life insurance, granted through SRB-3-4/5/2019 dated May 8, 2019, which is now taxable at a rate of 15%.

The Company, along with other life insurance industry players, based on the advice of its tax consultants filed petitions in the High Courts of Lahore and Sindh, challenging the levy of Punjab Sales Tax (PST) and Sindh Sales Tax (SST) on life insurance in Punjab and Sindh. The petitions were filed on the strength of legal advice that:

- 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 an event, specified in the terms of contract or policy;

- 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 any tax in relation to insurance business; and

- Without prejudice to the main contentions as stated above, even otherwise, the legal advisors had expressed a further illegality that there is a critical flaw in the context of the manner in which the entire premium payment has been charged to the levy of provincial sales tax. Even the component of the premium which is to form part of a policyholder's investment account is subjected to the levy.

Later on, in January 2025, the case was decided by High Court of Sindh, the court in the judgement dated January 14, 2025 dismissed the petition on grounds that petition should first seek recourse before the statutory hierarchy.

The Company along with other life insurance industry players, are in process to file a petition in Supreme Court of Pakistan against the order and believes that since petition earlier filed challenging the veracity of law, the question that has neither discussed nor decided in the impugned order of the High Court of Sindh, and such, can be filed with higher appellate forum.

During the year 2026, the Sindh Revenue Board (SRB) issued Notification No. SRB-3-4/21/2026 dated June 29, 2026, has granted an exemption from the principal amount of Sindh sales tax, together with the related surcharge and penalty, in respect of Life Insurance services for the tax period July 2019 to June 2026, subject to the following conditions:

- The amount payable under the revised computation is truly declared and deposited into the Sindh Government Treasury on or before December 31, 2026;

- No adjustment or carry forward of input tax shall be admissible against the tax payable under

- No refund shall be admissible in respect of any tax already paid in excess of the amount determined under the said notification; and

- The benefit of the notification shall be contingent upon the withdrawal of all litigation relating to insurance and reinsurance services, including Group Health Insurance services, pending before various courts of law.

In accordance with the agreed settlement, the total Sindh sales tax liability for the period from July 1, 2019 to June 30, 2026 was determined at Rs. 6.19 million and same has been recorded. The Company has paid Rs. 2.03 million being 1/3 of liability so worked out on June 30, 2026, however the compliance of above stated conditions have not yet been made up to June 30, 2026.

Petition filed in High Court of Lahore is pending adjudication as at the reporting date. Furthermore, Khyber Pakhtunkhwa Revenue Authority (KPRA) through Khyber Pakhtunkhwa Finance Act, 2021 has imposed sales tax on life insurance at the rate of 15%, from July 1, 2021, which was previously exempt, for the reason of economic documentation. The matter has been taken up by the IAP with PRA and KPRA explaining that 'Insurance' is a Federal subject, hence law in respect of insurance should not be made by the province.

Based on the legal opinion obtained the Company considers that it has a reasonably strong case on the merits in the Constitutional petition and the writ petition filed in the High Courts. In view of the above the Company has not started billing or withholding sales tax to its customers. The amount of sales tax liability pertaing to PRA and KPK is around Rs. 150.4 million (2025: Rs.144.9 million) computed on the basis of risk based premium excluding the investment amount allocated to investment linked policies. The management contends that in case the administrative efforts fail, the amount will be charged to the policyholders.

15.1.2 During the year 2019, SECP conducted an anti-money laundering audit of the Company, pursuant to which a penalty of Rs. 400,000 was imposed vide Order No. ID/Enf/EWLA/2017-297 dated March 24, 2020, for non-compliance identified during the audit. The Company filed an appeal before the Appellate Bench of SECP. No provision was recognised in these financial statements in respect of this matter, as the management, based on the advice of its legal counsel, was of the view that any unfavourable outcome was not expected.

The hearing of the appeal was held on March 12, 2026, at which the Company's legal counsel presented arguments before the Appellate Bench. Subsequently, the Appellate Bench, vide its order dated April 16, 2026, set aside the penalty of Rs. 400,000.

15.2 Commitments

	June 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
	------- Rupees in '000 -------	
Ijarah commitments		
Not later than one year	77,216	58,132
Later than one year and not later than five years	185,375	140,691
	262,591	198,823

	Six months period ended June 30, 2026 (Un-Audited)	June 30, 2025 (Un-Audited)
	------------ Rupees in '000 ------------	

16 NET PREMIUM / CONTRIBUTION REVENUE

	June 30, 2026	June 30, 2025
Gross Premiums / Contributions revenue		
Regular Premium / Contributions Individual Policies*		
- First year	854,382	346,101
- Second year renewal	280,079	153,808
- Subsequent year renewal	319,808	243,310
Single premium / Contribution individual policies	602,545	383,235
Group policies without cash value	219,190	223,190
Total Gross Premiums / Contribution	2,276,004	1,349,644
Less: Reinsurance Premium / Contribution Ceded		
On individual life first year business	4,698	4,923
On individual life second year business	1,500	1,892
On individual life renewal business	1,827	2,595
On group policies	167,346	158,125
Less : Reinsurance commission on risk premium	(3)	(4)
Total Reinsurance Premium / Contribution Ceded	175,368	167,531
Net Premium / Contribution Revenue	2,100,636	1,182,113

*Individual policies are those underwritten on an individual basis, and include joint life policies underwritten as such.

17 INVESTMENT INCOME

	June 30, 2026	June 30, 2025
Income from equity securities		
At fair value through profit or loss		
-Dividend income	7,828	492
Income from debt securities		
Held to Maturity		
-Return on government securities	127,149	111,874
-Return on private sukuks	204	-
	135,181	112,366

	Six months period ended June 30, 2026 (Un-Audited)	June 30, 2025 (Un-Audited)
	------------ Rupees in '000 ------------	
18 NET REALISED FAIR VALUE GAINS ON FINANCIAL ASSETS		
At fair value through profit or loss		
Realised gain/(loss) on:		
Equity securities	(11,747)	-
Mutual funds	44,082	32,194
Total	32,335	32,194
19 NET UNREALIZED FAIR VALUE GAINS/ LOSSES ON FINANCIAL ASSETS HELD FOR TRADING		
Net unrealised gain on investment		
Held for trading	22,798	-
Reversal in value of available		
for sale investments	-	209
Less: Investment related expenses	(2,127)	-
	20,671	209
20 OTHER INCOME		
Return on bank balances	9,108	6,087
Gain on sale of property and equipment	440	197
Miscellaneous	46	-
	9,594	6,284
21 NET INSURANCE BENEFITS		
Gross Claims		
Claims under individual policies		
by death	18,579	36,362
by maturity	7,780	7,662
by surrender	338,013	175,021
Total gross individual policy claims	364,372	219,045
Claims under group policies		
by death	293,834	226,889
by insured event other than death	15,257	3,856
Total gross group policy claims	309,091	230,745
Total gross claims	673,463	449,790
Less: Reinsurance recoveries		

	Six months period ended June 30, 2026 (Un-Audited)	June 30, 2025 (Un-Audited)
	------------ Rupees in '000	------------
On Individual life claims	(7,203)	(24,199)
On Group life claims	(271,172)	(202,743)
Total reinsurance recoveries	(278,375)	(226,942)
Net insurance benefit expense	395,088	222,848

