

FINANCIAL STATEMENTS FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

(Un-audited)

Sign of Protection



SHAHEEN INSURANCE COMPANY LIMITED



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COMPANY INFORMATION



BOARD OF DIRECTORS

CHAIRMAN

Air Vice Marshal Junaid Ahmed Siddiqui (Retd.)

DIRECTORS

Air Vice Marshal Muhammad Qaiser Janjua (Retd.)

Air Commodore Amer Altaf (Retd.)

Air Commodore Wasim Ahmed Khan (Retd.)

Mr. Adeel Ali Bokhari

Ms. Farrah Azeem Khan

Mr. Jehangir Shah

CHIEF EXECUTIVE OFFICER

Mr. Rizwan Akhtar

CHIEF FINANCIAL OFFICER

Syed Kamran Ali

COMPANY SECRETARY

Aqeel Anwar Kamal

AUDIT COMMITTEE

Ms. Farrah Azeem Khan Chairperson

Air Commodore Wasim Ahmed Khan (Retd.)

Mr. Adeel Ali

Syed Bilal Ali Shah

Independent Director

Member

Member

Secretary

INVESTMENT COMMITTEE

Air Vice Marshal Junaid Ahmed Siddiqui (Retd.)

Air Vice Marshal Muhammad Qaiser Janjua (Retd.)

Mr. Adeel Ali

Mr. Rizwan Akhtar

Syed Kamran Ali

Chairman

Member

Member

Chief Executive Officer

Chief Financial Officer - Secretary

ETHICS, HUMAN RESOURCE & REMUNERATION COMMITTEE

Ms. Farrah Azeem Khan

Mr. Adeel Ali

Mr. Rizwan Akhtar

Mr. Aqeel Anwar Kamal

Chairperson - Independent Director

Member

Member

Secretary

BANKS CONVENTIONAL

Allied Bank Limited

Bank Alfalah Limited

Bank Al Habib Limited

Bank of Punjab

Bank Makramah Limited

Bank Islami Pakistan Limited

Dubai Islamic Bank Pakistan Limited

Faysal Bank Limited

Habib Metropolitan Bank Limited

Habib Bank Limited

JS Bank Limited

MCB Bank Limited

National Bank of Pakistan

Sonari Bank Limited

LEGAL ADVISOR

Allied Law Group

AUDITORS

BDO Ebrahim & Co. - Chartered Accountants

SHARIAH ADVISOR

Mufti Muhammad Hanif

SHARIAH BOARD MEMBER

Mufti Muhammad Zahid

HEAD OF WINDOW TAKAFUL OPERATIONS

Mr. Abdul Hamid

SHARIAH COMPLIANCE OFFICER

Mr. Zia Ur Rahim

COMPLIANCE OFFICER

Syed Bilal Ali Shah

HEAD OF INTERNAL AUDIT (COORDINATOR)

Syed Bilal Ali Shah

INTERNAL AUDITOR

Muniff Ziauddin & Co.

Chartered Accountants

REGISTERED OFFICE

10th Floor, Shaheen Complex, M.R Kayani Road, Karachi.

HEAD OFFICE

10th Floor, Shaheen Complex, M.R Kayani Road, Karachi.

SHARE REGISTRAR

M/s. Corplink (Pvt.) Ltd.

Wings Arcade, 1-K, Commercial, Model Town, Lahore.

BANKS TAKAFUL

Bank Islami Limited

Dubai Islamic Bank Pakistan Limited

Habib Metropolitan Bank Limited

Meezan Bank Limited

Sonari Bank Limited

Al-Baraka Bank

Sonari Bank Limited



COMPANY OVERVIEW PROFILE

Shaheen Insurance Company Limited (SHNI) is a leading general insurance company incorporated in 1995 as a public limited company and listed on the Pakistan Stock Exchange. The Company operates under the umbrella of Shaheen Foundation, which holds a majority shareholding of approximately 73%, providing strong institutional support and governance oversight.

Since its inception, SHNI has consistently focused on delivering reliable and innovative insurance solutions to individuals and corporate clients across Pakistan. The Company offers a broad spectrum of insurance products including Fire, Marine, Motor, Aviation, Engineering, Health, Travel, Bonds and other specialized insurance covers.

In order to cater to the growing demand for Shariah-compliant financial services, the Company initiated Takaful operations in 2018, operating under the supervision of an experienced Shariah Board to ensure compliance with Islamic principles.

The Company's Head Office is located at Shaheen Complex, Karachi, supported by a nationwide branch network covering major commercial centres including Lahore, Islamabad, Faisalabad, Hyderabad, Peshawar, Sialkot, Multan, Sargodha and Rahim Yar Khan.

The Company benefits from strong reinsurance and re-takaful arrangements with internationally reputable reinsurers, enabling it to underwrite large and complex risks while maintaining prudent risk management practices.

Reflecting its sound financial standing and operational stability, SHNI holds an A++ Insurer Financial Strength Rating with Stable Outlook assigned by Pakistan Credit Rating Agency.

With an experienced management team, expanding distribution network and diversified product portfolio, Shaheen Insurance continues to focus on sustainable growth, enhanced operational efficiency and delivering long-term value to its policyholders and stakeholders.

INSURANCE/TAKAFUL PRODUCTS



Shaheen Insurance underwrites all classes of General Insurance and enjoys excellent reputation. Apart from Conventional Insurance Shaheen Insurance has also commenced its Takaful operations in 2018



General Insurance (Conventional)

Shaheen Insurance commenced its general insurance business in 1995 and it underwrites all classes of traditional and non-traditional lines.

Shaheen Insurance offering a wide range of covers such as Fire & Property, Marine Cargo, Motor Vehicles (Commercial & Private), Personal Accident, Money Insurance, Burglary & Liability (Public & Product) and Workmen Compensation while non-traditional covers such as Engineering Risks (MBD, CAR, EAR), Aviation Insurance, Terrorism, Bonds, Health and Travel Insurance are also being offered.



General Takaful (Islamic)

Takaful is an Islamic form of Insurance based on principle of cooperation mutual assistance shared responsibility and is growing steadily. Shaheen Insurance commenced its Window Takaful Operations in April 2018 under the guidance of renowned, qualified and certified Sharia Board.

Shaheen Takaful is offering a wide range of Sharia Compliant Takaful Products such as Fire & Property Takaful, Marine Cargo Takaful, Motor Takaful (Private / Commercial Vehicles), Engineering Takaful, Terrorism & Political Violence Takaful, Miscellaneous Accident Takaful, Health Takaful and Travel Takaful.



DIRECTORS' REVIEW

The Directors are pleased to present the Company's third quarter (Un-Audited) Financial Statements for the nine months' period ended September 30, 2026.

Economic Overview – Pakistan

Pakistan's economy continued its gradual recovery during FY2025–26, with provisional GDP growth of 3.70%, supported by improved performance across the agriculture, industrial and services sectors. However, inflationary pressures re-emerged with year-on-year CPI inflation reaching 10.26% in September 2026. The State Bank of Pakistan maintained its policy rate at 11.50%. While macroeconomic stabilization continued, public debt, debt-servicing obligations, energy sector challenges and external region political uncertainties remained key risks to the economic outlook. The geo political situation of the region and of the country is the major area of concern for the continuity & stability of developing economy.

Insurance Industry Overview

Pakistan's insurance industry continued to operate in a challenging economic and regulatory environment, with demand for risk protection remaining important across key non-life insurance segments. The industry remained focused on prudent underwriting, effective claims management, capital adequacy and regulatory compliance, particularly in view of the ongoing implementation of IFRS 17 and evolving regulatory requirements.

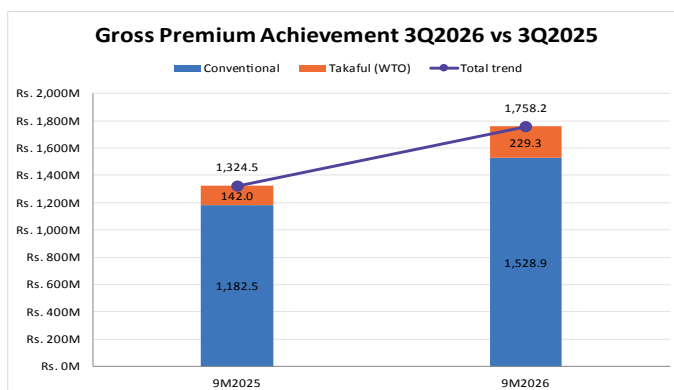
Against this backdrop, the Company continued to emphasize underwriting discipline, operational efficiency, prudent risk management and compliance with applicable regulatory and accounting standards to support sustainable business performance.

Business Performance

The Company recorded a strong performance during the nine months ended September 30, 2026, with overall business volume increasing by 33% compared to the corresponding period of the previous year, as summarized below:

Business Segment	Gross Premium 3Q2026 Rs. in (000)	Gross Premium 3Q2025 Rs. in (000)	Growth %
Conventional Business	1,528.94	1,182.51	29%
Takaful (WTO) Business	229.30	141.99	61%
Total Business	1,758.24	1,324.50	33%

The comparative analysis of gross premium for the nine months ended September 30, 2026, indicates that Window Takaful Operations recorded a higher growth rate of 61%, while Conventional Business also achieved robust growth of 29% and continued to represent the major share of the Company's overall gross premium.



This shows Conventional and Takaful stacked into total premium for both years, with the purple trend line tracking overall growth (+33%) and the Conventional segment's own growth (+29%) labeled between the bars.

Operating Performance

Gross Premium increased to Rs. 1,529 million (3Q2025: Rs. 1,182 million), while Gross Takaful Contributions rose to Rs. 229 million (3Q2025: Rs. 142 million). Net claims remained broadly stable at Rs. 543 million (3Q2025: Rs. 546 million), while the claims ratio improved to 51% from 57% in the corresponding period of the previous year, reflecting improved claims experience and sound underwriting practices. Business acquisition and management expenses increased to Rs. 429 million (3Q2025: Rs. 351 million), primarily in line with the expansion in business volumes.

Investment and other income contributed Rs.105 million during 3Q2026 (3Q2025: Rs.98 million), the increase is mainly due to better liquidity management and realignment of investment into more profitable ventures. Profit from Window Takaful Operations rose to Rs.16.61 million (3Q2025: Rs.11.67 million), representing an increase of 42%. The accumulated surplus within the Participants' Takaful Fund stood at Rs.20.37 million (3Q2025: Rs.37.25 million).

Profit before tax increased to Rs. 184.65 million (3Q2025: Rs. 136.14 million), while net profit after tax rose to Rs. 132.90 million (3Q2025: Rs. 96.66 million), reflecting a year-on-year growth of approximately 38%. This improvement was primarily attributable to stronger underwriting performance and effective investment income management amid a comparatively lower interest rate environment. Earnings per share (EPS) for the nine months ended September 30, 2026, stood at Rs. 1.27, compared to Rs. 1.20 in the corresponding period of the previous year.

The Directors are pleased with the Company's overall performance during the period and remain focused on sustaining business growth across both Conventional and Window Takaful Operations through prudent underwriting, effective risk management and operational efficiency, while pursuing opportunities arising from supportive government initiatives and the evolving insurance market.

Acknowledgments

The Board of Directors expresses its sincere appreciation to the Company's valued customers for their continued trust and confidence. The Board also acknowledges the guidance and support of the SECP, SBP and PACRA, as well as the continued cooperation of the Company's reinsurance and retakaful partners.

The Board further recognizes the dedication and hard work of its field force and office staff whose continued efforts contribute to the Company's performance, progress and sustainable growth.

Dated: October 28, 2026

For and on behalf of the Board


Rizwan Akhtar
Chief Executive Officer


Air Vice Marshal Junaid Ahmed Siddiqui (Retd.)
Chairman

2026 کی تیسری سہ ماہی کے دوران سرمایہ کاری اور دیگر ذرائع سے 105 ملین روپے کی آمدنی حاصل ہوئی، جبکہ 2025 کی اسی سہ ماہی میں یہ آمدنی 98 ملین روپے تھی۔ اس اضافے کی بنیادی وجہ نقد رقم کا بہتر انتظام اور سرمایہ کاری کو زیادہ منافع بخش مواقع کی جانب منتقل کرنا تھا۔ ونڈو تکافل آپریشنز سے حاصل ہونے والا منافع بڑھ کر 16.61 ملین روپے ہو گیا، جو 2025 کی تیسری سہ ماہی میں 11.67 ملین روپے تھا، اس طرح اس میں 42 فیصد اضافہ ریکارڈ کیا گیا۔ شرکاء کے تکافل فنڈ میں جمع شدہ فاضل رقم 20.37 ملین روپے رہی، جبکہ 2025 کی اسی مدت میں یہ 37.25 ملین روپے تھی۔

قبل از ٹیکس منافع بڑھ کر 184.65 ملین روپے ہو گیا، جبکہ 2025 کی تیسری سہ ماہی میں یہ 136.14 ملین روپے تھا۔ اسی طرح بعد از ٹیکس خالص منافع بڑھ کر 132.90 ملین روپے ہو گیا، جبکہ گزشتہ سال کی اسی مدت میں یہ 96.66 ملین روپے تھا۔ اس طرح سال بہ سال منافع میں تقریباً 38 فیصد اضافہ ریکارڈ کیا گیا۔ اس بہتری کی بنیادی وجوہات بیمہ کاروبار کی بہتر کارکردگی اور نسبتاً کم شرح سود کے ماحول میں سرمایہ کاری سے حاصل ہونے والی آمدنی کا مؤثر انتظام تھیں۔ 30 ستمبر 2026 کو ختم ہونے والے نو ماہ کے دوران فی تھص آمدنی 1.27 روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 1.20 روپے تھی۔

