

Directors' Report
For Nine Months Ended September 30, 2026

The Valued Shareholders,
Pakistan Reinsurance Company Limited.

On behalf of the Board of Directors of PRCL, I am pleased to present the condensed interim financial statements of the Company for the nine months ended September 30, 2026.

Review of Conventional Business Activities

The gross written premium is Rs. 30,604 million against Rs. 28,027 million for the corresponding period of last year, showing an increase of Rs. 2,577 million (9%). The net premium is Rs. 6,803 million against Rs. 6,998 million, showing a decrease of Rs. 195 million i.e. (3%). The net insurance claims stand at Rs. 3,825 million against Rs. 4,843 million for the corresponding period of last year, showing a decrease of 1,018 million (21%). The net commission and other acquisition costs for the period are Rs. 614 million as compared to Rs. 802 million, showing a decrease of Rs. 188 million (23%).

The underwriting profit after management expenses for the period under review is Rs. 917 million as compared to profit of Rs. 36 million for the corresponding period last year, showing an increase of Rs. 881 million.

The income from investment, rental and other income for the period under review is recorded as Rs. 2,587 million, as compared to Rs. 2,821 million in the corresponding period of last year, showing a decrease of Rs. 234 million i.e. 8%.

The profit before levies and tax for the period under review is Rs. 3,538 million, as compared to Rs. 2,864 million recorded in the corresponding period last year, showing an increase of Rs. 674 million i.e. (24%).

The profit after tax for the period under review is Rs. 2,318 million, as compared to Rs. 1,831 million in the corresponding period of last year showing an increase of Rs. 488 million (27%) resulting in earnings per share of Rs. 2.58 as compared to Rs. 2.03 for the corresponding period of last year showing an increase of Rs. 0.55 per share (27%).

Review of Window Re-Takaful Business Activities

Participants' Retakaful Fund

The gross written contribution is Rs. 1,907 million against Rs. 1,461 million for the corresponding period of last year, showing an increase of Rs. 446 million (31%). The net contribution revenue is Rs. 980 million against Rs. 1,043 million, showing a decrease of Rs. 62 million, i.e., 6% (Note: The directors' report for the period ended September 30, 2025 shows this figure of Rs. 1,484 million due to change in a separate presentation of wakala fee Rs. 297 million and retrotakaful expense of Rs. 144 million. Hence, the net amount is Rs. 1,043 million). The wakala expense for the period is Rs. 303 million as compared to Rs. 297 million, showing an increase of Rs. 7 million (2%). The net claim expense for the period is Rs. 759 million as compared to Rs. 819 million, showing a decrease of Rs. 61 million (7%). The income from investment and bank deposits for the period under review is recorded as Rs. 261 million, as compared to Rs. 185 million in the corresponding period of last year, showing an increase of Rs. 76 million (41%). The surplus after tax for the period stood at Rs. 345 million compared to Rs. 324 million in corresponding last period, showing an increase of Rs. 21 million, i.e., 6%.

Operator's Retakaful Fund

The wakala income for the period is Rs. 303 million as compared to Rs. 297 million, showing an increase of Rs. 7 million (2%). The commission expense for the period is Rs. 320 million as compared to Rs. 310 million, showing an increase of Rs. 10 million (3%). The general administrative & management expense for the period is Rs. 20 million as compared to Rs. 15 million, showing an increase of Rs. 5 million (31%). The income from investment and bank deposits for the period under review is recorded as Rs. 40 million, same as in the corresponding period of last year.

The profit after tax for the period under review is Rs. 42 million, compared to Rs. 35 million in the corresponding period of last year showing an increase of Rs. 7 million (19%).

Future Outlook

During the first nine months of 2026, the economic environment remained challenging amid inflationary pressures and continued uncertainty in domestic and global markets. The outlook for the remainder of the year remains subject to risks arising from geopolitical developments, volatility in global commodity and oil prices, and the evolving global trade environment. The domestic economic landscape continues to warrant a cautious approach, and the Company will keep a close watch on the

direction of monetary policy and capital market conditions, which have a direct bearing on its investment income.

With continued focus on prudent underwriting, operational efficiency, sound risk management and sustainable business growth, the Company remains confident in its ability to build on the results achieved during the first nine months and to close the year 2026 on a positive note.

Acknowledgment

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

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

For and on behalf of the Board of Directors.



Chairman Board

Karachi, 30 October 2026



Chief Executive Officer

ڈائریکٹرز رپورٹ
برائے نومبر 2026ء

محترم شیئر ہولڈرز،
پاکستان ری انشورنس کمپنی لمیٹڈ۔

پی آر سی ایل (PRCL) کے بورڈ آف ڈائریکٹرز کی جانب سے، مجھے 30 ستمبر 2026ء کو ختم ہونے والے نومبر کے مختصر عبوری مالیاتی گوشوارے پیش کرتے ہوئے خوشی ہو رہی ہے۔

روایتی کاروباری سرگرمیوں کا جائزہ

مجموعی تحریری پریمیم (Gross Written Premium): 30,604 ملین روپے رہا، جو گزشتہ سال کی اسی مدت کے 28,027 ملین روپے کے مقابلے میں 2,577 ملین روپے (9 فیصد) کے اضافے کو ظاہر کرتا ہے۔
خالص پریمیم (Net Premium): 6,803 ملین روپے رہا، جو 6,998 ملین روپے کے مقابلے میں 195 ملین روپے (3 فیصد) کی کمی کو ظاہر کرتا ہے۔

خالص انشورنس کلیمز (Net Insurance Claims): 3,825 ملین روپے رہے، جو گزشتہ سال کی اسی مدت کے 4,843 ملین روپے کے مقابلے میں 1,018 ملین روپے (21 فیصد) کی کمی کو ظاہر کرتے ہیں۔
خالص کمیشن اور حاصل کرنے کے دیگر اخراجات (Acquisition Costs & Net Commission): اس مدت کے لیے 614 ملین روپے رہے، جو 802 ملین روپے کے مقابلے میں 188 ملین روپے (23 فیصد) کی کمی کو ظاہر کرتے ہیں۔

زیر جائزہ مدت کے دوران اختتامی اخراجات کے بعد انڈر رائٹنگ منافع (Underwriting Profit) 917 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ منافع 36 ملین روپے تھا، جو 881 ملین روپے کے اضافے کو ظاہر کرتا ہے۔

زیر جائزہ مدت کے دوران سرمایہ کاری، کرائے اور دیگر ذرائع سے حاصل ہونے والی آمدن 2,587 ملین روپے ریکارڈ کی گئی، جبکہ گزشتہ سال کی اسی مدت میں یہ 2,821 ملین روپے تھی، جو 234 ملین روپے یعنی 8 فیصد کی کمی کو ظاہر کرتی ہے۔

زیر جائزہ مدت کے دوران لیویز (ٹیکسز) اور ٹیکس سے قبل منافع 3,538 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ 2,864 ملین روپے ریکارڈ کیا گیا تھا، جو 674 ملین روپے یعنی (24 فیصد) کے اضافے کو ظاہر کرتا ہے۔

زیر حبانہ مدت کے دوران ٹیکس کے بعد منافع 2,318 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت کے دوران یہ منافع 1,831 ملین روپے تھا۔ اس طرح منافع میں 488 ملین روپے (27 فیصد) کا اضافہ ہوا۔ اس کے نتیجے میں فی حصص آمدنی 2.58 روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں فی حصص آمدنی 2.03 روپے تھی، جو فی حصص 0.55 روپے (27 فیصد) اضافے کو ظاہر کرتی ہے۔