22 ACQUISITION EXPENSES

Remuneration to insurance intermediaries on individual policies:		
Commission to agent on first year premiums	357,370	216,947
Commission to agent on second year premiums	31,455	17,455
Commission to agent on subsequent renewal premiums	10,557	7,875
Commission to agent on single premium/contribution	12,100	11,520
	411,482	253,797
Remuneration to insurance intermediaries on group policies:		
Commission	21,350	23,615
Other acquisition costs		
Employee benefit cost	256,478	151,628
Advertisements and sales promotion	68,404	40,846
Vehicle running expenses	20,283	7,803
Depreciation on property and equipment	2,817	1,366
Repair and maintenance	1,442	1,515
Travel and conveyance	5,078	2,634
Electricity, gas and water	2,574	2,121
Ijara rental	5,722	3,485
Postage, telegrams and telephone	4,008	2,298
Entertainment	1,400	1,012
Policy stamps	9,425	4,350
Rent, rates and taxes	9,132	6,085
Printing and stationery	1,054	724
Insurance	2,301	1,908
Legal and professional charges	622	-
Bank charges	800	385
Miscellaneous	-	152
	391,540	228,312
	824,372	505,724

	Six months period ended	
	June 30, 2026 (Un-Audited)	June 30, 2025 (Un-Audited)
	------------ Rupees in '000 ------------	

23 MARKETING AND ADMINISTRATION EXPENSES

Employee benefit cost	174,212	126,465
Advertisements and sales promotion	10,225	9,841
Depreciation on right of use assets	7,271	6,891
Vehicle running expenses	19,902	13,110
Travel and conveyance	3,502	2,630
Repair and maintenance	14,824	14,525
Depreciation on property and equipment	3,362	2,690
Postage, telegrams and telephone	11,173	8,125
Printing and stationery	6,270	4,197
Finance charges on lease liability against right of use asset	946	2,364
Entertainment	3,047	2,420
Ijara rental	9,382	8,326
Rent, rates and taxes	1,807	-
Electricity, gas and water	2,314	1,977
Insurance	10,409	4,517
Fees, subscription and periodicals	533	347
Miscellaneous	1,250	731
Bank charges	655	151
Annual supervision fee SECP	1,076	2,581
	282,160	211,888

24 OTHER EXPENSES

Legal and professional charges	8,070	9,774
Sindh sales tax on insurance (SRB)	6,187	-
Appointed actuary fees	2,278	2,276
Auditors' remuneration	1,284	612
Shariah advisor fee	1,825	1,587
Director fee	169	284
	19,813	14,533

25 SEGMENTAL INFORMATION

25.1 Revenue Account by Statutory Fund

For the six months period ended June 30, 2026	Ordinary Life	Universal Life	Accident & health business	Individual Family Takaful	Group Family Takaful	Total
	Statutory funds					
	Rs in '000'					
Income						
Premium / Contributions less reinsurances	33,070	298,828	-	1,749,693	19,045	2,100,636
Net investment income	4,548	54,644	726	121,548	3,048	184,514
Total net income	37,618	353,472	726	1,871,241	22,093	2,285,150
Insurance benefits and expenditure						
Insurance benefits including bonuses, net of reinsurance recoveries	24,741	61,021	-	295,601	13,725	395,088
Management expenses less recoveries	48,436	185,514	-	848,813	22,975	1,105,738
Total insurance benefits and expenditure	73,177	246,535	-	1,144,414	36,700	1,500,826
(Deficit)/ surplus of income over claims and expenditure	(35,559)	106,937	726	726,827	(14,607)	784,324
Add: Policyholders' liabilities at beginning of the period	27,834	744,221	-	1,935,722	8,930	2,716,707
Less: Policyholders' liabilities at end of the period	23,110	812,313	-	2,623,642	8,521	3,467,586
(Deficit)/surplus	(30,835)	38,845	726	38,907	(14,198)	33,445
Movement in policyholders' liabilities	(4,724)	68,092	-	687,920	(409)	750,879
Transfers from shareholders' fund						
- Capital contributions from shareholders' fund	-	-	-	-	12,000	12,000
- Capital returned to shareholders' fund	-	-	(13,000)	-	-	(13,000)
Balance of statutory fund at beginning of the period	80,833	783,011	13,573	2,169,875	15,721	3,063,013
Balance of statutory fund at end of the period	45,274	889,948	1,299	2,896,702	13,114	3,846,337

For the six months period ended June 30, 2025	Statutory funds					
	Ordinary Life	Universal Life	Accident & health business	Individual Family Takaful Contracts	Group Family Takaful	Total
	------------------------------- Rs in '000' ---------------------------					
Income						
Premium / Contribution reinsurances	50,197	154,504	-	961,986	15,426	1,182,113
Net investment income	12,262	43,796	760	73,494	2,268	132,580
Total net income	62,459	198,300	760	1,035,480	17,694	1,314,693
Claims and expenditure						
Claims, including bonuses, net of reinsurance recoveries	16,202	58,552	-	136,294	11,800	222,848
Management expenses less recoveries	53,346	82,374	-	561,904	18,680	716,304
Total claims and expenditure	69,548	140,926	-	698,198	30,480	939,152
(Deficit)/surplus of income over claims and expenditure	(7,089)	57,374	760	337,282	(12,786)	375,541
Add: Policyholders' liabilities at beginning of the period	22,094	655,288	-	1,012,096	8,086	1,697,564
Less: Policyholders' liabilities at end of the period	19,714	646,573	-	1,380,039	4,305	2,050,631
Surplus/ (Deficit)	(4,709)	66,089	760	(30,661)	(9,005)	22,474
Movement in policyholders' liabilities	(2,380)	(8,715)	-	367,943	(3,781)	353,067
Transfers from shareholders' fund						
- Capital contributions from shareholders' fund	-	-	-	-	17,000	17,000
Balance of statutory fund at beginning of the period	79,692	655,737	12,121	1,138,226	14,247	1,900,023
Balance of statutory fund at end of the period	72,603	713,111	12,881	1,475,508	18,461	2,292,564

26 Segment statement of financial position

	June 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	Shareholders' fund	Statutory funds	Total	Shareholders' fund	Statutory funds	Total
Property and equipment	29,653	-	29,653	24,655	-	24,655
Right of use assets	7,285	-	7,285	14,556	-	14,556
Investments	199,365	4,088,144	4,287,509	248,763	3,335,795	3,584,558
Loans secured against life insurance policies	-	5,062	5,062	-	5,114	5,114
Insurance / reinsurance receivables	-	85,136	85,136	-	137,314	137,314
Other loans and receivables	85,712	35,446	121,158	65,793	29,759	95,552
Taxation - payments less provision	116,175	29,455	145,630	112,444	-	112,444
Prepayments	4,966	21,368	26,334	7,302	-	7,302
Cash & Bank	11,969	231,289	243,258	9,151	321,621	330,772
Interfund balances	42,666	(42,666)	-	-	-	-
Total assets	497,791	4,453,234	4,951,025	482,664	3,829,603	4,312,267
Insurance liabilities net of reinsurance recoveries	-	3,634,574	3,634,574	-	2,853,089	2,853,089
Retirement benefit obligations	124,986	-	124,986	107,501	-	107,501
Premium received in advance	-	269,710	269,710	-	325,706	325,706
Insurance / reinsurance payables	-	87,199	87,199	-	226,483	226,483
Other creditors and accruals	96,689	82,998	179,687	83,164	78,019	161,183
Lease liability against right of use assets	5,438	-	5,438	14,780	-	14,780
Total Liabilities	227,113	4,074,481	4,301,594	205,445	3,483,297	3,688,742

27 FAIR VALUE MEASUREMENT OF FINANCIAL INSTRUMENTS

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

Level 1 - Quoted (unadjusted) market prices in active markets for identical assets or liabilities,

Level 2 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable, and

Level 3 - Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

Following are the assets which are either measured at fair value or where fair value is only disclosed and is different from their carrying value:

	Level 1	Level 2	Level 3	Total
June 30, 2026	-----------------Rupees in '000-----------------			
Listed securities	500,038	-	-	500,038
Open end mutual funds	885,868	-	-	885,868
	1,385,906	-	-	1,385,906
December 31, 2025				
Listed securities	311,139	-	-	311,139
Open end mutual funds	841,598	-	-	841,598
	1,152,737	-	-	1,152,737

27.1 The Company has not disclosed the fair values of other financial assets and financial liabilities, as these are either short term in nature or repriced periodically. Therefore, their carrying amounts are a reasonable approximation of their values.