ڈائریکٹرز کمپنی کی اس عرصے کے دوران مجموعی کارکردگی پر اطمینان کا اظہار کرتے ہیں اور محتاط انداز میں بیمہ پالیسیوں کی منظوری، مؤثر رسک مینجمنٹ اور عملیاتی کارکردگی میں بہتری کے ذریعے روایتی بیمہ اور ونڈو تکافل آپریشنز، دونوں شعبوں میں کاروباری نمو کو برقرار رکھنے کے لیے پُر عزم ہیں۔ اس کے ساتھ ساتھ کمپنی معاون حکومتی اقدامات اور بدلتی ہوئی بیمہ مارکیٹ سے پیدا ہونے والے مواقع سے فائدہ اٹھانے کے لیے بھی کوشاں ہے۔

اظہار تشکر:

بورڈ آف ڈائریکٹرز کمپنی کے صارفین کا ان کے مسلسل اعتماد اور تعاون پر شکریہ ادا کرتے ہیں۔ ہم سکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، پاکستان کریڈٹ ریٹنگ ایجنسی اور اپنے ری انشورنس پارٹنرز کے تعاون، رہنمائی اور مدد کے بھی شکر گزار ہیں۔

بورڈ مزید کمپنی کے فیلڈ اسٹاف اور دفتری عملے کی لگن، محنت اور جانفشانی کو خراج تحسین پیش کرتا ہے، جن کی مسلسل کاوشیں کمپنی کی کارکردگی، ترقی اور پائیدار کاروباری نمو میں اہم کردار ادا کرتی ہیں۔

بورڈ کی جانب سے

28 اکتوبر 2026

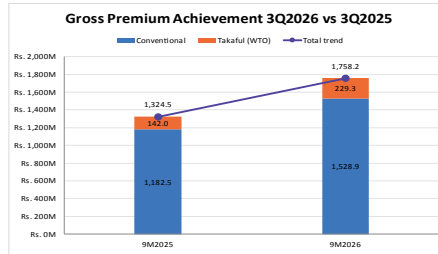
ایزائز وائس مارشل جنید احمد صدیقی (ریٹائرڈ)

رضوان اختر

چیف ایگزیکٹو آفیسر

کاروباری شعبہ	مجموعی پرییم	مجموعی پرییم	شرح نمو فیصد
تیسری سہ ماہی 2026	تیسری سہ ماہی 2025		
کنونشنل کاروبار	1,528.94	1,182.51	29 فیصد
ٹیکافل (ونڈو ٹیکافل آپریشنز)	229.30	141.99	61 فیصد
مجموعی کاروبار	1,758.24	1,324.50	33 فیصد

30 ستمبر 2026 کو ختم ہونے والے نو ماہ کے مجموعی پرییم کے تقابلی تجزیے سے ظاہر ہوتا ہے کہ ونڈو ٹیکافل آپریشنز نے 61 فیصد کی بلند شرح نمو ریکارڈ کی، جبکہ کنونشنل کاروبار نے بھی 29 فیصد کی نمایاں نمو حاصل کی اور کمپنی کے مجموعی پرییم میں اپنا بڑا حصہ برقرار رکھا۔ اس میں دونوں سالوں کے مجموعی پرییم کو کنونشنل اور ٹیکافل کے حصوں کو یکجا کر کے دکھایا گیا ہے۔ جامنی رنگ کی رجحانی لکیر مجموعی شرح نمو (+33%) کو ظاہر کرتی ہے، جبکہ دونوں ستونوں کے درمیان روایتی بیمہ کے حصے کی اپنی شرح نمو (+29%) درج کی گئی ہے۔



عملی کارکردگی:

مجموعی پرییم بڑھ کر 1,529 ملین روپے ہو گیا، جبکہ 2025 کی تیسری سہ ماہی میں یہ 1,182 ملین روپے تھا۔ اسی طرح مجموعی ٹیکافل کنٹری بیوشن بھی بڑھ کر 229 ملین روپے ہو گئی، جو 2025 کی تیسری سہ ماہی میں 142 ملین روپے تھی۔ خالص کلیمز تقریباً مستحکم رہے اور 543 ملین روپے ریکارڈ کیے گئے، جبکہ گزشتہ سال کی اسی مدت میں یہ 546 ملین روپے تھے۔ دوسری جانب کلیمز کی شرح گزشتہ سال کی اسی مدت کے 57 فیصد سے بہتر ہو کر 51 فیصد رہ گئی، جو کلیمز کے بہتر تجربے اور بیمہ پالیسیوں کی منظوری کے مؤثر طریقہ کار کی عکاسی کرتی ہے۔ کاروبار کے حصول اور انتظامی اخراجات بڑھ کر 429 ملین روپے ہو گئے، جبکہ 2025 کی تیسری سہ ماہی میں یہ 351 ملین روپے تھے۔ اس اضافے کی بنیادی وجہ کاروباری حجم میں توسیع تھی۔

ڈائریکٹرز کا تبصرہ

کمپنی کے ڈائریکٹرز 30 ستمبر 2026 کو ختم ہونے والی نوہ ماہی مدت کیلئے کمپنی کی تیسری سہ ماہی کے غیر آڈٹ شدہ مالیاتی بیانات پیش کرتے ہوئے پُر مسرت ہیں۔

معاشی جائزہ۔ پاکستان

مالی سال 2025-26 کے دوران پاکستان کی معیشت میں بتدریج بحالی کا عمل جاری رہا، اور مجموعی GDP کی عارضی شرح نمو 3.70 فیصد ریکارڈ کی گئی۔ اس بہتری میں زراعت، صنعت اور خدمات کے شعبوں کی بہتر کارکردگی نے اہم کردار ادا کیا۔ تاہم، افراط زر کے دباؤ میں دوبارہ اضافہ ہوا اور ستمبر 2026 میں صارف اشاریہ قیمت (CPI) پر مبنی سال بہ سال افراط زر کی شرح 10.26 فیصد تک پہنچ گئی۔ اسٹیٹ بینک آف پاکستان نے شرح سود پالیسی 11.50 فیصد پر برقرار رکھی۔ اگرچہ مجموعی معاشی استحکام کا عمل جاری رہا، تاہم عوامی قرضوں، قرضوں کی ادائیگی کے واجبات، توانائی کے شعبے کو درپیش مسائل اور خطے کی بیرونی سیاسی غیر یقینی صورتحال بدستور ملکی معیشت کے مستقبل کے لیے اہم خطرات رہے۔ خطے اور ملک کی جغرافیائی و سیاسی صورتحال ترقی کرتی ہوئی معیشت کے تسلسل اور استحکام کے حوالے سے باعث تشویش ہے۔

بیمہ کی صنعت کا جائزہ:

پاکستان کی بیمہ کی صنعت کو بدستور ایک مشکل معاشی اور ضابطہ جاتی ماحول میں کام کرنا پڑا، جہاں عمومی بیمہ کے اہم شعبوں میں خطرات سے تحفظ حاصل کرنے کی ضرورت برقرار رہی۔ صنعت کی توجہ محتاط انداز میں بیمہ پالیسیوں کی منظوری، کلیمز کے مؤثر انتظام، سرمایہ جاتی کفایت برقرار رکھنے اور متعلقہ ضوابط کی پابندی پر مرکوز رہی۔ بالخصوص IFRS 17 کے جاری نفاذ اور ضابطہ جاتی تقاضوں میں ہونے والی تبدیلیوں کے پیش نظر ان امور کو خصوصی اہمیت حاصل رہی۔

اس پس منظر میں کمپنی نے کاروباری کارکردگی کو مستحکم بنیادوں پر بہتر بنانے کے لیے بیمہ پالیسیوں کی منظوری میں نظم و ضبط، عملیاتی کارکردگی میں بہتری محتاط رسک مینجمنٹ اور قابل اطلاق ضابطہ جاتی واکاؤ ٹنگ معیارات کی پابندی کو اپنی ترجیحات میں شامل رکھا۔

کاروباری کارکردگی:

30 ستمبر 2026 کو ختم ہونے والے نوہ ماہ کے دوران کمپنی نے شاندار کاروباری کارکردگی کا مظاہرہ کیا۔ اس عرصے میں کمپنی کے مجموعی کاروباری حجم میں گزشتہ سال کی اسی مدت کے مقابلے میں 33 فیصد اضافہ ریکارڈ کیا گیا، جس کا خلاصہ ذیل میں پیش کیا گیا ہے:

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2026



		September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	Note	(Rupees)	
ASSETS			
Property and equipment	7	117,736,066	142,268,465
Intangible assets		534,209	610,242
Investment properties		177,296,197	177,296,197
Investments			
Equity securities	8	344,343,325	143,198,161
Debt securities	9	473,338,227	320,531,242
Term deposits	10	50,807,020	80,000,000
Advances, deposits and other receivables		36,317,573	38,317,263
Insurance / re-insurance receivables	11	664,894,042	449,418,969
Re-insurance recoveries against outstanding claims	20	23,292,618	50,795,345
Salvage recoveries accrued		952,845	404,063
Deferred commission expense	21	68,044,129	54,220,150
Prepayments	19	123,874,530	131,441,616
Deferred taxation - net	12	11,008,809	9,203,408
Bank deposits subject to margin and encumbrances	13	205,000,000	756,299,543
Cash and bank	14	289,477,207	123,667,196
		<u>2,586,916,797</u>	<u>2,477,671,860</u>
Total assets of window takaful operations - Operator's Fund		209,687,650	170,424,428
Total assets of window takaful operations - Participants' Takaful Fund		408,660,880	269,248,205
Total Assets		<u>3,205,265,327</u>	<u>2,916,342,180</u>
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Share capital	15	1,048,125,000	806,250,000
Reserves		20,000,000	20,150,794
Unappropriated profit		211,753,095	320,723,478
Total Equity		<u>1,279,878,095</u>	<u>1,147,124,272</u>
Liabilities			
Underwriting provisions			
Outstanding claims including IBNR	20	170,057,654	253,243,101
Unearned premium reserves	19	445,123,527	406,464,566
Premium deficiency reserves	22	337,245	337,245
Unearned reinsurance commission	21	17,078,214	11,203,180
Lease liabilities	16	32,809,564	46,564,270
Premium received in advance		21,750,386	22,645,356
Insurance / re-insurance payables		188,034,593	102,706,148
Other creditors and accruals	17	512,736,194	553,426,188
Unclaimed dividend		3,178,301	3,178,301
Taxation - provision less payments		7,628,448	11,373,351
		<u>1,398,734,126</u>	<u>1,411,141,706</u>
Total liabilities of window takaful operations - Operator's Fund		117,992,227	89,830,310
Total liabilities and fund of window takaful operations - Participants' Takaful Fund		408,660,880	269,248,205
Total Liabilities		<u>1,925,387,232</u>	<u>1,769,217,908</u>
Total Equity and Liabilities		<u>3,205,265,327</u>	<u>2,916,342,180</u>

Contingencies and commitments

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


Air Vice Marshal Junaid Ahmed
Siddiqui (Retd.) - Chairman


Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director


Adeel Ali
Director


Rizwan Akhtar
Chief Executive Officer


Syed Kamran Ali
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



		Three months period ended		Nine months period ended	
		September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
	Note	(Rupees)			
Net insurance premium	19	175,678,048	233,089,500	1,055,358,889	954,890,836
Net insurance claims	20	(67,979,930)	(104,227,715)	(543,113,851)	(545,841,590)
Net commission expense / acquisition cost	21	(5,620,029)	(27,213,876)	(188,355,069)	(151,492,727)
Insurance claims and acquisition expenses		(73,599,959)	(131,441,591)	(731,468,920)	(697,334,317)
Management expenses		(99,404,154)	(74,638,954)	(240,618,484)	(199,920,182)
Underwriting results		2,673,934	27,008,955	83,271,485	57,636,337
Investment income	22	24,410,158	17,397,774	58,773,926	74,367,895
Rental income		738,770	671,593	2,081,959	1,923,166
Other income	23	10,709,213	7,502,740	43,920,528	21,357,264
Other expenses	24	(3,621,175)	(9,441,204)	(15,972,507)	(27,553,082)
Results of operating activities		34,910,900	43,139,858	172,075,390	127,731,580
Finance charges against lease liabilities		(1,088,692)	(1,442,165)	(4,036,555)	(3,261,752)
Profit before tax from window takaful operations - OPF		2,719,193	2,273,467	16,607,948	11,673,882
Profit before tax		36,541,401	43,971,160	184,646,783	136,143,710
Taxation	25	(9,930,949)	(12,751,637)	(51,742,166)	(39,481,676)
Profit after tax for the period		26,610,452	31,219,523	132,904,617	96,662,034
Earnings per share - basic and diluted - (restated)	26	0.25	0.30	1.27	0.92

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


Air Vice Marshal Junaid Ahmed
Siddiqui (Retd.) - Chairman


Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director


Adeel Ali
Director


Rizwan Akhtar
Chief Executive Officer


Syed Kamran Ali
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
	(Rupees)			
Profit after tax for the period	26,610,451	31,219,523	132,904,617	96,662,034
Other comprehensive income				
Items that may be reclassified subsequently to profit and loss account				
Unrealised gain / (loss) on available for sale investments - net of tax	-	(17,202,052)	-	(9,617,237)
Reclassification adjustments relating to available-for-sale investments disposed of during the period	-	-	(150,794)	-
Other comprehensive loss	-	(17,202,052)	(150,794)	(10,166,076)
Total comprehensive income for the period	26,610,451	14,017,471	132,753,823	55,276,434

