Directors' Report
For Six Months Ended June 30, 2026

The Valued Shareholders,
Pakistan Reinsurance Company Limited.

On behalf of the Board of Directors of PRCL, I am pleased to present the condensed interim financial statements of the Company for the second quarter ended June 30, 2026.

Review of Conventional Business Activities

The gross written premium is Rs.19,942 million against Rs. 17,107 million for the corresponding period of last year, showing an increase of Rs. 2,834 million (17%). The net premium is Rs. 4,542 million against Rs. 4,828 million, showing a decrease of Rs. 286 million i.e. (-6%). The net commission expense for the period is Rs. 377 million as compared to Rs. 592 million, showing a decrease of Rs. 215 million (-36%). The net claims and acquisition expenses are Rs. 3,221 million against Rs. 4,106 million, showing a decrease of Rs. 885 million (-22%).

The underwriting profit after management expenses for the period under review is Rs. 293 million as compared to loss of Rs. 246 million for the corresponding periods last year showing an increase of Rs. 539 million i.e. (219%).

The income from investment, rental and other income for the period under review is recorded as Rs. 1,819 million, as compared to Rs. 2,011 million in the corresponding period of last year, showing a decrease of Rs. 192 million i.e. (-10%).

The profit before tax for the period under review is Rs. 2,168 million, as compared to Rs. 1,784 million recorded in the corresponding period last year, showing an increase of Rs. 384 million i.e. (22%).

The profit after tax for the period under review is Rs. 1,400 million, as compared to Rs. 1,131 million in the corresponding period of last year showing an increase of Rs. 271 million (24%) resulting in earnings per share of Rs. 1.56 as compared to Rs. 1.26 for the corresponding period of last year showing an increase of Rs. 0.30 per share (24%).

Review of Window Re-Takaful Business Activities

Participants' Retakaful Fund

The gross written contribution is Rs. 939 million against Rs. 770 million for the corresponding period of last year, showing an increase of Rs. 169 million (22%). The net contribution revenue is Rs. 608 million against Rs. 708 million (30 June 2025: Rs 911 million, varying due to Reclassification of Wakala Fee of Rs 203 million from separate presentation in previous P&L Account to Note 23 of Window Retakaful Financial Statements, as reflected in Note 32 of the same Financial Statements), showing a decrease of Rs. 100 million (-14%), as compared to corresponding previous period. The wakala expense for the period is Rs. 191 million as compared to Rs. 203 million, showing a decrease of Rs. 12 million (-6%). The net claim expense for the period is Rs. 505 million as compared to Rs. 361 million, showing an increase of Rs. 144 million (40%), The income from investment and bank deposits for the period under review is recorded as Rs. 246 million, as compared to Rs. 171 million in the corresponding period of last year, showing an increase of Rs. 76 million (44%). The surplus after tax for the period stood at Rs. 218 million compared to Rs. 440 million in corresponding last period, showing a decrease of Rs. 222 million, i.e., (-50%).

Operator's Retakaful Fund

The wakala income for the period is Rs**.** 191 million as compared to Rs. 203 million, showing a decrease of Rs. 12 million (-6%). The commission expense for the period is Rs. 201 million as compared to Rs. 203 million, showing a decrease of Rs. 2 million (-1%). The general administrative & management expense for the period is Rs. 10.3 million, same as in corresponding last period. The income from investment and bank deposits for the period under review are recorded as Rs. 38 million, as compared to Rs. 36 million in the corresponding period of last year, showing an increase of Rs. 2 million (5%).

The profit after tax for the period under review is Rs. 48 million, compared to Rs. 42 million in the corresponding period of last year showing an increase of Rs. 6 million (15%).

Future Outlook

The first half of 2026 demonstrated encouraging signs of economic recovery and stability; however, the outlook for the remainder of the year remains subject to uncertainties arising from geopolitical developments. The domestic economic environment continues to warrant a proactive approach, with monetary policy remaining cautious amid rising global fuel and oil prices, while the exchange rate has remained relatively stable despite an increase in the REER. The ongoing conflict in the Persian Gulf and broader Middle East region is expected to keep international oil prices elevated, which may exert pressure on the country's current account balance.

With continued focus on operational efficiency, sound risk management and sustainable business growth, the Company remains confident in its ability to maintain the positive momentum achieved during the first half of the year and deliver resilient performance in the second half of 2026.

Acknowledgment

The Directors of the Company would like to express their gratitude to our valued clients, cedants, retrocessionnaires, business partners, the Securities and Exchange Commission of Pakistan, and the Pakistan Stock Exchange for their professional support and guidance.

We also extend our gratitude to our shareholders for their continued trust and confidence in the Company, and we assure them of our unwavering commitment to excellence in the future. Lastly, the Directors would like to acknowledge the hard work and dedication of the Company's officers and staff.

For and on behalf of the Board of Directors.

Chairman Board

Chief Executive Officer

Karachi, August 29, 2026

ڈائریکٹرز کی رپورٹ

برائے ششماہی ختم شدہ 30 جون 2026

معزز شیئر ہولڈرز،

پاکستان ری انشورنس کمپنی لمیٹڈ

پی آر سی ایل (PRCL) کے بورڈ آف ڈائریکٹرز کی جانب سے، مجھے 30 جون 2026 کو ختم ہونے والی دوسری سہ ماہی کے لیے کمپنی کے مختصر عبوری مالیاتی گوشوارے پیش کرتے ہوئے مسرت ہو رہی ہے۔

<u>**روایتی کاروباری سرگرمیوں کا جائزہ**</u>

مجموعی تحریر شدہ پریمیئم 19,942 ملین روپے رہا، جو کہ گزشتہ سال کی اسی مدت کے 17,107 ملین روپے کے مقابلے میں 2,834 ملین روپے (17٪) اضافے کو ظاہر کرتا ہے۔ خالص پریمیئم 4,542 ملین روپے رہا جو کہ 4,828 ملین روپے کے مقابلے میں 286 ملین روپے یعنی (-6٪) کی کمی کو ظاہر کرتا ہے۔ اس مدت کے لیے خالص کمیشن کے اخراجات 377 ملین روپے رہے جبکہ گزشتہ سال یہ 592 ملین روپے تھے، جس میں 215 ملین روپے (-36٪) کی کمی آئی ہے۔ خالص کلیمز اور حصول کے اخراجات 3,221 ملین روپے رہے جو کہ 4,106 ملین روپے کے مقابلے میں 885 ملین روپے (-22٪) کی کمی کو ظاہر کرتے ہیں۔

زیرِ جائزہ مدت کے دوران انتظامی اخراجات کے بعد انڈر رائٹنگ منافع 293 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں 246 ملین روپے کا نقصان ہوا تھا، جو کہ 539 ملین روپے یعنی (219٪) کے اضافے کو ظاہر کرتا ہے۔

زیرِ جائزہ مدت کے دوران سرمایہ کاری، کرائے اور دیگر آمدن سے حاصل ہونے والی رقم 1,819 ملین روپے ریکارڈ کی گئی، جو کہ گزشتہ سال کی اسی مدت کے 2,011 ملین روپے کے مقابلے میں 192 ملین روپے یعنی (-10٪) کمی کو ظاہر کرتی ہے۔

زیرِ جائزہ مدت کے لیے قبل از ٹیکس منافع 2,168 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں 1,784 ملین روپے ریکارڈ کیا گیا تھا، جو کہ 384 ملین روپے یعنی (22٪) اضافے کو ظاہر کرتا ہے۔

زیرِ جائزہ مدت کے لیے بعد از ٹیکس منافع1,400 ملین روپے رہا، جو کہ گزشتہ سال کی اسی مدت کے 1,131 ملین روپے کے مقابلے میں 271 ملین روپے (24٪) اضافے کو ظاہر کرتا ہے۔ اس کے نتیجے میں فی حصص آمدن 1.56 روپے رہی، جو گزشتہ سال کی اسی مدت کے 1.26 روپے کے مقابلے میں 0.30 روپے فی حصص (24٪) کے اضافے کو ظاہر کرتی ہے۔

ونڈو ری تکافل کاروباری سرگرمیوں کا جائزہ

پارٹسی پینٹس ری تکافل فنڈ (Participants' Retakaful Fund)

مجموعی تحریری تعاون 939 ملین روپے رہا جبکہ گزشتہ سال کی اسی مدت میں یہ 770 ملین روپے تھا، جو کہ 169 ملین روپے (22٪) کا اضافہ ظاہر کرتا ہے۔ خالص تعاون کی آمدنی 608 ملین روپے رہی جبکہ اس کے مقابلے میں 708 ملین روپے تھی (30 جون 2025ء: 911 ملین روپے، جس میں 203 ملین روپے کی وکالہ فیس کی دوبارہ درجہ بندی [ری کلاسیکیشن] کے باعث تبدیلی آئی ہے؛ اس فیس کو پچھلے نفع و نقصان کے کھاتے [P&L Account] میں الگ دکھانے کے بجائے وِندو ری تکافل کے مالیاتی گوشواروں کے نوٹ 23 میں شامل کیا گیا ہے، جیسا کہ اسی مالیاتی گوشوارے کے نوٹ 32 میں دکھایا گیا ہے)، جو کہ گزشتہ سال کی اسی مدت کے مقابلے میں 100 ملین روپے (-14٪) کی کمی کو ظاہر کرتی ہے۔ اس مدت کے لیے وکالہ اخراجات 191 ملین روپے رہے جو کہ پہلے 203 ملین روپے تھے، جس میں 12 ملین روپے (-6٪) کی کمی دیکھی گئی۔ اس مدت کے دوران دعووں کا خالص خرچ 505 ملین روپے رہا جبکہ اس کے مقابلے میں 361 ملین روپے تھا، جو کہ 144 ملین روپے (40٪) کا اضافہ ظاہر کرتا ہے۔ زیرِ نظر مدت کے دوران سرمایہ کاری اور بینک ڈپازٹس سے حاصل ہونے والی آمدنی 246 ملین روپے ریکارڈ کی گئی، جو گزشتہ سال کی اسی مدت میں 171 ملین روپے تھی، یعنی اس میں 76 ملین روپے

(44٪) کا اضافہ ہوا ہے۔ اس مدت کا بعد از ٹیکس سرپلس 218 ملین روپے رہا جبکہ گزشتہ مدت میں یہ 440 ملین روپے تھا، جو کہ 222 ملین روپے یعنی (-50٪) کی کمی کو ظاہر کرتا ہے۔

آپریٹرز ری تکافل فنڈ (Operator's Retakaful Fund)

اس مدت کے لیے وکالہ آمدن 191 ملین روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 203 ملین روپے تھی، جو 12 ملین روپے (-6٪) کی کمی کو ظاہر کرتی ہے۔ اس مدت کے لیے کمیشن کے اخراجات 201 ملین روپے رہے، جو کہ گزشتہ سال کے 203 ملین روپے کے مقابلے میں 2 ملین روپے (-1٪) کی کمی کو ظاہر کرتے ہیں۔ اس مدت کے لیے عمومی انتظامی اور مینجمنٹ اخراجات 10.3 ملین روپے رہے، جو کہ گزشتہ سال کی اسی مدت کے برابر ہی ہیں۔ زیرِ جائزہ مدت کے دوران سرمایہ کاری اور بینک ڈپازٹس سے حاصل ہونے والی آمدن 38 ملین روپے ریکارڈ کی گئی، جو کہ گزشتہ سال کی اسی مدت کے 36 ملین روپے کے مقابلے میں 2 ملین روپے (5٪) اضافے کو ظاہر کرتی ہے۔

زیرِ جائزہ مدت کے لیے بعد از ٹیکس منافع 48 ملین روپے رہا، جو کہ گزشتہ سال کی اسی مدت کے 42 ملین روپے کے مقابلے میں 6 ملین روپے (15٪) اضافے کو ظاہر کرتا ہے۔

مستقبل کا منظرنامہ (Future Outlook)

سال 2026ء کی پہلی ششماہی نے معاشی بحالی اور استحکام کے حوصلہ افزا اشارے دکھائے ہیں؛ تاہم، سال کے بقایا حصے کا منظرنامہ جیواسٹریٹیجک اور جیوپولیٹیکل (جغرافیائی و سیاسی) پیش رفتوں سے ابھرنے والے عدمِ استحکام کا شکار رہے گا۔ ملکی معاشی ماحول مسلسل ایک متحرک اور پیشگی حکمتِ عملی کا تقاضا کرتا ہے، کیونکہ عالمی سطح پر ایندھن اور تیل کی بڑھتی ہوئی قیمتوں کے پیشِ نظر مانیٹری پالیسی محتاط ہے، جبکہ حقیقی موثر تبادلے کی شرح (REER) میں اضافے کے باوجود روپے کی قدر میں نسبتاً استحکام برقرار رہا ہے۔ خلیجِ فارس اور وسیع تر مشرقِ وسطیٰ کے خطے میں جاری کشیدگی سے بین الاقوامی سطح پر خام تیل کی قیمتیں بلند سطح پر رہنے کی توقع ہے، جس سے ملک کے کرنٹ اکاؤنٹ بیلنس پر دباؤ آسکتا ہے۔

آپریشنل کارکردگی، خطرے کے موثر انتظام (Risk Management) اور پائیدار کاروباری نمو پر مسلسل توجہ کے ساتھ، کمپنی سال کی پہلی ششماہی میں حاصل کردہ مثبت رفتار کو برقرار رکھنے اور 2026ء کی دوسری ششماہی میں بھی بہترین و مستحکم کارکردگی پیش کرنے کی اپنی صلاحیت پر مکمل اعتماد رکھتی ہے۔

اعتراف اور تشکر (Acknowledgment)

کمپنی کے ڈائریکٹرز اپنے معزز کلائنٹس، سیڈنٹس (cedants)، ریٹرو سیشنئرز (retrocessionnaires)، کاروباری شراکت داروں، سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP)، اور پاکستان اسٹاک ایکسچینج کے پیشہ ورانہ تعاون اور رہنمائی کے لیے ان کا شکریہ ادا کرتے ہیں۔

ہم اپنے شیئر ہولڈرز کا بھی کمپنی پر مسلسل اعتماد اور بھروسے پر شکریہ ادا کرتے ہیں، اور انہیں مستقبل میں بہترین کارکردگی کے لیے اپنے اٹل عزم کا یقین دلاتے ہیں۔ آخر میں، ڈائریکٹرز کمپنی کے افسران اور عملے کی محنت اور لگن کا اعتراف کرتے ہیں۔

بورڈ آف ڈائریکٹرز کی جانب سے ۔

چیف ایگزیکٹو آفیسر

چیئرمین بورڈ

کراچی، 29 اگست 2026

PAKISTAN REINSURANCE COMPANY LIMITED

Condensed Interim Financial Statements

For the six months period ended
June 30, 2026

Parker Russell-A. J. S.
CHARTERED ACCOUNTANTS

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Independent Auditor's Review Report to the Members of Pakistan Reinsurance Company Limited
Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Pakistan Reinsurance Company Limited (the "Company") as of June 30, 2026, and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity, and notes to the condensed interim financial statements for the six month ended June 30, 2026 (hereinafter referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

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

Qualified Conclusion

Based on our review, except for the matters as described in the "Basis for Qualified Conclusion" section of our report, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Basis for Qualified Conclusion

1. **Receivable from Sindh Revenue Board (SRB) and the Related Litigation**

   As disclosed in note 15 to the condensed interim financial statements, an amount of Rs. 2.57 billion has been carried from the year 2017 as receivable from Sindh Revenue Board (SRB), which was paid to the SRB in respect of sales tax on reinsurance services. The Company has recorded this amount as an asset; however, the Company could not substantiate any control over the underlying asset and the flow of economic benefits is remote due to an ongoing court case. Had the Company not recorded this asset, total assets, accumulated profit, and shareholders' equity would have been reduced by the same amount accordingly.

2. **Unreconciled balances**

   The Company's amount due from other insurance and reinsurance companies on account of treaty and facultative business as appearing in note 16 in the annexed condensed interim financial statement includes unreconciled gross amount of Rs 4.28 billion (including a balance from related party). Similarly, the Company's amount due to other insurance/reinsurance companies on account of treaty and facultative business as appearing in note 23 in the annexed condensed interim financial statement includes unreconciled balance of Rs 1.55 billion. Management asserted that the reason for such differences is due to time lag in reconciliation as the intimations and communications of the transactions with insurance/reinsurance companies normally take place after three to four months of the transaction. However, the Company is in the process of reconciling these balances. Due to pending reconciliations relating to the above balances, the resulting adjustment and consequential impact thereon, if any, on these condensed interim financial statements remain unascertained.

Emphasis of Matter

We draw attention to the following matters:

i) In Notes 16, 17, 18, 19, 21, 23, 26, 27 and 28 of these condensed interim financial statements, which reflect the transactions and balances relating to the Company's treaty proportional reinsurance business. Previously, no supporting documentation of the premiums and claims of the ceding insurance companies was made available to the auditors. However, effective in the preceding year, management has developed some control mechanism over treaty proportional business premiums and claims, which includes obtaining relevant information from ceding companies in support of periodic returns on a random basis and performing ceding company-wise analysis of treaty proportional business, as well as checking compliance with the treaty terms. However, this needs consistency and continuity of the internal control system over the years.

ii) In Note 25.1 of these condensed interim financial statements, which provide details regarding contingencies in respect of which decisions are pending against which no provision has been made.

Our conclusion is not modified with respect of these matters.

Other Matters

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts, are subject to a limited-scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim profit and loss account and the condensed interim statement of comprehensive income for the quarters ended June 30, 2026, and June 30, 2025, have not been reviewed by us.

The financial statements of the Company for the year ended December 31, 2025 and half year ended June 30, 2025, were audited and reviewed by another firm of Chartered Accountants who expressed a qualified opinion and qualified conclusion on those statements vide their reports dated April 07, 2026 and August 29, 2025 respectively.

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

Parker Russell AJS

(Chartered Accountants)
Date: August 29, 2026
Karachi.