28 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

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

28.1 Transactions during the period.

Relationship	Transactions	June 30, 2026 (Un-Audited)	June 30, 2025 (Un-Audited)
		----- (Rupees in '000) ----	
Holding company	Premium revenue	-	101
Holding company	Insurance benefits	1,550	227
Associated undertaking	Premium revenue	5,763	10,478
Associated undertaking	Insurance benefits	9,044	10,116
Associated undertaking	Expenses and acquisition cost	15,046	8,321
Key Management Personnel	Remuneration	66,498	49,460
Gratuity Fund	Expenses	17,869	14,326
Directors	Fee	169	284
Holding Company			
Army Welfare Trust	Due from insurance contract holders	519	2,423
Army Welfare Trust	Advance against equity	730,000	730,000
Associated undertakings			
Askari Guards Limited	Due from insurance contract holders	330	3,555
Askari Fuels	Due from insurance contract holders	523	628
Askari Development Holding Pvt Limited	Due from insurance contract holders	-	541
Askari Chartered Aviation Services (ACS)	Due from insurance contract holders	2	108
Fauji Security Services	Due from insurance contract holders	-	7,066
MEDASK	Due from insurance contract holders	59	59
Real Estate	Due from insurance contract holders	-	1,360
Blue Lagoon	Due from insurance contract holders	-	304
AWT Housing Scheme Karachi	Due from insurance contract holders	2	2
Askari Lagoon	Due from insurance contract holders	28	28
AWT Plaza	Due from insurance contract holders	391	391
Army Welfare Sugar Mills	Due from insurance contract holders	-	2,075
Askari Travel & Tour	Due from insurance contract holders	-	224
Askari Service Travels	Due from insurance contract holders	98	-
Askari Farms & Seeds	Due from insurance contract holders	-	369
Jolidays	Due from insurance contract holders	37	-
Askari Enterprises	Due from insurance contract holders	-	146
Askari Flying Academy	Due from insurance contract holders	14	160
Askari Shoes	Due from insurance contract holders	-	1,045
Askari General Insurance Company Limited	Due to insurance contract holders	668	668
AWT Housing Scheme - Lahore	Due to insurance contract holders	1	1

Related Party	Balances	June 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
		----- (Rupees in '000) ----	
MAL Pakistan Limited		10	10
Askari Woolen Mills	Due to insurance contract holders	-	2
Askari Shoes	Due to insurance contract holders	1	-
Products	Due to insurance contract holders	19	-
Askari Enterprises	Due to insurance contract holders	5	-
Askari Real Estate	Due to insurance contract holders	21	-
Fauji Securities (Pvt) Ltd	Due to insurance contract holders	544	-
Askari Travel and Tours	Due to insurance contract holders	77	-
Askari Guards Limited	Outstanding claims	6,340	1,296
Fauji Security Services	Outstanding claims	5,600	6,600
Army Welfare Sugar Mills	Outstanding claims	2,400	2,400
Askari Fuels	Outstanding claims	150	150
Askari General Insurance Company Limited	Outstanding claims	-	1,650
Askari Real Estate	Outstanding claims	3,200	150
Askari Travel & Tours	Accrued expenses	-	376
Askari General Insurance Company Limited	Accrued expenses	-	187
Advance to staff	Chief Operating Officer	333	583
Gratuity payable to staff	Staff retirement benefits	116,436	107,501
AWT Investments	Mutual Funds	189,198	156,567

29 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements of the Company for the year ended December 31, 2025. Therefore, these condensed interim financial statements do not include all the financial risks, management information and disclosures.

30 GENERAL

Figures have been rounded off to the nearest thousand.

31 CORRESPONDING FIGURE

Corresponding figures have been re-arranged and re-classified, wherever necessary. However, there were no material reclassifications made during the period.

32 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Company on 24-08-2026.

BDO

Chief Financial Officer	**Chief Executive Officer**	**Director**	**Director**	**Chairman**

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ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM FINANCIAL STATEMENTS
(WINDOW TAKAFUL OPERATION)
FOR THE SIX MONTHS PERIOD ENDED JUNE 30, 2026

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION - WINDOW TAKAFUL OPERATIONS (UN-AUDITED / UN-REVIEWED)
AS AT JUNE 30, 2026

	Note	June 30, 2026			December 31, 2025
		Opertors' Sub Fund	Participants Fund	Total	Total
		-----------(Rupees in '000)-----------			
ASSETS					
Investments					
Listed Securities	7	-	437,265	437,265	311,139
Government securities	8	295,204	1,504,774	1,799,978	1,173,847
Debt securities	9	-	1,667	1,667	5,000
Mutual funds	10	-	845,608	845,608	817,645
Other loans and receivables		6,409	13,207	19,616	14,935
Taxation - payments less provision		1,847	14,577	16,424	-
Prepayments		17,132	-	17,132	-
Cash and bank	11	8,759	140,805	149,564	261,146
TOTAL ASSETS		329,351	2,957,903	3,287,254	2,583,712
EQUITY AND LIABILITIES					
CAPITAL AND RESERVES ATTRIBUTABLE TO COMPANY'S EQUITY HOLDERS					
Share capital		-	-	-	-
Money ceded to Waqf Fund		-	500	500	500
Retained earnings arising from business other than participating business attributable to the shareholders (Ledger Account D)		(363,147)	-	(363,147)	(387,856)
Capital contribution from Shareholders		640,300	-	640,300	628,300
TOTAL EQUITY		277,153	500	277,653	240,944
LIABILITIES					
Takaful liabilities	12	-	2,667,667	2,667,667	1,966,080
Contribution received in advance		-	216,656	216,656	280,889
Takaful / Re Takaful payables		-	68,591	68,591	40,608
Other creditors and accruals		52,198	4,489	56,687	55,191
TOTAL LIABILITIES		52,198	2,957,403	3,009,601	2,342,768
TOTAL EQUITY AND LIABILITIES		329,351	2,957,903	3,287,254	2,583,712
CONTINGENCIES AND COMMITMENTS	13				

The annexed notes from 1 to 28 form an integral part of these financial statements.