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


Air Vice Marshal Junaid Ahmed
Siddiqui (Retd.) - Chairman


Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director


Adeel Ali
Director


Rizwan Akhtar
Chief Executive Officer


Syed Kamran Ali
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



Attributable to equity holders of the Company

	Share capital	General reserves	Unrealised (loss) / gain on available-for-sale investments	Unappropriated profit	Total Equity
	----- (Rupees) -----				
Balance as at December 31, 2024 (Audited)	645,000,000	20,000,000	13,059,831	329,637,419	1,007,697,250
Total comprehensive income for the period					
Profit for the period	-	-	-	96,662,034	96,662,034
Other comprehensive income for the period	-	-	(9,617,237)	-	(9,617,237)
	-	-	(9,617,237)	96,662,034	87,044,797
Transactions with owners:					
Bonus shares issued for the year ended December 31, 2024 @ 25%	161,250,000	-	-	(161,250,000)	-
Balance as at September 30, 2025 (Un-audited)	806,250,000	20,000,000	3,442,594	265,049,453	1,094,742,047
Balance as at December 31, 2025 (Audited)	806,250,000	20,000,000	150,794	320,723,478	1,147,124,272
Total comprehensive income for the period					
Profit for the period	-	-	-	132,904,617	132,904,617
Other comprehensive income for the period	-	-	(150,794)	-	(150,794)
	-	-	(150,794)	132,904,617	132,753,823
Transactions with owners:					
Bonus shares issued for the year ended December 31, 2025 @ 30%	241,875,000	-	-	(241,875,000)	-
Balance as at September 30, 2026 (Un-audited)	1,048,125,000	20,000,000	-	211,753,095	1,279,878,095

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


Air Vice Marshal Junaid Ahmad
Siddiqui (Retd.) - Chairman


Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director


Adeel Ali
Director


Rizwan Akhtar
Chief Executive Officer


Syed Kamran Ali
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	Note	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
		(Rupees)	
OPERATING CASHFLOW			
a) Underwriting activities			
Insurance premium received		1,312,574,679	1,163,733,521
Reinsurance premium paid		(342,031,342)	(319,575,003)
Claims paid	20	(711,729,493)	(474,691,374)
Reinsurance and other recoveries received	20	112,932,922	33,317,219
Commission paid		(267,446,797)	(141,611,347)
Commission received		70,479,760	52,924,187
Management and other expenses paid		(225,963,418)	(76,072,883)
Net cash generated from / (used in) underwriting activities		(51,183,689)	238,024,319
b) Other operating activities			
Income tax paid		(51,275,485)	(27,063,016)
Total cash generated from / (used in) operating activities		(102,459,174)	210,961,303
INVESTMENT ACTIVITIES			
Investment income received		66,910,464	85,280,676
Rental received		2,425,716	2,686,373
Bank deposits subject to encumbrances		551,299,543	(228,558,148)
Payments for investments - net		(353,616,527)	276,764,004
Fixed capital expenditure		(9,390,318)	(16,734,854)
Proceeds from disposal of property and equipment		25,000	660,000
Total cash (used in) investing activities		257,653,878	120,098,050
FINANCING ACTIVITIES			
Financial charges paid		(4,036,555)	(3,261,752)
Principal repayment of lease liabilities against right-of-use assets		(14,541,117)	(16,412,523)
Total cash (used in) financing activities		(18,577,672)	(19,674,275)
Net cash flow from all activities		136,617,032	311,385,078
Cash and cash equivalents at the beginning of the period		203,667,196	272,904,713
Cash and cash equivalents at the end of the period		340,284,227	584,289,790

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



Reconciliation to condensed interim profit and loss account

	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
	(Rupees)	
Operating cash flows	(102,459,174)	210,961,303
Depreciation	(30,223,101)	(26,912,100)
Finance charges against lease liabilities	(4,036,555)	(3,261,752)
Gain on disposal of property and equipment	1,221,889	444,145
Rental income	2,081,959	1,923,166
(Increase) / decrease in assets - PTF	(139,412,675)	(93,989,804)
Increase / (decrease) in liabilities and fund - PTF	139,412,675	93,989,804
(Increase) / decrease in assets other than cash	243,319,309	302,617,327
Increase / (decrease) in liabilities	(52,381,583)	(475,151,831)
Investment and other income	58,773,926	74,367,895
Profit from window takaful operations - OPF	16,607,948	11,673,882
Profit after tax	132,904,617	96,662,034

Definition of cash

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

Cash and cash equivalents for the purpose of the condensed interim cash flow statement include the following:

	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
	(Rupees)	
Cash and other equivalents		
Cash in hand	272,106	261,225
Policy stamps in hand	428,190	501,574
	700,296	762,799
Cash at bank		
Current accounts	17,168,694	378,963,001
Savings accounts	271,608,217	124,563,990
	288,776,911	503,526,991
Deposits maturing within 3 month		
Term deposits - local currency	50,807,020	80,000,000
	340,284,227	584,289,790

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

Air Vice Marshal Junaaid Ahmed
Siddiqui (Retd.) - Chairman

Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director

Adeel Ali
Director

Rizwan Akhtar
Chief Executive Officer

Syed Kamran Ali
Chief Financial Officer

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



1 STATUS AND NATURE OF BUSINESS

Shaheen Insurance Company Limited (the Company) was incorporated in March 1995 in Pakistan. The Company is a public limited company listed on Pakistan Stock Exchange and obtained the certificate for commencement of business in July 1995. It was registered with the Controller of Insurance in November 1995 to carry out non-life insurance business comprising fire, marine, motor, aviation, engineering, transportation, health, etc. On March 14, 2018 the Company was awarded license to commence Window Takaful Operations. Its registered office is located at 10th Floor, Shaheen Complex, Karachi. The Company operates only in Pakistan through 13 Branches. Shaheen Foundation (the parent) holds approximately 69.28% (December 2025: 69.28%) shares in the Company.

Following are the geographical location and address of all the business units of the Company:

Head office - registered office

10th Floor, Shaheen Complex, M.R. Kiyani Road, Karachi, Province of Sindh, Pakistan.

Branches

- Office 1001 & 1014, Block B 10th Floor Saima Tower ,I.I Chundrigar Road, Karachi.
- Upper 2nd floor, House # 75, Soldier Bazar, Hyderabad, Sindh, Pakistan.
- Office 4-B, 6th Floor, Shaheen Complex, Opp. PTV Station 38, Abbott Road, Lahore, Punjab, Pakistan.
- Office No. 6, 6th Floor, Shaheen Complex, Opp. PTV Station 38, Abbott Road, Lahore, Punjab, Pakistan.
- Office No. 4, Mezzanine Floor Black Horse Plaza, Fazal-e-Haq Road Blue Area, Islamabad.
- Office 2, 4th Floor, Ahmed Plaza, Bilal Road, Civil Lines, Faisalabad, Punjab, Pakistan.
- Office 21 , 1st Floor Anali Arcade Near Chowk Kachary LMQ Road, Multan , Pakistan.
- Office C3, Jasmine Arcade Fakhr-e-Alam Road Peshawar Cantt, Khyber Pakhtunkhwa, Pakistan.
- Office 210, Karim Plaza, Defence Road, Near Allama Iqbal Town, Sialkot, Punjab, Pakistan.
- Office 63, 1st Floor, Advance Book Shop, Rehman Complex, Ibne Seena Hospital Market, Kanchi More, Sarghoda Punjab, Pakistan.
- Ghousia Sultania Town, Sakhi Sarwar Colony, Rahim Yar Khan, Punjab, Pakistan.
- Banglow no# 498. Block.a revenue employees co-operatives housing society, Lahore.
- Office no # 110, 1st floor, falak corporate opp. Chamber of commerce, talpur road, Karachi.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

2.1 Statement of compliance

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

Where the provisions of, directives and notifications issued under the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019 differ with the requirements of IAS 34, the provisions of, directives and notifications issued under the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012 and General Takaful Accounting Regulations, 2019 have been followed.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



The Securities and Exchange Commission of Pakistan (SECP) wide the Insurance Rules, 2017 dated February 9, 2017 has prescribed the format of presentation of annual financial statements for general insurance companies. These financial statements have been prepared in accordance with the format prescribed by the SECP.

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

2.1.2 The condensed interim financial statements does not include all the information required in the annual financial statements. Accordingly, the condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended December 31, 2025. Comparative figures for the condensed interim statement of financial position are stated from annual financial statements of the Company for the year ended December 31, 2025. Whereas comparatives for condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity and condensed interim statement of cash flows and related notes are extracted from condensed interim financial statements of the Company for the six months period ended June 30, 2025.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency.

3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS AS APPLICABLE IN PAKISTAN

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

There are certain amendments to existing accounting and reporting standards that have become applicable for accounting periods beginning on or after January 01, 2026. These are considered either to not be relevant or to not have any significant impact on these condensed interim financial statements.

3.2 New accounting standards, amendments and interpretations that are not yet effective

**Effective date (annual periods
beginning on or after)**

Standards, amendments or interpretations

IFRS 9 - Financial Instruments	January 1, 2027
IFRS 17 - Insurance contracts	January 1, 2027
IFRS 18 Presentation and Disclosures in Financial Statements	January 1, 2027



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



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

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

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

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

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

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

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

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

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



4 MATERIAL ACCOUNTING POLICY INFORMATION

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

5 SIGNIFICANT ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

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

6 FINANCIAL AND INSURANCE RISK MANAGEMENT

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

		September 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
	Note	(Rupees)	
7 PROPERTY AND EQUIPMENT			
Operating fixed assets	7.1	88,321,246	99,235,355
Right-of-use assets	7.2	27,271,058	41,486,716
Capital work in progress	7.3	2,143,762	1,546,394
		<u>117,736,066</u>	<u>142,268,465</u>

7.1 The break-up of operating assets as at the period / year end is given below:

Leasehold improvements		1,504,330	1,795,560
Furniture and fixtures		4,821,698	5,172,263
Office and electrical equipment		6,112,640	4,903,099
Computer equipment		6,250,846	4,650,214
Motor vehicles		69,631,732	82,714,219
	7.1.1	<u>88,321,246</u>	<u>99,235,355</u>

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	September 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
Note	(Rupees)	
7.1.1 Movement of operating fixed assets during the period / year as as follows:		
Opening book value	99,235,355	99,235,355
Add: addition during the period/year	9,390,318	30,735,820
Less: net book value of assets disposed of during the period/year	(6,555,526)	(7,663,229)
Less: depreciation for the period/year	(13,748,901)	(23,072,591)
	<u>88,321,246</u>	<u>99,235,355</u>
7.2 Movement of right-of-use assets during the period / year is as follows:		
Premises		
Opening balance	41,486,716	15,684,942
Addition during the period/year	786,411	31,189,561
Adjustment	-	14,573,248
Depreciation expense during the period/year	(15,002,069)	(19,961,035)
Closing balance	<u>27,271,058</u>	<u>41,486,716</u>
7.3 Capital work in progress		
Advances to suppliers against fixed assets	<u>2,143,762</u>	<u>1,546,394</u>

8 INVESTMENT IN EQUITY SECURITIES

Note	September 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	Cost	Impairment	Carrying Value	Cost	Impairment	Carrying Value
(Rupees)						
Available for sale						
Listed shares						
- First Capital Equities Limited 8.1	188,000,000	(188,000,000)	-	188,000,000	(188,000,000)	-
Mutual funds	-	-	-	142,274,731	-	142,491,701
	<u>188,000,000</u>	<u>(188,000,000)</u>	<u>-</u>	<u>330,274,731</u>	<u>(188,000,000)</u>	<u>142,491,701</u>
Fair value through profit or loss						
Listed shares						
- Bank Makramah Limited	321,671	-	366,389	321,671	-	706,460
Mutual funds	337,587,962	-	343,976,935	-	-	-
	<u>525,909,633</u>	<u>(188,000,000)</u>	<u>344,343,325</u>	<u>330,596,402</u>	<u>(188,000,000)</u>	<u>143,198,161</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



- 8.1** On November 29, 2012, the Company through an agreement settled balance of 'reverse repo' and premium due but unpaid' amounting to Rs. 99.89 million (reverse repo and associated mark-up) and Rs. 88.859 million of FCSC Group and Pace (Pakistan) Limited respectively, against 4.7 million shares of First Capital Equities Limited (FCEL) calculated at Rs. 40 per share against the market value of Rs. 69 per share as at that date. The agreement was subsequently amended on March 07, 2013 to make the clause of restriction on holding period and swap against property null and void.

The Company has filed a civil suit in Civil Court Lahore in April 2015 against First Capital Equities Limited and five others for recovery of Rs.188 million and cancellation of documents. Company is aggressively following up the case, and regular hearings are taking place. Further, management strongly believe that the Company has irrefutable evidences / arguments to win this litigation, and is deploying every possible resource for expeditious disposal of the case. However, being prudent an impairment provision equal to the carrying value is included in these condensed interim financial statements.