UDIN: RR202610192IKXAtLDGV

Pakistan Reinsurance Company Limited
Condensed Interim Statement of Financial Position
As at June 30, 2026

	Note	June 30, 2026 Un-audited	December 31, 2025 Audited
		------------- (Rupees)	-------------
Assets			
Property and equipment	7	969,496,999	1,003,329,632
Intangible assets	8	15,230,766	15,295,201
Right-of-use-asset	9	2,207,586,316	2,375,400,000
Assets in Bangladesh - net	10	-	-
Investment property	11	897,198,665	897,198,665
Investments			-
Equity securities	12	8,940,073,660	10,022,646,256
Debt securities	13	17,466,262,533	16,813,072,488
		26,406,336,193	26,835,718,744
Loans and other receivables	14	855,978,016	1,022,015,515
Receivable from Sindh Revenue Board	15	2,573,888,727	2,573,888,727
Insurance / reinsurance receivables	16	18,007,991,870	13,555,378,242
Reinsurance recoveries against outstanding claims including IBNR	17	10,694,550,023	10,282,198,129
Deferred commission expense / acquisition cost	18	1,148,419,171	1,031,300,986
Taxation - payments less provision		518,186,200	-
Prepayments	19	12,442,702,852	8,859,777,808
Cash and bank	20	2,612,590,072	2,117,696,503
		79,350,155,870	70,569,198,152
Total assets of Window Re-Takaful Operations		6,207,850,907	5,785,803,270
Total assets		85,558,006,777	76,355,001,422

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

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

Pakistan Reinsurance Company Limited
Condensed Interim Statement of Financial Position
As at June 30, 2026

	Note	June 30, 2026 Un-audited	December 31, 2025 Audited
		------------- (Rupees)	-------------
Equity and liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		9,000,000,000	9,000,000,000
Reserves		5,238,838,033	5,491,642,748
Unappropriated profit		10,154,251,628	9,539,479,616
Total equity		24,393,089,661	24,031,122,364
Revaluation surplus - net of tax		1,717,571,205	1,830,895,412
Liabilities			
Underwriting provisions			
- Outstanding claims including IBNR	21	20,345,483,792	18,765,129,085
- Unearned premium reserves	26	16,145,147,457	12,361,671,413
- Unearned reinsurance commission	28	883,707,751	691,189,321
- Premium deficiency reserve		24,549,000	24,549,000
		37,398,888,000	31,842,538,819
Retirement benefit obligations		3,630,286,779	3,618,507,534
Taxation liabilities- provision less payments		-	17,491,358
Deferred taxation liability	22	3,684,565,559	3,913,006,542
Insurance / reinsurance payables	23	9,063,318,592	5,994,559,524
Lease liabilities		19,689,129	20,600,758
Other creditors and accruals	24	402,863,417	220,190,657
		16,800,723,476	13,784,356,373
Total liabilities		54,199,611,476	45,626,895,192
		80,310,272,342	71,488,912,968
Total liabilities and fund of Window Re-Takaful Operations		5,247,734,435	4,866,088,454
Total equity and liabilities		85,558,006,777	76,355,001,422
Contingencies and commitments	25		

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

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

Pakistan Reinsurance Company Limited
Condensed Interim Profit and Loss Account (Un-audited)
For the six months and three months period ended June 30, 2026

	Note	Six months period ended		Three months period ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
		(Rupees)			
Net insurance premium	26	4,541,835,735	4,827,730,837	2,274,828,783	2,656,728,748
Net insurance claims	27	(2,844,174,183)	(3,513,510,725)	(1,291,329,840)	(1,880,340,728)
Net commission and other acquisition costs	28	(377,115,115)	(592,334,945)	(187,420,398)	(325,042,881)
Insurance claims and acquisition expenses		(3,221,289,298)	(4,105,845,670)	(1,478,750,238)	(2,205,383,609)
Management expenses	29	(1,027,762,153)	(968,052,586)	(685,783,951)	(528,286,056)
Underwriting results		292,784,284	(246,167,419)	110,294,594	(76,940,917)
Investment income	30	1,585,797,995	1,757,952,279	804,702,022	844,085,315
Rental income - net	31	94,613,232	76,819,764	40,216,653	37,943,444
Other income	32	138,582,034	176,224,179	110,304,521	94,419,773
Other expenses	33	(11,766,872)	(31,170,255)	(6,673,932)	(28,529,843)
		1,807,226,389	1,979,825,967	948,549,264	947,918,689
Results of operating activities		2,100,010,673	1,733,658,548	1,058,843,858	870,977,772
Finance cost		(1,334,374)	(4,819,472)	(1,272,869)	(4,683,356)
Conventional profit before tax		2,098,676,299	1,728,839,076	1,057,570,989	866,294,416
Profit from Window Retakaful Operations - Operator's Fund		79,504,165	68,978,098	82,169,993	35,644,955
Profit before levies and income tax		2,178,180,464	1,797,817,174	1,139,740,982	901,939,371
Levies	34	(9,900,000)	(13,870,175)	-	(13,870,175)
Profit before income tax		2,168,280,464	1,783,946,999	1,139,740,982	888,069,196
Income tax	34	(766,832,659)	(653,302,021)	(317,864,183)	(316,504,368)
Profit for the period		1,401,447,805	1,130,644,978	821,876,799	571,564,828
Earnings (after tax) per share - Rupees	35	1.56	1.26	0.91	0.64

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

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

Pakistan Reinsurance Company Limited
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the six months and three months period ended June 30, 2026

	Six months period ended		Three months period ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	------------- Rupees -------------		------------- Rupees -------------	
Profit for the period	1,401,447,805	1,130,644,978	821,876,799	571,564,828
Other comprehensive income for the period				
Items that may be reclassified subsequently				
to profit and loss account				
Unrealized loss on available for sale investments	(404,655,485)	161,358,750	(99,306,369)	466,707,866
Impact of deferred tax on revaluation Gain / (loss) on investments	159,946,656	(62,929,911)	159,946,656	(62,929,911)
	(244,708,829)	98,428,839	60,640,287	403,777,955
Other comprehensive income Window Retakaful Operations on revaluation gain loss on investments	(8,095,886)	(7,020,192)	(10,765,450)	(9,689,756)
	(252,804,715)	91,408,647	49,874,837	394,088,199
Total comprehensive income for the period	1,148,643,090	1,222,053,625	871,751,636	965,653,027

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

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

Pakistan Reinsurance Company Limited
Condensed Interim Statement of Changes in Equity
For the six months period ended June 30, 2026

	Issued subscribed and paid-up Share capital	Reserves				Total equity disposal	Revaluation surplus
		Capital		Revenue reserves			
		Reserve for exceptional losses	Unrealized gain on available for sale investment	General reserve	Unappropriated profit		
	Rupees						
Balance as at December 31, 2024 (audited)	9,000,000,000	281,000,000	2,708,215,564	1,135,296,316	8,077,645,381	21,202,157,261	1,695,820,477
Total comprehensive income for the period ended June 30, 2025	-	-	-	-	1,130,644,978	1,130,644,978	-
unrealised gain / (loss) on available for sale		-	91,408,647	-	-	91,408,647	-
	-	-	91,408,647	-	1,130,644,978	1,222,053,625	-
Incremental depreciation - net of tax							
- Right of use assets	-	-	-	-	77,604,419	77,604,419	(77,604,419)
- Property and equipment	-	-	-	-	9,413,603	9,413,603	(9,413,603)
					87,018,022	87,018,022	(87,018,022)
Final cash dividend 2024: Rs.2.00 @ 20% (2023 : Rs..1.00 @ 10%) per share	-	-		-	(1,800,000,000)	(1,800,000,000)	
Balance as at June 30, 2025 (un-audited)	9,000,000,000	281,000,000	2,799,624,211	1,135,296,316	7,495,308,381	20,711,228,908	1,608,802,455
Balance as at December 31, 2025 (audited)	9,000,000,000	281,000,000	4,075,346,432	1,135,296,316	9,539,479,616	24,031,122,364	1,830,895,412
Total Comprehensive income for the period ended June 30, 2026	-	-	-	-	1,401,447,805	1,401,447,805	-
unrealised gain / (loss) on available for sale		-	(252,804,715)	-	-	(252,804,715)	-
	-	-	(252,804,715)	-	1,401,447,805	1,148,643,090	-
Incremental depreciation - net of tax							
- Right of use assets	-	-	-	-	101,800,790	101,800,790	(101,800,790)
- Property and equipment	-	-	-	-	11,523,417	11,523,417	(11,523,417)
	-	-	-	-	113,324,207	113,324,207	(113,324,207)
Final cash dividend 2025: Rs.1.00 @ 10% (2024: Rs.2.00 @ 20%) per share	-	-		-	(900,000,000)	(900,000,000)	
Balance as at June 30, 2026 (un-audited)	9,000,000,000	281,000,000	3,822,541,717	1,135,296,316	10,154,251,628	24,393,089,661	1,717,571,205

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

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

Pakistan Reinsurance Company Limited
Condensed Interim Statement Of Cash Flows (Unaudited)
For The Six Months Period Ended June 30, 2026

	June 30 2026	June 30 2025
	---------- (Rupees) ----------	
Operating cash flows:		
Underwriting activities:-		
Premium received	15,489,407,069	12,701,347,741
Reinsurance premium paid	(12,139,988,751)	(7,003,741,725)
Claims paid	(1,681,531,016)	(9,596,360,042)
Reinsurance and other recoveries received	5,359,646	6,281,189,344
Commission paid	(1,381,206,435)	(1,251,617,457)
Commission received	1,079,491,565	889,806,804
Other underwriting payments (management expenses)	(1,029,096,527)	(984,923,634)
Net cash generated from underwriting activities	342,435,551	1,035,701,031
Other operating activities		
Levies and income tax paid	(1,349,897,920)	(1,751,950,505)
Other operating payments	(11,766,872)	(30,964,889)
Other operating receipts	414,339,494	367,030,621
Advances to employees	8,625,673	(8,265,625)
Net cash used in other operating activities	(938,699,625)	(1,424,150,398)
Total cash generated / (used in) from all operating activities	(596,264,074)	(388,449,367)
Investment activities		
Addition to property and equipments	(611,650)	(60,921,121)
Sale proceeds of operating fixed assets	-	13,268,181
Payments for investments	(8,476,888,465)	(6,999,222,753)
Rental income received - net of expenses	291,635,110	21,357,630
Dividend income received	394,323,592	250,447,959
Interest income on bank deposits	151,771,591	185,614,391
Investment income received - net of expenses	1,107,013,885	1,299,794,787
Proceeds on sale/ maturity of investments	8,521,170,282	5,459,353,202
Total cash (used in) / generated from investing activities	1,988,414,345	169,692,275
Financing activities		
Dividend paid	(897,256,704)	(1,838,149,230)
Payments of finance leases	-	(1,833,356)
Total cash (used in) financing activities	(897,256,704)	(1,839,982,586)
Net cash generated / (used in) from all activities	494,893,567	(2,058,739,678)
Cash and cash equivalent at the beginning of the period	2,117,696,503	3,235,526,667
Cash and cash equivalent at the end of the period	2,612,590,072	1,176,786,991

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

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

Pakistan Reinsurance Company Limited
Condensed Interim Statement Of Cash Flows (Un-audited)
For The Six Months Period Ended June 30, 2026

	June 30 2026	June 30 2025
	---------- (Rupees) ----------	
Reconciliation to profit and loss account		
Operating cash flows	(596,264,074)	(388,449,367)
Depreciation expense	(202,157,967)	(163,530,766)
Amortization expense	(164,435)	(127,998)
Exchange gain	(9,113,857)	42,852,252
Rental income	94,613,232	76,819,764
Reinsurance recoveries against outstanding claims	412,351,894	(6,467,386,257)
Provision for outstanding claims	(1,580,354,707)	6,269,046,230
Provision for unearned premium	(3,783,476,044)	(3,232,671,433)
Prepaid reinsurance	3,582,925,044	3,328,890,460
Provision for employee benefits	(11,779,245)	(172,163,282)
Dividend income	435,356,805	357,090,462
Investment income	7,775,301	35,874,147
Interest income	1,159,856,169	1,203,197,620
Amortization of premium	79,617,093	93,361,794
Gain on sale of investment	50,888,518	161,790,050
Change in operating assets other than cash	4,422,767,943	4,171,081,256
Change in operating liabilities	(3,314,063,291)	(5,338,786,361)
	748,778,379	(23,111,429)
Other adjustments:		
Levies and income tax paid	1,349,897,920	1,751,950,505
Conventional profit before tax	2,098,676,299	1,728,839,076
Levies and income tax	(776,732,659)	(667,172,196)
Profit after levies and taxes	1,321,943,640	1,061,666,880
Profit from Window Retakaful Operations - Operator's Fund	79,504,165	68,978,098
Profit after taxation for the period	1,401,447,805	1,130,644,978
Cash for the purpose of the statement of cash flow consist of:		
Cash and cash equivalents:		
Cash and other equivalent	756,385	866,385
Current and other accounts	2,611,833,687	1,175,920,606
	2,612,590,072	1,176,786,991

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

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

1. STATUS AND NATURE OF BUSINESS

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

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

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

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

2. GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

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

Other geographical location includes:

a) House No 30-B, Lalazar Drive, Maulvi Tamizuddin Khan Road, Karachi.
b) Plot/Survey No 75, Street No G.K 7, Ghulam Hussain Kassim Quarter, M.A Jinnah Road, Karachi.

3. BASIS OF PREPARATION

These condensed interim financial statements have been prepared in accordance with the format prescribed under Insurance Rules, 2017 and these should be read in conjunction with the annual audited financial statements of the Company for the year ended December 31, 2025.

3.1 Statement of compliance

These condensed interim financial statements are prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

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

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

Total assets, total liabilities and profit / (loss) of the Window Retakaful Operations of the Company referred to as the Operator's retakaful fund have been presented in these condensed interim financial statement in accordance with the requirements of Circular 25 of 2015 dated July 09, 2015.

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

3.2 Basis of measurement

These condensed interim financial statements have been prepared on the historical cost convention except for certain investments which have been measured at fair value and the Company's liability under retirement benefit obligations which is determined based on present value of defined benefit obligation less fair value of plan assets. No adjustment for the effect of inflation has been accounted for in the financial statements. All transactions reflected in these condensed interim financial statements are on accrual basis except for those reflected in Statement of Cash Flows.

3.3 Functional and presentation currency

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

4. MATERIAL ACCOUNTING POLICY INFORMATION

4.1 The material accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same and are consistent with those followed in the preparation of the annual audited financial statements of the Company for the year ended December 31, 2025.

There are certain new standards and amendments that will be applicable to the Company for its annual periods beginning on or after January 1, 2026. The new standards include IFRS 18 Presentation and Disclosure in Financial Statements with applicability date of January 1, 2027. The overall amendments include those made to IFRS 7 and IFRS 9 which clarify the date of recognition and derecognition of a financial asset or financial liability which are applicable effective January 1, 2027. The Company's management at present is in the process of assessing the full impacts of these new standards and the amendments to IFRS 7 and IFRS 9 and is expecting to complete the assessment in due course.

4.2 New accounting standards, amendments and IFRS interpretations that are effective for the year ended December 31, 2025

There are certain amendments to the accounting and reporting standards which became applicable to the Company on January 1, 2026. However, these amendments do not have any significant impact on the Company's financial statements and, therefore, have not been presented in these condensed interim financial statements.

4.3 Temporary Exemption from Application of IFRS 9

The Company has determined that it is eligible for the temporary exemption option since the Company has not previously applied any version of IFRS 9, its activities are predominantly connected with insurance as the percentage of the total carrying amount of its liabilities connected with insurance relative to the total carrying amount of all its liabilities is greater than 90 percent and the Company doesn't engage in significant activities unconnected with insurance based on historical available information. Under the temporary exemption option, the Company can defer the application of IFRS 9 until the application IFRS 17.

4.4 Temporary exemption from IFRS 17 and IFRS 9

Pursuant to the requirements of Securities and Exchange Commission of Pakistan SRO 1336 (I) / 2025 dated 23 July 2025 IFRS 17 "Insurance Contracts", is applicable to the companies engaged in insurance / takaful and re-insurance / re-takaful business from financial years commencing on or after 01 January 2027.

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition / derecognition of IFRS 17. Companies subject to the requirement of SRO 1336 (I) / 2025 will also be required to adopt requirements of IFRS-9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

5. SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND ASSUMPTIONS

The preparation of these condensed interim financial statements requires management to make judgments / estimates and associated assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The judgements / estimates and associated assumptions are under circumstances.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

The accounting estimates and judgement made by the management in the preparation of these condensed interim financial statements are the same as those applied in the annual audited financial statements of the Company for the year ended December 31, 2025.

6. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Company for the year December 31, 2025.

		Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
			------------- Rupees ------------	
7.	**PROPERTY AND EQUIPMENT**			
	Operating fixed assets	7.1	908,654,807	942,487,440
	Capital work in progress	7.2	60,842,192	60,842,192
			969,496,999	1,003,329,632
7.1	**Operating fixed assets**			
	Opening balance		942,487,440	827,634,889
	Add: Addition during the period / year		660,550	149,753,857
	Less: Disposal during the period / year		-	(13,268,181)
	Add: Revaluation surplus		-	51,030,697
	Less: Depreciation charge for the period / year		(34,493,183)	(72,663,822)
	Closing balance		908,654,807	942,487,440
7.2	**Capital work in progress**			
	Civil works	7.2.1	55,840,915	55,840,915
	Advances to contractors / suppliers		5,001,277	5,001,277
			60,842,192	60,842,192
7.2.1	Opening balance		55,840,915	88,641,424
	Addition during the period / year		-	91,471,323
	Transferred to operating fixed assets		-	(124,271,832)
	Closing balance		55,840,915	55,840,915
8.	**INTANGIBLE ASSETS**			
	Computer software	8.1	890,004	954,439
	Capital work in progress	8.2	14,340,762	14,340,762
			15,230,766	15,295,201
8.1	**Computer software**			
	Opening balance		954,439	1,279,976
	Add: Addition during the period / year		100,000	-
	Less: Amortization charged during the period / year.		(164,435)	(325,537)
	Closing balance		890,004	954,439
8.2	**Capital work in progress- Computer software**			
	Opening balance		14,340,762	18,481,131
	Add: Additions during the period / year		-	3,000,000
	Less: Transfer to operating fixed assets		-	(7,140,369)
	Closing balance		14,340,762	14,340,762

8.3 This relates to implementation of ERP (Enterprise resources planning) and development of customized system solution which includes Reinsurance, Administration, Human Resource, Audit, Accounting and Finance, Investment, Corporate Affairs and Retakaful modules and software for implementation of IFRS-17- "Insurance Contracts".