ونڈوری ٹیکافل کاروباری سرگرمیوں کا حبانہ

پارٹنیشنری ٹیکافل فنڈ

مجموعی تحریری تعاون (Gross Written Contribution) 1,907 ملین روپے رہا، جو گزشتہ سال کی اسی مدت کے 1,461 ملین روپے کے مقابلے میں 446 ملین روپے (31 فیصد) کے اضافے کو ظاہر کرتا ہے۔ خالص تعاون کی آمدن 980 (Net Contribution Revenue) ملین روپے رہی، جو 1,043 ملین روپے کے مقابلے میں 62 ملین روپے یعنی 6 فیصد کی کمی کو ظاہر کرتی ہے (نوٹ 30 ستمبر 2025ء کو ختم ہونے والی مدت کے لیے ڈائریکٹرز رپورٹ میں وکالہ فیس 297 ملین روپے اور ریٹرو ٹیکافل اخراجات 144 ملین روپے کی الگ پیشکش میں تبدیلی کی وجہ سے یہ رقم 1,484 ملین روپے ظاہر ہوتی ہے۔ اس طرح خالص رقم 1,043 ملین روپے ہے)۔ اس مدت کے لیے وکالہ اخراجات 303 ملین روپے رہے، جو 297 ملین روپے کے مقابلے میں 7 ملین روپے (2 فیصد) کے اضافے کو ظاہر کرتے ہیں۔ اس مدت کے لیے خالص کلیمز کے اخراجات 759 ملین روپے رہے، جو 819 ملین روپے کے مقابلے میں 61 ملین روپے (7 فیصد) کی کمی کو ظاہر کرتے ہیں۔ زیر حبانہ مدت کے دوران سرمایہ کاری اور بینک ڈپازٹس سے آمدن 261 ملین روپے ریکارڈ کی گئی، جو گزشتہ سال کی اسی مدت کے 185 ملین روپے کے مقابلے میں 76 ملین روپے (41 فیصد) کے اضافے کو ظاہر کرتی ہے۔ اس مدت کے لیے ٹیکس کے بعد سرپلس (بچت) 345 ملین روپے رہا، جو گزشتہ سال کی اسی مدت کے 324 ملین روپے کے مقابلے میں 21 ملین روپے یعنی 6 فیصد کے اضافے کو ظاہر کرتا ہے۔

آپریٹوری ٹیکافل فنڈ

اس مدت کے لیے وکالہ آمدن 303 ملین روپے رہی، جو 297 ملین روپے کے مقابلے میں 7 ملین روپے (2 فیصد) کے اضافے کو ظاہر کرتی ہے۔ اس مدت کے لیے کمیشن کے اخراجات 320 ملین روپے رہے، جو 310 ملین روپے کے مقابلے میں 10 ملین روپے (3 فیصد) کے اضافے کو ظاہر کرتے ہیں۔ اس مدت کے لیے عمومی انتظامی اور انتظام کے اخراجات 20 ملین روپے رہے، جو 15 ملین روپے کے مقابلے میں 5 ملین روپے (31 فیصد) کے اضافے کو ظاہر کرتے ہیں۔ زیر حبانہ مدت کے دوران سرمایہ کاری اور بینک ڈپازٹس سے آمدن 40 ملین روپے ریکارڈ کی گئی، جو گزشتہ سال کی اسی مدت کے برابر ہی ہے۔

زیر حبانہ مدت کے دوران ٹیکس کے بعد منافع 42 ملین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ 35 ملین روپے تھ، جو 7 ملین روپے (19 فیصد) کے اضافے کو ظاہر کرتا ہے۔

مستقبل کا منظر نامہ (Future Outlook)

سال 2026 کے پہلے نو ماہ کے دوران، امن و امان کے دہاو اور ملکی و عالمی منڈیوں میں مسلسل غیر یقینی صورتحال کے باعث معاشی ماحول چیلنجنگ رہا۔ سال کے بقیہ عرصے کے معاشی امکانات جغرافیائی و سیاسی حالات میں ہونے والی تیش رفت، عالمی اجناس اور تیل کی قیمتوں میں اتار چڑھاؤ، اور عالمی تجارتی ماحول میں رونما ہونے والی تبدیلیوں سے پیدا ہونے والے خطرات سے مشروط رہیں گے۔ ملکی معاشی صورتحال محتاط حکمت عملی کا تقاضا کرتی ہے، اور کمپنی مانیٹری پالیسی کی سمت اور کیپیٹل مارکیٹ کے حالات پر کڑی نظر رکھے گی، جن کا براہ راست اثر اس کی سرمایہ کاری کی آمدن پر پڑتا ہے۔

محتاط انڈر رائٹنگ، آپریشنل کارکردگی، خطرے کی صحیح حکمت عملی (Risk Management) اور پائیدار کاروباری نمو پر مسلسل توجہ کے ساتھ، کمپنی پہلے نو مہینوں میں حاصل کردہ نتائج پر آگے بڑھنے اور سال 2026ء کو مثبت انداز میں مکمل کرنے کی اپنی صلاحیت پر مکمل اعتماد رکھتی ہے۔

اعتراف تشکر

کمپنی کے ڈائریکٹرز اپنے تمام محترم کلائنٹس، سیڈنٹس (cedants)، ریسرو سینیٹرز (retrocessionnaires)، کاروباری شراکت داروں، سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP)، اور پاکستان اسٹاک ایکسچینج (PSX) کا ان کی پیشہ ورانہ معاونت اور رہنمائی پر شکریہ ادا کرتے ہیں۔

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

بورڈ آف ڈائریکٹرز کی طرف سے اور ان کی جانب سے۔



چیف ایگزیکٹو آفیسر



چیرمین بورڈ

کراچی، 30 اکتوبر 2026ء

PAKISTAN REINSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT SEPTEMBER 30, 2026

		September 30, 2026 Unaudited Rupees	December 31, 2025 Audited Rupees
ASSETS			
Property and equipment	Note 7	994,259,472	1,003,329,632
Intangible Assets	8	15,551,048	15,295,201
Right of use asset	9	2,123,753,924	2,375,400,000
Asset relating to Bangladesh	10	-	-
Investment property	11	897,198,665	897,198,665
Investments			
Equity securities	12	7,864,693,169	10,022,646,256
Debt securities	13	17,811,958,956	16,813,072,488
		25,676,652,125	26,835,718,744
Loans and other receivables	14	935,703,875	1,022,015,515
Receivable from Sindh Revenue Board	15	2,573,888,727	2,573,888,727
Insurance / Reinsurance receivables	16	19,734,880,598	13,555,378,242
Reinsurance recoveries against outstanding claims	17	10,879,247,399	10,282,198,129
Deferred Commission Expense / Acquisition cost	18	1,398,527,532	1,031,300,986
Taxation - payments less provision		64,083,990	-
Prepayments	19	13,695,625,165	8,859,777,808
Cash & Bank	20	2,682,630,597	2,117,696,503
		81,672,003,117	70,569,198,152
Total Assets of Window Re-Takaful Operations		6,715,445,437	5,785,803,270
Total Assets		88,387,448,554	76,355,001,422
EQUITY AND LIABILITIES			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		9,000,000,000	9,000,000,000
Reserves		4,626,463,515	5,491,642,748
Unappropriated profit		11,070,990,454	9,539,479,616
Total Equity		24,697,453,969	24,031,122,364
Revaluation surplus - net of tax		1,717,571,205	1,830,895,412
Liabilities			
Underwriting Provisions			
- Outstanding claims including IBNR	21	20,506,982,192	18,765,129,085
- Unearned premium reserves		17,717,146,311	12,361,671,413
- Unearned Reinsurance Commission		957,595,701	691,189,321
- Premium deficiency reserve		24,549,000	24,549,000
		39,206,273,204	31,842,538,819
Retirement benefit obligations		3,666,879,467	3,618,507,534
Taxation liabilities- provision less payments		-	17,491,358
Deferred taxation	22	3,147,635,675	3,913,006,542
Insurance / Reinsurance Payables	23	10,046,392,089	5,994,559,524
Lease liabilities		19,689,129	20,600,758
Other Creditors and Accruals	24	131,552,795	220,190,657
		17,012,149,155	13,784,356,373
Total Liabilities		56,218,422,359	45,626,895,192
		82,633,447,533	71,488,912,968
Total liabilities and fund of Window Re-Takaful Operations		5,754,001,021	4,866,088,454
Total Equity and Liabilities		88,387,448,554	76,355,001,422
Contingency(ies) and commitment(s)			

The annexed notes 1 to 41 form an integral part of this condensed interim financial information.