Chief Financial Officer	Chief Executive Officer	Director	Director	Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT -
WINDOW TAKAFUL OPERATIONS (UN-AUDITED / UN-REVIEWED)
FOR SIX MONTHS PERIOD ENDED JUNE 30, 2026

		Half year ended June 30, 2026			Half year ended June 30, 2025			Quarter ended June 30, 2026			Quarter ended June 30, 2025		
		Opertors' Sub Fund	Prticipant's Fund	Aggregate	Opertors' Sub Fund	Prticipant's Fund	Aggregate	Opertors' Sub Fund	Prticipant's Fund	Aggregate	Opertors' Sub Fund	Prticipant's Fund	Aggregate
	Note	(Rupees in '000)											
Contribution Revenue		566,396	1,268,277	1,834,673	299,930	735,055	1,034,985	254,850	583,221	838,071	132,066	325,733	457,799
Contribution Re takaful		-	(65,935)	(65,935)	-	(57,573)	(57,573)	-	(34,857)	(34,857)	-	(33,696)	(33,696)
Net Contribution Revenue	14	566,396	1,202,342	1,768,738	299,930	677,482	977,412	254,850	548,364	803,214	132,066	292,037	424,103
Fee Income													
Takaful Opertor Fee		317,214	(317,214)	-	285,260	(285,260)	-	177,365	(177,365)	-	133,498	(133,498)	-
Investment Income	15	12,634	63,600	76,234	3,811	38,118	41,929	5,437	35,395	40,832	1,809	19,471	21,280
Net Relised fair value gains on financial assets	16	-	30,416	30,416	1,638	29,595	31,233	-	36,528	36,528	1,638	23,854	25,492
Net fair value (losses) / gains on financial assets at fair value through profit or loss	17	-	15,067	15,067	-	-	-	-	52,563	52,563	-	-	-
Other Income	18	253	2,626	2,879	1,012	1,588	2,600	143	1,268	1,411	536	1,029	1,565
Net Income		330,101	(205,505)	124,596	291,721	(215,959)	75,762	182,945	(51,611)	131,334	137,481	(89,144)	48,337
Takaful Benefits		-	377,308	377,308	-	228,545	228,545	-	198,591	198,591	-	133,323	133,323
Recoveries from re takaful		-	(67,982)	(67,982)	-	(80,451)	(80,451)	-	(29,678)	(29,678)	-	(26,947)	(26,947)
Net Re takaful benefits	19	-	309,326	309,326	-	148,094	148,094	-	168,913	168,913	-	106,376	106,376
Net change in takaful liabilities (other than outstanding claims)		-	687,511	687,511	-	364,162	364,162	-	327,840	327,840	-	146,297	146,297
Acquisition expenses	20	645,018	-	645,018	416,390	-	416,390	298,528	-	298,528	178,523	-	178,523
Marketing and administration expenses	21	213,907	-	213,907	153,360	-	153,360	104,293	-	104,293	73,934	-	73,934
Other expenses	22	12,863	-	12,863	10,817	-	10,817	8,850	-	8,850	5,853	-	5,853
Total expenses		871,788	687,511	1,559,299	580,567	364,162	944,729	411,671	327,840	739,511	258,310	146,297	404,607
Profit / (Loss) before tax		24,709	-	24,709	11,084	(50,733)	(39,649)	26,124	-	26,124	11,237	(49,780)	(38,543)
income tax expense		-	-	-	-	-	-	-	-	-	-	-	-
Profit / (Loss) after tax for the		24,709	-	24,709	11,084	(50,733)	(39,649)	26,124	-	26,124	11,237	(49,780)	(38,543)

The annexed notes from 1 to 28 form an integral part of these financial statements.

Chief Financial Officer | Chief Executive Officer | Director | Director | Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT
WINDOW TAKAFUL OPERATIONS (UN-AUDITED / UN-REVIEWED)
FOR SIX MONTHS PERIOD ENDED JUNE 30, 2026

	Note	June 30, 2026	June 30, 2025
		-------(Rupees in '000)--------	
Operating Cashflows			
(a) Underwriting activities			
contribution received		**1,770,440**	970,040
Re takaful recovery		**7,845**	-
Claims paid		**(341,047)**	(199,221)
Commission paid		**(375,872)**	(288,563)
Marketing and administrative expenses paid		**(514,495)**	(332,547)
Net cash generated from/ (used in) underwriting activities		**546,871**	149,709
(b) Other operating activities			
Income tax paid		**(16,424)**	-
Other operating payments		**(3,141)**	(1,653)
Other operating receipts		**2,952**	2,711
Net cash flow used in from other operating activities		**(16,613)**	1,058
Total cash generated from/ (used in) all operating activities		**530,258**	150,767
Investment activities			
Profit received		**68,266**	77,413
Dividend received		**7,421**	337
Payment for purchase of investments		**(4,581,881)**	(3,388,340)
Proceeds from disposal of investments		**3,852,354**	3,091,571
Total cash flow used in from investing activities		**(653,840)**	(219,019)
Financing activities			
Capital payments received by statutory fund		**12,000**	17,000
Total cash generated from financing activities		**12,000**	17,000
Net decrease in cash and cash equivalents		**(111,582)**	(51,252)
Cash and cash equivalents at beginning of period		**261,146**	190,242
Cash and cash equivalents at end of period	14	**149,564**	138,990
Reconciliation to profit and loss account			
Operating cash flows		**530,258**	150,767
Net realised fair value gains/(losses) on financial assets		**30,416**	31,233
Net fair value gain /(losses) on financial assets at fair value		**15,067**	-
Dividend and other investment income		**79,113**	41,929
Increase in assets other than cash		**36,688**	-
(Increase) / decrease in liabilities		**(666,833)**	(263,578)
Loss after taxation		**24,709**	(39,649)

The annexed notes from 1 to 28 form an integral part of these financial statements.

Chief Financial Officer | Chief Executive Officer | Director | Director | Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

WINDOW TAKAFUL OPERATIONS (UN-AUDITED / UN-REVIEWED)

FOR THE SIX MONTHS ENDED JUNE 30, 2026

	Note	Money ceded to waqf fund	Revenue reserve Capital contributed from shareholders fund	Retained earnings arising from business other than participating business attributable to the shareholders (Ledger Account D)	Total Equity
		(Rupees in '000)			
Balance as at January 1, 2025		**500**	**602,500**	**(470,709)**	**132,291**
Total comprehensive loss for the period					
Loss for the period				(39,649)	(39,649)
Transactions with owner directly recorded in equity					
Capital Contributions from Shareholder's fund			17,000		17,000
Balance as at June 30, 2025		**500**	**619,500**	**(510,358)**	**109,642**
Balance as at January 1, 2026		**500**	**628,300**	**(387,856)**	**240,944**
Total comprehensive loss for the period					
Loss for the period				24,709	24,709
Transactions with owner directly recorded in equity					
Capital Contributions from Shareholder's fund			12,000		12,000
Balance as at June 30, 2026		**500**	**640,300**	**(363,147)**	**277,653**

The annexed notes from 1 to 28 form an integral part of these financial statements.

Chief Financial Officer | Chief Executive Officer | Director | Director | Chairman

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS
WINDOW TAKAFUL OPERATIONS (UN-AUDITED / UN-REVIEWED)
FOR THE SIX MONTHS ENDED JUNE 30, 2026

1. LEGAL, STATUS AND NATURE OF BUSINESS

1.1 Askari Life Assurance Company Limited (the Company) was incorporated in Pakistan on August 18, 1992 as a public limited company under the repealed Companies Ordinance, 1984 (replaced by Companies Act 2017). Its shares are quoted on Pakistan Stock Exchange. The Company commenced life insurance operations on February 22, 1993 after registration with Controller of Insurance on February 14, 1993. The address of its registered and principal office are 8th Floor, Army Welfare Trust, AWT Plaza, The Mall, Rawalpindi and 11th Floor, Emerald Tower, Plot No. G-19, Block 5, KDA Improvement Scheme No.5, Clifton, Karachi respectively. The major shareholding in the Company was taken over by Army Welfare Trust on October 27, 2017. The geographical locations other than stated above are as under:

Karachi Regional Development Centre: Showroom 4-5, Zubaida Garden Ground Floor, Near Awami Markaz, K.M.C.H.S Main Shahrah e Faisal, Karachi
Lahore Regional Development Center: Plot # 524, Block-15, Sector B-1, Quaid-e-Azam Town Scheme, College Road, Lahore.