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------- Rupees -------------	
9. RIGHT-OF-USE ASSET		
Leasehold land		
Net carrying value basis		
Opening balance	2,375,400,000	2,177,450,000
Modification made during the period / year	(148,900)	(1,800,032)
Revaluation gain during the period / year	-	455,708,852
Depreciation charge for the period / year	(167,664,784)	(255,958,820)
Closing balance	2,207,586,316	2,375,400,000

9.1 The Company has entered into lease arrangement with Karachi Port Trust (KPT) for lease of land. The useful life (remaining lease term) of the right-of-use asset is 7 years (December 31, 2025: 7.5 years).

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
10. ASSETS IN - NET			
Total assets		15,974,000	15,974,000
Total liabilities	10.1	(5,761,000)	(5,761,000)
		10,213,000	10,213,000
Provision for loss on assets in Bangladesh		(10,213,000)	(10,213,000)
		-	-

10.1 These include claims related to Bangladesh amounting to Rs.4.952 million (December 31, 2025 : Rs.4.952 million).

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------- Rupees -------------	
11. INVESTMENT PROPERTIES		
Opening balance	897,198,665	864,476,353
Revaluation surplus during the period / year	-	32,722,312
	897,198,665	897,198,665

12. INVESTMENT IN EQUITY SECURITIES

	June 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
	Cost / amount carrying	Impairment / Provision	Unrealized Gain	Carrying Value	Cost / amount carrying	Impairment	Unrealized gain	Carrying amount
	Rupees							
12.1 Available for sale								
Related parties								
Listed shares	113,816,703		2,755,421,246	2,869,237,949	113,816,703	-	3,031,647,673	3,145,464,376
Unlisted shares	1,235,842	(618,227)	-	617,615	1,235,842	(618,227)	-	617,615
Mutual funds	400,002,919	-	257,366,862	657,369,781	400,002,919	-	295,555,178	695,558,097
	515,055,464	(618,227)	3,012,788,108	3,527,225,345	515,055,464	(618,227)	3,327,202,851	3,841,640,088
Others								
Listed shares	419,906,733	-	1,880,602,124	2,300,508,857	419,891,424	-	1,915,906,069	2,335,797,493
Unlisted shares	1,372,264	(1,372,264)	-	-	1,372,264	(1,372,264)	-	-
Mutual funds	1,110,125,475		1,372,294,382	2,482,419,857	1,809,180,893	-	1,425,662,942	3,234,843,835
	1,531,404,472	(1,372,264)	3,252,896,506	4,782,928,714	2,230,444,581	(1,372,264)	3,341,569,011	5,570,641,328
Sub total	2,046,459,936	(1,990,491)	6,265,684,614	8,310,154,059	2,745,500,045	(1,990,491)	6,668,771,862	9,412,281,416

	Cost / amount carrying	Impairment / Provision	Unrealized Gain	Carrying Value	Cost / amount carrying	Impairment	Unrealized Gain	Carrying amount
	Rupees							
12.2 Held For Trading								
Related parties								
Listed shares	277,518,240	-	3,857,561	281,375,801	177,502,381	-	100,015,859	277,518,240
Others								
Listed shares	332,846,600	-	15,697,200	348,543,800	182,490,700		150,355,900	332,846,600
Sub total	610,364,840	-	19,554,761	629,919,601	359,993,081	-	250,371,759	610,364,840
Grand total	2,656,824,776	(1,990,491)	6,285,239,375	8,940,073,660	3,105,493,126	(1,990,491)	6,919,143,621	10,022,646,256

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		-------Rupees-------	
13. INVESTMENT IN DEBT SECURITIES			
Held to maturity	13.1	17,418,583,880	16,764,153,637
Available for Sale	13.2	47,678,653	48,918,851
		17,466,262,533	16,813,072,488

13.1 Held to maturity

	June 30, 2026 (Un-audited)		Dec 31, 2025 (Audited)	
	Cost	Carrying value / amortised cost	Cost	Carrying value / amortised cost
	-------Rupees-------		-------Rupees-------	
Pakistan Investment Bonds - Fixed	10,530,072,790	10,929,551,080	10,530,072,790	10,849,933,987
Treasury Bills	6,295,662,850	6,489,032,800	5,738,179,350	5,914,219,650
	16,825,735,640	17,418,583,880	16,268,252,140	16,764,153,637

13.2 Available for Sale

	Cost	Market value	Cost	Market value
	-------Rupees-------		-------Rupees-------	
Pakistan Investment Bonds	43,876,950	47,678,653	43,876,950	48,918,851
Total	16,869,612,590	17,466,262,533	16,312,129,090	16,813,072,488

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		-------Rupees-------	
14. LOANS AND OTHER RECEIVABLES - Considered good			
Loans to employees	14.1,14.2 & 14.3	58,353,665	62,911,342
Advances to employees		15,480,842	5,760,842
Accrued investment income		460,001,289	395,095,532
Sundry receivables - net		25,839,661	26,475,920
Receivable from Window Re-takaful Operation		119,089,396	119,089,396
Receivable from tenants		166,458,624	363,480,495
Other receivable		10,754,539	49,201,988
		855,978,016	1,022,015,515

14.1 Loan to employees

Non current	57,255,255	39,459,651
Current	1,098,410	23,451,691
	58,353,665	62,911,342

14.2 No loan has been provided to the Directors by the Company. Details of loans to Executives of the Company is as under:

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees ------------	
Balance at beginning of the period / year		99,214,449	113,027,541
Add: disbursements during the period / year		-	-
Less: recoveries made during the period / year		(6,851,046)	(13,813,092)
Balance at end of the period / year		92,363,403	99,214,449

14.3 The maximum aggregate month-end amount of these loans during the year has been amounting to 2026: Rs. 98,091,103 (2025: Rs. 106,450,588).

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------- Rupees ------------	
15. RECEIVABLE FROM SINDH REVENUE BOARD		
Receivable from Sindh Revenue Board	2,573,888,727	2,573,888,727

The aggregate amount of Rs.2,573.889 million (2025: Rs.2,573.889 million) paid has been recorded as "receivable from SRB" in these condensed interim financial statements. Moreover, the Company has not recorded provision against the orders passed by SRB in pursuance of Appellate Order dated February 01, 2016 in Appeal No. AT-02/2013 and order dated February 03, 2016 in Appeal No. AT-109/2015. The Company has also filed Sales Tax Reference Application no 63 and 64/2016 and 407/2017 before the Honorable High Court of Sindh against the said order of SRB and the legal counsel of the Company is very much optimistic about the favorable outcome of the case.

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees ------------	
16. INSURANCE / REINSURANCE RECEIVABLES			
Unsecured - considered good			
Amount due from other reinsurers		1,041,881,804	2,108,018,523
Amount due from other insurers		17,667,558,699	12,148,808,352
	16.1&16.2	18,709,440,503	14,256,826,875
Less: Provision for impairment in due from other insurers/reinsurers	16.3	(701,448,633)	(701,448,633)
		18,007,991,870	13,555,378,242
Premium and claim reserves retained by cedants		24,831,633	24,831,633
Less: Provision for impairment in premium and claim reserves retained by cedants		(24,831,633)	(24,831,633)
		-	-
		18,007,991,870	13,555,378,242

16.1 This includes an amount of Rs. 266 million (2024: Rs. 266 million) which is under litigation and the Company being prudent has recorded a provision of Rs. 266 million (2024: Rs. 266 million) in respect of these balances.

16.2 This includes an amount of Rs. 8,859 million (December 31, 2025: Rs. 4,224 million) due from related party National Insurance Company Limited. The aging analysis of amount due from related party is as follows:

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees	-------------
Up to 3 months		8,128,062,392	1,985,517,766
Over 3 months and above		731,234,948	2,238,634,262
		8,859,297,340	4,224,152,028
16.3 Movement of provision for impairment			
Balance at the beginning of the period / year		701,448,633	609,541,746
Provisions made during the period / year		-	91,906,887
Balance at the end of the period / year		701,448,633	701,448,633
17. REINSURANCE RECOVERIES AGAINST OUTSTANDING CLAIMS			
Facultative business	17.1	10,181,649,294	9,774,047,861
Treaty		512,900,729	508,150,268
		10,694,550,023	10,282,198,129
17.1 Facultative business			
Fire		734,998,748	957,788,748
Marine cargo		15,954,138	8,098,000
Marine hull		312,587,380	195,846,738
Accident		569,439,000	569,439,000
Aviation		2,273,554,829	2,273,554,829
Engineering		6,275,115,199	5,769,320,546
		10,181,649,294	9,774,047,861
18. DEFERRED COMMISSION EXPENSE / ACQUISITION COST			
Facultative business	18.1	618,808,555	423,505,281
Treaty		529,610,616	607,795,705
		1,148,419,171	1,031,300,986
18.1 Facultative business			
Fire		111,218,471	120,120,449
Marine cargo		1,196,804	1,050,829
Marine hull		58,875,006	3,783,868
Accidents and others		34,555,110	30,413,803
Aviation		90,213,871	30,127,697
Engineering		322,749,293	238,008,635
		618,808,555	423,505,281
19. PREPAYMENTS			
Reinsurance ceded			
Facultative business	19.1	12,183,172,466	7,803,865,560
Treaty business		259,530,386	1,055,912,248
		12,442,702,852	8,859,777,808

		Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
			------------- Rupees -------------	
19.1	**Facultative business**			
	Fire		2,217,089,823	814,310,363
	Marine hull		818,038,342	56,222,180
	Accidents and others		431,180,602	411,345,462
	Aviation		3,020,704,824	1,257,047,420
	Engineering		5,696,158,875	5,264,940,135
			12,183,172,466	7,803,865,560
20.	**CASH AND BANK BALANCES**			
	Cash in hand		755,000	755,000
	Policy & Revenue stamps, Bond papers		1,385	1,385
			756,385	756,385
	Cash at bank			
	Saving accounts			
	- Local currency		345,419,512	87,533,821
	- Foreign currency		1,538,813,336	1,186,653,812
			1,884,232,848	1,274,187,633
	Current accounts			
	- Local currency	20.1	637,847,489	757,800,140
	Dividend accounts			
	- Saving accounts		60,352,599	58,294,891
	- Current accounts		29,400,751	26,657,454
			89,753,350	84,952,345
			2,612,590,072	2,117,696,503

20.1 The rate of return on saving accounts from various banks ranges from 9% to 11% (2025: 9.5% to 12.50%) per annum.

20.2 The Company has call treasury arrangements for these current accounts whereby profit is earned on these accounts as well.

20.3 Cash at bank includes Rs 104,373,137 held with National Bank of Pakistan, related party.

		Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
			------------- Rupees -------------	
21.	**OUTSTANDING CLAIMS INCLUDING IBNR**			
	Facultative business	21.1	16,575,751,092	14,964,627,264
	Treaty		3,774,684,700	3,805,453,821
			20,350,435,792	18,770,081,085
	Claims related to Bangladesh	10.1	(4,952,000)	(4,952,000)
			20,345,483,792	18,765,129,085

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------- Rupees -------------	

21.1 Facultative business

Fire	3,237,410,353	3,194,979,411
Marine cargo	148,173,566	131,044,584
Marine hull	383,006,581	252,482,648
Accident and others	1,056,381,108	1,027,126,676
Aviation	2,497,311,577	2,497,353,261
Engineering	9,253,467,907	7,861,640,684
	16,575,751,092	14,964,627,264

22. DEFERRED TAXATION

Opening balance	3,913,006,542	2,945,023,429
Charged to profit and loss account during the period / year	(68,494,327)	(104,143,341)
Charge to other comprehensive income during the period / year	(159,946,656)	1,072,126,454
Closing balance	3,684,565,559	3,913,006,542

22.1 Deferred tax comprises of the following

Deferred tax liabilities on taxable temporary differences:		
Accelerated tax depreciation		
Property and equipment	76,625,694	19,552,179
Right of use assets	4,050,245	4,439,752
Revaluation surplus on property and equipment	65,085,751	248,606,229
Revaluation surplus on Right-of-use assets	1,033,033,544	921,966,248
Investment property	339,963,778	339,963,778
Unrealized gain on investments	2,442,840,711	2,602,787,367
Notional interest on interest free loans	-	3,577,903
Held for trading investment	48,142,200	97,644,986
	4,009,741,923	4,238,538,442
Deferred tax assets on deductible temporary differences:		
Provision for doubtful debts	(33,472,008)	(33,472,008)
Provision for impairment of insurers / reinsurers receivable	(273,564,967)	(273,564,967)
Provision for impairment of receivables from other insurers / reinsurers	(9,684,337)	(9,684,338)
Lease liabilities	(7,678,760)	(8,034,296)
Provision for impairment in available for sale investments	(776,292)	(776,291)
	(325,176,364)	(325,531,900)
	3,684,565,559	3,913,006,542

23. INSURANCE / REINSURANCE PAYABLES

Due to other insurers	481,386,453	768,703,612
Due to other reinsurers	8,581,932,139	5,225,855,912
	9,063,318,592	5,994,559,524

	Note	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------- Rupees -------------	
24. OTHERS CREDITORS AND ACCRUALS			
Other creditors and accruals		7,365,983	11,694,287
Tax payable		3,705,709	4,090,707
Security deposits		46,353,114	45,625,389
Accrued expenses		287,344,787	43,769,905
Surplus profit payable		1,212,602	1,212,602
Payable to Window Re-Takaful Operations		-	59,659,841
Unpaid and unclaimed dividend		56,881,222	54,137,926
		402,863,417	220,190,657

25. CONTINGENCIES AND COMMITMENTS

25.1 Contingencies

The Company is contingently liable for:

	Note	June 30, 2026	December 31, 2025
Sindh sales tax	25.1.1	33,046,530,035	30,055,226,930
Federal excise duty	25.1.2	4,073,379,063	4,073,379,063
Income tax	25.1.4	12,257,521,727	12,289,886,208
Insurance payables		61,568,840	61,568,840
		49,438,999,665	46,480,061,041

There is no change in contingencies as reported in note 35 of the annual financial statements of the Company for the year ended December 31, 2025 except for detailed below:

25.1.1 PRCL received notices from Sindh Revenue Board (SRB) relating to non-filing of Sales Tax return on services provided by PRCL to Insurance Companies pertaining to the period from July 2011 to November 2011, from December 2011 to December 2012 and from January 2013 to December 2013. Due to its administrative complexities PRCL contested the levying of Sindh Sales Tax on reinsurance services. However, an adverse ordered was issued by the Commissioner of Appeals as well as the Appellate Tribunal subsequently against the appeals filed by the Company.

The Company filed references in the High Court of Sindh against the Orders of Appellant Tribunal. The Honorable High Court of Sindh granted stay to the Company in respect of this matter which restrained SRB from proceeding against the Company. During the year 2017, the Company paid an amount of Rs. 2,131.464 million under protest against the principal amount of sales tax liability in respect of above notices issued by SRB for tax years 2011, 2012 and 2013. The aggregate amount of Rs. 2,573.889 million paid under protest has been recorded as "Receivable from SRB" in the financial statements.

The references (63/2016, 64/2016 & 407/2017) in the High Court of Sindh are pending and the next hearing date is 25.08.2026.

25.1.2 The petition of PRCL, was fixed on 12.03.2025; the High Court of Sindh disposed of the petition directing that the Petitioner shall contest the notices before the issuing authority.

Deputy Commissioner-IR on 30.06.2025 issued orders stating that Federal Excise Duty aggregating to Rs. 4,073,379,063 on aggregate reinsurance premium revenue for the period from October 2012 to September 2017, was recoverable from the company. PRCL challenged the constitutionality and legality of these amendments by filing a petition before the Islamabad High Court on 28th July, 2025 and received a stay order on 29th July, 2025.

The Finance Act, 2024 has made it mandatory for SOEs to seek resolution of all tax disputes through the Alternate Dispute Resolution Committee (ADRC) — regardless of the disputed amount. This amendment effectively limits the access of SOEs to other appellate forums. In view these restrictions imposed by the amended provisions regarding the constitutional right of appeal and demand of unjustified amount, PRCL challenged the constitutionality and legality of these amendments by filing a petition before the Islamabad High Court on 28th July, 2025 and received a stay order on 29th July, 2025.

The petition before the Islamabad High Court (2956/2025) is pending.

25.1.3 The Company's property, commonly known as the PRCL Old Building / PIC Tower, situated at Sheet No. 75, Survey No. 7, M.A. Jinnah Road, Karachi, has historically been owned and possessed by Pakistan Insurance Corporation and, thereafter, by the Company as its successor. The Company's ownership is supported by a registered Conveyance Deed dated 12 November 1959, along with related municipal records, and the property has remained in the Company's possession, control and management for several decades, being continuously treated as a Company asset.

On 08 May 2026, officials of the Evacuee Trust Property Board (ETPB) locked and sealed the premises without, to the best of the Company's knowledge, any prior notice, show-cause notice, hearing opportunity, or formal order having been served on the Company.

Upon the Management's instructions, the Company filed Constitution Petition No. D-2966 of 2026 before the Honorable High Court of Sindh, challenging the legality, propriety and constitutionality of ETPB's action, along with an urgent application seeking interim relief and de-sealing of the premises. The matter was first heard on 12 May 2026, when notices were issued to the respondents. On 21 May 2026, respondents were directed to file their comments, and the matter was adjourned to 11 June 2026.