9 INVESTMENTS IN DEBT SECURITIES

	September 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	Cost	Impairment	Carrying Value	Cost	Impairment	Carrying Value
----- (Rupees) -----						
Held to maturity						
Pakistan Investment Bonds / Treasury Bills						
- Pledged	122,803,323	-	126,503,530	93,757,407	-	96,193,723
- Non Pledged	351,961,977	-	346,834,697	224,996,779	-	224,337,519
	<u>474,765,300</u>	<u>-</u>	<u>473,338,227</u>	<u>318,754,186</u>	<u>-</u>	<u>320,531,242</u>

9.1 INVESTMENT IN DEBT SECURITIES

Name of investment	Face value	Number of certificates	Profit rate	Profit payment	Maturity date	September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
						Cost	Carrying Value	Cost	Carrying Value
	(Rupees)		(%)			----- (Rupees) -----			
Held to maturity									
3 Years Pakistan Investment Bonds	98,100,000	981,000	14.00	Semi annually	15-Feb-27	93,757,407	97,463,024	93,757,407	96,193,723
3 Years Pakistan Investment Bonds	168,500,000	168,500	14.00	Semi annually	20-Sep-27	177,650,898	171,594,000	177,650,898	173,980,051
3 Years Pakistan Investment Bonds	28,900,000	29	12.00	Semi annually	19-May-29	29,045,916	29,040,506	-	-
Pakistan Treasury Bill	52,450,000	524,500	10.90	Annually	29-May-26	-	-	47,345,881	50,357,468
Pakistan Treasury Bill	58,200,000	582,000	11.80	Annually	5-Aug-26	52,589,520	52,963,554	-	-
Pakistan Treasury Bill	134,500,000	1,345,000	11.90	Annually	5-Aug-26	121,721,559	122,277,143	-	-
	<u>540,650,000</u>	<u>3,601,029</u>				<u>474,765,300</u>	<u>473,338,227</u>	<u>318,754,186</u>	<u>320,531,242</u>

- 9.2** Pakistan Investment Bond with face value of Rs. 98.10 million (December 31, 2025: Rs. 98.10 million) and Pakistan Investment Bond with face value of Rs. 28.90 million is placed with the State Bank of Pakistan under Section 29 of the Insurance Ordinance, 2000.

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		September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	Note	(Rupees)	
10 INVESTMENT IN TERM DEPOSITS			
Held to maturity			
Deposits maturing within three months	10.1	<u>50,807,020</u>	<u>80,000,000</u>
10.1	The balance represents term deposit with Bank Al Habib Limited having maturity within 03 months (i.e. upto October 01, 2026). The rate of return on this term deposit ranging from 11.25% (December 31, 2025: 9%) per annum.		
		September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	Note	(Rupees)	
11 INSURANCE / RE-INSURANCE RECEIVABLES			
Unsecured, considered good			
Due from insurance contract holders	11.1	65,841,405	41,053,115
Less: Provision for impairment	11.2	<u>(96,219)</u>	<u>(96,219)</u>
		<u>65,745,186</u>	<u>40,956,896</u>
Due from other insurers / re-insurers		625,762,730	435,075,947
Less: Provision for impairment	11.3	<u>(26,613,874)</u>	<u>(26,613,874)</u>
		<u>599,148,856</u>	<u>408,462,073</u>
		<u>664,894,042</u>	<u>449,418,969</u>
12 DEFERRED TAXATION - NET			
Deferred taxation - net		<u>11,008,809</u>	<u>9,203,408</u>
13 BANK DEPOSITS SUBJECT TO MARGIN AND ENCUMBRANCES			
Saving accounts under lien	13.1	205,000,000	371,528,253
Margin against credit and suretyship policies	13.2	-	384,771,290
		<u>205,000,000</u>	<u>756,299,543</u>
13.1	This represents lien marked on amount maintained with commercial banks against guarantees issued by the banks on behalf of the Company. These guarantees are provided to facilitate the issuance of insurance guarantee policies to travel agents.		

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		September 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
	Note	(Rupees)	
14 CASH AND BANK			
Cash and cash equivalents			
- Cash in hand		272,106	122,387
- Policy stamps and bond papers in hand		428,190	265,753
		<u>700,296</u>	<u>388,140</u>
Cash at bank			
- Current accounts		17,168,694	21,281,402
- Saving accounts	14.1	271,608,217	101,997,654
		<u>288,776,911</u>	<u>123,279,056</u>
		<u>289,477,207</u>	<u>123,667,196</u>
14.1	These carry interest rates ranging from 6.50% to 10.50% (December 31, 2025: 5.00% to 9.85%) per annum.		
15 SHARE CAPITAL			
15.1 Authorised share capital			
September 30, 2026 (Un-audited)	December 3, 2025 (Audited)	September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
----- (Number of shares) -----		----- (Rupees) -----	
<u>250,000,000</u>	<u>250,000,000</u>	<u>2,500,000,000</u>	<u>2,500,000,000</u>
15.2 Issued, subscribed and paid - up share capital			
September 30, 2026 (Un-audited)	December 3, 2025 (Audited)	September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
----- (Number of shares) -----		----- (Rupees) -----	
8,000,000	8,000,000	Ordinary shares of Rs. 10 each, fully paid in cash	80,000,000
56,812,500	32,625,000	Ordinary shares of Rs. 10 each, issued as bonus shares	568,125,000
25,000,000	25,000,000	Ordinary shares of Rs. 10 each, issued as right shares fully paid in cash	250,000,000
15,000,000	15,000,000	Ordinary shares of Rs. 10 each, issued	150,000,000
<u>104,812,500</u>	<u>80,625,000</u>	<u>1,048,125,000</u>	<u>806,250,000</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



15.3 As at September 30, 2026, details of shares held by the related parties undertaking are as follows:

Related party name	Basis of relationship	Percentage (%)	September 30, 2026 (Un-Audited) (Rupees)	December 31, 2025 (Audited)
Shaheen foundation	Parent undertaking	69.28%	72,611,979	55,854,875
Central non public fund	Associate	3.79%	3,971,100	3,202,500
			<u>76,583,079</u>	<u>59,057,375</u>
			(%)	
Percentage of shareholding held by related parties.			<u>73.07%</u>	<u>73.25%</u>

15.4 The Company has only one class of ordinary shares which carry no right to fixed income. The holders are entitled to receive dividends as declared from time to time and are entitled to one vote per share at general meetings of the Company. All shares rank equally with regard to the Company's residual assets.

Note	September 30, 2026 (Un-Audited) (Rupees)	December 31, 2025 (Audited)
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16 LEASE LIABILITIES

Opening balance		46,564,270	16,389,527
Increase / (decrease) in lease liability	7.2	786,411	31,189,561
Repayments		(18,577,672)	(21,981,600)
Adjustment		-	13,784,039
Interest expense for the period/year		4,036,555	7,182,743
Closing balance		<u>32,809,564</u>	<u>46,564,270</u>

16.1 The future minimum lease payments to which the Company is committed under the lease agreements and the periods in which they will become due are as follows:

	September 30, 2026 (Un-audited)			December 31, 2025 (Audited)		
	Minimum lease payments	Financial charges for future periods	Principal outstanding	Minimum lease payments	Financial charges for future periods	Principal outstanding
	(Rupees)					
Not later than one year	16,820,746	2,730,635	14,090,111	23,422,801	4,752,984	18,669,817
Later than one year and not later than five years	21,252,599	2,533,147	18,719,453	32,280,882	4,386,429	27,894,453
Later than five years	-	-	-	-	-	-
Total lease liability	<u>38,073,345</u>	<u>5,263,781</u>	<u>32,809,564</u>	<u>55,703,683</u>	<u>9,139,413</u>	<u>46,564,270</u>

**NOTES TO THE CONDENSED INTERIM
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	September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
Note	(Rupees)	
17 OTHER CREDITORS AND ACCRUALS		
Agent commission payable	82,142,532	82,805,555
Provincial service taxes	50,944,987	29,829,004
Federal insurance fee payable	12,590,757	11,307,525
Workers' welfare fund payable	23,416,473	21,048,913
Accrued expenses	15,117,923	13,540,385
Withholding tax payable	5,819,233	5,351,460
Unearned rental income	2,216,272	1,343,189
Payable to provident fund	1,202,060	1,673,183
Security deposits against credit and suretyship policies 17.1	314,694,369	384,771,290
Others	4,591,588	1,755,684
	512,736,194	553,426,188

17.1 As required by the Companies Act, 2017 these are held by the Company in a separately maintained bank account on account of performance / bond policies issued by the Company.

18 CONTINGENCIES AND COMMITMENTS

18.1 Contingencies

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

18.1.1 The matter regarding exemption was taken up collectively by the Insurance Association of Pakistan (IAP) with the SRB through tax consultants. Accordingly, the SRB, vide Notification No. SRB-3-4/3/2017 dated January 12, 2017, exempted health insurance business from the scope of Sindh Sales Tax. The exemption was subsequently extended through various notifications, with the latest exemption being provided vide Notification No. SRB 3-4/19/2022 dated June 28, 2022, which remained effective up to June 30, 2023.

Subsequently, the SRB withdrew the exemption in respect of corporate health insurance business with effect from July 1, 2023. The Company, along with other industry participants, has challenged the applicability of Sindh Sales Tax on corporate health insurance business, and the matter is currently pending adjudication before the High Court of Sindh.

During the year 2026, the Sindh Revenue Board (SRB) issued Notification No. SRB-3-4/21/2026 dated June 29, 2026, has granted an exemption from the principal amount of Sindh sales tax, together with the related surcharge and penalty, in respect of Group Health Insurance services for the tax period July 2023 to June 2026, subject to the following conditions:

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



- No adjustment or carry forward of input tax shall be admissible against the tax payable under the said notification;
- No refund shall be admissible in respect of any tax already paid in excess of the amount determined under the said notification; and
- The benefit of the notification shall be contingent upon the withdrawal of all litigation relating to insurance and reinsurance services, including Group Health Insurance services, pending before various courts of law.

In accordance with the notification issued by the Sindh Revenue Board (SRB), the Company's Sindh sales tax liability for the period from July 1, 2023 to June 30, 2026 has been determined at Rs. 308,505, which was paid on September 15, 2026 against the amount of Rs. 2.06 million, representing 5% of the total medical gross premium of Rs. 41.13 million.

18.2 Commitments

There are no commitments as at the reporting date. (December 31, 2025: Nil).

	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
Note (Rupees)				
19 NET INSURANCE PREMIUM				
Written gross premium	482,687,349	369,800,490	1,528,944,723	1,182,510,629
Add: Unearned premium reserve opening	304,591,926	450,853,908	406,464,566	473,265,299
Less :Unearned premium reserve closing	445,123,527	512,800,143	445,123,527	513,800,143
Premium earned	342,155,748	307,854,255	1,490,285,762	1,141,975,785
Re-insurance premium ceded	246,145,342	167,478,835	427,359,787	334,619,968
Add: Prepaid reinsurance premium opening	44,206,888	105,602,114	131,441,616	51,782,175
Less: Prepaid reinsurance premium closing	123,874,530	198,316,194	123,874,530	198,316,194
Reinsurance expense	166,477,700	74,764,755	434,926,873	188,085,949
	175,678,048	233,089,500	1,055,358,889	953,889,836

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	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
Note (Rupees)				
20 NET INSURANCE CLAIMS				
Claims paid	172,583,100	70,304,837	711,729,493	474,691,374
Less: Outstanding claims including IBNR opening	236,585,083	265,657,955	253,243,101	196,681,260
Add: Outstanding claims including IBNR closing 20.1	170,057,654	321,043,668	170,057,654	321,043,668
Claims expense	106,055,671	125,690,550	628,544,046	599,053,782
Re-insurance and other recoveries received	45,408,222	5,693,027	112,932,922	33,317,219
Less: Re-insurance and other recoveries receivable in respect of outstanding claims opening	30,625,099	15,934,514	50,795,345	11,809,349
Add: Re-insurance and other recoveries receivable in respect of outstanding claims closing	23,292,618	31,704,322	23,292,618	31,704,322
Re-insurance and other recoveries revenue	38,075,741	21,462,835	85,430,195	53,212,192
Net claims expense	67,979,930	104,227,715	543,113,851	545,841,590
21 NET COMMISSION EXPENSE / ACQUISITION COST				
Commission paid or payable	65,443,158	46,804,081	266,783,774	165,687,379
Add: Deferred commission expense opening	49,780,148	57,922,682	54,220,150	85,065,955
Less: Deferred commission expense closing	68,044,129	60,352,131	68,044,129	60,352,131
Net Commission	47,179,177	44,374,632	252,959,795	190,401,203
Less: Commission received or recoverable	51,615,027	22,338,446	70,479,760	52,924,187
Add: Unearned reinsurance commission opening	7,022,335	11,829,580	11,203,180	2,991,559
Less: Unearned reinsurance commission closing	17,078,214	17,007,270	17,078,214	17,007,270
Commission from reinsurers	41,559,148	17,160,756	64,604,726	38,908,476
	5,620,029	27,213,876	188,355,069	151,492,727

**NOTES TO THE CONDENSED INTERIM
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FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
Note	(Rupees)			
22 INVESTMENT INCOME				
Income from equity securities				
Available for sale investments	43	-	648	29,731,995
Dividend income	6,272,013	-	12,745,628	-
Realized gain on sale of investments	6,272,056	-	12,746,275	29,731,995
Income from debt securities				
Held to maturity				
Income from term deposits	8,859,836	1,735,890	17,227,542	1,848,004
Return on government securities	8,340,183	9,985,922	26,108,388	33,021,713
Return on treasury bills	932,716	2,121,208	3,027,343	5,890,974
	18,132,735	13,843,020	46,363,273	40,760,691
Unrealised gain on revaluation of held for trading investments	5,370	3,554,754	(335,622)	3,875,209
	24,410,161	17,397,774	58,773,926	74,367,895
23 OTHER INCOME				
Return on bank balances	8,794,318	6,695,092	41,880,617	18,117,757
Gain / (loss) on sale of operating fixed assets	1,211,415	221,037	1,221,889	444,145
Miscellaneous	703,480	586,611	818,022	2,795,362
	10,709,213	7,502,740	43,920,528	21,357,264
24 OTHER EXPENSES				
Fee and subscription	622,124	8,260,132	8,602,507	24,344,893
Auditor's remuneration	2,469,578	633,518	3,943,494	910,718
Workers' welfare fund	529,473	547,554	3,426,506	2,297,471
	3,621,175	9,441,204	15,972,507	27,553,082
25 TAXATION				
Current	9,930,949	12,751,637	53,547,567	39,481,676
Deferred	-	-	(1,805,401)	-
	9,930,949	12,751,637	51,742,166	39,481,676

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
	(Rupees)			
	Restated		Restated	
26 EARNINGS PER SHARE - BASIC AND DILUTED				
Profit after tax (Rupees)	<u>26,610,452</u>	<u>31,219,523</u>	<u>132,904,617</u>	<u>96,662,034</u>
Weighted average number of ordinary shares of Rs. 10 each	<u>104,812,500</u>	<u>104,812,500</u>	<u>104,812,500</u>	<u>104,812,500</u>
Basic earnings per share (Rupees)	<u>0.25</u>	<u>0.30</u>	<u>1.27</u>	<u>0.92</u>

26.1 No figure for diluted earnings per share has been presented as the Company has not issued any instrument which would have an impact on earnings per share when exercised.