Army Welfare Trust as a Holding Company holds 66.65% (December 2024: 66.65%) shares of the Company.

1.2 Company's Board of Directors in its meeting held on October 24, 2018 approved the contribution of seed money of Rs. 50 million from share holder's fund for the commencement of operation. The Window Takaful Operation is also approved by SECP and Company has also established Individual Family Takaful and Group Family Takaful Funds.

2 BASIS FOR PRESENTATION AND STATEMENT OF COMPLIANCE

2.1 Statement of compliance

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

- International Accounting Standards (IAS 34) ' Interim Financial Reporitng issued by International Accountiung Standards Board (IASB) as are notified under the Companies Act 2017; and

- Provisions of and directives issued under the Companies Act 2017, and Insurance ordinance, 2000, Insurnace Rules, 2017, Inurance Accounting Regulation, 2017 and the Takaful Rules 2012.

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

As required by Circular 15 of 2019 dated November 18, 2019 issued by the Securities & Exchange Commission of Pakistan (the Commission), the Company has prepared and annexed to these condensed interim financial statements, a separate set of condensed interim financial statements for Window Takaful Operations of the Company, as if these are carried out by a standalone Takaful Operator.

2.2 APPLICATION OF NEW STANDARDS, AMENDSMENTS AND INTERPRETATIONS TO ACCOUNTING AND REPORTING STANDARDS AS APPLICABLE IN PAKISTAN

2.2.1 Amendments to existing accounting and reporting standards that have become effective during the period

There are certain amendments to existing accounting and reporting standards that have become applicable for accounting periods beginning on or after January 01, 2025. These are considered either to not be relevant or to not have any significant impact on these condensed interim financial statements.

2.2.2 New standards and amendments to existing accounting and reporting standards that are not yet effective

Standards, amendments or interpretations	Effective Date (period beginning on or after)
IFRS 9 - Financial Instruments	January 1, 2027
IFRS 17 - Insurance contracts	January 1, 2027

SECP through its S.R.O 1336(I)/2025 dated July 23, 2025 has further deferred implementation of

IFRS 17 "Insurance Contracts” which is applicable to the companies engaged in insurance / takaful and re-insurance/re-takaful business from financial years commencing on or after January 01, 2027.

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

There are various other standards and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective. These are not likely to have a material effect on these condensed interim financial statements.

3 BASIS OF MEASUREMENT

These condensed interim financial statements have been prepared under the historical cost convention except for the available-for-sale investments that have been measured at fair value. Further lease liabilities and their related right-of-use assets measured at their present values at initial recognition.

4 FUNCTIONAL AND PRESENTATION CURRENCY

These condensed interim financial statements are presented in Pakistan Rupees (rounded upto thousand) which is the Company's functional and presentation currency.

5 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and methods of computation applied in the preparation of these condensed interim financial statements are the same as those applied in preparation of the annual financial statements of the Company as at and for the year ended December 31, 2025.

6 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of condensed interim financial statements requires the management to make judgements, estimates and assumptions that affect the application of policies and the reported amounts. Actual results may differ from these judgments, estimates and assumptions. The accounting estimates and judgements made by the management in the preparation of these condensed interim financial statements are same as those applied in the Company's annual financial statements as at and for the year ended December 31, 2025.

ASKARI LIFE ASSURANCE COMPANY LIMITED
NOTES TO CONDENSED INTERIM FINANCIAL STATEMENTS
WINDOW TAKAFUL OPERATIONS (UN-AUDITED)
FOR THE SIX MONTHS ENDED JUNE 30, 2026

	Note	June 30, 2026 (Un-Audited)	Decmber 31, 2025 (Un-Audited)
		------- Rupees in '000 -------	
7 INVESTMENTS IN EQUITY SECURITIES			
At fair value through profit or loss	7.1	437,265	311,139
		437,265	311,139

7.1 At fair value through profit or loss

	June 30, 2026		December 31, 2025	
	------- Rupees in '000 -------		------- Rupees in '000 -------	
	Cost	Carrying Value	Cost	Carrying Value
Listed shares	421,750	437,265	286,852	311,139
	421,750	437,265	286,852	311,139

8 INVESTMENTS IN GOVERNMENT SECURITIES

	June 30, 2026					December 31, 2025	
	Maturity year	Effective yield (%)	Face value	Principal repayment	Carrying value	Effective yield (%)	Carrying value
				(Un-Audited)			
			----------------------------------Rupees in '000 ----------------------------------				
HELD TO MATURITY							
1 Year GOP Sukuks	06-Mar-2026	-	-	on Maturity	-	11.00%	73,560
1 Year GOP Sukuks	29-May-2026	-	-	on Maturity	-	10.25%	61,919
1 Year GOP Sukuks	25-Jun-2026	-	-	on Maturity	-	10.45%	113,052
1 Year GOP Sukuks	29-Sept-2026	10.43%	21,500	on Maturity	20,955	10.43%	19,950
1 Year GOP Sukuks	10-Dec-2026	10.48%	204,236	on Maturity	195,105	9.85%	149,595
1 Year GOP Sukuks	20-Aug-2026	10.50%	5	on Maturity	5	10.50%	5
1 Year GOP Sukuks	13-Nov-2026	10.49%	110,000	on Maturity	105,862	10.50%	100,816
1 Year GOP Sukuks	21-Oct-2027	9.47%	55,000	on Maturity	52,223	-	-
1 Year GOP Sukuks	14-Oct-2026	10.65%	75,000	on Maturity	72,749	-	-
1 Year GOP Sukuks	20-Aug-2026	11.04%	60,500	on Maturity	59,581	-	-
1 Year GOP Sukuks	20-May-2027	12.49%	102,000	on Maturity	91,821	-	-
1 Year GOP Sukuks	10-Jun-2027	12.89%	99,404	on Maturity	88,609	-	-
1 Year GOP Sukuks	23-Jun-2027	11.69%	156,676	on Maturity	140,562	-	-
1 Year GOP Sukuks	15-Apr-2027	11.55%	119,565	on Maturity	109,547	-	-
1 Year GOP Sukuks	15-Apr-2027	11.78%	44,000	on Maturity	40,246	-	-
1 Year GOP Sukuks	29-Apr-2027	12.00%	42,000	on Maturity	38,195	-	-
1 Year GOP Sukuks	13-May-2027	12.50%	38,000	on Maturity	34,278	-	-
1 Year GOP Sukuks	23-Jul-2026	11.49%	15,000	on Maturity	14,892	-	-
3 Years GOP Sukuks	21-Oct-2027	10.27%	45,000	on Maturity	45,156	10.31%	45,216
3 Years GOP Sukuks	26-Jun-2026	-	-	on Maturity	-	10.80%	9,319
3 Years GOP Sukuks	28-Jun-2027	10.23%	11,000	on Maturity	10,993	10.23%	10,989
3 Years GOP Sukuks	22-Jan-2029	9.63%	50,000	on Maturity	49,994	-	-
5 Years GOP Sukuks	06-Oct-2026	11.16%	107,208	on Maturity	107,166	10.72%	107,256
5 Years GOP Sukuks	29-Oct-2026	11.05%	69,200	on Maturity	69,165	10.77%	69,205