CFO


CEO


DIRECTOR

DIRECTOR


CHAIRMAN

PAKISTAN REINSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	Note	Nine months period ended		Three months period ended	
		September 30, 2026 Unaudited	September 30, 2025 Unaudited	September 30, 2026 Unaudited	September 30, 2025 Unaudited
		Rupees		Rupees	
Net insurance premium	26	6,802,907,317	6,998,061,151	2,261,071,582	2,170,330,314
Net Insurance claims	27	(3,825,295,005)	(4,842,886,111)	(981,120,822)	(1,329,375,386)
Net Commission and other acquisition costs	28	(613,605,746)	(801,903,138)	(236,490,631)	(209,568,193)
Insurance claims and acquisition expenses		(4,438,900,751)	(5,644,789,249)	(1,217,611,453)	(1,538,943,579)
Management Expenses	29	(1,446,925,861)	(1,317,612,863)	(419,163,708)	(349,560,276)
Underwriting results		917,080,705	35,659,039	624,296,421	281,826,459
Investment income	30	2,263,621,181	2,482,513,134	677,823,186	724,560,855
Rental income - net	31	148,230,600	123,499,665	53,617,368	46,679,901
Other income	32	175,597,333	214,944,532	37,015,299	38,720,354
Other expenses	33	(33,963,475)	(44,325,046)	(22,196,603)	(13,154,791)
Profit before tax from general operations		3,470,566,344	2,812,291,324	1,370,555,670	1,078,632,778
Finance cost		(1,445,372)	(6,032,907)	(110,998)	(1,213,435)
Profit from Window Retakaful Operations		68,790,376	57,892,870	(10,713,789)	(11,085,228)
Profit before levies and income tax		3,537,911,348	2,864,151,287	1,359,730,883	1,066,334,115
Levies		(9,900,000)	(13,870,175)	-	-
Profit before income tax		3,528,011,348	2,850,281,112	1,359,730,883	1,066,334,115
Income tax expense	34	(1,209,824,717)	(1,019,744,075)	(442,992,058)	(366,442,054)
Profit after tax		2,318,186,631	1,830,537,037	916,738,825	699,892,061
Earnings (after tax) per share - Rupees	38	2.58	2.03	1.02	0.78

The annexed notes 1 to 41 form an integral part of this condensed interim financial information.


CFO


CEO


DIRECTOR

DIRECTOR


CHAIRMAN

PAKISTAN REINSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF TOTAL COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	Nine months period ended		Three months period ended	
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Unaudited	Unaudited	Unaudited	Unaudited
	----- Rupees -----		----- Rupees -----	
Profit for the Period	2,318,186,631	1,830,537,037	916,738,825	699,892,061
Other comprehensive income / (loss)				
Items that may not be reclassified subsequently to profit and loss account				
Unrealized gain / (loss) on available for sale investments - net	(1,419,429,435)	2,258,537,262	(1,014,773,950)	2,097,178,512
Impact of deferred tax	554,482,732	(45,262,244)	394,536,076	17,667,667
	(864,946,703)	2,213,275,018	(620,237,874)	2,114,846,179
Other Comprehensive Income / (Loss) Window Retakaful Operations	(232,530)	3,430,496	7,863,356	10,450,688
Total other comprehensive income / (loss) for the period	(865,179,233)	2,216,705,514	(612,374,518)	2,125,296,867
Total comprehensive income / (loss) for the period	1,453,007,398	4,047,242,551	304,364,307	2,825,188,928

The annexed notes 1 to 41 form an integral part of this condensed interim financial information.


CFO


CEO


DIRECTOR

DIRECTOR


CHAIRMAN

PAKISTAN REINSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	Share capital	Reserves		Revenue reserves		Total reserves	Total equity	Revaluation surplus
	Issued subscribed and paid-up	Reserve for exceptional losses	Unrealized gain on available for sale	General reserve	Retained earnings			
	----- Rupees -----							
Balance as at January 01, 2025	9,000,000,000	281,000,000	2,708,215,564	1,135,296,316	8,077,645,381	13,897,977,738	22,897,977,738	1,695,820,477
Total Comprehensive income for the period ended September 30, 2025	-	-	-	-	1,830,537,036	1,830,537,036	1,830,537,036	
Unrealized gain on available for sale investments - net of tax	-	-	2,216,705,514	-	1,830,537,036	2,216,705,514	2,216,705,514	
	-	-	2,216,705,514	-	1,830,537,036	4,047,242,550	4,047,242,550	-
Incremental depreciation - net of tax								
- Right of use assets					77,604,419			(77,604,419)
- Property and equipment					9,413,603			(9,413,603)
					87,018,022			(87,018,022)
Transaction with owners								
Final cash dividend 2024: Rs.2.00 @ 20% (2023 : Rs..1.00 @ 10%) per share		-		-	(1,800,000,000)	(1,800,000,000)	(1,800,000,000)	
Balance as at September 30, 2025	9,000,000,000	281,000,000	4,924,921,078	1,135,296,316	8,195,200,439	16,145,220,288	25,145,220,288	1,608,802,455
Balance as at January 01, 2026	9,000,000,000	281,000,000	4,075,346,432	1,135,296,316	9,539,479,616	15,031,122,364	24,031,122,364	1,830,895,412
Total Comprehensive income for the period ended September 30, 2026	-	-	-	-	2,318,186,631	2,318,186,631	2,318,186,631	
Unrealized loss on available for sale investments - net of tax	-	-	(865,179,233)	-	(865,179,233)	(865,179,233)	(865,179,233)	-
	-	-	(865,179,233)	-	2,318,186,631	1,453,007,398	1,453,007,398	-
Incremental depreciation - net of tax								
- Right of use assets					101,800,790	101,800,790	101,800,790	(101,800,790)
- Property and equipment					11,523,417	11,523,417	11,523,417	(11,523,417)
					113,324,207	113,324,207	113,324,207	(113,324,207)
Transaction with owners								
Final cash dividend 2025: Rs.1.00 @ 10% (2024 : Rs..2.00 @ 20%) per share	-	-		-	(900,000,000)	(900,000,000)	(900,000,000)	
Balance as at September 30, 2026	9,000,000,000	281,000,000	3,210,167,199	1,135,296,316	11,070,990,454	15,697,453,969	24,697,453,969	1,717,571,205

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


CFO


CEO


DIRECTOR

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PAKISTAN REINSURANCE COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	September 30, 2026 Unaudited (Rupees)	September 30, 2025 Unaudited (Rupees)
Operating Cash Flows:		
Underwriting activities:-		
Premium received	24,424,078,015	16,463,403,924
Reinsurance premium paid	(19,242,999,851)	(11,044,850,289)
Claims paid	(2,706,508,499)	(10,508,366,414)
Reinsurance and other recoveries received	26,017,331	6,296,926,867
Commission paid	(2,346,830,949)	(2,070,678,832)
Commission received	1,632,405,037	1,549,912,000
Other underwriting payments (management expenses)	(1,448,371,233)	(1,323,645,770)
Net cash flows generated from underwriting activities	337,789,851	(637,298,514)
Other Operating Activities		
Income tax paid	(1,485,359,953)	(2,046,190,847)
General management expenses paid	(33,963,475)	(44,325,046)
Other operating (payments) / receipts	283,630,336	374,433,171
Advances to employees	8,737,979	1,409,065
Net cash used in other operating activities	(1,226,955,113)	(1,714,673,657)
Total cash flow generated from all operating activities	(889,165,262)	(2,351,972,171)
Investment activities		
Fixed Capital expenditure	(43,023,215)	(87,281,927)
Sale proceeds of Fixed Assets	-	13,268,181
Acquisition of investments	(13,477,242,991)	(10,420,611,952)
Rental income received - net of expenses	282,906,309	6,946,042
Dividend income received	480,959,177	383,971,071
Interest income on bank deposits	197,166,456	231,069,469
Investment income received - net of expenses	1,715,284,053	1,808,807,665
Proceeds on sale/ maturity of investments	13,195,357,672	10,177,896,259
Total cash used in investing activities	2,351,407,461	2,114,064,808
Financing activities		
Dividend paid	(897,308,107)	(1,839,570,536)
Payments of finance leases	-	-
Total cash generated used in financing activities	(897,308,107)	(1,839,570,536)
Net cash generated from all activities	564,934,093	(2,077,477,899)
Cash at beginning of the period	2,117,696,503	3,235,526,667
Cash at end of the period	2,682,630,596	1,158,048,768