27 RELATED PARTY TRANSACTIONS

Related parties comprise of directors, parent undertaking, key management personnel, employees' provident fund and companies with common directors. The transactions and balances with related parties, other than those disclosed elsewhere, are summarised as follows:

27.1 Transactions during the period

		Three months period ended		Nine months period ended	
		September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
(Rupees)					
Name and relationship	Nature of transaction				
Parent undertaking					
Shaheen Foundation	Premium written	123,343,378	96,245,795	147,986,995	130,462,222
Shaheen Foundation	Claim expense	8,960,114	1,072,366	23,923,042	7,694,941
Shaheen Foundation	Lease rentals	4,430,001	4,027,278	12,921,749	11,747,061
Shaheen Foundation	Advertisement expense	297,752	280,800	740,392	569,963
Associated companies / undertakings					
Air Eagle (Private) Limited	Premium written	70,924,265	38,103,132	106,560,452	114,735,622
Air Eagle (Private) Limited	Claim expense	18,500	-	18,500	-
Air Eagle Aviation Academy (Private) Limited	Premium written	535,197	301,629	2,491,354	2,596,603
Shaheen Security Services (Pvt) Ltd	Claim expense	9,750	-	9,750	9,300
Others					
Remuneration of key management personnel		6,615,000	5,334,150	19,145,000	15,756,177
Contribution to provident fund		1,527,384	621,579	3,776,685	1,590,250

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



27.2 Balances as at period end

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

Name and relationship

Nature of balance

Parent undertaking

Shaheen Foundation Parent undertaking Rental security deposits 1,395,000 1,395,000

27.3 Insurance and claim related transactions with related parties have been carried in normal course of business.

27.4 Other transaction are executed at agreed terms.

27.5 Contribution to the provident fund is in accordance with the Company's staff service rules.

28 SEGMENT INFORMATION

Following segment information prepared in accordance with the requirements of Insurance Ordinance, 2000 and the Insurance Rules, 2017 for class of business wise revenues, results, assets and liabilities:

The class wise revenues and results are as follows:

For the nine months ended September 30, 2026 (Un-audited)

	Fire and property damages	Marine, aviation & transport	Motor	Accident and health	Miscellaneous	Total
(Rupees)						
Premium receivable / received (inclusive of Federal excise duty, Federal insurance fee and administrative surcharge)	307,758,403	303,014,066	606,708,326	116,522,963	299,497,834	1,633,501,592
Less: Federal excise duty	(16,258,017)	(33,841,091)	(30,701,249)	-	(11,374,304)	(92,174,661)
Less: Federal insurance fee	(1,047,576)	(2,238,506)	(1,985,440)	(248,789)	(723,544)	(6,243,855)
Less: Other	(747,753)	(4,881,080)	(334,670)	(500)	(176,660)	(6,140,663)
Gross written premium (inclusive of administrative Surcharge)	289,705,057	262,053,389	573,686,967	116,273,674	287,223,326	1,528,942,413
Gross direct premium	116,649,378	105,515,469	230,995,269	46,817,449	115,650,112	615,627,677
Facultative inward premium	171,705,735	155,316,826	340,020,779	68,914,423	170,234,834	906,192,597
Administrative surcharge	1,775,138	908,348	3,803,807	2,318	634,837	7,124,448
	290,130,251	261,740,643	574,819,855	115,734,190	286,519,783	1,528,942,722
Insurance premium earned	269,712,141	304,724,905	528,221,652	110,185,305	277,441,758	1,490,285,762
Less: Insurance premium ceded to reinsurers	(106,384,011)	(250,750,006)	(54,545,242)	-	(23,247,614)	(434,926,873)
Net insurance premium	163,328,130	53,974,899	473,676,410	110,185,305	254,194,144	1,055,358,889
Add: Commission income	10,723,533	43,904,538	7,398,086	-	2,578,569	64,604,726
Net underwriting income (A)	174,051,663	97,879,437	481,074,496	110,185,305	256,772,713	1,119,963,615
Insurance claims	123,169,665	(73,558)	286,224,297	-	219,223,642	628,544,046
Less: Insurance claims recovered from reinsurance	(42,009,011)	(4,220,678)	(28,514,660)	-	(10,685,847)	(85,430,196)
Net claim	81,160,654	(4,294,236)	257,709,637	-	208,537,795	543,113,850
Commission expense	59,516,883	18,505,521	95,183,551	21,546,074	58,207,766	252,959,795
Management expenses	37,238,822	12,306,257	107,996,721	25,121,901	57,954,782	240,618,484
Net insurance claims and expenses (B)	177,916,359	26,517,542	460,889,909	46,667,975	324,700,343	1,036,692,129
Underwriting result C=A-B	(3,864,696)	71,361,895	20,184,587	63,517,330	(67,927,631)	83,271,486
Net investment income						58,773,926
Rental income						2,081,959
Other income						43,920,528
Other expenses						(15,972,507)
Unrealised gain on investment properties						(4,036,555)
Finance charges on right-of-use assets						16,607,948
Profit before tax from window takaful operations - OPF						184,646,783

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



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

	Fire and property damages	Marine, aviation & transport	Motor	Accident and health	Miscellaneous	Total
	(Rupees)					
Premium receivable / received (inclusive of Federal excise duty, Federal insurance fee and administrative surcharge)**	228,950,224	305,001,806	319,341,880	170,039,530	259,341,683	1,282,675,123
Less: Federal excise duty	(13,392,590)	(35,840,903)	(29,566,435)	(10,375)	(12,691,884)	(91,502,187)
Less: Federal insurance fee	(860,384)	(2,359,807)	(1,879,315)	(167,922)	(815,896)	(6,083,324)
Less: Other	(506,949)	(1,354,788)	(253,556)	(500)	(463,190)	(2,578,983)
Gross written premium (inclusive of administrative Surcharge)	214,190,301	265,446,308	287,642,574	169,860,733	203,741,011	1,182,510,629
Gross direct premium	60,084,562	231,993,952	164,702,646	16,834,581	78,397,262	552,013,003
Facultative inward premium	152,688,691	32,810,159	119,509,620	153,023,885	165,556,204	623,588,559
Administrative surcharge	1,417,048	642,197	3,430,308	2,267	1,417,247	6,909,067
	214,190,301	265,446,308	287,642,574	169,860,733	245,370,713	1,182,510,629
Insurance premium earned	268,403,086	147,554,118	277,358,377	198,260,484	251,399,721	1,142,975,786
Less: Insurance premium ceded to reinsurers	55,732,456	74,383,413	45,372,945	-	12,596,135	188,084,949
Net insurance premium	324,135,542	221,937,531	322,731,322	198,260,484	263,995,857	954,890,837
Add: Commission income	269,316	33,631,286	4,914,689	-	93,185	38,908,476
Net underwriting income (A)	324,404,858	255,568,816	327,646,011	198,260,484	264,089,042	993,799,312
Insurance claims	170,818,097	64,976,687	133,238,976	146,532,363	83,487,659	599,053,782
Less: Insurance claims recovered from reinsurance	27,570,805	2,780,222	22,262,973	-	598,193	53,212,193
Net claim	143,247,292	62,196,465	110,976,003	146,532,363	82,889,466	545,841,589
Commission expense	61,880,075	28,075,687	40,151,977	25,946,444	34,347,020	190,401,204
Management expenses	47,337,527	26,023,721	48,916,948	34,966,666	42,675,319	199,920,182
Net insurance claims and expenses (B)	252,464,895	116,295,874	200,044,929	207,445,472	159,911,795	936,162,975
Underwriting result C=A-B	71,939,963	139,272,942	127,601,081	(9,184,988)	104,177,246	57,636,337
Net investment income						74,367,895
Rental income						1,923,166
Other income						21,357,264
Other expenses						(27,553,082)
Finance charges on right-of-use assets						(3,261,752)
Profit before tax from window takaful operations - OPF						11,673,883
Profit before tax						136,143,710

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



The class wise assets and liabilities are as follows:

As at September 30, 2026 (Un-audited)					
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident and Health	Miscellaneous
SEGMENT ASSETS					
Segment assets	159,722,165	144,477,059	316,290,280	64,104,793	158,353,921
Segment assets - Takaful OPF	21,608,635	5,308,341	24,137,565	15,478,408	4,970,529
Unallocated assets - Takaful OPF					
Unallocated corporate assets					
Total assets					
					842,948,218
					71,503,478
					138,184,172
					2,152,629,459
					3,205,265,327
SEGMENT LIABILITIES					
Segment liabilities	140,299,008	126,907,797	277,827,517	56,309,273	139,097,150
Segment liabilities - Takaful OPF	11,495,166	835,317	13,025,280	3,572,693	1,847,939
Unallocated liabilities - Takaful OPF					
Unallocated corporate liabilities					
Total liabilities					
					740,440,745
					30,776,395
					87,215,832
					1,066,954,261
					1,925,387,232
As at December 31, 2025 (Audited)					
	Fire & Property Damage	Marine, Aviation & Transport	Motor	Accident and Health	Miscellaneous
SEGMENT ASSETS					
Segment assets	124,307,170	154,054,033	166,935,824	98,580,127	142,402,989
Segment assets - Takaful OPF	21,608,635	5,308,341	24,137,565	15,478,408	4,970,529
Unallocated assets - Takaful OPF					
Unallocated corporate assets					
Total assets					
					686,280,143
					71,503,478
					98,920,950
					2,059,637,609
					2,916,342,180
SEGMENT LIABILITIES					
Segment liabilities	140,126,653	173,659,137	188,180,282	111,125,555	160,525,368
Segment liabilities - Takaful OPF	11,495,166	835,317	13,025,280	3,572,693	1,847,939
Unallocated liabilities - Takaful OPF					
Unallocated corporate liabilities					
Total liabilities					
					773,616,995
					30,776,395
					59,053,915
					905,770,603
					1,769,217,908

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



29 FAIR VALUE OF FINANCIAL AND NON-FINANCIAL ASSETS

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

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

- Level 1: fair value measurements are those derived from quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: fair value measurements are those derived from 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: fair value measurements are those derived from valuation techniques that include inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

	Level 1	Level 2	Level 3	Total
	(Rupees)			
September 30, 2026				
Listed securities	366,389	-	-	366,389
Mutual funds	-	343,976,935	-	343,976,935
Government securities	-	272,300,493	-	272,300,493
	366,389	616,277,428	-	616,643,818
December 31, 2025				
Listed securities	706,460	-	-	706,460
Mutual funds	-	142,491,701	-	142,491,701
Government securities	-	331,819,941	-	331,819,941
	706,460	474,311,642	-	475,018,102

The following table summarises the quantitative information about the significant unobservable inputs used in recurring Level 3 fair value measurements:

Description	Fair value	Relationship of unobservable inputs to fair value
		(Rupees)
Investment properties	177,296,197	<p>The higher the terminal yield, the higher the fair value.</p> <p>The higher the rental growth rate, the higher the fair value.</p> <p>The higher the occupancy rate, the higher the fair value.</p> <p>The higher the rent free period, the lower the fair value.</p>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



The Company engages external, independent and qualified valuers to determine the fair value of the investment properties at the end of every financial year. The latest independent valuation exercise of these land and buildings has been undertaken by Sadruddin Associates (Pvt.) Ltd as at December 31, 2025.

30 CORRESPONDING FIGURES

Corresponding figures and balances have been reclassified, wherever considered necessary, for the purpose of comparison. However, no significant reclassification has been made during the period.

31 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on **October 28, 2026** by the Board of Directors of the Company.

32 GENERAL

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

Air Vice Marshal Junaaid Ahmed
Siddiqui (Retd.) - Chairman

Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director

Adeel Ali
Director

Rizwan Akhtar
Chief Executive Officer

Syed Kamran Ali
Chief Financial Officer



Window Takaful Operations Financial Statements



WINDOW TAKAFUL OPERATIONS

Shaheen Insurance commenced its Window Takaful Operations which has been widely appreciated by the business fraternity, Islamic banks and financial institutions.

“**Shaheen Takaful**” is operating under the guidance of Shariah Board. Shariah Board consist of Mufti Bilal & Mufti Zahid - renowned, qualified and certified Sharia Scholars. Our Takaful model is WAQF based; the concept of brotherhood and mutual solidarity in Islam and its operations are being managed by a team of well experienced, dedicated & competent professionals.