During the pendency of the proceedings, on 3 June 2026, Company representatives were informed by security personnel that unauthorized persons had gained access to the sealed premises. Upon inspection, portions of the premises were found disturbed and damaged, and preliminary examination indicated that certain movable assets, office items, fixtures, equipment and records may have been removed. A complaint was lodged with Police Station Garden, and an investigation has been requested.

At the hearing held on 15 July 2026, The Honorable High Court of Sindh dismissed the Constitutional Petition. The Honorable High Court has further observed that the matter should first be pursued before the appropriate forum.

Further, Legal Department, discussed the matter with PRCL's counsel. They have informed that the matters relating to similarly sealed properties are being pursued before the Federal Constitutional Court (FCC). According to counsel, since the Evacuee Department is the respondent, the appropriate forum for PRCL would also be the FCC.

In the light of the legal opinion, PRCL ,filed the appeal before the FCC Karachi, on 30 July 2026, Leave to Appeal is still pending.

As at the reporting date, the property remains sealed, comments from the respondents are awaited, and no final adjudication has been made regarding the legality of the sealing action.

Based on the historical ownership documentation, the registered Conveyance Deed, longstanding possession, and the apparent absence of due process (prior notice and hearing opportunity) before the sealing action, the Company's legal counsel is of the view that the Company has a reasonably strong case. Accordingly, Management, based on the advice of its legal counsel, is of the view that no provision is required at this stage, and the matter has been disclosed as a contingency. Management will continue to monitor the matter closely, and the outcome of the ongoing litigation will be given appropriate accounting treatment in the period in which it is determined.

25.1.4 During the half year following tax proceeding arose against the Company as detailed below:

The Finance Act, 2024 has made it mandatory for SOEs to seek resolution of all tax disputes through the Alternate Dispute Resolution Committee (ADRC) — regardless of the disputed amount. Therefore, PRCL filed ADRC applications in respect of amended assessment order issued under Section 122(5A). In addition, as this amendment effectively limits the access of SOEs to other appellate forums, PRCL challenged the constitutionality and legality of these amendments by filing a petition before the Islamabad High Court on 30th June, 2025 and received a stay order on 1st July, 2025 from recovery till the conclusion of ADRC Proceedings.

Tax Year	Order Section	Remaining Tax Liability
2010	122(1)	(8,135,713)
2014	161/205	234,556,878
	122(5A)	399,676,897
2015	161/205	39,541,845
	122(5A)	(24,228,768)
2016	161/205	182,699,756
	122(5A)	78,892,147
2018	122(5A)	360,138,484
2020	122(5A)	249,252,186
2021	122(5A)	1,275,488,978
2022	122(5A)	1,386,018,314
2023	122(5A)	1,965,399,174
2024	122(5A)	3,131,313,942
2025	122(5A)	2,986,907,607
Total		**12,257,521,727**

	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------- Rupees -------------	
25.2 Commitments		
Commitments in respect of:		
Short term lease rentals (0 to 1 year)	3,633,561	3,563,685
Capital expenditure (intangible assets)	25,422,503	25,422,503
	29,056,064	28,986,188

	Six months period ended		Three months period ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Un-audited		Un-audited	
	------------- Rupees -------------			
26. NET INSURANCE PREMIUM				
Written gross premium	19,942,020,697	17,107,767,864	10,427,683,628	8,347,237,636
Add: unearned premium reserve opening	12,361,671,413	10,621,849,438	14,082,929,606	12,439,498,114
Less: unearned premium reserve closing	(16,145,147,457)	(13,854,520,871)	(16,145,147,457)	(13,854,520,871)
Premium earned	16,158,544,653	13,875,096,431	8,365,465,777	6,932,214,879
Less: reinsurance premium ceded	15,199,633,962	12,376,256,054	8,519,645,647	5,848,239,424
Add: prepaid reinsurance premium opening	8,859,777,808	6,953,612,983	10,013,694,199	8,709,750,150
Less: prepaid reinsurance premium closing	(12,442,702,852)	(10,282,503,443)	(12,442,702,852)	(10,282,503,443)
Reinsurance expense	(11,616,708,918)	(9,047,365,594)	(6,090,636,994)	(4,275,486,131)
	4,541,835,735	4,827,730,837	2,274,828,783	2,656,728,748
27. NET INSURANCE CLAIMS				
Claims paid	1,681,531,016	9,596,360,042	977,889,800	3,530,128,726
Add: outstanding claims including IBNR closing	20,350,435,792	18,069,554,845	20,350,435,792	18,069,554,845
Less: outstanding claims including IBNR opening	(18,770,081,085)	(24,338,601,075)	(19,290,792,806)	(20,571,172,426)
Claims expense	3,261,885,723	3,327,313,812	2,037,532,786	1,028,511,145
Less: reinsurance and other recoveries received	5,359,646	6,281,189,344	-	1,651,473,204
Add: reinsurance and other recoveries in respect of outstanding claims closing	10,694,550,023	9,299,740,603	10,694,550,023	9,299,740,603
in respect of outstanding claims opening	(10,282,198,129)	(15,767,126,860)	(9,948,347,077)	(11,803,043,390)
Reinsurance and other recoveries revenue	(417,711,540)	186,196,913	(746,202,946)	851,829,583
	2,844,174,183	3,513,510,725	1,291,329,840	1,880,340,728

	Six months period ended June 30, 2026	Six months period ended June 30, 2025	Three months period ended June 30, 2026	Three months period ended June 30, 2025
	Un-audited		Un-audited	
	Rupees			
28. NET COMMISSION AND OTHER ACQUISTION COSTS				
Commission paid or payable	1,381,206,435	1,251,617,457	777,713,713	745,325,615
Add: deferred commission expense opening	1,031,300,986	1,047,205,897	1,029,984,161	951,116,251
Less: deferred commission expense closing	(1,148,419,171)	(1,074,602,389)	(1,148,419,171)	(1,074,602,389)
Net commission	1,264,088,250	1,224,220,965	659,278,703	621,839,477
Less: commission received or recoverable	1,079,491,565	889,806,804	696,518,084	102,445,517
Add: unearned reinsurance commission opening	691,189,321	505,496,153	659,047,972	957,768,016
Less: unearned reinsurance commission closing	(883,707,751)	(763,416,937)	(883,707,751)	(763,416,937)
Commission from reinsurers	(886,973,135)	(631,886,020)	(471,858,305)	(296,796,596)
	377,115,115	592,334,945	187,420,398	325,042,881
29. MANAGEMENT EXPENSES				
Salaries, wages and benefits	527,181,998	413,448,665	396,779,205	225,734,827
Employees benefits	211,951,103	313,909,161	111,951,103	163,909,161
Travelling & conveyance	8,413,008	9,736,232	2,510,667	2,327,374
Entertainment	1,116,839	1,841,445	318,998	787,907
Communication	1,674,688	1,854,958	806,171	1,027,036
Insurance	5,027,087	1,022,024	1,916,326	997,024
Utilities	10,156,459	9,379,804	7,107,672	5,833,770
Printing and stationery	4,426,688	3,587,215	3,495,319	2,694,314
Repairs and renewal	3,761,146	2,847,840	2,652,402	1,354,578
Medical expenses	8,374,410	7,428,245	7,041,155	4,174,405
Rent, rates and taxes	97,230	3,336,361	(1,736,126)	764,505
Computer related expenses	18,379,932	13,054,057	15,323,312	9,584,478
Consultancy / professional service charges	5,217,880	5,891,185	3,460,450	2,252,735
Newspaper and periodicals	4,060	39,855	2,300	17,700
Amortization	164,435	127,998	104,782	72,455
Depreciation	202,157,967	161,314,729	117,217,620	95,370,272
Directors' meeting expenses	15,690,613	19,944,227	10,517,580	15,042,720
Advertisement and business promotion	2,509,835	1,912,900	1,912,849	1,190,022
Training and research	1,520,410	941,015	1,514,210	201,822
Security service expenses	9,654,770	9,833,560	5,792,862	3,933,424
Janitorial expense	5,587,190	5,658,108	4,605,634	2,345,621
Repairs and maintenance	3,643,158	4,884,326	3,039,935	2,334,385
Shares transaction costs	-	57,668	-	57,668
Legal fee	692,500	408,000	378,000	268,000
Others	2,062,406	3,509,694	1,115,009	2,898,559
Donations	500,000	-	500,000	-
	1,049,965,812	995,969,272	698,327,435	545,174,762
Expenses allocated to rental income	(10,424,199)	(16,020,093)	(6,020,049)	(9,789,730)
Expenses allocated to investment income	(11,779,460)	(11,896,593)	(6,523,435)	(7,098,976)
	1,027,762,153	968,052,586	685,783,951	528,286,056

		Six months period ended		Three months period ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
		Un-audited		Un-audited	
		Rupees			
30.	**INVESTMENT INCOME**				
	Income from equity securities				
	Available for sale				
	Dividend income	404,737,495	339,598,834	123,003,837	219,421,145
	Held for trading				
	Dividend income	30,619,310	17,491,628	8,147,500	6,370,000
		435,356,805	357,090,462	131,151,337	225,791,145
	Income from debt securities				
	Return on debt securities				
	Held to maturity				
	Pakistan investment bonds - fixed	687,243,565	692,180,157	357,369,376	358,300,494
	Pakistan investment bonds - Floating	-	10,094,753	-	4,720,152
	Treasury bills	322,096,550	404,778,950	157,001,750	174,369,900
	Amortisation of discount on PIBs	79,617,093	93,361,794	40,849,260	48,014,242
		1,088,957,208	1,200,415,654	555,220,386	585,404,788
	Available for sale				
	Pakistan investment bonds	2,820,163	2,781,966	1,412,195	1,392,640
	Treasury Bills	-	-		
	Net realized gains on investments				
	Available for sale				
	Realized gain on equity securities	50,888,518	161,790,050	-	-
	Held for trading				
	Realized gain on equity securities	-	-	-	-
	Net unrealized gain on investments				
	Net unrealized gain on held for trading	19,554,761	47,770,740	123,441,539	38,595,718
	Total investment income	1,597,577,455	1,769,848,872	811,225,457	851,184,291
	Add: Impairment in value of available for sale investment	-	-	-	-
	Less: Investment related expenses	(11,779,460)	(11,896,593)	(6,523,435)	(7,098,976)
	Net investment income	1,585,797,995	1,757,952,279	804,702,022	844,085,315
31.	**RENTAL INCOME - NET**				
	Rental income	105,037,431	92,839,857	46,236,702	47,733,174
	Less: expenses allocated to investment property	(10,424,199)	(16,020,093)	(6,020,049)	(9,789,730)
		94,613,232	76,819,764	40,216,653	37,943,444
32.	**OTHER INCOME**				
	Return on bank deposits	143,627,895	128,438,265	111,256,957	58,506,876
	Exchange gain	(9,113,857)	42,852,252	(5,020,432)	30,979,235
	Miscellaneous income	4,067,996	4,933,662	4,067,996	4,933,662
		138,582,034	176,224,179	110,304,521	94,419,773
33.	**OTHER EXPENSES**				
	Subscription and membership fee	10,557,672	30,515,255	5,464,732	27,874,843
	Auditors Fee	1,209,200	655,000	1,209,200	655,000
	Exchange loss	-	-	-	-
	Bad debts	-	-	-	-
		11,766,872	31,170,255	6,673,932	28,529,843
34.	**TAXATION**				
	Levies	9,900,000	13,870,175	-	13,870,175
	Income tax	766,832,659	653,302,021	317,864,183	316,504,368
		776,732,659	667,172,196	317,864,183	330,374,543

	Six months period ended		Three months period ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	Un-audited		Un-audited	
	Rupees			
34.1 INCOME TAX				
Current tax expense	835,326,986	670,969,688	386,358,510	334,172,035
Deferred tax expense / (income)	(68,494,327)	(17,667,667)	(68,494,327)	(17,667,667)
	766,832,659	653,302,021	317,864,183	316,504,368

35. EARNINGS PER SHARE - BASIC AND DILUTED

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

	Six months period ended		Three months period ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	(Un-audited)		(Un-audited)	
Profit after tax for the period	1,401,447,805	1,130,644,978	821,876,799	571,564,828
Weighted average number of ordinary shares (number of shares)	900,000,000	900,000,000	900,000,000	900,000,000
Earning per share - basic	1.56	1.26	0.91	0.64

36. TRANSACTIONS WITH RELATED PARTIES

Government of Pakistan through Ministry of Commerce owns 50.99% (2025: 50.99%) shares of the Company. Therefore, all entities owned and controlled by the Government of Pakistan are related parties of the Company. The related parties comprise major shareholders, associated company, directors, companies with common directorship, key management personnel, and staff retirement benefit funds. The Company in normal course of business pays for electricity, gas and telephone to entities controlled by Government of Pakistan which are not material and hence not disclosed in these financial statements.

	Six months period ended		Three months period ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	(Un-audited)		(Un-audited)	
Major shareholder				
Government of Pakistan through Ministry of Commerce				
Dividend paid during the year	458,999,268	917,998,536	458,999,268	917,998,536
State Life Insurance Corporation of Pakistan				
Dividend paid during the year	219,696,603	439,393,206	219,696,603	439,393,206
Related parties by virtue of GoP's holdings				
Purchase of investment (T-Bills)	8,152,716,600	4,548,060,050	4,932,618,900	1,730,123,500
National Investment Trust Limited				
Dividend received during the year	39,600,000	55,480,701	-	15,880,701
National Insurance Company Limited				
Premium due but unpaid	4,224,152,027	2,781,498,914	-	744,592,050
Insurance premium written during the year	14,838,358,796	4,506,956,989	8,549,589,162	3,844,390,919
Insurance commission paid	(611,595,762)	(500,538,450)	(801,664,754)	(333,447,663)
Insurance claims paid	(149,301,684)	(6,940,134,244)	(298,603,368)	(1,823,408,138)
Premium received	(9,442,316,038)	(1,064,892,237)	(8,443,694,726)	(1,634,580,697)
Balance at the end of year	8,859,297,339	(1,217,109,028)	(994,373,686)	797,546,471

37. SEGMENT REPORTING

37.1 Six months period ended June 30, 2026

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	3,870,252,370	190,953,883	1,174,093,329	754,059,334	4,143,725,290	6,594,234,082	3,214,702,409	19,942,020,697
Unearned-Opening	1,639,040,869	14,477,755	64,408,256	496,605,239	1,348,729,960	5,774,870,215	3,023,539,119	12,361,671,413
Unearned-Closing	2,592,005,220	12,955,167	880,251,475	517,743,250	3,185,316,913	6,276,945,845	2,679,929,587	16,145,147,457
Premium earned	2,917,288,019	192,476,471	358,250,110	732,921,323	2,307,138,337	6,092,158,452	3,558,311,941	16,158,544,653
Reinsurance-Ceded	3,360,592,248	164,598,399	1,089,151,893	582,938,859	3,927,448,630	5,980,062,527	94,841,406	15,199,633,962
Prepaid reinsurance-Opening	814,310,363	-	56,222,180	411,345,462	1,257,047,420	5,264,940,135	1,055,912,248	8,859,777,808
Prepaid reinsurance-Closing	2,217,089,823	-	817,609,914	431,180,603	3,020,704,824	5,696,587,302	259,530,386	12,442,702,852
Reinsurance expenses	1,957,812,788	164,598,399	327,764,159	563,103,718	2,163,791,226	5,548,415,360	891,223,268	11,616,708,918
Net insurance premium	959,475,231	27,878,072	30,485,951	169,817,605	143,347,111	543,743,092	2,667,088,673	4,541,835,735
Commission income	114,430,492	16,404,881	37,125,572	48,277,980	108,788,478	548,556,375	13,389,357	886,973,135
Net underwriting income (A)	1,073,905,723	44,282,953	67,611,523	218,095,585	252,135,589	1,092,299,467	2,680,478,030	5,428,808,870
Insurance claims paid	69,052,960	467,642	(453,053)	272,640	-	247,646,507	1,364,544,320	1,681,531,016
Outstanding-Opening	3,194,979,411	131,044,584	252,482,648	1,027,126,676	2,497,353,261	7,861,640,684	3,805,453,821	18,770,081,085
Outstanding-Closing	3,237,410,353	148,173,566	383,006,581	1,056,381,108	2,497,311,577	9,253,467,907	3,774,684,700	20,350,435,792
Insurance claims expenses	111,483,902	17,596,624	130,070,880	29,527,072	(41,684)	1,639,473,730	1,333,775,199	3,261,885,723
Reinsurance recoveries received	-	-	5,359,646	-	-	-	-	5,359,646
Recovery-Opening	957,788,748	8,098,000	195,846,738	569,439,000	2,273,554,829	5,769,320,546	508,150,268	10,282,198,129
Recovery-Closing	734,998,748	15,954,138	312,587,380	569,439,000	2,273,554,829	6,275,115,199	512,900,729	10,694,550,023
Insurance claims recovered from reinsures	(222,790,000)	7,856,138	122,100,288	-	-	505,794,653	4,750,461	417,711,540
Net claims	334,273,902	9,740,486	7,970,592	29,527,072	(41,684)	1,133,679,077	1,329,024,738	2,844,174,183
Commission expense	164,465,435	13,043,315	23,486,802	45,641,193	55,777,769	284,739,804	676,933,932	1,264,088,250
Management expense	217,117,568	6,308,468	6,898,600	38,427,657	32,437,707	123,042,444	603,529,709	1,027,762,153
Net insurance claims and expenses (B)	715,856,905	29,092,269	38,355,994	113,595,922	88,173,792	1,541,461,325	2,609,488,379	5,136,024,586
Underwriting results (C) (C=A-B)	358,048,818	15,190,684	29,255,529	104,499,663	163,961,797	(449,161,858)	70,989,651	292,784,284
Net investment income	-	-	-	-	-	-	-	1,585,797,995
Rental income	-	-	-	-	-	-	-	94,613,232
Other income	-	-	-	-	-	-	-	138,582,034
Finance Cost	-	-	-	-	-	-	-	(1,334,374)
Fair value gain on investment property	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	(11,766,872)
Profit from Window Re-takaful Operations	-	-	-	-	-	-	-	79,504,165
Profit before levies and income tax								2,178,180,464
Levies	-	-	-	-	-	-	-	(9,900,000)
Profit before income tax								2,168,280,464
Income tax	-	-	-	-	-	-	-	(766,832,659)
Profit for the period								1,401,447,805
Segment assets	3,063,307,042	17,150,942	1,189,072,300	1,035,174,713	5,384,473,524	12,294,451,794	1,302,041,731	24,285,672,046
Unallocated assets	-	-	-	-	-	-	-	61,272,334,731
								85,558,006,777