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


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	September 30, 2026 Unaudited (Rupees)	September 30, 2025 Unaudited (Rupees)
Reconciliation to profit and loss account		
Operating cash flows	(889,165,262)	(2,351,972,171)
Depreciation expense		
-Fixed assets	(303,236,951)	(241,000,042)
Amortization expense	(246,653)	(191,996)
Exchange gain	(13,786,903)	37,529,427
Rental income	148,230,600	123,499,665
Reinsurance recoveries against outstanding claims	597,049,270	(6,231,595,928)
Provision for outstanding claims	(1,741,853,107)	5,600,149,364
Provision for unearned premium	(5,355,474,898)	(5,877,747,075)
Prepaid reinsurance	4,835,847,357	6,075,020,227
Provision for employee benefits	(48,371,933)	(159,232,637)
Dividend income	529,648,009	409,582,646
Investment income	(45,937,937)	184,063,746
Interest income	1,730,330,989	1,717,346,033
Amortization of premium	117,915,391	139,817,520
Gain on sale of investment	121,048,964	171,520,709
Increase/ (Decrease) in operating assets other than cash	6,146,748,195	11,152,018,259
(Increase)/Decrease in operating liabilities	(3,844,984,113)	(9,988,740,177)
	1,983,761,018	760,067,570
Other adjustments:		
Income tax paid	1,485,359,953	2,046,190,847
	1,485,359,953	2,046,190,847
Profit/ (Loss) before levies and income tax	3,469,120,971	2,806,258,417
Provision for levies and income tax	(1,219,724,717)	(1,033,614,250)
Profit/(Loss) after income tax	2,249,396,254	1,772,644,167
Profit from Window Retakaful Operations - Operator's Fund	68,790,376	57,892,870
Profit after income tax for the period	<u>2,318,186,630</u>	<u>1,830,537,037</u>

Definition of cash

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

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

Cash and cash equivalents:

Cash and other equivalent	756,385	756,385
Current and other accounts	2,681,874,211	1,157,292,383
	<u>2,682,630,596</u>	<u>1,158,048,768</u>

Rupees

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


CFO


CEO


DIRECTOR

DIRECTOR


CHAIRMAN

1 STATUS AND NATURE OF BUSINESS

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

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

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

2 GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

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

3 BASIS OF PREPARATION

3.1 Basis of measurement

These condensed interim financial statements have been prepared under the historical convention, except that 'held to maturity' investments are stated at amortised cost and investment 'at fair value through profit or loss - held for trading' are stated at fair value and investment at available for sale are stated at market value.

These condensed interim financial statements have been prepared following accrual basis of accounting except for condensed interim cash flow information.

3.2 Functional and presentation currency

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

3.3 Statement of compliance

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

These condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual financial statements of the Company as at and for the year ended December 31, 2025 which have been prepared in accordance with approved accounting standards as applicable to insurance companies in Pakistan.

These condensed interim financial statements of the Company for the Nine and Three months period ended September 30, 2026 have been prepared in accordance with the requirements of the International Accounting Standard 34 – (IAS 34) Interim Financial Reporting, provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, the Insurance Rules, 2017 and the insurance Accounting Regulation, 2017. In case where requirements differ, the provisions of or directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000 and the SEC (Insurance) Rules, 2017 have been followed.

The comparative statement of financial position presented in this condensed interim financial statements have been extracted from the annual audited financial statements of the Company for the year ended December 31, 2025, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in equity are extracted from the unaudited condensed interim financial statements for the Nine months period ended September 30, 2025.

4 MATERIAL ACCOUNTING POLICY INFORMATION

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

4.1.1 Change in accounting policy - Window Takaful Operations (OPF and PTF)

The SECP, through S.R.O. 311(I)/2025 dated 03 March 2025, amended the General Takaful Accounting Regulations, 2019. The amendments require insurers whose Window Re-Takaful Operations constitute 25% or more of total operations (based on gross contribution) to consolidate takaful and conventional results in the financial statements, with detailed notes and segment disclosures under IFRS 8.

The Company assessed its operations and concluded that its Window Re-Takaful Operations are below the prescribed 25% threshold; accordingly, the related requirements are not applicable. Furthermore, the Company does not prepare consolidated financial statements; accordingly, the consolidation requirements are not applicable and have not been complied with.

In line with the revised Regulation 6, all insurance Companies are now required to present both the Operator's Fund (OPF) and the Participants' Re-Takaful Fund (PTF) in the statement of financial position. Previously, only the OPF was included as part of takaful operations.

Under the revised requirements, the total assets and total liabilities of the Window Re-Takaful Operations, comprising both the OPF and the PTF, are presented as a single line item in the statement of financial position. As the Company has no residual interest in the PTF, any surplus arising in the fund remains attributable solely to the participants.

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

Certain new IFRSs and amendments to existing IFRSs, effective for periods beginning on or after January 01, 2026 are either not relevant or do not have material impact on the condensed interim financial statements, and are therefore not disclosed.

4.3 Temporary Exemption from Application of IFRS 9

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

4.4 Temporary exemption from IFRS 17 and IFRS 9

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

IFRS 17, replaces IFRS 4 Insurance Contracts. The new standard will apply to all entities that issue insurance and reinsurance contracts, and to all entities that hold reinsurance contracts. This standard requires entities to identify contracts and its terms and to assess whether they meet the definition of an insurance contract or includes components of an insurance contract. Insurance contracts are required to account for under the recognition / derecognition of IFRS 17. Companies subject to the requirement of SRO 1715 will also be required to adopt requirements of IFRS-9 from the date of transition. On initial application of IFRS 17, comparative information for insurance contracts is restated in accordance with IFRS 17, whereas comparative information for related financial assets might not be restated in accordance with IFRS 9 if the insurer is initially applying IFRS 9 at the same date as IFRS 17.

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

5 SIGNIFICANT ACCOUNTING ESTIMATES, JUDGEMENTS AND ASSUMPTIONS

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

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

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

6 FINANCIAL RISK MANAGEMENT

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

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
	Note	----- Rupees -----	
7 PROPERTY AND EQUIPMENT			
Operating Fixed Assets	7.1	892,560,895	942,487,440
Capital work in progress PRC Tower	7.2	101,698,577	60,842,192
		<u>994,259,472</u>	<u>1,003,329,632</u>
7.1 PROPERTY AND EQUIPMENT			
Operating fixed assets - WDV			
Opening balance		942,487,440	827,634,889
Addition during the period:		1,813,230	149,753,857
-Disposal		-	(13,268,181)
Revaluation Surplus		-	51,030,697
-Depreciation charge for the period/year		(51,739,775)	(72,663,822)
Closing balance		<u>892,560,895</u>	<u>942,487,440</u>
7.2 Capital Work-In-Progress			
Civil works		101,698,577	55,840,915
Advances to contractors / suppliers		-	5,001,277
		<u>101,698,577</u>	<u>60,842,192</u>
7.2.1 The movement in capital work in progress :			
Balance at beginning of the year		55,840,915	88,641,424
Additions durring the year		45,857,662	91,471,323
Less : Transferred to operating fixed assets		-	(124,271,832)
Closing balance		<u>101,698,577</u>	<u>55,840,915</u>
8 INTANGIBLE ASSETS			
Computer Software	8.1	1,210,286	954,439
Capital work in progress- Computer Software	8.2	14,340,762	14,340,762
		<u>15,551,048</u>	<u>15,295,201</u>
8.1 INTANGIBLE ASSETS-COMPUTER SOFTWARE			
Opening Balance		954,439	1,279,976
Additions durring the year		502,500	-
Ammortization		(246,653)	(325,537)
Closing balance		<u>1,210,286</u>	<u>954,439</u>
8.2 The movement in capital work in progress Computer Software is as follows:			
Balance at beginning of the year		14,340,762	18,481,131
Additions durring the year		-	3,000,000
Transfer to operating fixed assest		-	(7,140,369)
Closing balance		<u>14,340,762</u>	<u>14,340,762</u>
8.3			
This relates to implementation of ERP (Enterprise resources planning) and development of customized system solution which includes Reinsurance, Administration, Human Resource, Audit, Accounting and Finance, Investment, Corporate Affairs and Retakaful modules			

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

9 RIGHT OF USE ASSETS

Assets - Leasehold land

Net carrying value basis		
Opening net book value	2,375,400,000	2,177,450,000
Modification made during the year	(148,900)	(1,800,032)
Revaluation gain during the year	-	455,708,852
Depreciation	(251,497,176)	(255,958,820)
Closing net book value	<u>2,123,753,924</u>	<u>2,375,400,000</u>

- 9.1** The Company has entered into lease arrangement with Karachi Port Trust (KPT) for lease of land. The remaining lease term (useful life) of the right of use asset is 6.75 years.