Shaheen Takaful is offering a wide range of Shariah Compliant General Takaful Products such as Fire & Property Takaful, Marine Cargo Takaful, Private / Commercial Vehicles Takaful, Engineering Takaful, Terrorism & Political Violence Takaful and Miscellaneous Accident Takaful. A short brief of major takaful products is as under:-

Fire Takaful provides loss or damage to the property caused by Fire &/or duly extended allied perils. The basic Fire takaful extendable to cover allied / special perils such as Riots & Strikes Damage, Malicious Damage, Atmospheric Damage, Earthquake Fire & Shock, Explosions, Aircraft Damages and Impact Damages etc.

Marine Takaful covers losses to cargo during transit as per Institute Caro Clauses ‘A’, ‘B’ or ‘C’ by all means of transport like by Sea, by Air or by Road/Rail. Usually marine cargo takaful provides coverage of goods from warehouse (of departure) to warehouse (of arrival) but can also be from port of departure to port of arrival.

Motor Takaful provides coverage against any loss / damage to motor vehicles (private & commercial) due to road accidents, Theft & Burglary, Snatching by violent means, Riot & Strike damage, Loss or damage due to natural calamities and Third party liability (Bodily Injury and property damage). This cover can be extended to include accidental injuries and death of Driver and Passenger(s).

Engineering Takaful mainly covers plant & machinery and projects and provides coverage for Contractor's All Risks, Contractor's Plant & Machinery, Erection All Risks, Machinery Breakdown Insurance and Comprehensive Machinery Insurance etc.

Miscellaneous & Others: A wide range of products available under Miscellaneous Takaful which includes, but not limited to, Products Liability, Professional Indemnity, Group / Personal Accident, Employer's Legal Liability, Workmen Compensation, Public Liability, Third Party Liability, Directors & Officers Liability, Travel, All Risks Takaful, House-breaking & Burglary, Money (Cash in Safe & Cash in transit), Plate Glass takaful and Baggage takaful etc.

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT SEPTEMBER 30, 2026



Note	Operator's Fund (OPF)		Participants' Takaful Fund (PTF)	
	September 30, 2026 (Un-audited)	December 31, 2025 (Audited)	September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
ASSETS				
Property and equipment	7 4,255,690	6,318,591	-	-
Investments	8 63,120,110	59,328,546	36,557,437	24,691,602
Advances and other receivables	1,040,189	9,892,158	30,501,912	11,439,723
Takaful / retakaful receivables	9 -	-	212,770,866	142,054,490
Retakaful recoveries against outstanding claims / benefits	17 -	-	5,236,116	2,205,559
Salvage recoveries accrued	-	-	2,255,920	2,004,920
Deferred commission expense	21 19,619,309	15,118,365	-	-
Receivable from PTF	89,997,999	55,756,056	-	-
Deferred wakala fee	16 -	-	43,442,117	30,776,394
Deferred taxation - net	12 90,816	-	-	-
Taxation less provision	340,411	-	110,674	2,780,982
Prepaid retakaful contribution ceded	15 -	-	1,306,225	698,300
Cash and bank	10 31,223,126	24,010,714	76,479,613	52,596,235
	209,687,650	170,424,430	408,660,880	269,248,205
TOTAL ASSETS				
FUNDS AND LIABILITIES				
Operator's Fund				
Statutory fund	50,000,000	50,000,000	-	-
Accumulated profit	41,695,423	29,424,435	-	-
Unrealized gain on available-for-sale investments	-	1,169,684	-	-
	91,695,423	80,594,119	-	-
Participants' Takaful Fund				
Ceded money	-	-	500,000	500,000
Accumulated surplus	-	-	86,645,750	66,276,787
Unrealized gain / (loss) available-for-sale investments	-	-	-	629,057
	-	-	87,145,750	67,405,844
LIABILITIES				
PTF underwriting provisions	17 -	-	54,154,861	29,865,867
Outstanding claims including IBNR	15 -	-	123,198,126	88,124,946
Unearned contribution reserve	17 -	-	222,193	239,787
Reserve for unearned retakaful rebate	11 2,476,264	3,008,679	-	-
Lease liabilities	-	-	10,430,411	2,800,089
Contribution received in advance	-	-	21,239,821	9,518,230
Takaful / retakaful payables	43,442,117	30,776,394	-	-
Unearned wakala fee	10 -	-	89,997,999	55,756,056
Payable to OPF	12 -	388,529	-	-
Deferred taxation - net	13 72,073,846	53,846,167	22,271,718	15,537,386
Other creditors and accruals	-	1,810,542	-	-
Taxation less provision	117,992,227	89,830,311	321,515,129	201,842,361
TOTAL LIABILITIES	209,687,650	170,424,430	408,660,880	269,248,205
TOTAL FUNDS AND LIABILITIES				
CONTINGENCIES AND COMMITMENTS				
14				

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.


Air Vice Marshal Junaid Ahmed
Siddiqui (Retd.) - Chairman


Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director


Adeel Ali
Director


Rizwan Akhtar
Chief Executive Officer


Syed Kamran Ali
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED) FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



Note	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
PARTICIPANT'S TAKAFUL FUND (PTF)				
Contributions earned	41,918,410	26,799,731	125,383,173	74,615,034
Less: Re-takaful contribution ceded	(7,338,727)	(4,575,560)	(19,806,071)	(11,935,662)
Net contributions revenue	15 34,579,683	22,224,171	105,577,102	62,679,372
Retakaful rebate earned	128,965	(229,773)	468,020	(190,605)
Net underwriting income	34,708,648	21,994,398	106,045,122	62,488,767
Net claims expense	17 (32,691,026)	(12,909,096)	(85,093,912)	(24,947,764)
Other direct expenses	18 (1,525,461)	(2,366,672)	(4,173,753)	(2,993,885)
Surplus before investment income	492,161	6,718,630	16,777,457	34,547,118
Investment income	19 1,033,897	93,229	2,760,006	219,559
Other income	20 916,580	872,325	2,211,503	2,504,182
Less: Modarib's share of PTF's investment income	(831,478)	(9,321)	(1,380,004)	(21,956)
Surplus / (deficit) for the period	1,611,160	7,674,863	20,368,963	37,248,902
OPERATOR'S FUND (OPF)				
Wakala fee	16 23,018,678	12,294,304	68,839,831	34,775,504
Commission expense	21 (11,716,435)	(7,477,983)	(34,729,043)	(18,234,731)
Management expense	22 (10,095,004)	(3,553,703)	(22,401,197)	(9,001,067)
	1,207,239	1,262,618	11,709,591	7,539,706
Modarib's share of PTF's investment income	831,478	9,321	1,380,004	21,956
Investment income	19 1,670,053	754,074	5,010,389	1,486,880
Direct expenses	23 (999,553)	(152,101)	(2,277,702)	(295,820)
Other income	20 241,712	399,554	1,162,633	2,921,160
Profit before interest and taxation	2,950,929	2,273,466	16,984,915	11,673,882
Finance charges	(231,736)	-	(376,967)	-
Profit before taxation	2,719,193	2,273,466	16,607,948	11,673,882
Taxation	24 (752,175)	(1,131,477)	(4,336,960)	(3,385,426)
Profit for the period	1,967,018	1,141,989	12,270,988	8,288,456

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.


Air Vice Marshal Junaid Ahmed
Siddiqui (Retd.) - Chairman


Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director


Adeel Ali
Director


Rizwan Akhtar
Chief Executive Officer


Syed Kamran Ali
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
	(Rupees)			
PARTICIPANTS' TAKAFUL FUND				
Surplus/deficit for the period	1,611,161	7,674,863	20,368,963	37,248,902
Reclassification Adjustments relating to available-for-sale investments disposed of during the period.	-	-	(629,057)	-
Total comprehensive income / (loss) for the period	<u>1,611,161</u>	<u>7,674,863</u>	<u>19,739,906</u>	<u>37,248,902</u>
OPERATORS' FUND				
Profit for the period	1,967,018	1,141,989	12,270,988	8,288,456
Reclassification adjustments relating to available-for-sale investments disposed of during the period.	-	(726,200)	(1,169,684)	(24,949)
Total comprehensive income for the period	<u>1,967,018</u>	<u>415,789</u>	<u>11,101,304</u>	<u>8,263,507</u>

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.

CONDENSED INTERIM STATEMENT OF CHANGES IN FUND (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	Operator's Fund			
	Statutory fund	Unrealized gain available-for-sale investments	Accumulated profit	Total
	(Rupees)			
Balance as at December 31, 2024 (Audited)	50,000,000	-	21,227,310	71,227,310
Total comprehensive income for the period				
Profit for the period	-	-	8,288,456	8,288,456
Other comprehensive income for the period	-	-	(24,949)	(24,949)
Balance as at September 30, 2025 (Un-audited)	<u>50,000,000</u>	<u>-</u>	<u>29,490,817</u>	<u>79,490,817</u>
Balance as at December 31, 2025 (Audited)	50,000,000	1,169,684	29,424,435	80,594,119
Total comprehensive income for the period				
Profit for the period	-	-	12,270,988	12,270,988
Other comprehensive income for the period	-	(1,169,684)	-	(1,169,684)
Balance as at September 30, 2026 (Un-audited)	<u>50,000,000</u>	<u>-</u>	<u>41,695,423</u>	<u>91,695,423</u>

	Participants' Takaful Fund			
	Ceded money	Unrealized gain available-for-sale investments	Accumulated surplus	Total
	(Rupees)			
Balance as at December 31, 2024 (Audited)	500,000	-	27,844,426	28,344,426
Surplus for the period	-	-	37,248,902	37,248,902
Other comprehensive income for the period	-	-	-	-
Balance as at September 30, 2025 (Un-audited)	<u>500,000</u>	<u>-</u>	<u>65,093,328</u>	<u>65,593,328</u>
Balance as at December 31, 2025 (Audited)	500,000	629,057	66,276,787	67,405,844
Surplus for the period	-	-	20,368,963	20,368,963
Other comprehensive income for the period	-	(629,057)	-	(629,057)
Balance as at September 30, 2026 (Un-audited)	<u>500,000</u>	<u>-</u>	<u>86,645,750</u>	<u>87,145,750</u>

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.


Air Vice Marshal Junaaid Ahmed
Siddiqui (Retd.) - Chairman


Air Vice Marshal Muhammad Qaiser
Janjua (Retd.) - Director


Adeel Ali
Director


Rizwan Akhtar
Chief Executive Officer


Syed Kamran Ali
Chief Financial Officer

CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED) FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



OPERATING ACTIVITIES

a) Takaful activities

	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
Contribution received	-	-	158,209,232	100,448,124
Re-takaful contributions paid	-	-	(8,692,405)	(11,316,988)
Claims paid / benefits paid	-	-	(67,570,266)	(20,760,532)
Commissions paid	(24,782,019)	(12,543,548)	-	-
Re-takaful rebate / commissions received	-	-	450,426	205,641
Re-takaful and other recoveries received	-	-	3,734,791	259,435
Wakala fees received	48,643,614	29,460,003	-	-
Wakala fees paid	-	-	(48,643,614)	(29,460,003)
Modarib share received	0	193,749	-	-
Modarib share paid	-	-	(0)	(193,749)
Net cash generated from underwriting activities	23,861,595	17,110,205	37,488,164	39,181,927

b) Other operating activities

Management and other expenses paid	(20,798,210)	(9,944,514)	(3,151,043)	(3,431,431)
Taxes paid	(4,879,411)	(3,369,394)	6,768,336	(543,489)
Other operating advances recovered / (paid)	8,650,989	-	(10,357,054)	-
Net cash used in other operating activities	(17,026,631)	(13,313,908)	(6,739,761)	(3,974,920)
Total cash generated from / (used in) operating activities	6,834,964	3,796,297	30,748,403	35,207,007

INVESTING ACTIVITIES

Investment and other income received	6,248,078	4,501,218	5,000,809	2,745,091
Payments for investments - net	(28,743,225)	(34,815,131)	(15,928,380)	(20,000,000)
Addition to property and equipment	-	(4,875,589)	-	-
Total cash flow from investing activities	(22,495,147)	(35,189,502)	(10,927,570)	(17,254,909)

FINANCING ACTIVITIES

Financial charges paid	(376,967)	-	-	-
Principal repayment of lease liabilities against right-of-use assets	(532,415)	-	-	-
Total cash flow from financing activities	(909,382)	-	-	-

Net cash flow from / (used in) all activities	(16,569,565)	(31,393,206)	19,820,833	17,952,098
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Cash and cash equivalents at the beginning of the period	47,792,691	78,232,967	56,658,780	37,770,369
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Cash and cash equivalents at end of the period	31,223,126	46,839,762	76,479,613	55,722,467
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Reconciliation to profit and loss account				
Operating cash flows	6,834,964	3,796,297	30,748,403	35,207,007
(Increase) / decrease in assets other than cash	30,397,200	16,385,531	104,321,818	56,059,057
Increase / (decrease) in liabilities	(28,694,330)	(16,891,369)	(119,672,768)	(56,740,902)
Depreciation / amortisation expense	(2,062,902)	(161,190)	-	-
Finance charges	(376,967)	-	-	-
Investment and other income - net	6,173,022	5,159,187	4,971,510	2,723,740
Profit / surplus for the period	12,270,988	8,288,456	20,368,963	37,248,902

	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)	September 30, 2026 (Un-audited)	September 30, 2025 (Un-audited)
Operator's Fund (OPF)				
Participants' Takaful Fund (PTF)				

Cash for the purpose of the cash flow statement consists of:

Cash and other equivalents

Savings accounts	31,223,126	23,319,762	76,479,613	51,707,466
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Deposits maturing within 1 month

Term deposits - local currency	-	23,520,000	-	4,015,000
	31,223,126	46,839,762	76,479,613	55,722,467

The annexed notes from 1 to 30 form an integral part of these condensed interim financial statements.