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
Segment liabilities	5,957,055,919	161,128,733	1,358,508,543	1,610,199,891	5,861,033,670	15,973,574,523	6,457,789,721	37,379,291,000
Unallocated liabilities	-	-	-	-	-	-	-	16,820,320,476
								54,199,611,476

June 30, 2025	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	3,495,542,761	115,553,912	256,607,452	662,536,824	3,449,695,203	5,994,409,009	3,133,422,703	17,107,767,864
Unearned-Opening	1,285,441,645	13,489,100	87,376,811	490,134,575	1,468,166,144	3,839,617,103	3,437,624,060	10,621,849,438
Unearned-Closing	1,980,090,825	68,713,329	191,618,108	444,564,397	2,785,198,705	5,460,971,196	2,923,364,311	13,854,520,871
Premium earned	2,800,893,581	60,329,683	152,366,155	708,107,002	2,132,662,642	4,373,054,916	3,647,682,452	13,875,096,431
Reinsurance-Ceded	2,835,991,952	80,778,944	228,012,176	523,524,094	3,237,822,674	5,274,078,082	196,048,132	12,376,256,054
Prepaid reinsurance-Opening	659,817,075	-	75,793,379	420,226,441	1,311,444,608	3,488,248,188	998,083,292	6,953,612,983
Prepaid reinsurance-Closing	1,643,118,434	41,450,750	171,165,305	373,214,150	2,594,289,926	5,044,024,820	415,240,058	10,282,503,443
Reinsurance expenses	1,852,690,593	39,328,194	132,640,250	570,536,385	1,954,977,356	3,718,301,450	778,891,366	9,047,365,594
Net insurance premium	948,202,988	21,001,489	19,725,905	137,570,617	177,685,286	654,753,466	2,868,791,086	4,827,730,837
Commission income	97,417,161	3,656,602	13,131,637	46,286,628	89,252,118	370,064,958	12,076,916	631,886,020
Net underwriting income (A)	1,045,620,149	24,658,091	32,857,542	183,857,245	266,937,404	1,024,818,424	2,880,868,002	5,459,616,857
Insurance claims paid	628,230,652	119,603	334,500,944	2,065,988	70,173,035	6,325,709,469	2,235,560,351	9,596,360,042
Outstanding-Opening	3,329,035,649	86,514,925	72,419,048	910,882,876	2,284,482,664	14,251,191,406	3,404,074,507	24,338,601,075
Outstanding-Closing	3,204,709,707	89,455,258	82,047,348	925,973,441	2,483,183,931	7,950,385,794	3,333,799,366	18,069,554,845
Insurance claims expenses	503,904,710	3,059,936	344,129,244	17,156,553	268,874,302	24,903,857	2,165,285,210	3,327,313,812
Reinsurance recoveries received	-	-	263,413,208	-	44,841,471	5,892,849,142	80,085,523	6,281,189,344
Recovery-Opening	530,968,245	-	35,809,757	498,469,000	1,733,981,568	12,274,667,266	693,231,024	15,767,126,860
Recovery-Closing	667,486,211	-	37,714,738	498,469,000	1,915,771,499	5,854,534,946	325,764,209	9,299,740,603
Insurance claims recovered from reinsures	136,517,966	-	265,318,189	-	226,631,402	(527,283,178)	(287,381,292)	(186,196,913)
Net claims	367,386,744	3,059,936	78,811,055	17,156,553	42,242,900	552,187,035	2,452,666,502	3,513,510,725
Commission expense	145,700,088	4,531,355	9,058,388	40,356,723	55,169,238	293,103,734	676,301,439	1,224,220,965
Management expense	190,132,877	4,211,201	3,955,422	27,585,546	35,629,306	131,290,622	575,247,612	968,052,586
Net insurance claims and expenses (B)	703,219,709	11,802,492	91,824,865	85,098,822	133,041,444	976,581,391	3,704,215,553	5,705,784,276
Underwriting results (C) (C=A-B)	342,400,440	12,855,599	(58,967,323)	98,758,423	133,895,960	48,237,033	(823,347,551)	(246,167,419)
Net investment income	-	-	-	-	-	-	-	1,757,952,279
Rental income	-	-	-	-	-	-	-	76,819,764
Other income	-	-	-	-	-	-	-	176,224,179
Fair value gain on investment property	-	-	-	-	-	-	-	(4,819,472)
Finance cost	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	(31,170,255)
								68,978,098
Profit before tax								1,797,817,174
Levies	-	-	-	-	-	-	-	(13,870,175)
Profit before income tax								1,783,946,999
Income tax	-	-	-	-	-	-	-	(653,302,021)
Profit for the period								1,130,644,978

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
Segment assets	2,379,839,963	45,886,218	220,277,907	896,868,059	4,578,045,082	11,242,165,397	1,293,763,809	20,656,846,435
Unallocated assets	-	-	-	-	-	-	-	49,880,862,724
								70,537,709,159
Segment liabilities	5,260,982,598	161,885,796	290,383,372	1,401,236,078	5,397,758,828	13,914,013,074	6,261,232,907	32,687,492,653
Unallocated liabilities	-	-	-	-	-	-	-	15,530,185,144
								48,217,677,797

37.2 **Three months period ended**

June 30, 2026	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	1,066,361,433	180,510,262	1,169,893,777	353,837,191	798,355,524	5,597,681,375	1,261,044,066	10,427,683,628
Unearned-Opening	3,081,524,846	10,395,442	4,238,609	535,987,212	3,521,092,619	3,739,021,472	3,190,669,406	14,082,929,606
Unearned-Closing	2,592,005,220	12,955,167	880,251,475	517,743,250	3,185,316,913	6,276,945,845	2,679,929,587	16,145,147,457
Premium earned	1,555,881,059	177,950,537	293,880,911	372,081,153	1,134,131,230	3,059,757,002	1,771,783,885	8,365,465,777
Reinsurance-Ceded	968,151,161	164,598,399	1,089,151,893	268,926,675	759,076,420	5,174,899,693	94,841,406	8,519,645,647
Prepaid reinsurance-Opening	2,327,361,353	-	-	438,973,723	3,322,600,578	3,298,653,087	626,105,458	10,013,694,199
Prepaid reinsurance-Closing	2,217,089,823	-	817,609,914	431,180,603	3,020,704,824	5,696,587,302	259,530,386	12,442,702,852
Reinsurance expenses	1,078,422,691	164,598,399	271,541,979	276,719,795	1,060,972,174	2,776,965,478	461,416,478	6,090,636,994
Net insurance premium	477,458,368	13,352,138	22,338,932	95,361,358	73,159,056	282,791,524	1,310,367,407	2,274,828,783
Commission income	64,048,342	16,404,881	31,634,286	23,855,601	56,153,037	273,182,083	6,580,075	471,858,305
Net underwriting income (A)	541,506,710	29,757,019	53,973,218	119,216,959	129,312,093	555,973,607	1,316,947,482	2,746,687,088
Insurance claims paid	38,615,815	463,805	7,534	227,479	-	67,449,554	871,125,613	977,889,800
Outstanding-Opening	3,212,319,025	131,141,749	252,929,621	1,053,788,908	2,497,311,577	7,825,181,897	4,318,120,029	19,290,792,806
Outstanding-Closing	3,237,410,353	148,173,566	383,006,581	1,056,381,108	2,497,311,577	9,253,467,907	3,774,684,700	20,350,435,792
Insurance claims expenses	63,707,143	17,495,622	130,084,494	2,819,679	-	1,495,735,564	327,690,284	2,037,532,786
Reinsurance recoveries received	-	-	-	-	-	-	-	-
Recovery-Opening	734,998,748	8,098,000	196,576,869	569,439,000	2,273,554,829	5,707,146,657	458,532,974	9,948,347,077
Recovery-Closing	734,998,748	15,954,138	312,587,380	569,439,000	2,273,554,829	6,275,115,199	512,900,729	10,694,550,023
Insurance claims recovered from reinsures	-	7,856,138	116,010,511	-	-	567,968,542	54,367,755	746,202,946
Net claims	63,707,143	9,639,484	14,073,983	2,819,679	-	927,767,022	273,322,529	1,291,329,840
Commission expense	89,794,260	11,939,050	19,653,167	23,666,158	29,002,043	146,987,445	338,236,580	659,278,703
Management expense	144,405,281	4,117,230	5,669,621	27,195,925	21,849,833	83,677,877	398,868,184	685,783,951
Net insurance claims and expenses (B)	297,906,684	25,695,764	39,396,771	53,681,762	50,851,876	1,158,432,344	1,010,427,293	2,636,392,494
Underwriting results (C) (C=A-B)	243,600,026	4,061,255	14,576,447	65,535,197	78,460,217	(602,458,737)	306,520,189	110,294,594
Provision for doubtful debts	-	-	-	-	-	-	-	-
Net investment income	-	-	-	-	-	-	-	804,702,022
Rental income	-	-	-	-	-	-	-	40,216,653
Other income	-	-	-	-	-	-	-	110,304,521
Finance cost	-	-	-	-	-	-	-	(1,272,869)
Fair value gain on investment property	-	-	-	-	-	-	-	-
Other expenses	-	-	-	-	-	-	-	(6,673,932)
Profit from Window Re-takaful Operations	-	-	-	-	-	-	-	82,169,993

	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
Profit before tax								1,139,740,982
Segment assets	3,063,307,042	17,150,942	1,189,500,728	1,035,174,712	5,384,473,524	12,294,023,367	1,302,041,731	24,285,672,046
Unallocated assets	-	-	-	-	-	-	-	61,272,334,731
								85,558,006,777
Segment liabilities	5,957,055,919	161,128,733	1,358,508,543	1,610,199,891	5,861,033,670	15,973,574,523	6,457,789,721	37,379,291,000
Unallocated liabilities	-	-	-	-	-	-	-	16,820,320,476
								54,199,611,476

June 30, 2025	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	-Rupees-							
Gross written premium	810,792,190	13,655,269	254,897,755	343,061,208	25,938,769	5,332,051,709	1,566,840,736	8,347,237,636
Unearned-Opening	2,594,766,635	90,374,095	2,134,853	456,675,232	3,814,900,738	2,304,347,995	3,176,298,566	12,439,498,114
Unearned-Closing	1,980,090,825	68,713,329	191,618,108	444,564,397	2,785,198,705	5,460,971,196	2,923,364,311	13,854,520,871
Premium earned	1,425,468,000	35,316,035	65,414,500	355,172,043	1,055,640,802	2,175,428,508	1,819,774,991	6,932,214,879
Reinsurance-Ceded	419,985,437	7,040,839	228,012,176	277,176,835	3,403,104	4,716,572,901	196,048,132	5,848,239,424
Prepaid reinsurance-Opening	2,084,537,467	55,556,107	-	375,420,618	3,555,397,773	2,042,050,656	596,787,529	8,709,750,150
Prepaid reinsurance-Closing	1,643,118,434	41,450,750	171,165,305	373,214,150	2,594,289,926	5,044,024,820	415,240,058	10,282,503,443
Reinsurance expenses	861,404,470	21,146,196	56,846,871	279,383,303	964,510,951	1,714,598,737	377,595,603	4,275,486,131
Net insurance premium	564,063,530	14,169,839	8,567,629	75,788,740	91,129,851	460,829,771	1,442,179,388	2,656,728,748
Commission income	48,662,562	1,838,402	5,552,300	22,854,293	41,537,109	170,530,300	5,821,630	296,796,596
Net underwriting income (A)	612,726,092	16,008,241	14,119,929	98,643,033	132,666,960	631,360,071	1,448,001,018	2,953,525,344
Insurance claims paid	578,308,054	118,227	334,500,944	254,649	15,651,325	1,491,031,306	1,110,264,221	3,530,128,726
Outstanding-Opening	3,295,327,856	87,310,758	383,991,390	921,015,316	2,498,014,188	10,152,994,339	3,232,518,579	20,571,172,426
Outstanding-Closing	3,204,709,707	89,455,258	82,047,348	925,973,441	2,483,183,931	7,950,385,794	3,333,799,366	18,069,554,845
Insurance claims expenses	487,689,905	2,262,727	32,556,902	5,212,774	821,068	(711,577,239)	1,211,545,008	1,028,511,145
Reinsurance recoveries received	-		263,413,208	-	13,964,651	1,294,009,822	80,085,523	1,651,473,204
Recovery-Opening	667,651,211	-	302,161,125	498,469,000	1,929,440,154	8,022,926,831	382,395,069	11,803,043,390
Recovery-Closing	667,486,211	-	37,714,738	498,469,000	1,915,771,499	5,854,534,946	325,764,209	9,299,740,603
Insurance claims recovered from reinsures	(165,000)	-	(1,033,179)	-	295,996	(874,382,063)	23,454,663	(851,829,583)
Net claims	487,854,905	2,262,727	33,590,081	5,212,774	525,072	162,804,824	1,188,090,345	1,880,340,728
Commission expense	83,903,592	2,306,425	3,913,260	20,730,804	27,397,765	142,046,877	341,540,754	621,839,477
Management expense	111,992,295	2,821,526	1,685,636	15,018,048	18,022,440	93,695,890	285,050,221	528,286,056

June 30, 2025	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
				Rupees				
Net insurance claims and expenses (B)	683,750,792	7,390,678	39,188,977	40,961,626	45,945,277	398,547,591	1,814,681,320	3,030,466,261
Underwriting results (C) (C=A-B)	(71,024,700)	8,617,563	(25,069,048)	57,681,407	86,721,683	232,812,480	(366,680,302)	(76,940,917)
Net investment income	-	-	-	-	-	-	-	844,085,315
Rental income	-	-	-	-	-	-	-	37,943,444
Other income	-	-	-	-	-	-	-	94,419,773
Fair value gain on investment property	-	-	-	-	-	-	-	-
Finance cost	-	-	-	-	-	-	-	(4,683,356)
Other expenses	-	-	-	-	-	-	-	(28,529,843)
Profit before tax								866,294,416
Segment assets	2,379,839,963	45,886,218	220,277,907	896,868,059	4,578,045,082	11,242,165,397	1,293,763,809	20,656,846,435
Unallocated assets	-	-	-	-	-	-	-	49,880,862,724
								70,537,709,159
Segment liabilities	5,260,982,598	161,885,796	290,383,372	1,401,236,078	5,397,758,828	13,914,013,074	6,261,232,907	32,687,492,653
Unallocated liabilities	-	-	-	-	-	-	-	15,530,185,144
								48,217,677,797

38. FAIR VALUE HIERARCHY

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

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

The fair value hierarchy has the following levels:

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

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

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

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

	Total	Level 1	Level 2	Level 3
	----------	---------- Rupees	----------	----------
June 30, 2026 (Un-audited)				
Financial assets measured at fair value				
Held-for-trading				
Ordinary shares - listed	629,919,601	629,919,601	-	-
Available-for-sale				
Ordinary shares - listed	5,169,746,806	5,169,746,806	-	-
Ordinary shares - unlisted	617,615	-	-	617,615
Mutual fund units	3,139,789,638	544,280,306	2,595,509,332	-
	8,940,073,660	6,343,946,713	2,595,509,332	617,615
December 31, 2025 (Audited)				
Financial assets measured at fair value				
Held-for-trading investment				
Ordinary shares - listed	610,364,840	610,364,840	-	-
Available-for-sale				
Ordinary shares - listed	5,481,261,870	5,481,261,870	-	-
Ordinary shares - unlisted	617,615	-	-	617,615
Mutual fund units	3,930,401,931	533,942,021	3,396,459,910	-
	10,022,646,256	6,625,568,731	3,396,459,910	617,615

39. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison.

40. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on 2 9 AUG 2026 by the Board of Directors of the Company.

41. GENERAL

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

Chairman	Director	Director	Chief Executive Officer	Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED

Condensed Interim Financial Statements

Window Retakaful Operations

For the half year ended
June 30, 2026

Parker Russell-A. J. S.
CHARTERED ACCOUNTANTS

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Independent Auditor's Review Report to the Members of Pakistan Reinsurance Company Limited - Window Retakaful Operations

Report on Review of Condensed Interim Financial Statements

Introduction

We have reviewed the accompanying condensed interim statement of financial position of Pakistan Reinsurance Company Limited - Window Retakaful Operation (the "Operator") as of June 30, 2026, and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in funds, and notes to the condensed interim financial statements for the six month period then ended (hereinafter referred to as the "condensed interim financial statements"). Management is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed interim financial statements based on our review.

Scope of review

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

Basis for Qualified Conclusion

Unreconciled Balances

The Participant's amount due from other takaful entities on account of treaty and facultative business as appearing in note 8 of the annexed condensed interim financial statements includes unreconciled gross amount of Rs. 155.61 million (including a related party) and net amount of Rs 118.07 million. Similarly, the Participant's amount due to other takaful entities on account of treaty and facultative as appearing in note 17 in the annexed condensed interim financial statements, which includes an unreconciled balance of Rs. 0.52 million. Management asserted that the reason for such differences is due to the time lag in reconciliation as the intimations and communications of the transactions with takaful / retakaful companies normally take place after 3 to 4 months of the transaction. However, the Operator is in the process of reconciling these balances. Due to pending reconciliations relating to the above balances, the resulting adjustment and consequential impact thereon, if any, on these condensed interim financial statements remain unascertained.