10 ASSETS RELATING TO BANGLADESH

Total assets		15,974,000	15,974,000
Total liabilities	10.1	(5,761,000)	(5,761,000)
		<u>10,213,000</u>	<u>10,213,000</u>
Provision for loss on assets in Bangladesh		(10,213,000)	(10,213,000)
		<u>-</u>	<u>-</u>

- 10.1** These also include claims related to Bangladesh amounting to Rs.4,952,000 (December 31, 2025 : Rs.4,952,000).

11 INVESTMENT PROPERTIES

Opening balance		897,198,665	864,476,353
Revaluation Surplus		-	32,722,312
		<u>897,198,665</u>	<u>897,198,665</u>

12 INVESTMENT IN EQUITY SECURITIES

	September 30, 2026				December 31, 2025			
	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value	Cost	Impairment / Provision	Unrealized Gain / Loss	Carrying Value
Available for sale	Rupees				Rupees			
-Listed shares	513,041,646	-	3,830,522,016	4,343,563,662	533,708,127	-	4,947,553,742	5,481,261,869
-Unlisted Shares	2,608,106	(1,990,491)	-	617,615	2,608,106	(1,990,491)	-	617,615
-Mutual Funds	1,510,128,402	-	1,421,541,150	2,931,669,552	2,209,183,812	-	1,721,218,120	3,930,401,932
Sub Total	2,025,778,154	(1,990,491)	5,252,063,166	7,275,850,829	2,745,500,045	(1,990,491)	6,668,771,862	9,412,281,416
Held For Trading	Rupees				Rupees			
-Listed Share	610,364,840	-	(21,522,500)	588,842,340	359,993,081	-	250,371,759	610,364,840
Sub Total	610,364,840	-	(21,522,500)	588,842,340	359,993,081	-	250,371,759	610,364,840
Grand Total	2,636,142,994	(1,990,491)	5,230,540,666	7,864,693,169	3,105,493,126	(1,990,491)	6,919,143,621	10,022,646,256

13 Investments in Debt Securities - Held To Maturity

		Amortized cost	Carrying Value	Amortized cost	Carrying Value
		September 30, 2026		December 31, 2025	
		Rupees		Rupees	
1	Pakistan Investment Bonds - Fixed	11,871,394,628	11,871,394,628	10,849,933,987	10,849,933,987
2	Treasury Bills	5,893,858,800	5,893,858,800	5,914,219,650	5,914,219,650
	Total Debt Securities	17,765,253,428	17,765,253,428	16,764,153,637	16,764,153,637

Investments in Debt Securities - Available for Sale

1	Pakistan Investment Bonds (AFS)	43,876,950	46,705,528	48,918,851	48,918,851
	Total	17,809,130,378	17,811,958,956	16,813,072,488	16,813,072,488

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
	Note	Rupees	Rupees
14 LOANS AND OTHER RECEIVABLES - Considered good			
Loans to employees		54,173,363	62,911,342
Advances to employees		9,830,842	5,760,842
Accrued investment income		483,995,983	395,095,532
Sundry receivables - Net		18,046,548	26,475,920
Receivable from Window Re-takaful Operation		119,089,396	119,089,396
Receivable from tenants		228,804,785	363,480,495
Other receivables		21,762,959	49,201,989
		<u>935,703,875</u>	<u>1,022,015,516</u>
15 RECEIVABLE FROM SINDH REVENUE BOARD			
Receivable from Sindh Revenue Board		<u>2,573,888,727</u>	<u>2,573,888,727</u>
The aggregate of Rs.2,573.889 million (December 31, 2025: Rs.2,573.889 million) paid has been recorded as "receivable from SRB" in the financial statements. Moreover, the Company has not recorded provision against the orders passed by SRB in pursuance of Appellate Order dated February 01, 2016 in Appeal No. AT-02/2013 and order dated February 03, 2016 in Appeal No. AT-109/2015.			
16 INSURANCE / REINSURANCE RECEIVABLES			
Amount due from other reinsurers		284,800,921	2,108,018,523
Amount due from other insurers		<u>20,151,528,310</u>	<u>12,148,808,352</u>
	16.1	<u>20,436,329,231</u>	<u>14,256,826,875</u>
Less: Provision for impairment in due from other insurers/reinsurers	16.2	<u>(701,448,633)</u>	<u>(701,448,633)</u>
		<u>19,734,880,598</u>	<u>13,555,378,242</u>
Premium and claim reserves retained by cedants		<u>24,831,633</u>	<u>24,831,633</u>
Less: Provision for impairment in premium and claim		<u>(24,831,633)</u>	<u>(24,831,633)</u>
		<u>-</u>	<u>-</u>
		<u>19,734,880,598</u>	<u>13,555,378,242</u>
16.1	This includes an amount of Rs. 10,187,687,528 (December 31, 2025: Rs. 4,224,152,028) due from related party National Insurance Company Limited. The age analysis of amount due from related party is as follows:		
Up to 3 months		1,328,390,189	1,985,517,766
Over 3 months and above		<u>8,859,297,339</u>	<u>2,238,634,262</u>
		<u>10,187,687,528</u>	<u>4,224,152,028</u>
16.2 Movement of provision for impairment			
Balance at the beginning of the period/year		701,448,633	609,541,746
Provisions made during the period/year		-	91,906,887
Balance at the end of the period/year		<u>701,448,633</u>	<u>701,448,633</u>
17 REINSURANCE RECOVERIES AGAINST OUTSTANDING CLAIMS			
Facultative business	17.1	10,185,064,828	9,774,047,861
Treaty		<u>694,182,571</u>	<u>508,150,268</u>
		<u>10,879,247,399</u>	<u>10,282,198,129</u>
17.1 Facultative business			
Fire		734,998,748	957,788,748
Marine cargo		8,098,000	8,098,000
Marine hull		312,587,380	195,846,738
Accident		569,439,000	569,439,000
Aviation		2,273,554,829	2,273,554,829
Engineering		<u>6,286,386,871</u>	<u>5,769,320,546</u>
		<u>10,185,064,828</u>	<u>9,774,047,861</u>

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

		(Unaudited) September 30, 2026	(Audited) December 31, 2025
	Note	Rupees	Rupees
18 DEFERRED COMMISSION EXPENSE			
Facultative business	18.1	758,079,620	423,505,281
Treaty		640,447,912	607,795,705
		<u>1,398,527,532</u>	<u>1,031,300,986</u>
18.1 Facultative business			
Fire		139,776,497	120,120,449
Marine cargo		1,455,061	1,050,829
Marine hull		42,527,298	3,783,868
Accidents and others		42,859,200	30,413,803
Aviation		66,603,861	30,127,697
Engineering		464,857,703	238,008,635
		<u>758,079,620</u>	<u>423,505,281</u>
19 PREPAYMENTS			
Prepaid reinsurance ceded - facultative business	19.1	12,322,521,629	7,803,865,560
Prepaid reinsurance ceded - treaty business		1,373,103,536	1,055,912,248
		<u>13,695,625,165</u>	<u>8,859,777,808</u>
19.1 Prepayment reinsurance ceded - facultative business			
Fire		1,181,075,662	814,310,363
Marine Cargo		-	-
Marine hull		594,941,379	56,222,180
Accidents and others		540,328,981	411,345,462
Aviation		2,252,971,932	1,257,047,420
Engineering		7,753,203,675	5,264,940,135
		<u>12,322,521,629</u>	<u>7,803,865,560</u>
20 CASH AND BANK			
Cash in hand		755,000	755,000
Policy & Revenue stamps, Bond papers		1,385	1,385
		<u>756,385</u>	<u>756,385</u>
Saving accounts			
- Local currency		274,060,090	87,533,821
- Foreign currency		1,756,912,193	1,186,653,812
		<u>2,030,972,284</u>	<u>1,274,187,633</u>
Current accounts			
- Local currency		560,041,279	757,800,140
Dividend accounts			
- Saving accounts		61,511,301.73	58,294,891
- Current accounts		29,349,347.70	26,657,454
		<u>90,860,649.43</u>	<u>84,952,345</u>
		<u>2,682,630,597</u>	<u>2,117,696,503</u>
21 OUTSTANDING CLAIMS INCLUDING IBNR			
Facultative business	21.1	16,532,094,426	14,964,627,264
Treaty		3,979,839,766	3,805,453,821
		<u>20,511,934,192</u>	<u>18,770,081,085</u>
Claims related to Bangladesh, adjusted in Note 9		(4,952,000)	(4,952,000)
		<u>20,506,982,192</u>	<u>18,765,129,085</u>
21.1 Facultative business			
Fire		3,010,178,154	3,194,979,411
Marine cargo		146,581,135	131,044,584
Marine hull		382,331,581	252,482,648
Accident and others		1,058,701,858	1,027,126,676
Aviation		2,497,400,244	2,497,353,261
Engineering		9,436,901,454	7,861,640,684
		<u>16,532,094,426</u>	<u>14,964,627,264</u>