Air Vice Marshal Junaid Ahmed
Siddiqui (Retd.) - Chairman

Air Vice Marshal Muhammad Gaiser
Janjua (Retd.) - Director

Adeel Ali
Director

Rizwan Akhtar
Chief Executive Officer

Syed Kamran Ali
Chief Financial Officer

NINE MONTHS ENDED 2026



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



1 LEGAL STATUS AND NATURE OF BUSINESS

Shaheen Insurance Operator Limited (the Operator) has been authorised to undertake Window Takaful Operations (WTO) on March 14, 2018 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations in Pakistan.

For the purpose of carrying on the takaful business, the Operator has formed a Waqf (Participants' Takaful Fund (PTF)) on March 20, 2018 under the Waqf Deed with a Cede money of Rs. 500,000. The Waqf Deed and PTF Policies (Waqf Rules) govern the relationship of Operator, Waqf and Participants for management of Takaful operations, investment of Waqf and Operator's Fund as approved by the Shariah Advisor of the Operator.

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 34 (IAS 34), Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provision of, directives and notifications issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules, 2017, Takaful Rules, 2012 and Insurance Accounting Regulations, 2017, General Takaful Accounting Regulations, 2019.

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

The Securities and Exchange Commission of Pakistan ("SECP") vide its S.R.O 1416(I)/2019 dated 20th November, 2019 has prescribed format of the presentation of published financial statements for general takaful operator for takaful business. These condensed interim financial statements have been prepared in accordance with the format as prescribed by the SECP. 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 as prescribed by the SECP and should be read in conjunction with the annual financial statements of the Operator as at and for the year ended December 31, 2025.

The condensed interim financial statements reflect the financial position and result of operations of both OPF and PTF in a manner that the assets, liabilities, income and expenses of the OPF and PTF remain separately identifiable. Comparative figures of statement of financial position are taken from annual financial statements as at and for the year ended December 31, 2025 and comparatives of statement of profit or loss and other comprehensive income, statement of cash flows and statement of changes in equity are taken from unaudited condensed interim financial statement for the period ended September 30, 2025. These financial statements reflect the financial position and results of operations of both the Operator's Fund (OPF) and Participants' Takaful Fund (PTF) in a manner that the assets, liabilities, income and expenses of the Operator and PTF remain separately identifiable.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



2.2 Basis of measurement

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

2.3 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees ('Rupees' or 'Rs.') which is also the Operator's functional and presentation currency.

3 NEW STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED ACCOUNTING AND REPORTING STANDARDS AS APPLICABLE IN PAKISTAN

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

There are certain amendments to existing accounting and reporting standards that have become applicable for accounting periods beginning on or after January 01, 2026. These are considered either to not be relevant or to not have any significant impact on these condensed interim financial statements.

3.2 New accounting standards, amendments and interpretations that are not yet effective

**Effective date (annual periods
beginning on or after)**

Standards, amendments or interpretations

IFRS 9 - Financial Instruments	January 1, 2027
IFRS 17 - Insurance contracts	January 1, 2027
IFRS 18 Presentation and Disclosures in Financial Statements	January 1, 2027

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

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

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

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



NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



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

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

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

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

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

5 SIGNIFICANT ACCOUNTING ESTIMATES, ASSUMPTIONS AND JUDGEMENTS

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

6 FINANCIAL AND TAKAFUL RISK MANAGEMENT

The financial risk management objectives and policies are consistent with these disclosed in the financial statements of the Operator as at and for the year ended December 31, 2025.

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



		September 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
	Note	(Rupees)	
7	PROPERTY AND EQUIPMENT - OPF		
Operating fixed assets	7.1	2,882,675	3,567,951
Right-of-use assets	7.2	1,373,015	2,750,640
		4,255,690	6,318,591
7.1	The break-up of operating fixed assets as at September 30, 2026 is given below:		
Lease hold improvements		41,644	49,873
Furniture and fixture		209,664	227,922
Office Equipments		391,699	476,667
Motor Vehicle		2,122,330	2,646,319
Computer hardware		117,338	167,170
	7.1.1	2,882,675	3,567,951
7.1.1	Movement of operating fixed assets during the period / year as as follows:		
Opening book value		3,567,951	410,899
Add: addition during the period/year		-	3,705,714
Less: depreciation for the period/year		685,276	548,662
		2,882,675	3,567,951
7.2	Right-of-use assets		
Premises			
Opening balance		2,750,640	-
Addition during the period/year		-	3,297,222
Depreciation expense during the period/year		(1,377,625)	(546,582)
Closing balance		1,373,015	2,750,640

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



		September 30, 2026 (Un-audited)		December 31, 2025 (Audited)		September 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
	Note	Cost	Carrying value	Cost	Carrying value	Cost	Carrying value	Cost	Carrying value
8 INVESTMENTS									
Held to maturity									
Deposits maturing within 3 months	8.1	-	-	23,781,977	23,781,977	-	-	4,062,545	4,062,545
Available for sale									
Mutual funds		-	-	34,376,885	35,546,569	-	-	20,000,000	20,629,057
Fair value through profit or loss									
Mutual funds		59,529,043	63,120,111	-	-	35,793,797	36,557,437	-	-
		59,529,043	63,120,111	58,158,862	59,328,546	35,793,797	36,557,437	24,062,545	24,691,602

Note	OPF		PTF	
	September 30, 2026 (Un-Audited)	December 31, 2025 (Audited)	September 30, 2026 (Un-audited)	December 31, 2025 (Audited)
	(Rupees)			

9 TAKAFUL / RETAKAFUL RECEIVABLES

Unsecured, Considered good

Due from takaful participant holders	-	-	284,255	-
Due from other takaful / retakaful	-	-	213,961,787	143,529,666
Less: Provision for impairment	-	-	(1,475,176)	(1,475,176)
	-	-	212,486,611	142,054,490
	-	-	<u>212,770,866</u>	<u>142,054,490</u>

10 CASH AND BANK

Savings accounts	10.1	<u>31,223,126</u>	<u>24,010,714</u>	<u>76,479,613</u>	<u>52,596,235</u>
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10.1 The rate of return on saving accounts from various banks ranging from 5.75% to 9.00% per annum (December 31, 2025: 5% to 8% per annum).

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	OPF		PTF	
	September 30, 2026 (Un-Audited)	December 31, 2025 (Audited)	September 30, 2026 (Un-Audited)	December 31, 2025 (Audited)
	(Rupees)			
11 LEASE LIABILITIES				
Lease liabilities - premises	<u>2,476,264</u>	<u>3,008,679</u>	<u>-</u>	<u>-</u>
11.1 Opening balance	3,008,679	-	-	-
Increase / (decrease) in lease liability	-	3,297,222	-	-
Repayments	<u>(909,382)</u>	<u>(430,989)</u>	<u>-</u>	<u>-</u>
Interest expense during the period/year	<u>376,967</u>	<u>142,446</u>	<u>-</u>	<u>-</u>
Closing balance	<u>2,476,264</u>	<u>3,008,679</u>	<u>-</u>	<u>-</u>
11.2 Tenure analysis				
Current	<u>1,136,102</u>	<u>971,383</u>	<u>-</u>	<u>-</u>
Non-current	<u>1,340,162</u>	<u>2,037,296</u>	<u>-</u>	<u>-</u>
	<u>2,476,264</u>	<u>3,008,679</u>	<u>-</u>	<u>-</u>
12 DEFERRED TAXATION - NET				
Deferred taxation - net	<u>(90,816)</u>	<u>388,529</u>	<u>-</u>	<u>-</u>
13 OTHER CREDITORS AND ACCRUALS				
Federal insurance fee payable	-	-	1,763,830	1,020,139
FED payable	-	-	16,182,743	11,214,812
Sales tax on services	<u>513,074</u>	<u>614,050</u>	<u>-</u>	<u>-</u>
Commission payable	<u>44,323,634</u>	<u>29,875,666</u>	<u>-</u>	<u>-</u>
Auditors fee	<u>932,398</u>	<u>1,839,426</u>	<u>-</u>	<u>-</u>
Others creditors	<u>19,304,741</u>	<u>11,378,520</u>	<u>4,325,145</u>	<u>3,302,435</u>
Payable against common expenses - conventional	<u>7,000,002</u>	<u>10,138,505</u>	<u>-</u>	<u>-</u>
	<u>72,073,849</u>	<u>53,846,167</u>	<u>22,271,718</u>	<u>15,537,386</u>
14 CONTINGENCIES AND COMMITMENTS				
14.1 There are no contingencies as at reporting date (December 31, 2025: Nil).				
14.2 There are no commitments as at reporting date (December 31, 2025: Nil).				

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



		PTF			
		Three months period ended		Nine months period ended	
		September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
Note		(Rupees)			
15	CONTRIBUTION EARNED				
	Written gross contribution	119,039,902	81,333,052	229,296,184	141,998,849
	Wakala fee	(23,018,678)	(12,294,307)	(68,839,831)	(34,775,503)
	Contribution net of wakala fee	96,021,224	69,038,745	160,456,353	107,223,346
	Unearned contribution reserve opening	69,095,312	40,446,477	88,124,946	50,077,179
	Unearned contribution reserve closing	(123,198,126)	(82,685,491)	(123,198,126)	(82,685,491)
	Contribution earned	41,918,410	26,799,731	125,383,173	74,615,034
	Less: Re-takaful contribution ceded	7,927,462	4,721,821	20,413,996	12,614,905
	Prepaid re-takaful contribution opening	717,490	683,498	698,300	150,516
	Prepaid re-takaful contribution closing	(1,306,225)	(683,498)	(1,306,225)	(829,759)
	Re-takaful expense	7,338,727	4,721,821	19,806,071	11,935,662
	Net contribution revenue	34,579,683	22,077,910	105,577,102	62,679,372
16	WAKALA FEE				
	Gross wakala fee	41,386,947	24,934,485	81,505,554	43,556,173
	Add: Deferred wakala opening	25,073,850	-	30,776,396	16,585,028
	Less: Deferred wakala closing	(43,442,119)	(12,640,181)	(43,442,119)	(25,365,698)
	Wakala expense	23,018,678	12,294,304	68,839,831	34,775,503
17	NET CLAIMS EXPENSE				
	Claims paid	16,193,038	7,146,700	67,570,266	20,760,532
	Less: Outstanding claims including IBNR opening balance	(32,303,727)	(24,975,595)	(29,865,867)	(24,494,927)
	Add: Outstanding claims including IBNR closing balance	54,154,861	30,746,635	54,154,861	30,746,635
	Claims expense	38,044,172	12,917,740	91,859,260	27,012,240
	Less:				
	Re-takaful and other recoveries received	124,725	11,017.0	3,734,791	259,435
	Less: Re-takaful and other recoveries receivable in respect of outstanding claims opening balance	(7,695)	(2,200,566)	(2,205,559)	(393,152)
	Add: Re-takaful and other recoveries receivable in respect of outstanding claims closing balance	5,236,116	2,198,193	5,236,116	2,198,193
	Re-takaful and other recoveries revenue	5,353,146	8,644	6,765,348	2,064,476
	Net claims expense	32,691,026	12,909,096	85,093,912	24,947,764
18	OTHER DIRECT EXPENSES				
	Co-insurance surcharge	345,484	301,237	768,256	475,114
	Others	1,179,977	2,065,435	3,405,497	2,518,771
		1,525,461	2,366,672	4,173,753	2,993,885

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



- 18.1** This is the service charges deducted by ceding co-insurers at 2.5% of gross premium revenue on policies in which the operator is a consumer

	PTF			
	Three months period ended September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)	Nine months period ended September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
	(Rupees)			
19 INVESTMENT INCOME				
Held to maturity				
Return on term deposits	331,646	93,229	420,191	219,558
Available for sale				
Realized gain on sale of investment	702,252	-	2,278,428	-
Fair value through profit or loss				
Unrealized gain on revaluation	(0)	-	61,388	-
	<u>1,033,897</u>	<u>93,229</u>	<u>2,760,006</u>	<u>219,558</u>
Held to maturity				
Return on term deposits	362,967	754,074	883,780	1,486,880
Available for sale				
Realized gain on sale of investment	1,307,086	-	4,030,143	-
Fair value through profit or loss				
Unrealized gain on revaluation	0	-	96,466	-
	<u>1,670,053</u>	<u>754,074</u>	<u>5,010,389</u>	<u>1,486,880</u>
20 OTHER INCOME				
Return on bank balances	319,244	872,325	1,602,086	2,206,790
Others	597,336	-	609,417	297,392
	<u>916,580</u>	<u>872,325</u>	<u>2,211,503</u>	<u>2,504,182</u>

**NOTES TO THE CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)**
FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