Qualified Conclusion

Based on our review, except for the matters as described in the "Basis for Qualified Conclusion" section of our report, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Emphasis of Matter

i) We draw attention to notes 10, 11, 12, 15, 16, 17, 23, 24 and 26 to the annexed condensed interim financial statements, which reflect the transactions and balances relating to the Operator's treaty retakaful business. Previously, no supporting documentation of the contribution and claims of the ceding takaful companies was made available to the auditors. However, the management in past few years has developed some control mechanism over treaty business contributions and claims, which includes obtaining relevant information from ceding companies in support of periodic returns on random basis and performing ceding entity-wise analysis of treaty business carried out with ceding companies as well as checking compliance with the treaty terms. However, this needs consistency and continuity of the internal control system over the years.

ii) We draw attention to note 22.1 to the annexed condensed interim financial statements, which explains that notice was served by Sindh Revenue Board (SRB) in 2016 for non-filing of sales tax returns and raised sales tax liability via same notice on conventional reinsurance service provider by the Operator.

Our conclusion is not modified with respect of these matters.

Other matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts, are subject to a limited-scope review by the statutory auditors of the Company. Accordingly, the figures of the condensed interim profit and loss account and the condensed interim statement of comprehensive income for the quarters ended June 30, 2026, and June 30, 2025, have not been reviewed by us.

The financial statements of the Company for the year ended December 31, 2025 and six month ended June 30, 2025, were audited and reviewed by another firm of Chartered Accountants who expressed a qualified opinion and qualified conclusion on those statements vide their reports dated April 07, 2026 and August 29, 2025 respectively.

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

Parker Russell AJS

(Chartered Accountants)

Date: August 29, 2026
Karachi.

UDIN: RR202610192gP8E5iJsy

Pakistan Reinsurance Company Limited - Window Retakaful Operation
Condensed Interim Statement of Financial Position
As at June 30, 2026

	Note	Operator's retakaful fund		Participant's retakaful fund	
		Jun 30, 2026 (Un-audited)	December 31, 2025 (Audited)	Jun 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		--------Rupees--------			
Assets					
Investments	6	552,253,029	539,241,324	3,101,814,686	3,030,637,769
Other receivables	7	1,014,436	919,990	1,949,294	61,058,531
Takaful/retakaful receivables	8	-	-	855,783,188	573,316,942
Receivables from participant's retakaful fund - net	9	243,416,012	196,127,095	-	-
Qard-e-hasna to participant's retakaful Fund		300,000,000	300,000,000	-	-
Retakaful recoveries against outstanding claims	24	-	-	407,994,940	204,388,782
Deferred wakala fee	10	-	-	149,733,833	153,137,884
Deferred commission expense	11	153,947,530	152,970,534	-	-
Prepayments	12	-	-	101,970,190	249,781,036
Bank balances	13	11,318,252	19,296,109	326,655,520	304,927,274
Total assets		1,261,949,259	1,208,555,052	4,945,901,651	4,577,248,218
Fund and liabilities					
Funds attributable to:					
Operator`s retakaful fund					
Statutory fund		600,000,000	600,000,000	-	-
Reserves	14	360,116,471	319,714,817	-	-
Total operator's funds		960,116,471	919,714,817	-	-
Participant's retakaful fund					
Seed money		-	-	1,000,000	1,000,000
Reserves	14	-	-	2,308,038,868	2,186,168,886
Balance of participant's retakaful fund				2,309,038,868	2,187,168,886
Qard-e-hasna		-	-	300,000,000	300,000,000
Total participant's retakaful fund		-	-	2,609,038,868	2,487,168,886
Liabilities					
Underwriting provisions					
Outstanding claims including IBNR	15	-	-	1,159,560,636	782,550,990
Unearned contribution reserves	16	-	-	748,669,164	765,689,419
Contribution deficiency reserve		-	-	13,947,000	13,947,000
		-	-	1,922,176,800	1,562,187,409
Unearned wakala fee	10	.149,733,833	153,137,884	-	-
Takaful/retakaful payables	17	-	-	171,238,281	331,733,138
Payable to participant retakaful fund - net	9	-	-	243,416,012	196,127,095
Taxation - provision less payment	18	28,907,647	9,288,151	-	-
Deferred taxation	19	778,689	5,954,747	-	-
Other creditors and accruals	20	3,323,223	1,370,057	31,690	31,690
Payable to related party	21	119,089,396	119,089,396	-	-
Total liabilities		301,832,788	288,840,235	2,336,862,783	2,090,079,332
Total equity and liabilities		1,261,949,259	1,208,555,052	4,945,901,651	4,577,248,218
Contingencies and commitments	22				

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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

Pakistan Reinsurance Company Limited - Window Retakaful Operation
Condensed Interim Statement of Profit or Loss (Un-audited)
For the six months and three months period ended June 30, 2026

	Note	Six months period ended		Three months period ended	
		Jun 30, 2026	Jun 30, 2025	Jun 30, 2026	Jun 30, 2025
		----------Rupees----------			
Participant's retakaful fund					
Contributions earned	23	764,685,258	811,927,951	392,162,691	257,107,313
Less: contributions ceded to retakaful	23	(157,135,474)	(104,020,677)	(69,503,879)	(55,656,770)
Net contribution revenue		607,549,784	707,907,274	322,658,812	201,450,543
Net claims - reported/ settled - IBNR	24	(504,804,141)	(360,749,216)	(270,160,741)	(31,223,623)
Surplus before investment and other income		102,745,643	347,158,058	52,498,071	170,226,920
Investment income		234,538,377	99,892,995	228,120,722	91,111,383
Other income		11,769,934	70,704,237	3,067,385	42,477,810
Less: modarib's fee		(61,577,078)	(42,649,308)	(57,797,027)	(33,397,298)
		184,731,233	127,947,925	173,391,080	100,191,895
Surplus before taxation		287,476,876	475,105,983	225,889,151	270,418,815
Taxation	25	(69,043,106)	(34,889,126)	(65,390,819)	(28,459,758)
Surplus transferred to accumulated surplus		218,433,770	440,216,857	160,498,332	241,959,057
Operator's retakaful fund					
Wakala fee income	23.1	191,171,315	202,981,988	98,040,673	64,276,828
Commission expense	26	(201,078,429)	(202,578,531)	(103,222,473)	(106,441,264)
General, administrative and management expenses	27	(10,302,966)	(10,334,837)	(6,078,746)	(5,699,810)
		(20,210,080)	(9,931,380)	(11,260,546)	(47,864,246)
Investment income		37,537,790	24,254,019	35,257,061	21,950,743
Other income		599,376	12,006,151	376,450	6,849,806
Modarib's fee		61,577,078	42,649,308	57,797,027	33,397,298
		99,714,244	78,909,478	93,430,538	62,197,847
Profit before taxation		79,504,164	68,978,098	82,169,992	14,333,601
Taxation	18	(31,006,624)	(26,901,458)	(32,046,297)	(5,590,104)
Profit after taxation		48,497,540	42,076,640	50,123,695	8,743,497

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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

Pakistan Reinsurance Company Limited - Window Retakaful Operation
Condensed Interim Statement of Comprehensive Income (Un-audited)
For the six months and three months period ended June 30, 2026

	Six months period ended		Three months period ended	
	Jun 30, 2026	Jun 30, 2025	Jun 30, 2026	Jun 30, 2025
	----------------------Rupees----------------------			
Participant's retakaful fund				
Surplus for the period	218,433,770	440,216,857	160,498,332	241,959,057
Other comprehensive (loss) for the period				
Item that may be subsequently reclassified to profit and loss account				
Unrealised (loss) on 'available for sale' investments - net of tax	(96,563,788)	(46,581,962)	(155,956,759)	(57,195,968)
Total comprehensive income for the period	121,869,982	393,634,895	4,541,573	184,763,089
Operator's retakaful fund				
Profit after taxation	48,497,540	42,076,640	50,123,695	8,743,497
Other comprehensive (loss) for the period				
Item that may be subsequently				
Unrealised (loss) on 'available for sale investments'	(13,271,944)	(11,508,512)	(23,036,896)	(14,178,076)
Deferred tax impact	5,176,058	4,488,314	5,176,058	4,488,314
	(8,095,886)	(7,020,198)	(17,860,838)	(9,689,762)
Total comprehensive income for the period	40,401,654	35,056,442	32,262,857	(946,265)

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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

Pakistan Reinsurance Company Limited - Window Retakaful Operation
Condensed Interim Statement of Changes in Funds
For the six months period ended June 30, 2026

	Attributable to Operator's retakaful fund				
		Reserves			
		Capital	Revenue		
	Statutory fund	Unrealized gain / (loss) on available for sale investment	Unappropriated profit	Total reserves	Total
	-----	-----	Rupees	-----	-----
Balance as at December 31, 2024 (Audited)	600,000,000	4,993,783	279,998,833	284,992,616	884,992,616
Total comprehensive income for the period					
Profit for the period	-	-	42,076,640	42,076,640	42,076,640
Unrealized (loss) on available for sale investments - net of tax	-	(7,020,198)	-	(7,020,198)	(7,020,198)
	-	(7,020,198)	42,076,640	35,056,442	35,056,442
Balance as at June 30, 2025 (Un-audited)	600,000,000	(2,026,415)	322,075,473	320,049,058	920,049,058
Balance as at December 31, 2025 (Audited)	600,000,000	9,313,820	310,400,997	319,714,817	919,714,817
Total comprehensive income for the period					
Profit for the period	-	-	48,497,540	48,497,540	48,497,540
Unrealized (loss) on available for sale investments - net of tax	-	(8,095,886)	-	(8,095,886)	(8,095,886)
		(8,095,886)	48,497,540	40,401,654	40,401,654
Balance as at June 30, 2026 (Un-audited)	600,000,000	1,217,934	358,898,537	360,116,471	960,116,471

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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

Pakistan Reinsurance Company Limited - Window Retakaful Operation
Condensed Interim Statement of Changes in Funds
For the six months period ended June 30, 2026

	Attributable to Participant's retakaful fund				
	Seed money	Reserves			Total
		Capital	Revenue		
		Unrealized (loss) / gain on available for sale investment	Accumulated surplus	Total reserves	
	Rupees				
Balance as at December 31, 2024 (Audited)	1,000,000	34,364,428	1,645,941,843	1,680,306,271	1,681,306,271
Total comprehensive income for the period					
Surplus for the period	-	-	440,216,857	440,216,857	440,216,857
Unrealized (loss) on available for sale investments	-	(46,581,962)	-	(46,581,962)	(46,581,962)
	-	(46,581,962)	440,216,857	393,634,895	393,634,895
Balance as at June 30, 2025 (Un-audited)	1,000,000	(12,217,534)	2,086,158,700	2,073,941,166	2,074,941,166
Balance as at December 31, 2025 (Audited)	1,000,000	107,591,895	2,078,576,991	2,186,168,886	2,187,168,886
Total comprehensive income for the period					
Surplus for the period	-	-	218,433,770	218,433,770	218,433,770
Unrealized (loss) on available for sale investments	-	(96,563,788)	-	(96,563,788)	(96,563,788)
	-	(96,563,788)	218,433,770	121,869,982	121,869,982
Balance as at June 30, 2026 (Un-audited)	1,000,000	11,028,107	2,297,010,761	2,308,038,868	2,309,038,868

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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

Pakistan Reinsurance Company Limited - Window Retakaful Operation
Condensed Interim Statement of Cash flows (Un-audited)
For the six months period ended June 30, 2026

	Operator's retakaful fund		Participant's retakaful fund	
	Jun 30, 2026	Jun 30, 2025	Jun 30, 2026	Jun 30, 2025
	---Rupees---			
Operating cash flow				
Retakaful activities				
Contribution received	-	-	656,370,072	792,977,808
Retakaful contribution paid	-	-	(169,819,485)	(246,320,304)
Benefits paid	-	-	(355,467,301)	(351,576,871)
Benefits recoveries from retakaful	-	-	24,066,648	90,164,244
Commission paid	(202,055,425)	(163,130,467)	-	-
Net cash (used in) / generated from retakaful activities	(202,055,425)	(163,130,467)	155,149,934	285,244,877
Other operating activities				
Income tax paid	(11,387,128)	(61,922,628)	-	-
Other operating payments	(10,302,966)	(10,334,837)	-	-
Other operating receipts/(payments)	203,914,145	139,970,715	(211,989,296)	(188,204,212)
Net cash generated from/(used in) other	182,224,051	67,713,250	(211,989,296)	(188,204,212)
operating activities	182,224,051	67,713,250	(211,989,296)	(188,204,212)
Total cash (used in)/generated from all operating activities	(19,831,374)	(95,417,217)	(56,839,362)	97,040,665
Investing activities				
Payment for investments made	(26,283,649)	(318,190,520)	(167,740,703)	(2,122,868,376)
Receipt of profit on bank deposits	599,376	12,006,151	11,769,934	70,704,237
Receipt of investment income	37,537,790	24,254,019	234,538,377	99,892,995
Total cashflow generated from / (used in) investing activities	11,853,517	(281,930,350)	78,567,608	(1,952,271,144)
Financing activities				
Statutory fund	-	-	-	-
Total cash from financing activities	-	-	-	-
Net cash flow (used in) / from all activities	(7,977,857)	(377,347,567)	21,728,246	(1,855,230,479)
Cash and cash equivalents at beginning of the period	19,296,109	402,529,946	304,927,274	1,914,448,854
Cash and cash equivalents at end of the period	11,318,252	25,182,379	326,655,520	59,218,375
Reconciliation to profit and loss				
Operating cash flows	(19,831,374)	(95,417,217)	(56,839,362)	99,764,858
Receipt of profit on bank deposits	599,376	12,006,151	11,769,934	70,704,237
Receipt of investment income	37,537,790	24,254,019	234,538,377	99,892,995
Increase / (decrease) in operating assets other than cash	48,360,359	(6,375,390)	275,748,270	(222,635,161)
(Increase)/decrease in operating liabilities	6,626,943	77,076,221	(177,740,343)	427,379,054
Change in tax rate		-		
Other adjustments:				
Income tax paid	6,211,070	57,434,314	-	-
Profit before taxation	79,504,164	68,978,098	287,476,876	475,105,983
Provision for taxation	(31,006,624)	(26,901,458)	(69,043,106)	(34,889,126)
Profit after taxation	48,497,540	42,076,640	218,433,770	440,216,857

The annexed notes 1 to 34 form an integral part of these condensed interim financial statements.

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

1. LEGAL STATUS AND NATURE OF BUSINESS

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

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

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

2. BASIS OF PREPARATION 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 for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

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

- Provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules 2017, State Owned Enterprises (Governance and Operations) Act 2023, General Takaful Accounting Regulations, 2019, Insurance Accounting regulations 2017 and Takaful Rules, 2012.

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

2.1.1 The disclosures made in these condensed interim financial statements have, however, been limited based on the requirements of the International Accounting Standard 34: 'Interim Financial Reporting'. These condensed interim financial statements do not include all the information and disclosures required in a full set of financial statements and should be read in conjunction with the annual audited financial statements of the Operator for the year ended December 31, 2025.

2.2 Basis of measurement

These condensed interim financial statements reflect the financial position and results of operations of both the operation fund (OPF) and participant retakaful fund (PRTF) in a manner that the assets, liabilities, income and expenses of the operator's fund and PRTF remain separately identifiable.

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

2.3 Functional and presentation currency

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

3. MATERIAL ACCOUNTING POLICIES

3.1 The material accounting policies and the methods of computation adopted in the preparation of these condensed interim financial statements are the same and are consistent with those applied in the preparation of the annual audited financial statements of the Operator for the year ended December 31, 2025.

3.2 There are certain new standards and amendments that will be applicable to the Company for its annual periods beginning on or after January 1, 2027. The new standards include IFRS 18 Presentation and Disclosure in Financial Statements disclosures with applicability date of January 1, 2027. The overall amendments include those made to IFRS 7 and IFRS 9 which clarify the date of recognition and derecognition of a financial asset or financial liability which are applicable effective January 1, 2026. The Company's management at present is in the process of assessing the full impacts of these new standards and the amendments to IFRS 7 and IFRS 9 and is expecting to complete the assessment in due course.

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

There were certain amendments to published International Financial Reporting Standards that were mandatory for the financial year that began on January 1, 2026. These are considered not to have any significant effect on the Company's financial reporting and operations and are, therefore, not disclosed in these condensed interim financial statements.

3.4 Temporary exemption from application of IFRS 9

The Company has determined that it is eligible for the temporary exemption option since the Company has not previously applied any version of IFRS 9, its activities are predominantly connected with insurance as the percentage of the total carrying amount of its liabilities connected with insurance relative to the total carrying amount of all its liabilities is greater than 90 percent and the Company doesn't engage in significant activities unconnected with insurance based on historical available information. Under the temporary exemption option, the Company can defer the application of IFRS 9 until the application of IFRS 17.

3.5 Temporary exemption from IFRS 17 and IFRS 9

Pursuant to the requirements of Securities and Exchange Commission of Pakistan SRO 1336 (I) / 2025 dated 23 July 2025 IFRS 17 "Insurance Contracts", is applicable to the companies engaged in insurance / takaful and re-insurance / re-takaful business from financial years commencing on or after 01 January 2027.

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition / derecognition of IFRS 17. Companies subject to the requirement of SRO 1336 (I) / 2025 will also be required to adopt requirements of IFRS-9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities and income and expenses. Actual results may differ from these estimates. In preparing the condensed interim financial statements, the significant judgements and estimates made by the management in applying the Operator's accounting policies and the key sources of estimation, uncertainty were the same as those that applied to the annual audited financial statements of the Operator as at and for the year ended December 31, 2025.