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	(Unaudited) September 30, 2026	(Audited) December 31, 2025
	----- Rupees -----	
22 DEFERRED TAXATION		
Opening balance	3,913,006,542	2,945,023,429
Charged to profit and loss account during the period / year	(210,888,135)	(104,143,341)
Charge to other comprehensive income during the period / year	(554,482,732)	0
Closing balance	<u>3,147,635,675</u>	<u>3,913,006,542</u>
22.1 Deferred tax comprises of the following		
Deferred tax liabilities on taxable temporary differences:		
Accelerated tax depreciation		
Property and equipment	28,364,062	19,552,179
Investment Property	339,963,778	339,963,778
RoUA	34,408,201	4,439,752
Revaluation surplus on PPE	234,722,791	248,606,229
Revaluation surplus on Right of use asset	793,855,829	921,966,248
Unrealized gain on investments - AFS	2,048,304,635	2,602,787,367
Notional interest on interest free loans	1,586,518	3,577,903
Held for trading investment	(8,393,775)	97,644,986
	<u>3,472,812,039</u>	<u>4,238,538,442</u>
Deferred tax assets on deductible temporary differences:		
Provision for doubtful debts	(33,472,008)	(33,472,008)
Provision for impairment of insurers / reinsurers receivable	(273,564,967)	(273,564,967)
Provision for impairment of receivables from other insurers / reinsurers	(9,684,337)	(9,684,337)
Lease liabilities	(7,678,760)	(8,034,296)
Provision for impairment in available for sale investments	(776,292)	(776,292)
	<u>(325,176,364)</u>	<u>(325,531,900)</u>
	<u>3,147,635,675</u>	<u>3,913,006,542</u>
23 INSURANCE / REINSURANCE PAYABLES		
Due to other insurers	420,065,533	768,703,612
Due to other reinsurers	9,626,326,556	5,225,855,912
	<u>10,046,392,089</u>	<u>5,994,559,524</u>
24 OTHERS CREDITORS AND ACCRUALS		
Other creditors and accruals	12,461,407	11,694,287
Tax payable	5,117,761	4,090,707
Security deposits	36,029,417	45,625,389
Accrued expenses	19,901,788	43,769,904
Payable to Window Re-Takaful Operations	-	59,659,841
Unclaimed Dividend	56,829,819	54,137,926
Surplus profit payable	1,212,602	1,212,602
	<u>131,552,795</u>	<u>220,190,656</u>
25 CONTINGENCIES AND COMMITMENTS		
25.1 Contingencies		
The Company is contingently liable for:		
Sindh Sales Tax	33,046,530,035	30,055,226,930
Federal Excise Duty	4,073,379,063	4,073,379,063
Income Tax	12,257,521,727	12,289,886,208
Insurance payables	61,568,840	61,568,840
	<u>49,438,999,665</u>	<u>46,480,061,041</u>
25.2 Commitments		
Commitments in respect of:		
- Short term lease rentals (0 to 1 year)	3,706,233	3,563,685
- Capital expenditure (intangible assets)	25,422,503	25,422,503
	<u>29,128,736</u>	<u>28,986,188</u>

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	Nine months period ended		Three months period ended	
	September 30, 2026	September 30, 2025	September 30, 2026	September 30, 2025
	Unaudited	Unaudited	Unaudited	Unaudited
	Rupees			
26 NET INSURANCE PREMIUM				
Written gross premium	30,603,580,371	28,026,998,236	10,661,559,674	10,919,230,372
Add: Unearned premium reserve opening	12,361,671,413	10,621,849,438	16,145,147,457	13,854,520,871
Less: Unearned premium reserve closing	(17,717,146,311)	(16,499,596,513)	(17,717,146,311)	(16,499,596,513)
Premium earned	25,248,105,473	22,149,251,161	9,089,560,820	8,274,154,730
Less: Reinsurance premium ceded	23,281,045,513	21,226,210,237	8,081,411,551	8,849,954,183
Add: Prepaid reinsurance premium opening	8,859,777,808	6,953,612,983	12,442,702,851	10,282,503,443
Less: Prepaid reinsurance premium closing	(13,695,625,165)	(13,028,633,210)	(13,695,625,165)	(13,028,633,210)
Reinsurance expense	(18,445,198,156)	(15,151,190,010)	(6,828,489,237)	(6,103,824,416)
	6,802,907,317	6,998,061,151	2,261,071,583	2,170,330,314
27 NET INSURANCE CLAIMS				
Claims paid	2,706,508,499	10,508,366,414	1,024,977,483	912,006,372
Add: Outstanding claims including IBNR closing	20,511,934,192	18,738,451,711	20,511,934,192	18,738,451,711
Less: Outstanding claims including IBNR opening	(18,770,081,085)	(24,338,601,075)	(20,350,435,792)	(18,069,554,845)
Claims expense	4,448,361,606	4,908,217,050	1,186,475,883	1,580,903,238
Less: Reinsurance and other recoveries received	26,017,331	6,296,926,867	20,657,685	15,737,523
Add: Reinsurance and other recoveries in respect of outstanding claims closing	10,879,247,399	9,535,530,932	10,879,247,399	9,535,530,932
Less: Reinsurance and other recoveries in respect of outstanding claims opening	(10,282,198,129)	(15,767,126,860)	(10,694,550,023)	(9,299,740,603)
Reinsurance and other recoveries revenue	(623,066,601)	(65,330,939)	(205,355,061)	(251,527,852)
	3,825,295,005	4,842,886,111	981,120,822	1,329,375,386
28 NET COMMISSION AND OTHER ACQUISITION COSTS				
Commission paid or payable	2,346,830,949	2,070,678,832	965,624,514	819,061,375
Add: Deferred commission expense opening	1,031,300,986	1,047,205,897	1,148,419,171	1,074,602,389
Less: Deferred commission expense closing	(1,398,527,532)	(1,235,338,822)	(1,398,527,532)	(1,235,338,822)
Net commission	1,979,604,403	1,882,545,907	715,516,153	658,324,942
Less: Commission received or recoverable	1,632,405,037	1,549,912,000	552,913,472	660,105,196
Add: Unearned reinsurance commission opening	691,189,321	505,496,153	883,707,751	763,416,937
Less: Unearned reinsurance commission closing	(957,595,701)	(974,765,384)	(957,595,701)	(974,765,384)
Commission from reinsurers	(1,365,998,657)	(1,080,642,769)	(479,025,522)	(448,756,749)
	613,605,746	801,903,138	236,490,631	209,568,193
29 Management Expenses				
Salaries, Wages and Benefits	671,139,252	556,185,299	143,957,254	142,736,634
Employees Benefits	317,926,655	373,909,161	105,975,552	60,000,000
Travelling & Conveyance	11,957,501	12,936,323	3,544,493	3,200,091
Entertainment Expenses	1,733,972	2,106,179	617,133	264,734
Communication	3,497,637	2,649,257	1,822,949	794,299
Insurance	7,428,712	1,050,024	2,401,625	28,000
Utilities	24,584,291	8,178,329	14,427,832	(1,201,475)
Printing and Stationery	5,534,630	4,402,807	1,107,942	815,592
Repairs and Renewal	5,460,753	3,454,812	1,699,607	606,972
Medical Expenses	13,357,875	9,462,223	4,983,465	2,033,978
Rent, Rates and Taxes	2,659,796	6,204,928	2,562,569	2,868,567
Computer related Expenses	34,372,047	29,288,151	15,992,116	16,234,094
Consultancy and professional charges	7,641,580	7,215,135	2,423,700	1,323,950
Newspaper & Periodicals	8,740	44,040	4,680	4,185
Ammortization	246,653	191,996	82,218	63,998
Depreciation	303,236,951	241,000,042	101,078,984	79,685,312
Directors' Meeting Expenses	36,838,847	32,339,312	21,148,234	12,395,085
Advertisement and Business Promotion	4,235,118	3,889,922	1,725,283	1,977,022
Training and Research	2,429,008	1,444,692	908,598	503,677
Security services expense	18,936,065	15,697,938	9,281,295	5,864,378
Janitorial Expense	10,250,833	7,866,393	4,663,643	2,208,285
Repairs and Maintenance	5,999,872	5,538,326	2,356,714	654,000
Shares Transaction Costs	168,070	57,668	168,070	-
Legal Fee	2,359,500	14,846,000	1,667,000	14,438,000
Others	2,953,778	3,397,754	891,372	(111,940)
Welfare Fund	-	10,000,000	-	10,000,000
Donations	500,000	-	-	-
	1,495,458,135	1,353,356,711	445,492,327	357,387,438
Exp. allocated to Rental Income	(24,116,838)	(19,011,232)	(13,692,639)	(2,991,139)
Exp. allocated to Investment Income	(24,415,437)	(16,732,616)	(12,635,977)	(4,836,023)
	1,446,925,860	1,317,612,863	419,163,711	349,560,276