	June 30, 2026					December 31, 2025	
	Maturity year	Effective yield (%)	Face value	Principal repayment	Carrying value	Effective yield (%)	Carrying value
				(Un-Audited)			
			----------------------------------Rupees in '000 ----------------------------------				
5 Years GOP Sukuks	15-Dec-2026	10.60%	116,800	on Maturity	117,185	10.60%	117,620
5 Years GOP Sukuks	30-May-2030	11.86%	65,913	on Maturity	65,910	10.46%	68,548
5 Years GOP Sukuks	21-Oct-2029	10.62%	17,000	on Maturity	17,053	10.35%	17,061
5 Years GOP Sukuks	30-Sept-2030	10.90%	16,000	on Maturity	16,125	10.90%	16,137
10 Years GOPSukuk	11-Dec-2035	10.68%	96,065	on Maturity	96,053	10.68%	82,172
10 Years GOPSukuk	09-Jan-2035	9.60%	106,237	on Maturity	107,634	10.40%	111,427
10 Years GOPSukuk	16-Apr-2036	11.76%	33,000	on Maturity	32,914	-	-
			1,876,309		1,799,978		1,173,847

9 INVESTMENTS IN DEBT SECURITIES

Private Sukuks (Mughal Steel	17-Aug-26	12.46%	1,667	on Maturity	1,667	12.46%	5,000
			1,667		1,667		5,000

	Note	June 30, 2026	December 31, 2025
		------- Rupees in '000 -------	
10 INVESTMENTS IN OPEN ENDED MUTUAL FUNDS			
Held for trading	10.1	845,608	817,645
		845,608	817,645

10.1 Held for trading

	June 30, 2026		December 31, 2025	
	Cost	Carrying Value	Cost	Carrying Value
	------- Rupees in '000 -------		------- Rupees in '000 -------	
Related Parties				
Mutual Funds	189,198	189,198	156,354	156,567
Others				
Mutual Funds	654,971	656,410	656,347	661,078
	844,169	845,608	812,701	817,645

	Note	June 30, 2026	December 31, 2025
		Un-Reviewed / Un-Audited	
		------- Rupees in '000 -------	
11 CASH AND BANK			
Cash and Stamps		1,400	2,033
Cash at bank			
- current account		102,422	228,410
- saving account		45,742	30,703
Cash and cash equivalents		149,564	261,146

12 TAKAFUL LIABILITIES

	Note	June 30, 2026	December 31, 2025
Reported outstanding claims (including claims in payment)	12.1	35,504	21,428
Incurred but not reported claims (IBNR)	12.2	35,904	10,488
Investment component of account value policies / certificates	12.3	2,508,652	1,835,443
Liabilities under individual takaful contracts	12.4	31,297	3,172
Liabilities under group family takaful contracts (other than investment linked)	12.5	520	3,979
Other family takaful liabilities	12.6	55,790	91,570
		2,632,163	1,944,652
		2,667,667	1,966,080

	June 30, 2026	December 31, 2025
	Un-Reviewed / Un-Audited	
	------- Rupees in '000 -------	
12.1 Reported outstanding claims		
Gross of re takaful		
Payable within one year	114,799	77,277
Payable over a period of time exceeding one year	90	1,350
	114,889	78,627
Recoverable from re takaful		
Receivable within one year	(79,307)	(56,024)
Receivable over a period of time exceeding one year	(78)	(1,175)
	(79,385)	(57,199)
Net reported outstanding claims	35,504	21,428

		June 30, 2026	December 31, 2025
		Un-Reviewed / Un-Audited	
		------- Rupees in '000 -------	
12.2	**Incurred but not reported claims**		
	Gross of re takaful	63,220	34,535
	Retakaful recoveries	(27,316)	(24,047)
	Net of re takaful	35,904	10,488
12.3	**Investment component of universal family and account value certificates**		
	Investment component of account value certificates	2,508,652	1,835,443
12.4	**Liabilities under individual takaful contracts**		
	Gross of re takaful	31,616	3,945
	Re takaful credit	(319)	(773)
	Net of re takaful	31,297	3,172
12.5	**Liabilities under group family takaful contracts (other than investment linked)**		
	Gross of re takaful	1,781	18,333
	Re takaful credit	(1,261)	(14,354)
	Net of re takaful	520	3,979
12.6	**Other takaful liabilities**		
	Gross of re takaful	59,638	93,155
	Re takaful recoveries	(3,848)	(1,585)
	Net of re takaful	55,790	91,570

13 CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

Except for the matter described below, there were no material changes in the status of contingencies as reported in the annual financial statements as at and for the year ended December 31, 2025.

13.1.1 With effect from November 1, 2018, the Punjab Revenue Authority (PRA), withdrew the exemption on both, life and health insurance, and subjected the same to the levy of Punjab Sales Tax (PST). Similarly, SRB through notification no. SRB-3-4/17/2021 dated June 30, 2021 has revoked its previous exemption of life insurance, granted through SRB-3-4/5/2019 dated May 8, 2019, which is now taxable at a rate of 15%.

The Company, along with other life insurance industry players, based on the advice of its tax consultants filed petitions in the High Courts of Lahore and Sindh, challenging the levy of Punjab Sales Tax (PST) and Sindh Sales Tax (SST) on life insurance in Punjab and Sindh. The petitions were filed on the strength of legal advice that:

- 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 an event, specified in the terms of contract or policy;

- 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 any tax in relation to insurance business; and

- Without prejudice to the main contentions as stated above, even otherwise, the legal advisors had expressed a further illegality that there is a critical flaw in the context of the manner in which the entire contribution payment has been charged to the levy of provincial sales tax. Even the component of the contribution which is to form part of a policyholder’s investment account is subjected to the levy.

Later on, in January 2025, the case was decided by High Court of Sindh, the court in the judgement dated January 14, 2025 dismissed the petition on grounds that petition should first seek recourse before the statutory hierarchy.

The Company along with other life insurance industry players, are in process to file a petition in Supreme Court of Pakistan against the order and believes that since petition earlier filed challenging the veracity of law, the question that has neither discussed nor decided in the impugned order of the High Court of Sindh, and such, can be filed with higher appellate forum.

During the year 2026, the Sindh Revenue Board (SRB) issued Notification No. SRB-3-4/21/2026 dated June 29, 2026, has granted an exemption from the principal amount of Sindh sales tax, together with the related surcharge and penalty, in respect of Life Insurance services for the tax period July 2019 to June 2026, subject to the following conditions:

- The amount payable under the revised computation is truly declared and deposited into the Sindh Government Treasury on or before December 31, 2026;
- No adjustment or carry forward of input tax shall be admissible against the tax payable under the said notification;
- No refund shall be admissible in respect of any tax already paid in excess of the amount determined under the said notification; and
- The benefit of the notification shall be contingent upon the withdrawal of all litigation relating to insurance and reinsurance services, including Group Health Insurance services, pending before various courts of law.

In accordance with the agreed settlement, the total Sindh sales tax liability for the period from July 1, 2019 to June 30, 2026 was determined at Rs. 2.16 million and same has been recorded. The Company has paid Rs. 0.72 million being 1/3 of liability so worked out on June 30, 2026, however the compliance of above stated conditions have not yet been made up to June 30, 2026.

Petition filed in High Court of Lahore is pending adjudication as at the reporting date. Furthermore, Khyber Pakhtunkhwa Revenue Authority (KPRA) through Khyber Pakhtunkhwa Finance Act, 2021 has imposed sales tax on life insurance at the rate of 15%, from July 1, 2021, which was previously exempt, for the reason of economic documentation. The matter has been taken up by the IAP with PRA and KPRA explaining that 'Insurance' is a Federal subject, hence law in respect of insurance should not be made by the province.