	OPF			
	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
	(Rupees)			
Return on bank balances	235,662	303,917	1,155,933	1,265,204
Dividend Income	-	-	-	1,548,944
Others	6,050	95,637	6,700	107,012
	<u>241,712</u>	<u>399,554</u>	<u>1,162,633</u>	<u>2,921,160</u>
OPF				
	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
	(Rupees)			
	Note			
21 COMMISSION EXPENSES				
Commission paid or payable	18,120,023	12,355,645	39,229,987	22,644,955
Add: Deferred commission opening	13,215,721	7,908,276	15,118,365	8,375,714
Less: Deferred commission closing	(19,619,309)	(12,785,938)	(19,619,309)	(12,785,938)
Commission expense	<u>11,716,435</u>	<u>7,477,983</u>	<u>34,729,043</u>	<u>18,234,731</u>
22 MANAGEMENT EXPENSES				
Salaries, wages and benefits	6,656,492	1,405,000	14,356,949	3,650,729
Depreciation / amortization	1,038,099	120,100	2,062,902	161,190
Shariah advisory fee	-	472,225	280,726	850,005
Software maintenance	270,000	585,000	860,000	1,307,250
Business acquisition cost	1,585,068	604,155	4,015,520	2,344,851
Others	545,345	367,223	825,100	687,042
	<u>10,095,004</u>	<u>3,553,703</u>	<u>22,401,197</u>	<u>9,001,067</u>
23 DIRECT EXPENSES				
Auditor's remuneration	88,206	-	727,956	141,134
Printing and stationery	82,600	126,600	473,455	126,600
Others	828,747	25,501	1,076,291	28,086
	<u>999,553</u>	<u>152,101</u>	<u>2,277,702</u>	<u>295,820</u>
24 TAXATION				
Current	752,175	1,131,477	4,816,305	3,385,426
Deferred	-	-	(479,345)	-
	<u>752,175</u>	<u>1,131,477</u>	<u>4,336,960</u>	<u>3,385,426</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



25 TRANSACTIONS WITH RELATED PARTIES

Related parties include the Operator, associated companies, companies under common control, companies with common directors, major shareholders, employees' retirement benefit plans, directors and key management personnel of the Operator. All transactions involving related parties arising in the normal course of business are conducted at commercial terms and conditions. The transactions and balances with related parties / associated companies, other than those which have been disclosed elsewhere in these condensed interim financial statements, are as follows:

	Three months period ended		Nine months period ended	
	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)	September 30, 2026 (Un-Audited)	September 30, 2025 (Un-Audited)
	(Rupees)			
Others				
Remuneration of key management personnel	415,000	1,015,000	1,270,000	1,665,000
Contribution to provident fund	9,258	11,363	31,511	33,023
	<u>424,258</u>	<u>1,026,363</u>	<u>1,301,511</u>	<u>1,698,023</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



26 SEGMENT REPORTING

Segment information is prepared in accordance with the requirements of Insurance Ordinance, 2000 and General Takaful Accounting Regulations, 2019 for class wise revenues, results, assets and liabilities.

The class wise revenues and results are as follows:

For the nine months ended September 30, 2026 (Un-audited) - PTF

	Fire and property damages	Marine, aviation & transport	Motor	Accident and health	Miscellaneous	Aggregate
(Rupees)						
Participants' Takaful Fund						
Written gross contribution (inclusive of federal excise duty, federal insurance fee, and administrative surcharge)	80,422,135	21,672,854	85,371,776	42,738,232	19,608,305	519,234,907
Less : Federal excise duty	(6,487,972)	(1,233,733)	(7,643,659)	(551,635)	(2,277,355)	(38,666,063)
Less : Federal insurance fee	(417,295)	(87,226)	(567,247)	(419,537)	(145,270)	(3,418,420)
Less : Others	(35,740)	(362,077)	(232,611)	(10,000)	(45,760)	(1,418,136)
Gross written contribution (inclusive of Administrative Surcharges)	73,481,128	19,989,818	76,928,259	41,757,060	17,139,920	475,732,288
Gross contribution direct	73,052,541	19,704,434	74,831,780	41,717,060	16,751,125	226,056,939
Admin surcharge	428,587	285,384	2,096,479	40,000	388,795	3,239,245
Written gross contribution	62,014,264	15,234,319	69,272,000	44,421,228	14,264,837	229,296,184
Takaful contribution earned	68,787,690	18,091,568	57,987,971	36,426,310	12,929,462	194,223,001
Wakala expense	(27,370,341)	(7,050,363)	(22,882,282)	(7,278,353)	(4,258,491)	(68,839,828)
Re-takaful contribution ceded	41,417,349	11,041,206	35,105,689	29,147,957	8,670,971	125,383,172
Net takaful contribution	(9,258,854)	(2,546,740)	(6,968,585)	-	(1,031,892)	(19,806,071)
Re-takaful rebate earned	32,158,495	8,494,466	28,137,104	29,147,957	7,639,079	105,577,101
Operation income	(313,339)	(2,180)	(33,000)	-	(119,501)	(468,020)
Claim expense	32,471,834	8,496,646	28,170,104	29,147,957	7,758,580	106,045,121
Re-takaful & other recoveries revenue	(34,696,378)	511,515	(15,692,786)	(41,528,643)	(452,968)	(91,859,260)
Net claims reported / settled - IBNR	818,144	-	5,947,204	-	-	6,765,348
Other expenses	(33,878,234)	511,515	(9,745,582)	(41,528,643)	(452,968)	(85,093,912)
Surplus/(deficit) before investment income	(1,343,652)	(362,099)	(1,426,348)	(714,049)	(327,606)	(4,173,753)
	(2,750,053)	8,646,061	16,998,173	(13,094,735)	6,978,006	16,777,457
Net investment income						2,760,006
Other income						2,211,503
Less: Modarib's share of investment income						(1,380,004)
Surplus/Deficit for the period						<u>20,368,964</u>
The following presents segments assets and liabilities as at September 30, 2026 (Un-audited):						
Segment assets	81,515,604	20,215,886	91,459,784	43,385,393	19,636,321	256,212,987
Unallocated assets						<u>125,569,563</u>
						<u>408,660,880</u>
Segment liabilities	59,177,220	11,151,691	78,768,607	37,697,498	15,997,140	202,792,156
Unallocated liabilities						<u>87,079,275</u>
						<u>321,515,129</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



For the nine months ended September 30, 2026 (Un-audited) - OPF

Fire and property damages	Marine, aviation & transport	Motor	Accident and health	Miscellaneous	Aggregate
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(Rupees)

Operator's Fund

Wakala fee income	27,370,341	7,050,363	22,882,282	7,278,353	4,258,494	68,839,831
Commission expense	(16,777,967)	(3,610,968)	(9,233,607)	(3,150,063)	(1,956,438)	(34,729,043)
Management expense	(8,906,594)	(2,294,261)	(7,446,133)	(2,368,452)	(1,385,757)	(22,401,198)
						<u>11,709,590</u>
Modarib's share of PTF investment income						
Investment income						1,380,004
Direct expenses						5,010,389
Other income						(2,277,702)
Profit before interest and taxation						1,162,633
Finance charges						16,984,914
Profit before taxation						(376,967)
Provision for taxation						16,607,947
Profit after tax						<u>(4,336,960)</u>
						<u>12,270,988</u>

The following presents segments assets and liabilities as at September 30, 2026 (Un-audited):

Segment assets	24,987,689	6,797,655	26,159,906	14,199,734	5,828,531	77,973,515
Unallocated assets						109,366,751
						<u>209,687,650</u>
Segment liabilities	13,330,243	1,666,729	20,075,725	4,637,754	3,731,671	43,442,121
Unallocated liabilities						72,991,665
						<u>117,992,227</u>

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



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

Fire and property damages	Marine, aviation & transport	Motor	Accident and health	Miscellaneous	Aggregate
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(Rupees)

Participants' Takaful Fund

Contribution written (inclusive of federal excise duty, federal insurance fee and administrative surcharge)

16,462,543	5,291,813	25,581,823	14,216,760	4,758,160	66,311,099
(3,441,569)	(824,903)	(5,924,960)	(2,783,248)	(983,089)	(13,957,769)
(221,876)	(55,620)	(380,602)	(448,367)	(64,118)	(1,170,583)
(13,710)	(321,080)	(50,840)	(6,375)	(105,030)	(497,035)
12,785,388	4,090,210	19,225,421	10,978,770	3,605,923	50,685,712

Gross written contribution (inclusive of Administrative Surcharges)

40,115,253	10,740,023	49,256,344	33,892,116	6,449,436	140,453,172
-	-	-	-	-	-
266,654	201,239	811,058	25,500	241,226	1,545,677
40,381,907	10,941,262	50,067,402	33,917,616	6,690,662	141,998,849

Takaful contribution earned	32,670,369	10,672,834	47,540,069	11,822,990	6,684,275	109,390,538
Wakala expense	(11,471,072)	(3,121,601)	(16,289,581)	(2,360,673)	(1,532,578)	(34,775,505)

Net takaful contribution	21,199,297	7,551,233	31,250,488	9,462,317	5,151,697	74,615,033
Re-takaful contribution ceded	(6,043,921)	(1,726,722)	(3,489,870)	-	(675,148)	(11,935,659)

Net takaful contribution	15,155,376	5,824,511	27,760,618	9,462,317	4,476,549	62,679,372
Re-takaful rebate earned	(205,081)	-	14,476	-	-	(190,605)

Net underwriting income	14,950,295	5,824,511	27,775,094	9,462,317	4,476,549	62,488,767
Claim expense	(2,670,461)	(5,321,834)	(10,686,051)	(8,273,313)	(60,581)	(27,012,240)

Re-takaful & other recoveries revenue	64,476	-	2,000,000	-	-	2,064,476
Net claims reported / settled - IBNR	(2,605,985)	(5,321,834)	(8,686,051)	(8,273,313)	(60,581)	(24,947,764)

Direct expense	(894,148)	(292,102)	(1,301,113)	(323,581)	(182,940)	(2,993,885)
Surplus/(deficit) before investment income	11,450,162	210,575	17,787,930	865,423	4,233,028	34,547,118

Net investment income						219,558
Other income						2,504,182
Less: Modarib's share of investment income						(21,956)
Surplus/Deficit for the period						37,248,902

The following presents segments assets and liabilities as at September 30, 2025 (Un-audited):

Segment assets	43,866,834	10,809,163	55,227,740	34,869,285	6,780,904	151,553,926
Unallocated assets						92,497,468
						244,051,394
Segment liabilities	36,993,484	5,410,340	48,480,058	35,531,618	5,698,831	132,114,331
Unallocated liabilities						46,343,736
						178,458,066

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



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

Fire and property damages	Marine, aviation & transport	Motor	Accident and health	Miscellaneous	Aggregate
---------------------------------	------------------------------------	-------	------------------------	---------------	-----------

(Rupees)

Operator's Fund

Wakala fee income	11,471,072	3,121,601	16,289,581	2,360,673	1,532,576	34,775,503
Commission expense	(8,093,793)	(1,967,153)	(6,394,360)	(1,147,122)	(632,302)	(18,234,731)
Management expense	(2,688,241)	(878,201)	(3,911,777)	(972,840)	(550,007)	(9,001,067)
						<u>7,539,706</u>
Modarib's share of PTF's investment income						21,956
Investment income						1,486,880
Direct expenses						(295,820)
Other income						2,921,160
Loss before taxation						<u>11,673,882</u>
Provision for taxation						(3,385,426)
Profit after taxation						<u>8,288,456</u>

The following presents segments assets and liabilities as at September 30, 2025 (Un-audited):

Segment assets	14,921,236	4,042,829	18,500,055	12,532,661	2,472,219	52,469,000
Unallocated assets						92,897,001
						<u>145,366,001</u>
Segment liabilities	7,999,240	1,091,030	10,757,398	4,743,336	638,194	25,229,198
Unallocated liabilities						40,445,985
						<u>65,675,184</u>

27 FAIR VALUE OF FINANCIAL AND NON-FINANCIAL ASSETS

Fair value hierarchy

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

- **Level 1:** Quoted (unadjusted) market prices in active markets for identical assets or liabilities;
- **Level 2:** Valuation techniques for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable; and
- **Level 3:** Valuation techniques for which the lowest level input that is significant to the fair value measurement is unobservable.

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

NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED) FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



		OPF			
		Level 1	Level 2	Level 3	Total
		(Rupees)			
September 30, 2026					
Mutual funds	-	36,557,437	-	36,557,437	
	-	36,557,437	-	36,557,437	
December 31, 2025					
Mutual funds	-	20,629,057	-	20,629,057	
	-	20,629,057	-	20,629,057	

		PTF			
		Level 1	Level 2	Level 3	Total
		(Rupees)			
September 30, 2026					
Mutual funds	-	63,120,110	-	63,120,110	
	-	63,120,110	-	63,120,110	
December 31, 2025					
Mutual funds	-	35,546,569	-	35,546,569	
	-	35,546,569	-	35,546,569	

Valuation techniques used in determination of fair values

- Financial instruments included in level 1 comprise of investments in units of mutual funds. For determination of fair value of such securities, the Company uses daily quotation rates which are taken from Mutual Funds Association of Pakistan (MUFAP).
- Currently, no financial instruments are classified in level 2.
- Currently, no financial instruments are classified in level 3.

28 CORRESPONDING FIGURES

Corresponding figures and balances have been reclassified, wherever considered necessary, for the purpose of comparison. However, no significant reclassification has been made during the period.

29 GENERAL

All amount have been rounded off to the nearest rupees.

30 DATE OF AUTHORISATION OF ISSUE

These condensed interim financial statements have been authorised for issue on **October 28, 2026** by the Board of Directors of the Operator.

Air Vice Marshal Junaaid Ahmed Siddiqui (Retd.) - Chairman	Air Vice Marshal Muhammad Qaiser Janjua (Retd.) - Director	Adeel Ali Director	Rizwan Akhtar Chief Executive Officer	Syed Kamran Ali Chief Financial Officer



HEAD OFFICE & BRANCH NETWORK

FOR THE THREE MONTHS AND NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2026



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