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	<u>Nine months period ended</u>		<u>Three months period ended</u>	
	September 30, 2026 Unaudited	September 30, 2025 Unaudited	September 30, 2026 Unaudited	September 30, 2025 Unaudited
	Rupees -----			
30 INVESTMENT INCOME				
Income from equity securities				
Available for sale				
Dividend income	492,414,763	382,946,018	87,677,268	43,347,184
Held for trading				
Dividend income	37,289,310	26,636,628	6,670,000	9,145,000
	<u>529,704,073</u>	<u>409,582,646</u>	<u>94,347,268</u>	<u>52,492,184</u>
Income from debt securities				
Return on debt securities				
Held to maturity				
Pakistan Investment Bonds	1,034,872,621	1,034,482,694	347,629,056	342,302,537
Pakistan Investment Bonds - Floating	-	10,094,753	-	-
Treasury Bills	501,766,050	528,757,200	179,669,500	123,978,250
Premium / (amortization) of discount on PIBs	117,915,391	139,817,520	38,298,298	46,455,726
	<u>1,654,554,063</u>	<u>1,713,152,167</u>	<u>565,596,854</u>	<u>512,736,513</u>
Available for sale				
Pakistan Investment Bonds	4,252,018	4,193,866	1,431,855	1,411,900
Treasury Bills	-	-	-	-
Net realized gains on investments				
Available for sale financial assets				
Realized gain on Equity securities	121,048,964	171,520,709	70,160,446	9,730,659
Held for trading financial assets				
Realized gain on Equity securities	-	-	-	-
Net unrealized losses on investments				
Net unrealized losses / (gain) on held for trading investment	(21,522,500)	200,796,362	(41,077,261)	153,025,622
Total investment income	<u>2,288,036,618</u>	<u>2,499,245,750</u>	<u>690,459,162</u>	<u>729,396,878</u>
Add: Impairment in value of available for sale investment	-	-	-	-
Less: Investment related expenses	(24,415,437)	(16,732,616)	(12,635,977)	(4,836,023)
Net Investment income	<u>2,263,621,181</u>	<u>2,482,513,134</u>	<u>677,823,185</u>	<u>724,560,855</u>
31 RENTAL INCOME				
Rental income	172,347,438	142,510,897	67,310,007	49,671,040
Less:				
Expenses related rental income	(24,116,838)	(19,011,232)	(13,692,639)	(2,991,139)
	<u>148,230,600</u>	<u>123,499,665</u>	<u>53,617,368</u>	<u>46,679,901</u>
32 OTHER INCOME				
Return on bank deposits	185,316,240	171,852,443	41,688,345	43,414,178
Exchange gain/(loss)	(13,786,903)	37,529,427	(4,673,046)	(5,322,825)
Miscellaneous Income	4,067,996	5,562,662	-	629,000
	<u>175,597,333</u>	<u>214,944,532</u>	<u>37,015,299</u>	<u>38,720,353</u>
33 OTHER EXPENSES				
Fee and subscription	27,897,528	34,642,646	18,016,670	7,467,222
Subscription and membership fee	4,565,747	8,974,400	3,888,933	5,634,569
Auditors Fee	1,500,200	708,000	291,000	53,000
	<u>33,963,475</u>	<u>44,325,046</u>	<u>22,196,603</u>	<u>13,154,791</u>
34 LEVIES AND INCOME TAX				
Levies - final tax	9,900,000	13,870,175	-	-
Income Tax	1,209,824,717	1,019,744,075	442,992,058	366,442,054
	<u>1,219,724,717</u>	<u>1,033,614,250</u>	<u>442,992,058</u>	<u>366,442,054</u>
34.1 INCOME TAX				
For the year				
Current	1,393,884,605	1,014,833,523	589,564,243	370,765,293
Current - Window Retakaful Operations	26,828,247	22,578,219	(4,178,377)	(4,323,239)
Deferred	(210,888,135)	(17,667,667)	(142,393,808)	-
	<u>1,209,824,717</u>	<u>1,019,744,075</u>	<u>442,992,058</u>	<u>366,442,054</u>

PAKISTAN REINSURANCE COMPANY LIMITED
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35 FAIR VALUE HIERARCHY

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

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

The fair value hierarchy has the following levels:

- Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices)
- Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

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

	Total	Level 1	Level 2	Level 3
	----- Rupees -----			
September 30, 2026 (Un-audited)				
Financial assets measured at fair value				
Held-for-trading investment				
Ordinary shares - listed	588,842,340	588,842,340	-	-
Available-for-sale investment				
Ordinary shares - listed	4,343,563,662	4,343,563,662	-	-
Mutual fund units	2,931,669,552	2,931,669,552	-	-
Ordinary shares - unlisted	617,615	-	-	617,615
	7,864,693,169	7,864,075,554	-	617,615
December 31, 2025 (Audited)				
Financial assets measured at fair value				
Held-for-trading investment				
Ordinary shares - listed	610,364,840	610,364,840	-	-
Available-for-sale investment				
Ordinary shares - listed	5,481,261,869	5,481,261,869	-	-
Mutual fund units	3,930,401,932	3,930,401,932	-	-
Ordinary shares - unlisted	617,615	-	-	617,613
	10,022,646,256	10,022,028,641	-	617,613

PAKISTAN REINSURANCE COMPANY LIMITED
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FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