5. TAKAFUL AND FINANCIAL RISK MANAGEMENT

The takaful and financial risk management objectives and policies are consistent with those disclosed in annual audited financial statements of the Operator for the year ended December 31, 2025.

6. INVESTMENTS

Available for sale - Mutual funds

	30-June-2026 (Un-audited)					
	Operator's fund			Participant retakaful fund		
	Total cost of investment	Market value	Unrealized gain(loss)	Total cost of investment	Market value	Unrealized gain/(loss)
	----------Rupees----------					
Al Hamra Islamic Income Fund	5,953,086	6,077,277	124,191	29,231,875	29,781,970	550,095
Al Hamra Islamic Money Market Fund	49,573,939	49,573,938	(1)	185,902,267	185,902,266	(1)
Al-Ameen Islamic Sovereign Fund -Class-C	3,149,009	3,139,759	(9,250)	5,557,073	5,540,752	(16,321)
Al- Ameen Islamic Cash Plan-1 (AICP-1)	49,858,983	50,091,008	232,025	186,971,227	187,841,279	870,052
Al-Ameen Islamic Cash Fund (AICF)	56,339,685	56,473,761	134,076	372,190,923	373,005,344	814,421
NBP Islamic Mahana Amdani Fund	6,027,355	5,991,315	(36,040)	29,595,892	29,360,766	(235,126)
ABL Islamic Income Fund	5,843,550	5,769,651	(73,899)	28,695,061	28,269,345	(425,716)
ABL Islamic Cash Fund	49,745,733	49,853,969	108,236	186,546,499	186,952,384	405,885
Meezan Rozana Amdani Fund - Growth-B	6,067,721	6,071,794	4,073	29,753,452	29,760,580	7,128
HBL Islamic Money Market Fund	103,318,171	104,014,727	696,556	535,544,824	539,047,830	3,503,006
Alhamra Cash Management Optimizer (ALHCMOP)	53,635,330	53,855,287	219,957	348,700,974	350,130,984	1,430,010
NBP Islamic Money Market Fund (NICMM)	53,673,604	53,862,683	189,079	402,421,756	403,839,418	1,417,662
ABL Islamic Money Market Plan-I (ABL-IMMP-I)	53,782,078	53,856,724	74,646	405,540,476	403,844,387	(1,659,784)
Meezan Cash Fund (MCF)	53,288,146	53,621,136	332,990	346,825,550	348,537,381	1,675,526
	550,256,390	552,253,029	1,996,639	3,093,477,849	3,101,814,686	8,336,837

	31-December-2025 (Audited)					
	Operator's fund			Participant retakaful fund		
	Total cost of investment	Market value	Unrealized gain/(loss)	Total cost of investment	Market value	Unrealized gain/(loss)
	----------Rupees----------					
Al Hamra Islamic Income Fund	5,676,787	5,969,801	293,014	27,877,857	29,255,275	1,377,418
Al Hamra Islamic Money Market Fund	53,955,082	48,055,000	(5,900,082)	202,331,517	180,206,244	(22,125,273)
Al-Ameen Islamic Sovereign Fund -Class-C	2,980,480	3,103,851	123,371	5,259,670	5,477,384	217,714
Al- Ameen Islamic Cash Plan-1 (AICP-1)	46,385,182	48,983,408	2,598,226	173,944,472	183,687,779	9,743,307
Al-Ameen Islamic Cash Fund (AICF)	52,735,361	55,375,232	2,639,871	348,384,607	365,749,634	17,365,027
NBP Islamic Mahana Amdani Fund	5,666,421	5,871,575	205,154	27,827,116	28,773,981	946,865
ABL Islamic Income Fund	5,508,141	5,671,194	163,053	27,051,673	27,786,937	735,264
ABL Islamic Cash Fund	47,866,913	48,271,778	404,865	179,500,924	181,019,168	1,518,244
Meezan Rozana Amdani Fund - Growth-B	6,463,425	5,879,918	(583,507)	31,680,102	28,820,110	(2,859,992)
HBL Islamic Money Market Fund	96,454,680	101,497,000	5,042,320	499,975,342	525,999,912	26,024,570
Alhamra Cash Management Optimizer (ALHCMOP)	50,047,569	52,685,764	2,638,195	325,375,752	342,527,533	17,151,781
NBP Islamic Money Market Fund (NICMM)	50,086,685	52,642,243	2,555,558	375,528,566	394,689,074	19,160,508
ABL Islamic Money Market Plan-I (ABL-IMMP-I)	50,125,877	52,699,415	2,573,538	375,868,646	395,166,302	19,297,656
Meezan Cash Fund (MCF)	50,020,138	52,535,145	2,515,007	325,130,900	341,478,436	16,347,536
	523,972,741	539,241,324	15,268,583	2,925,737,144	3,030,637,769	104,900,625

7. OTHER RECEIVABLES

	Operator's retakaful fund		Participant's retakaful fund	
	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	----------Rupees----------			
Loan to employees	937,000	777,000	-	-
Accrued markup on bank deposits	77,436	142,990	1,949,294	1,398,690
Receivable from Pakistan Reinsurance Company Limited	-	-	-	59,659,841
	1,014,436	919,990	1,949,294	61,058,531

8. TAKAFUL / RETAKAFUL RECEIVABLES

	Note	Participant's retakaful fund June 30, 2026 (Un-audited)	Participant's retakaful fund Dec 31, 2025 (Audited)
		----------Rupees----------	
Amount due from other takaful operators	8.1	893,332,250	610,866,004
Amount due from retakaful operators		-	-
		893,332,250	610,866,004
Less: provision for doubtful debts	8.2	(37,549,062)	(37,549,062)
		855,783,188	573,316,942

8.1 This includes Rs 55,776,532 (2025: Rs 53,223,136) receivable from related party, National Insurance Company Limited. The maximum amount due at any month end from NICL amounted to Rs. 65,268,870 (2025: Rs. 69,836,155).

	Participant's Retakaful Fund	
	June 30, 2026 (Un-audited)	Dec 31, 2025 (Audited)
	Rupees	
8.2 Movement of provision for doubtful debts		
Opening balance	37,549,062	27,141,101
Provisions made during the period / year	-	10,407,961
Closing balance	37,549,062	37,549,062

	Note	Operator's retakaful fund		Participant's retakaful fund	
		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		Rupees			
9. RECEIVABLE / PAYABLE (Current account between OPF and PTF)					
Opening balance		196,127,095	159,393,278	(196,127,095)	(159,393,278)
Wakala fee	9.1	187,767,264	370,317,873	(187,767,264)	(370,317,873)
Modarib's share of participant's retakaful fund investment income and bank profit	9.2	61,577,078	50,091,355	(61,577,078)	(50,091,355)
Bank charges payable		(14,331)	(14,331)	14,331	14,331
Commission payable		(202,041,094)	(383,661,080)	202,041,094	383,661,080
		243,416,012	196,127,095	(243,416,012)	(196,127,095)

9.1 It represents the amount receivable from Participant's Retakaful Fund related to wakala fee charged at 20% (2025: 20%) of gross contribution written amounted to Rs. 187,767,264 (2025: Rs 370,317,873).

9.2 It represents Mudarib fee receivable against managing the investments and funds of participants at the rate 25% of all investment income and profit on bank deposits.

	Note	Operator's retakaful fund		Participant's retakaful fund	
		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		Rupees			
10. DEFERRED / UNEARNED WAKALA FEE					
Facultative business	10.1	13,116,858	15,214,637	13,116,858	15,214,637
Treaty		136,616,975	137,923,247	136,616,975	137,923,247
		149,733,833	153,137,884	149,733,833	153,137,884
10.1 Facultative business					
Fire		6,744,962	8,880,734	6,744,962	8,880,734
Marine cargo		35,311	91,788	35,311	91,788
Marine hull		854,596	262,584	854,596	262,584
Accident		181,050	1,071,232	181,050	1,071,232
Aviation		7,390	116,200	7,390	116,200
Engineering		5,293,549	4,792,099	5,293,549	4,792,099
		13,116,858	15,214,637	13,116,858	15,214,637

	Note	Operator's retakaful fund	
		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------Rupees------------	
11. DEFERRED COMMISSION EXPENSE			
Facultative business	11.1	3,954,653	3,752,013
Treaty		149,992,877	149,218,521
		153,947,530	152,970,534
11.1 Facultative business			
Fire		2,352,045	3,247,141
Marine cargo		14,212	38,926
Marine hull		213,648	-
Accident		54,087	55,012
Aviation		976	-
Engineering		1,319,685	410,934
		3,954,653	3,752,013

	Note	Operator's retakaful fund		Participant's retakaful fund	
		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------Rupees------------			
12. PREPAYMENTS					
Prepaid retakaful contribution ceded		-	-	101,970,190	249,781,036
13. BANK BALANCES					
Cash at bank					
Saving accounts	13.1	11,318,252	19,296,109	326,655,520	304,927,274

13.1 Deposits on saving accounts carry profit ranges from 9% to 11% (2025: 9.5% to 12.5%) per annum.

	Operator's retakaful fund		Participant's retakaful fund	
	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	------------Rupees------------			
14. RESERVES				
Revenue reserves				
Unappropriated profit	358,898,537	310,400,997	2,297,010,761	2,078,576,991
Capital reserves				
Unrealized gain on available for sale investment	1,217,934	9,313,820	11,028,107	107,591,895
	360,116,471	319,714,817	2,308,038,868	2,186,168,886

	Note	Participant's retakaful fund	
		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		------------Rupees------------	
15. OUTSTANDING CLAIMS INCLUDING IBNR			
Facultative business	15.1	432,067,167	227,374,031
Treaty		727,493,469	555,176,959
		1,159,560,636	782,550,990
15.1 Facultative business			
Fire		142,627,400	83,256,615
Marine cargo		725,606	725,606
Marine hull		3,300,000	-
Accident		24,333,842	16,763,884
Engineering		261,080,319	126,627,926
		432,067,167	227,374,031

		Note	Participant's retakaful fund	
			June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
			----------Rupees----------	
16.	**UNEARNED CONTRIBUTION RESERVES**			
	Facultative business	16.1	65,584,298	76,073,186
	Treaty		683,084,866	689,616,233
			748,669,164	765,689,419
16.1	**Facultative business**			
	Fire		33,724,812	44,403,669
	Marine cargo		176,557	458,940
	Marine hull		4,272,982	1,312,918
	Accident		905,251	5,356,163
	Aviation		36,952	580,999
	Engineering		26,467,744	23,960,497
			65,584,298	76,073,186
17.	**TAKAFUL / RETAKAFUL PAYABLES**			
	Amount due to other takaful operators		15,142,032	31,332,289
	Amount due to other retakaful operators		156,096,249	300,400,849
			171,238,281	331,733,138

		Operator's retakaful fund		Participant's retakaful fund	
		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)	June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		----------Rupees----------			
18.	**TAXATION- PROVISION**				
	Balance at beginning of the period / year	(9,288,151)	(54,123,865)	-	
	Income tax deducted at source				
	on dividend income	11,254,142	8,252,041	66,797,673	32,595,276
	on bank profit	132,986	1,897,257	2,245,433	11,424,445
	Payment of income tax	11,387,128	10,149,298	69,043,106	44,019,721
	Provision for current tax	(31,006,624)	(19,437,449)	(69,043,106)	(44,019,721)
	Transfer to / payable to Pakistan Reinsurance Company Limited	-	(54,123,865)	-	-
	Balance at end of the period / year	(28,907,647)	(9,288,151)	-	-

		Operator's retakaful fund	
		June 30, 2026 (Un-audited)	December 31, 2025 (Audited)
		----------Rupees----------	
19.	**DEFERRED TAXATION**		
	Taxable temporary differences		
	Unrealized gain on available for sale of investments		
	Opening balance	5,954,747	3,192,746
	(Credited) / charged to other comprehensive income	(5,176,058)	2,762,001
	Closing balance	778,689	5,954,747

	Note	Operator's retakaful fund June 30, 2026 (Un-audited)	Operator's retakaful fund December 31, 2025 (Audited)	Participant's retakaful fund June 30, 2026 (Un-audited)	Participant's retakaful fund December 31, 2025 (Audited)
		---Rupees---			
20. OTHER CREDITORS AND ACCRUALS					
Sindh sales tax		214,071	39,767	3,960	3,960
General sales tax		162	162	-	-
Income tax deducted at source		90,168	90,168	26,730	26,730
Audit fee		825,360	1,147,860	-	-
Miscellaneous creditors / accrued expenses		2,193,462	92,100	1,000	1,000
		3,323,223	1,370,057	31,690	31,690
21. PAYABLE TO RELATED PARTY					
Pakistan Reinsurance Company Limited	21.1	119,089,396	119,089,396	-	-
21.1 Payable in respect of					
Income tax		118,382,637	118,382,637	-	-
Salaries		163,608	163,608	-	-
Sindh sales tax		543,151	543,151	-	-
		119,089,396	119,089,396	-	-

22. CONTINGENCIES AND COMMITMENTS

22.1 The Operator was served with a notice by Sindh Revenue Board (SRB) in 2016 for non-filing of sales tax returns and raised sales tax liability via same notice on conventional reinsurance services provided by the Operator. The Operator has contested the notice and the case is pending with the Honorable High Court of Sindh. In case of unfavorable outcome of the said matter, the charge to profit or loss would amount to Rs. 140.83 million pertaining to six months 2026 (2025: Rs. 277.74 million) on retakaful operations excluding any additional penalty or default surcharge.

22.2 There are no commitments as at Jun 30, 2026 (2025: Nil).

	Note	Six months period ended June 30, 2026	Six months period ended June 30, 2025	Three months period ended June 30, 2026	Three months period ended June 30, 2025
		---Un-audited---			
		---Rupees---			
23. NET CONTRIBUTION REVENUE					
Written gross contribution	29	938,836,318	769,546,046	460,495,120	285,614,007
Less: wakala fee	23.1	(191,171,315)	(202,981,988)	(98,040,673)	(64,276,828)
		747,665,003	566,564,058	362,454,447	221,337,179
Add: unearned contribution reserve opening	29	765,689,419	876,483,028	778,377,408	666,889,269
Less: unearned contribution reserve closing		(748,669,164)	(631,119,135)	(748,669,164)	(631,119,135)
Contribution earned		764,685,258	811,927,951	392,162,691	257,107,313
Retakaful contribution ceded		9,324,628	42,736,947	9,324,628	42,736,947
Add: prepaid retakaful contribution opening	29	249,781,036	148,038,177	162,149,441	99,674,270
Less: prepaid retakaful contribution closing	29	(101,970,190)	(86,754,447)	(101,970,190)	(86,754,447)
Retakaful expense		157,135,474	104,020,677	69,503,879	55,656,770
Net Contribution		607,549,784	707,907,274	322,658,812	201,450,543

		Note	Six months period ended		Three months period ended	
			Un-audited			
			June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
			---Rupees---			
23.1	**WAKALA FEE**					
	Gross wakala fee		187,767,264	153,909,209	92,099,024	57,122,801
	Add: unearned wakala fee opening		153,137,884	175,296,606	155,675,482	133,377,854
	Less: unearned wakala fee closing		(149,733,833)	(126,223,827)	(149,733,833)	(126,223,827)
		23.1.1	191,171,315	202,981,988	98,040,673	64,276,828

23.1.1 This represents expense for Participants Retakaful Fund and revenue for Operator's Retakaful Fund. The Operator manages the Window Retakaful Operations for the participants and charges 20% of the gross contribution written as wakala fee against the services.