	Six months ended	
	June 30, 2026	June 30, 2025
	Un-Reviewed / Un-Audited	
	------------ Rupees in '000 ------------	

14 NET TAKAFUL CONTRIBUTION REVENUE

Gross contributions revenue		
Regular contributions individual policies*		
First year	692,035	324,281
Second year renewal	260,447	140,211
Subsequent year renewal	267,841	185,794
Single contribution individual policies	535,802	320,030
Group policies without cash value	78,548	64,669
Total gross contribution	1,834,673	1,034,985
Less: Re takaful Contribution ceded		
On individual life first year business	3,647	4,562
On individual life second year business	1,373	1,515
On individual life renewal business	1,412	2,253
On group policies	59,503	49,243
Total Re takaful contribution ceded	65,935	57,573
Net contribution revenue	1,768,738	977,412

*Individual policies are those underwritten on an individual basis, and include joint life policies underwritten as such.

15 INVESTMENT INCOME

Income from equity securities / mutual funds		
At fair value through profit or loss		
Dividend income	7421	337
Income from debt securities		
Held to maturity		
Return on government securities	68,610	41,592
Return on debt securities	204	-
	76,235	41,929

16 NET REALISED FAIR VALUE GAINS ON FINANCIAL ASSETS

Fair value through profit or loss		
Realised gains / (loss) on:		
Equity securities	(11,747)	-
Mutual funds	42,163	31,233
Total	30,416	31,233

17 NET FAIR VALUE GAINS/ LOSSES ON FINANCIAL ASSETS AT FAIR VALUE

Net unrealised gain on investment		
Held for trading	16,953	-
Less: Investment related expenses	(1,886)	-
	15,067	-

18 OTHER INCOME

Return on bank saving accounts	2,878	2,600
	2,878	2,600

	June 30, 2026	June 30, 2025
	Un-Reviewed / Un-Audited	
	------------ Rupees in '000 ------------	

19 NET TAKAFUL BENEFITS

	2026	2025
Gross claims		
Claims under individual policies		
by death	18,322	34,859
by maturity	-	-
by surrender	284,482	125,634
Total gross individual certificate claims	302,804	160,493
Claims under group certificate		
by death	73,172	65,406
by insured event other than death	1,332	2,646
Total gross group certificate claims	74,504	68,052
Total gross claims	377,308	228,545
Less: Re takaful recoveries		
On Individual life claims	(7,203)	(24,199)
On Group life claims	(60,779)	(56,252)
Total re takaful recoveries	(67,982)	(80,451)
Net takaful benefit expense	309,326	148,094

20 ACQUISITION EXPENSES

	2026	2025
Remuneration to takaful intermediaries on individual policies:		
Commission to agent on first year contributions	319,035	210,892
Commission to agent on second year contributions	30,654	16,914
Commission to agent on subsequent renewal contributions	9,247	6,355
Commission to agent on single contribution	10,099	9,624
	369,035	243,785
Remuneration to takaful intermediaries on group certificates:		
Commission	5,389	4,251
Other acquisition costs		
Employee benefit costs	181,050	109,605
Advertisements and sales promotion	47,837	33,051
Vehicle running expenses	8,231	3,372
Depreciation on property and equipment	2,548	1,197
Repair and maintenance	719	1,282
Travel and conveyance	2,845	1,604
Finance charges on lease liability against right of use asset	-	-
Electricity, gas and water	2,149	1,846
Ijara rental	3,430	2,255
Postage, telegrams and telephone	2,042	1,401
Entertainment	985	732
Stamp duty	8,035	3,954
Rent, rates and taxes	6,974	5,350
Printing and stationery	885	543
Takaful	1,963	1,643
Bank charges	797	385
Miscellaneous	-	134
	270,594	168,354
	645,018	416,390

	Six months ended	
	June 30, 2026	June 30, 2025
	Un-Reviewed / Un-Audited	
	------- Rupees in '000 -------	

21 MARKETING AND ADMINISTRATION EXPENSES

Employee benefit cost	132,687	91,906
Advertisements and sales promotion	7,793	6,882
Depreciation on right of use asset	5,275	4,755
Vehicle running expenses	15,363	9,637
Travel and conveyance	2,633	1,848
Repair and maintenance	10,780	10,050
Depreciation on property and equipment	2,440	1,857
Postage, telegrams and telephone	8,643	6,143
Printing and stationery	5,153	3,541
Finance charges on lease liability against right of use asset	686	1,631
Entertainment	2,269	1,704
Ijara rental	6,844	6,116
Rent, rates and taxes	1,310	-
Electricity, gas and water	1,679	1,364
Takaful	7,558	3,118
Fees, subscription and periodicals	413	265
Miscellaneous	1,052	661
Bank charges	549	101
Annual supervision fee SECP	780	1,781
	213,907	153,360

22 OTHER EXPENSES

Legal and professional charges	8,139	6,856
Appointed actuary fees	1,836	1,746
Auditors' remuneration	940	432
Shariah Advisor fee	1,825	1,587
Director meeting fee	123	196
	12,863	10,817

23 SEGMENTAL INFORMATION

23.1 Revenue account by statutory fund

For the six months period ended June 30, 2026	Individual Family Takaful	Group Family Takaful	Total
	Un-Reviewed / Un-Audited		
	------------Rupees in '000------------		
Income			
Contributions less re takaful	1,749,693	19,045	1,768,738
Net investment income	121,548	3,048	124,596
Total net income	1,871,241	22,093	1,893,334
Takaful benefits and expenditure			
Takaful benefits including bonuses, net of re takaful recoveries	295,601	13,725	309,326
Management expenses less recoveries	848,813	22,975	871,788
Total takaful benefits and expenditure	1,144,414	36,700	1,181,114
(Deficit)/ surplus of income over claims and expenditure	726,827	(14,607)	712,220
Add: Technical reserves at beginning of the period	1,935,722	8,930	1,944,652
Less: Technical reserves at end of the period	(1,380,039)	(4,305)	(1,384,344)
(Deficit)/surplus	1,282,510	(9,982)	1,272,528
Movement in Technical reserves	687,920	(409)	687,511
Transfers from shareholders' fund			
- Capital contributions from shareholders' fund	-	12,000	12,000
- Money ceded to Waqf	-	-	-
Balance of statutory fund at beginning of the period	1,138,226	14,247	1,152,473
Balance of statutory fund at end of the period	3,108,656	15,856	3,124,512

For the six months period ended June 30, 2025	Individual Family Takaful	Group Family Takaful	Total
	Un-Reviewed / Un-Audited		
	------------Rupees in '000------------		
Income			
Contributions less re takaful	961,986	15,426	977,412
Net investment income	73,494	2,268	75,762
Total net income	1,035,480	17,694	1,053,174
Takaful benefits and expenditure			
Takaful benefits including bonuses, net of re takaful recoveries	136,294	11,800	148,094
Management expenses less recoveries	561,904	18,680	580,584
Total takaful benefits and expenditure	698,198	30,480	728,678
(Deficit)/surplus of income over claims and expenditure	337,282	(12,786)	324,496
Add: Technical reserves at beginning of the period	1,012,096	8,086	1,020,182
Less: Technical reserves at end of the period	(1,380,039)	(4,305)	(1,384,344)
Surplus/ (Deficit)	(30,661)	(9,005)	(39,666)
Movement in Technical reserves	367,943	(3,781)	364,162
Transfers from shareholders' fund			
- Capital contributions from shareholders' fund	-	17,000	17,000
Balance of statutory fund at beginning of the period	1,138,226	14,247	1,152,473
Balance of statutory fund at end of the period	1,475,508	18,461	1,493,969

23.2 Revenue Account

For the six months period ended June 30, 2026

	Statutory Funds		Six Months ended ---------------Aggregate---------------	
	Individual Family Takaful	**Group Family Takaful**	**June 30, 2026**	**June 30, 2025**
	Un-Reviewed / Un-Audited			
	---Rupees in '000---			
23.2.1 Participants' Investment Fund (PIF)				
Income				
Allocated contribution	**1,187,126**	**-**	**1,187,126**	668,761
Investment income	**101,239**	**-**	**101,239**	60,242
Total net income	**1,288,365**	**-**	**1,288,365**	729,003
Less: Claims and Expenditure				
Claims	**288,157**	**-**	**288,157**	128,992
Takaful operator fee	**326,999**	**-**	**326,999**	297,417
	615,156	**-**	**615,156**	426,409
Excess of Income over Claims and expenditure	**673,209**	**-**	**673,209**	302,594
Add : Technical reserves at the beginning of the period	**995,579**	**-**	**995,579**	995,579
Less : Technical reserves at the end of the period	**1,307,833**	**-**	**1,307,833**	1,307,833
Income retained in PIF	**360,955**	**-**	**360,955**	(9,660)
Movement in technical reserves	**(673,209)**	**-**	**(673,209)**	(302,594)
Surplus before distribution				
Movement in technical reserves	**673,209**	**-**	**673,209**	302,594
Transfers from				
Qard-e-Hasna contributed by Window Takaful Operator	**-**	**-**	**-**	-
Money ceded to Waqf	**-**	**-**	**-**	-
Balance of PIF at the beginning of the period	**1,005,239**	**-**	**1,005,239**	1,005,239
Balance of PIF at the end of the period	**1,678,448**	**-**	**1,678,448**	1,307,833

23.3 Revenue Account

For the six months period ended June 30, 2026

	Statutory Funds		Six Months ended	
	Individual Family Takaful	Group Family Takaful	Aggregate June 30, 2026	Aggregate June 30, 2025
	Un-Reviewed / Un-Audited			
	--------------------------------Rupees in '000--------------------------------			
23.3.1 Participants' Takaful Fund (PTF)				
Income				
Contribution net of retakaful	**562,567**	**19,045**	**581,612**	308,651
Net investment income	**7,854**	**2,616**	**10,470**	9,059
Other income	**-**	**-**	**-**	-
	570,421	**21,661**	**592,082**	317,710
Less: Claims and Expenditure				
Claims	**7,444**	**13,725**	**21,169**	19,102
Takaful operator fee	**548,306**	**8,345**	**556,651**	287,773
	555,750	**22,070**	**577,820**	306,875
Excess of Income over Claims and expenditure	**14,671**	**(409)**	**14,262**	10,835
Add : Technical reserves at the beginning of the period	**100,279**	**8,930**	**109,209**	24,603
Less : Technical reserves at the end of the period	**114,950**	**8,521**	**123,471**	76,511
Deficit retained in PTF	**0**	**-**	**0**	(41,073)
Movement in technical reserves	**(14,671)**	**409**	**(14,262)**	(10,835)
Surplus before distribution				
Movement in technical reserves	**14,671**	**(409)**	**14,262**	10,835
Transfers from				
Qard-e-Hasna contributed by Window Takaful Operator	**-**	**-**	**-**	-
Money ceded to Waqf	**-**	**-**	**-**	-
Balance of PTF at the beginning of the period	**7,544**	**6,524**	**14,068**	66,176
Balance of PTF at the end of the period	**22,215**	**6,115**	**28,330**	77,011

23.4 Operators' Sub Fund (OSF)

	Statutory Funds		Six Months ended Aggregate	Six Months ended Aggregate
	Individual Family Takaful	Group Family Takaful	June 30, 2026	June 30, 2025
	Un-Reviewed / Un-Audited			
	--------------------------------Rupees in '000'--------------------------------			
Income				
Allocation fee	**52,933**	**-**	**52,933**	37,445
Investment income	**12,455**	**432**	**12,887**	6,461
Takaful operator fee	**769,191**	**8,345**	**777,536**	516,560
Certificate admin fee	**25,122**	**-**	**25,122**	17,112
Wakalat-ul-Istismar	**28,059**	**-**	**28,059**	14,073
	887,760	**8,777**	**896,537**	591,651
Less: Expenses				
Acquisition cost	**632,665**	**12,353**	**645,018**	416,390
Administration expenses	**216,148**	**10,622**	**226,770**	164,177
Total management cost	**848,813**	**22,975**	**871,788**	580,567
Add : Technical reserves at the beginning of the period	**-**	**-**	**-**	-
Less : Technical reserves at the end of the period	**-**	**-**	**-**	-
	-	**-**	**-**	-
Surplus / (Deficit)	**38,947**	**(14,198)**	**24,749**	11,084
Movement in technical reserves	**-**	**-**	**-**	-
Capital Contribution during the period	**-**	**12,000**	**12,000**	17,000
Qard-e-Hasna contributed to the Participants Takaful Fund	**-**	**-**	**-**	-
Balance of OSF at the beginning of the period	**231,287**	**9,197**	**240,484**	81,058
Balance of OSF at the end of the period	**270,234**	**6,999**	**277,233**	109,142

24 TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The related parties comprise of holding Company, associated companies, staff retirement fund, Directors and key management personnel. The transactions with related parties are in normal course of business.

24.1 Transactions during the period.

		June 30, 2026	June 30, 2025
		Un-Reviewed / Un-Audited	
		----- (Rupees in '000) ----	
Relationship	**Transactions**		
Associated undertaking	Contribution revenue	5,673	7,598
Associated undertaking	Takaful benefits	500	9,805

24.2 Balances as at period end

Related Party	**Balances**	June 30, 2026	December 31, 2025
		Un-Reviewed / Un-Audited	
		----- (Rupees in '000) ----	
Associated undertakings			
Askari Guards Limited	Outstanding claims	1,020	1,020
Army Welfare Sugar Mills	Outstanding claims	2,400	2,400
Askari General Insurance Company Limited	Accrued expenses	-	1,650
AWT Investments	Mutual Funds	189,198	156,567

25 FINANCIAL RISK MANAGEMENT

The Company's financial risk management objective and policies are consistent with that disclosed in the annual audited financial statements of the Company for the year ended December 31, 2025. Therefore, these condensed interim financial statements do not include all the financial risks, management information and disclosures.

26 GENERAL

Figures have been rounded off to the nearest thousand.

27 CORRESPONDING FIGURE

Corresponding figures have been re-arranged and re-classified, wherever necessary. However, there were no significant reclassifications to report.

28 DATE OF AUTHORISATION FOR ISSUE

These financial statements were authorised for issue by the Board of Directors of the Company on 24-08-2026.

Chief Financial Officer	Chief Executive Officer	Director	Director	Chairman

Branch Network

Branch Network

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Karachi Office

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Lahore Regional Development Center

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Karachi Regional Development Center

Showroom number 05 & 06 Ground Floor,
Zubaida's Garden, Plot # 1 Survey no. 34,
Survey Sheet no. 35-P/1, Block 7 & 8
Kathiawar Cooperative Housing Society,
Karachi, Pakistan.
Contact No: UAN : 021-111 -225- 275
Email: rdc.karachi@askarilife.com

Rawalpindi Office

Building # D-110, 6th Road,
Near Total Petrol Pump, Satellite Town,
Rawalpindi.
Email: rdc.islamabad@askarilife.com
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