		Note	Six months period ended		Three months period ended	
			---Un-audited---			
			June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
			---Rupees---			
24.	**TAKAFUL BENEFITS / CLAIM EXPENSE**					
	Benefits / claims paid		355,467,301	351,576,871	179,045,974	98,321,259
	Less: outstanding benefits / claims		(782,550,990)	(597,880,348)	(834,239,616)	(597,857,343)
	Add: outstanding benefits / claims		1,159,560,636	620,923,951	1,159,560,636	620,923,951
	Claims expense		732,476,947	374,620,474	504,366,994	121,387,867
	Retakaful and other recoveries received		24,066,648	90,164,244	24,066,648	90,164,244
	Add: Retakaful recoveries against outstanding claims - closing		407,994,940	131,202,104	407,994,940	207,495,090
	Less: Retakaful recoveries against outstanding claims - opening		(204,388,782)	(207,495,090)	(197,855,335)	(207,495,090)
	Retakaful and other recoveries revenue		227,672,806	13,871,258	234,206,253	90,164,244
	Net claims expenses		504,804,141	360,749,216	270,160,741	31,223,623
25.	**TAXATION**					
	Current tax		(69,043,106)	(34,889,126)	(65,390,819)	(28,459,758)
26.	**COMMISSION EXPENSE**					
	Commission paid or payable		202,055,425	163,130,467	99,044,531	54,495,472
	Add: deferred commission expense opening	29	152,970,534	184,582,059	158,125,472	197,079,787
	Less: deferred commission expense closing		(153,947,530)	(145,133,995)	(153,947,530)	(145,133,995)
			201,078,429	202,578,531	103,222,473	106,441,264

27. GENERAL, ADMINISTRATIVE

	Six months period ended		Three months period ended	
	---Un-audited---			
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	---Rupees---			
Salaries, allowances and other benefits	7,598,925	7,168,247	4,691,247	4,497,140
Shariah advisor fee	1,500,000	1,500,000	750,000	750,000
Auditor's remuneration	437,500	410,400	437,500	410,400
Others	766,541	1,256,190	199,999	42,270
	10,302,966	10,334,837	6,078,746	5,699,810

28. TRANSACTIONS WITH RELATED

Government of Pakistan through Ministry of Commerce owns 50.99% (2025: 50.99%) shares of the Company. Therefore, all entities owned and controlled by the Government of Pakistan are related parties of the Company. The related parties comprise of major shareholders, associated company, directors, companies with common directorship, staff retirement funds and key management personnel. The Company considers its Chief Executive Officer, Chief Financial Officer, Company Secretary and directors as key management personnel. Transactions carried out with related parties during the period, not disclosed elsewhere in these condensed interim financial statements are as follows:

	Six months period ended		Three months period ended	
	---Un-audited---			
	June 30, 2026	Jun 30, 2025	June 30, 2026	Jun 30, 2025
	---Rupees---			
Major shareholder				
Government of Pakistan through Ministry of Commerce				
National Insurance Company Limited				
Contribution due but unpaid	53,223,136	3,503,304	28,108,770	12,650,322
Contribution written during the year	56,119,692	27,097,803	39,539,548	22,119,301
Commission paid	(2,777,450)	-	(1,948,446)	-
Claims paid	(37,177,857)	(61,888,791)	-	(36,471,547)
Contribution received	(13,610,989)	28,605,060	(9,923,340)	(980,700)
Balance at the end of year	55,776,532	(2,682,624)	55,776,532	(2,682,624)

29. SEGMENT REPORTING

PARTICIPANT'S RETAKAFUL FUND

	Six months ended June 30, 2026 (Un-audited)				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	---Rupees---				
Gross written contribution	67,982,346	6,264,906	1,243,570	863,345,496	938,836,318
Wakala fee	(15,230,791)	(717,445)	(1,247,706)	(173,975,373)	(191,171,315)
Unearned contribution - Opening	68,364,166	1,771,858	5,937,162	689,616,233	765,689,419
Unearned contribution - Closing	(60,192,556)	(4,449,539)	(942,203)	(683,084,866)	(748,669,164)
Contribution earned	60,923,165	2,869,780	4,990,823	695,901,490	764,685,258
Retakaful - ceded	-	-	-	9,324,628	9,324,628
Prepaid retakaful - Opening	-	-	-	249,781,036	249,781,036
Prepaid retakaful - Closing	-	-	-	(101,970,190)	(101,970,190)
Retakaful expenses	-	-	-	157,135,474	157,135,474
Net contribution	60,923,165	2,869,780	4,990,823	538,766,016	607,549,784
Rebate	-	-	-	-	-
Net underwriting income (A)	60,923,165	2,869,780	4,990,823	538,766,016	607,549,784
Benefits / claim paid	37,228,323	-	77,497	318,161,481	355,467,301
Outstanding benefits / claims - Opening	(209,884,541)	(725,606)	(16,763,884)	(555,176,959)	(782,550,990)
Outstanding benefits / claims - Closing	403,707,719	4,025,606	24,333,842	727,493,469	1,159,560,636
Takaful claims	231,051,501	3,300,000	7,647,455	490,477,991	732,476,947

	Six months ended June 30, 2026 (Un-audited)				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	---Rupees---				
Retakaful recoveries received	-	-	-	24,066,648	24,066,648
Retakaful recoveries against outstanding claims - Opening	(63,414,500)	-	-	(140,974,282)	(204,388,782)
Retakaful recoveries against outstanding claims - Closing	92,160,000	-	-	315,834,940	407,994,940
Takaful claims recovered from retakaful	28,745,500	-	-	198,927,306	227,672,806
Net benefit expenses	202,306,001	3,300,000	7,647,455	291,550,685	504,804,141
Net benefits and expenses (B)	202,306,001	3,300,000	7,647,455	291,550,685	504,804,141
Underwriting results (C=A-B)	(141,382,836)	(430,220)	(2,656,632)	247,215,331	102,745,643
Profit on bank deposits					11,769,934
Modarib share of PTF investment					(61,577,078)
Investment income					234,538,377
Surplus before taxation					287,476,876
Segment assets	104,198,511	889,908	188,441	554,422,103	659,698,963
Unallocated assets					4,286,202,688
					4,945,901,651
Segment liabilities	463,900,275	8,475,145	25,276,045	1,410,578,335	1,908,229,800
Unallocated liabilities					428,632,983
					2,336,862,783
OPERATOR'S RETAKAFUL FUND					
Wakala fee	15,230,791	717,445	1,247,706	173,975,373	191,171,315
Commission	(4,362,224)	(96,901)	(66,681)	(196,552,623)	(201,078,429)
Management expenses	(820,846)	(38,666)	(67,244)	(9,376,210)	(10,302,966)
Net commission and expenses	(5,183,070)	(135,567)	(133,925)	(205,928,833)	(211,381,395)
Segment results	10,047,721	581,878	1,113,781	(31,953,460)	(20,210,080)
Profit on bank deposits					599,376
Modarib share of PTF investment					61,577,078
Investment income					37,537,790
Profit before tax					79,504,164
Segment assets	3,671,730	227,860	55,063	149,992,877	153,947,530
Unallocated assets					1,108,001,729
					1,261,949,259
Segment liabilities	12,038,511	889,908	188,441	136,616,973	149,733,833
Unallocated liabilities					152,098,955
					301,832,788

	Six months ended June 30, 2025 (Un-audited)				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	---Rupees---				
PARTICIPANT'S RETAKAFUL FUND					
Gross written contribution	39,930,340	5,493,282	1,582,577	722,539,847	769,546,046
Wakala fee	(14,060,121)	(443,699)	(724,029)	(187,754,139)	(202,981,988)
Unearned contribution - Opening	60,222,382	836,556	3,299,438	812,124,652	876,483,028
Unearned contribution - Closing	(29,852,118)	(4,111,342)	(1,261,869)	(595,893,806)	(631,119,135)
Contribution earned	56,240,483	1,774,797	2,896,117	751,016,554	811,927,951
Retakaful-ceded	-	-	-	42,736,947	42,736,947
Prepaid Retakaful - Opening	-	-	-	148,038,177	148,038,177
Prepaid Retakaful - Closing	-	-	-	(86,754,447)	(86,754,447)
Retakaful expenses	-	-	-	104,020,677	104,020,677
Net contribution	56,240,483	1,774,797	2,896,117	646,995,877	707,907,274
Rebate	-	-	-	-	-
Net underwriting income (A)	56,240,483	1,774,797	2,896,117	646,995,877	707,907,274
Benefits / claims paid	62,290,266	-	-	289,286,605	351,576,871
Outstanding benefits / claims - Opening	(207,946,612)	(231,606)	(11,832,974)	(377,869,156)	(597,880,348)
Outstanding benefits / claims - Closing	196,618,289	231,606	11,277,508	412,796,548	620,923,951
Takaful claims	50,961,943	-	(555,466)	324,213,997	374,620,474

	Six months ended June 30, 2025 (Un-audited)				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	----Rupees----				
Retakaful recoveries received	-	-	-	90,164,244	90,164,244
Retakaful recoveries against outstanding claims - Opening	(46,843,750)	-	-	(160,651,340)	(207,495,090)
Retakaful recoveries against outstanding claims - Closing	63,414,500	-	-	67,787,604	131,202,104
Retakaful recoveries revenue	16,570,750	-	-	(2,699,492)	13,871,258
Net benefit expenses	34,391,193	-	(555,466)	326,913,489	360,749,216
Net benefits and expenses (B)	34,391,193	-	(555,466)	326,913,489	360,749,216
Underwriting results (C=A-B)	21,849,290	1,774,797	3,451,583	320,082,388	347,158,058
Profit on bank deposits					70,704,237
Modarib share of PTF investment					(42,649,308)
Investment income					99,892,995
Surplus before taxation					475,105,983
Segment assets	69,384,924	882,268	252,374	273,720,812	344,240,378
Unallocated assets					3,524,471,793
					3,868,712,171
Segment liabilities	226,470,407	4,342,948	12,539,377	1,008,690,354	1,252,043,086
Unallocated liabilities					241,727,918
					1,493,771,004
OPERATOR'S RETAKAFUL FUND					
Wakala fee	14,060,121	443,699	724,029	187,754,139	202,981,988
Commission	(2,988,004)	(47,080)	(116,321)	(199,427,126)	(202,578,531)
Management expenses	(715,872)	(22,591)	(36,864)	(9,559,511)	(10,334,837)
	(3,703,876)	(69,671)	(153,185)	(208,986,637)	(212,913,368)
Segment results	10,356,245	374,028	570,844	(21,232,498)	(9,931,380)
Profit on bank deposits					12,006,151
Modarib share of PTF investment					42,649,308
Investment income					24,254,019
Profit before tax					68,978,098
Segment assets	922,893	6,607	35,537	144,168,958	145,133,995
Unallocated assets					1,040,130,582
					1,185,264,577
Segment liabilities	5,970,424	822,268	252,374	119,178,761	126,223,827
Unallocated liabilities					138,991,693
					265,215,520

	Three months period ended June 30, 2026 (Un-audited)				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	----Rupees----				
PARTICIPANT'S RETAKAFUL FUND					
Gross written contribution	41,185,502	6,264,906	585,817	412,458,895	460,495,120
Wakala fee	(8,271,645)	(424,768)	(616,136)	(88,728,124)	(98,040,673)
Unearned contribution - Opening	60,365,277	308,471	3,437,068	714,266,592	778,377,408
Unearned contribution - Closing	(60,192,556)	(4,449,539)	(942,203)	(683,084,866)	(748,669,164)
Contribution earned	33,086,578	1,699,070	2,464,546	354,912,497	392,162,691
Retakaful-Ceded	-	-	-	9,324,628	9,324,628
Prepaid retakaful - Opening	-	-	-	162,149,441	162,149,441
Prepaid retakaful - Closing	-	-	-	(101,970,190)	(101,970,190)
Retakaful expenses	-	-	-	69,503,879	69,503,879
Net contribution	33,086,578	1,699,070	2,464,546	285,408,618	322,658,812
Rebate	-	-	-	-	-
Net underwriting income (A)	33,086,578	1,699,070	2,464,546	285,408,618	322,658,812
Benefits paid	1,876	-	77,497	178,966,601	179,045,974
Outstanding benefits / claims - Opening	(254,096,203)	(725,606)	(22,513,884)	(556,903,923)	(834,239,616)
Outstanding benefits / claims - Closing	403,707,719	4,025,606	24,333,842	727,493,469	1,159,560,636
Takaful claims	149,613,392	3,300,000	1,897,455	349,556,147	504,366,994

	Three months period ended June 30, 2026 (Un-audited)				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	----------Rupees----------				
Retakaful recoveries received	-	-	-	24,066,648	24,066,648
Retakaful recoveries against outstanding claims - Opening	(65,226,648)	-	-	(132,628,687)	(197,855,335)
Retakaful recoveries against outstanding claims - Closing	92,160,000	-	-	315,834,940	407,994,940
Retakaful recoveries revenue	26,933,352	-	-	207,272,901	234,206,253
Net benefit expenses	122,680,040	3,300,000	1,897,455	142,283,246	270,160,741
Net benefits and expenses (B)	122,680,040	3,300,000	1,897,455	142,283,246	270,160,741
Underwriting results (C=A-B)	(89,593,462)	(1,600,930)	567,091	143,125,372	52,498,071
Profit on bank deposits					3,067,385
Modarib share of PTF investment income and bank profit					(57,797,027)
Investment income					228,120,722
Profit before tax					225,889,150
Segment assets	104,198,511	889,908	188,441	554,422,103	659,698,963
Unallocated assets					4,286,202,688
					4,945,901,651
Segment liabilities	463,900,275	8,475,145	25,276,045	1,410,578,335	1,908,229,800
Unallocated liabilities					428,632,983
					2,336,862,783
OPERATOR'S RETAKAFUL FUND					
Wakala fee	8,271,645	424,768	616,136	88,728,124	98,040,673
Commission	(2,452,266)	(84,109)	(32,435)	(100,653,663)	(103,222,473)
Management expenses	(464,451)	(20,364)	(40,697)	(5,553,234)	(6,078,746)
Segment Results	5,354,928	320,295	543,004	(17,478,773)	(11,260,546)
Profit on bank deposits					376,450
Modarib share of PTF investment					57,797,027
Investment income					35,257,061
Profit before tax					82,169,992
Segment assets	922,893	6,607	35,537	144,168,958	145,133,995
Unallocated assets					1,116,815,264
					1,261,949,259
Segment liabilities	5,970,424	822,268	252,374	119,178,761	126,223,827
Unallocated liabilities					175,608,961
					301,832,788

	Three months period ended June 30, 2025 (Un-audited)				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	----------Rupees----------				
PARTICIPANT'S RETAKAFUL FUND					
Gross written contribution	25,730,589	5,356,603	449,327	254,077,488	285,614,007
Wakala fee	(7,186,622)	(341,660)	(329,640)	(56,418,906)	(64,276,828)
Unearned contribution - Opening	40,054,638	463,041	2,460,741	623,910,849	666,889,269
Unearned contribution - Closing	(29,852,118)	(4,111,342)	(1,261,869)	(595,893,806)	(631,119,135)
Contribution earned	28,746,487	1,366,642	1,318,559	225,675,625	257,107,313
Retakaful - ceded	-	-	-	42,736,947	42,736,947
Prepaid retakaful - Opening	-	-	-	99,674,270	99,674,270
Prepaid retakaful - Closing	-	-	-	(86,754,447)	(86,754,447)
Retakaful expenses	-	-	-	55,656,770	55,656,770
Net contribution	28,746,487	1,366,642	1,318,559	170,018,855	201,450,543
Rebate	-	-	-	-	-
Net underwriting income (A)	28,746,487	1,366,642	1,318,559	170,018,855	201,450,543
Benefits paid	36,529,542	-	-	61,791,717	98,321,259
Outstanding benefits / claims - Opening	(223,378,843)	(231,606)	(12,013,560)	(362,233,334)	(597,857,343)
Outstanding benefits / claims - Closing	196,618,289	231,606	11,277,508	412,796,548	620,923,951
Claims expenses	9,768,988	-	(736,052)	112,354,931	121,387,867

	Three months period ended June 30, 2025				
	Fire and property damage	Marine	Miscellaneous	Treaty	Total
	---Rupees---				
Retakaful recoveries received	-	-	-	90,164,244	90,164,244
Retakaful recoveries against outstanding claims - Opening	(46,843,750)	-	-	(160,651,340)	(207,495,090)
Retakaful recoveries against outstanding claims - Closing	46,843,750	-	-	160,651,340	207,495,090
Retakaful recoveries revenue	-	-	-	90,164,244	90,164,244
Net benefit expenses	9,768,988	-	(736,052)	22,190,687	31,223,623
Net benefits and expenses (B)	9,768,988	-	(736,052)	22,190,687	31,223,623
Underwriting results (C=A-B)	18,977,499	1,366,642	2,054,611	147,828,168	170,226,920
Profit on bank deposits					42,477,810
Modarib share of PTF investment					(33,397,298)
Investment income					91,111,383
Surplus transferred to accumulated surplus					270,418,815
Segment assets	69,384,924	822,268	252,374	273,720,812	344,180,378
Unallocated assets					3,524,531,793
					3,868,712,171
Segment liabilities	226,470,407	4,342,948	12,539,377	1,008,690,354	1,252,043,086
Unallocated liabilities					241,727,918
					1,493,771,004
OPERATOR'S RETAKAFUL FUND					
Wakala fee	7,186,622	341,660	329,640	56,418,906	64,276,828
Commission	(1,617,480)	(20,675)	(49,246)	(104,753,863)	(106,441,264)
Management expenses	(486,184)	(19,181)	(23,685)	(5,170,760)	(5,699,810)
Segment Results	5,082,958	301,804	256,709	(53,505,717)	(47,864,246)
Profit on bank deposits					6,849,806
Modarib share of PTF investment					33,397,298
Investment income					21,950,743
Profit before tax					14,333,601
Segment assets	922,893	6,607	35,537	144,168,958	145,133,995
Unallocated assets					1,040,130,582
					1,185,264,577
Segment liabilities	5,970,424	822,268	252,374	119,178,761	126,223,827
Unallocated liabilities					138,991,693
					265,215,520

30. FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences may arise between the carrying value and the fair value estimates.

The Company classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Fair value hierarchy

The table below analyses financial instruments carried at fair value by valuation method. The different levels have been defined as follows:

Level 1 - Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
Level 2 - Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly, and
Level 3 - Inputs for the asset or liability that are not based on observable market data.

The level in the fair value hierarchy within which the fair value measurement of a financial instrument is categorised in its entirety shall be determined on the basis of the lowest level input that is significant to the fair value measurement of that financial instrument.

	Total	Level 1	Level 2	Level 3
	------------------------------ Rupees ------------------------------			
June 30, 2026 (Un-audited)				
Financial assets measured at fair value				
Available for sale investment				
Mutual funds				
- Operator's fund	552,253,029	-	552,253,029	-
- Participant retakaful fund	3,101,814,686	-	3,101,814,686	-
December 31, 2025 (Audited)				
Financial assets measured at fair value				
Available for sale investment				
Mutual funds				
- Operator's fund	539,241,324	-	539,241,324	-
- Participant retakaful fund	3,030,637,769	-	3,030,637,769	-

30.1 Valuation techniques used in determination of fair values within level 2.

Units of mutual fund

The fair values of investments in units of mutual funds are determined based on their net asset values as published at the close of each business day.

30.2 During the period ended June 30, 2026, there were no transfers between level 1 and level 2 fair value measurements, and no transfers into and out of level 3 fair value measurements.

30.3 The Operator has not disclosed the fair value all of the other assets and financial liabilities in these condensed interim financial statements as their carrying amounts are a reasonable approximation of their fair values.

31. SUBSEQUENT NON-ADJUSTING EVENTS

There are no significant subsequent events that need to be disclosed for the period ended Jun 30, 2026.

32. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified wherever necessary, for the purpose of comparison and better presentation. Except for the below, no significant rearrangement or reclassifications were made in these condensed interim financial statements.

Particulars	June 2025 – As previously reported	Reclassification of wakala fee	June 2025 – Restated / Reclassified
Net Contribution Revenue	910,889,262	(202,981,988)	707,907,274
Wakala Fee – separately presented	202,981,988	(202,981,988)	-

33. DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on 2 9 AUG 2026 by the Board of Directors of the Operator.

34. GENERAL

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

Chairman Director Director Chief Executive Officer Chief Financial Officer