36 SEGMENT INFORMATION

36.1 Nine months period ended

September 30, 2026	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	4,681,629,257	45,200,762	1,667,622,235	1,298,766,821	4,601,828,683	12,278,502,743	6,030,029,870	30,603,580,371
Unearned-Opening	1,639,040,869	14,477,755	64,408,256	496,605,239	1,348,729,960	5,774,870,215	3,023,539,119	12,361,671,413
Unearned-Closing	1,932,531,396	19,026,073	643,442,463	707,044,278	2,373,958,836	8,397,944,429	3,643,198,836	17,717,146,311
Premium earned	4,388,138,730	40,652,444	1,088,588,028	1,088,327,782	3,576,599,807	9,655,428,529	5,410,370,153	25,248,105,473
Reinsurance-Ceded	3,386,405,219	14,599	1,549,979,253	985,256,245	4,355,705,871	11,282,586,178	1,721,098,148	23,281,045,513
Prepaid reinsurance-Opening	814,310,363	-	56,222,180	411,345,462	1,257,047,420	5,264,940,135	1,055,912,248	8,859,777,808
Prepaid reinsurance-Closing	1,181,075,662	-	594,941,379	540,328,981	2,252,971,932	7,753,203,675	1,373,103,536	13,695,625,165
Reinsurance expenses	3,019,639,920	14,599	1,011,260,054	856,272,726	3,359,781,359	8,794,322,638	1,403,906,860	18,445,198,156
Net insurance premium	1,368,498,810	40,637,845	77,327,974	232,055,056	216,818,448	861,105,891	4,006,463,293	6,802,907,317
Commission income	179,817,516	1,459	109,686,791	70,691,517	176,435,990	807,369,602	21,995,782	1,365,998,657
Net underwriting income (A)	1,548,316,326	40,639,304	187,014,765	302,746,573	393,254,438	1,668,475,493	4,028,459,075	8,168,905,974
Insurance claims paid	160,776,063	2,128,448	(386,389)	528,377	32,093,513	413,951,184	2,097,417,303	2,706,508,499
Outstanding-Opening	3,194,979,411	131,044,584	252,482,648	1,027,126,676	2,497,353,261	7,861,640,684	3,805,453,821	18,770,081,085
Outstanding-Closing	3,010,178,154	146,581,135	382,331,581	1,058,701,858	2,497,400,244	9,436,901,454	3,979,839,766	20,511,934,192
Insurance claims expenses	(24,025,194)	17,664,999	129,462,544	32,103,559	32,140,496	1,989,211,954	2,271,803,248	4,448,361,606
Reinsurance recoveries received	-	-	5,359,646	-	24,432,380	(3,774,695)	-	26,017,331
Recovery-Opening	957,788,748	8,098,000	195,846,738	569,439,000	2,273,554,829	5,769,320,546	508,150,268	10,282,198,129
Recovery-Closing	734,998,748	8,098,000	312,587,380	569,439,000	2,273,554,829	6,286,386,871	694,182,571	10,879,247,399
Insurance claims recovered from reinsures	(222,790,000)	-	122,100,288	-	24,432,380	513,291,630	186,032,303	623,066,601
Net claims	198,764,806	17,664,999	7,362,256	32,103,559	7,708,116	1,475,920,324	2,085,770,945	3,825,295,005
Commission expense	251,295,227	3,247,547	70,247,939	68,252,093	90,232,609	473,033,376	1,023,295,612	1,979,604,403
Management expense	291,069,131	8,643,356	16,447,063	49,356,319	46,115,610	183,150,574	852,143,807	1,446,925,860
Net insurance claims and expenses (B)	741,129,164	29,555,902	94,057,258	149,711,971	144,056,335	2,132,104,274	3,961,210,364	7,251,825,268
Underwriting results (C=A-B)	807,187,162	11,083,402	92,957,507	153,034,602	249,198,103	(463,628,781)	67,248,711	917,080,706
Net investment income								2,263,621,181
Rental income								148,230,600
Other income								175,597,333
Finance Cost								(1,445,372)
Fair value gain on investment property								-
Other expenses								(33,963,475)
Profit from Window Re-takaful Operations								68,790,376
Profit before tax								3,537,911,349
Segment assets	2,055,850,907	9,553,061	950,056,057	1,152,627,181	4,593,130,622	14,504,448,249	2,707,734,019	25,973,400,096
Unallocated assets								55,698,603,021
								81,672,003,117
Segment liabilities	5,007,540,890	165,607,208	1,094,202,781	1,807,528,908	5,003,529,611	18,469,251,407	7,658,612,399	39,206,273,204
Unallocated liabilities								17,012,149,155
								56,218,422,359

PAKISTAN REINSURANCE COMPANY LIMITED
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September 30, 2025	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	4,638,716,144	124,434,637	271,793,517	1,325,665,627	4,521,861,987	11,405,059,613	5,739,466,711	28,026,998,236
Unearned-Opening	1,285,441,645	13,489,100	87,376,811	490,134,575	1,468,166,144	3,839,617,103	3,437,624,060	10,621,849,438
Unearned-Closing	1,748,685,847	42,294,644	128,593,911	748,943,569	2,537,884,296	7,669,383,648	3,623,810,598	16,499,596,513
Premium earned	4,175,471,942	95,629,093	230,576,417	1,066,856,633	3,452,143,835	7,575,293,068	5,553,280,173	22,149,251,161
Reinsurance-Ceded	3,119,929,098	80,778,944	240,254,694	1,102,467,428	4,264,567,140	10,368,160,108	2,050,052,825	21,226,210,237
Prepaid reinsurance-Opening	659,817,075	-	75,793,379	420,226,441	1,311,444,608	3,488,248,188	998,083,292	6,953,612,983
Prepaid reinsurance-Closing	939,225,588	20,373,333	113,693,743	666,318,648	2,388,392,971	7,246,962,546	1,653,666,381	13,028,633,210
Reinsurance expenses	2,840,520,585	60,405,611	202,354,330	856,375,221	3,187,618,777	6,609,445,750	1,394,469,736	15,151,190,010
Net insurance premium	1,334,951,357	35,223,482	28,222,087	210,481,412	264,525,058	965,847,318	4,158,810,437	6,998,061,151
Commission income	152,734,344	5,515,207	19,969,203	70,319,616	145,446,804	661,416,304	25,241,291	1,080,642,769
Net underwriting income (A)	1,487,685,701	40,738,689	48,191,290	280,801,028	409,971,862	1,627,263,622	4,184,051,728	8,078,703,920
Insurance claims paid	653,871,379	136,569	334,987,616	2,065,988	70,173,035	6,376,808,848	3,070,322,979	10,508,366,414
Outstanding-Opening	3,329,035,649	86,514,925	72,419,048	910,882,876	2,284,482,664	14,251,191,406	3,404,074,507	24,338,601,075
Outstanding-Closing	3,301,759,781	108,845,068	158,654,848	927,175,225	2,488,180,615	7,923,730,831	3,830,105,343	18,738,451,711
Insurance claims expenses	626,595,511	22,466,712	421,223,416	18,358,337	273,870,986	49,348,273	3,496,353,815	4,908,217,050
Reinsurance recoveries received	-	-	263,413,208	420,568	44,841,471	5,892,849,142	95,402,478	6,296,926,867
Recovery-Opening	530,968,245	-	35,809,757	498,469,000	1,733,981,568	12,274,667,266	693,231,024	15,767,126,860
Recovery-Closing	667,486,211	-	104,844,738	498,469,000	1,915,771,499	5,905,205,546	443,753,938	9,535,530,932
Insurance claims recovered from reinsures	136,517,966	-	332,448,189	420,568	226,631,402	(476,612,578)	(154,074,608)	65,330,939
Net claims	490,077,545	22,466,712	88,775,227	17,937,769	47,239,584	525,960,851	3,650,428,423	4,842,886,111
Commission expense	220,732,552	6,887,108	13,850,530	61,555,720	85,670,088	481,712,938	1,012,136,971	1,882,545,907
Management expense	251,348,058	6,631,967	5,313,727	39,629,979	49,805,455	181,852,205	783,031,472	1,317,612,863
Net insurance claims and expenses (B)	962,158,155	35,985,787	107,939,484	119,123,468	182,715,127	1,189,525,994	5,445,596,866	8,043,044,881
Underwriting results (C=A-B)	525,527,546	4,752,902	(59,748,194)	161,677,560	227,256,735	437,737,628	(1,261,545,138)	35,659,039
Net investment income								2,482,513,134
Rental income								123,499,665
Other income								214,944,532
Finance cost								(6,032,907)
Other expenses								(44,325,046)
Profit from Window Re-takaful Operations								57,892,870
Profit before tax								2,864,151,287
Segment assets	1,712,466,463	23,189,496	226,079,780	1,206,610,273	4,361,377,641	13,547,425,754	2,725,602,982	23,802,752,389
Unallocated assets								56,689,694,186
								80,492,446,575
Segment liabilities	5,093,376,476	152,998,316	298,353,360	1,729,938,120	5,138,494,932	16,315,296,643	7,479,403,761	36,207,861,608
Unallocated liabilities								20,063,102,442
								56,270,964,050

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

36.2 Three months period ended

September 30, 2026	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	811,376,887	(145,753,121)	493,528,906	544,707,487	458,103,393	5,684,268,661	2,815,327,461	10,661,559,674
Unearned-Opening	2,592,005,220	12,955,167	880,251,475	517,743,250	3,185,316,913	6,276,945,845	2,679,929,587	16,145,147,457
Unearned-Closing	1,932,531,396	19,026,073	643,442,463	707,044,278	2,373,958,836	8,397,944,429	3,643,198,836	17,717,146,311
Premium earned	1,470,850,711	(151,824,027)	730,337,918	355,406,459	1,269,461,470	3,563,270,077	1,852,058,212	9,089,560,820
Reinsurance-Ceded	25,812,971	(164,583,800)	460,827,360	402,317,386	428,257,241	5,302,523,651	1,626,256,742	8,081,411,551
Prepaid reinsurance-Opening	2,217,089,823	-	817,609,914	431,180,602	3,020,704,824	5,696,587,302	259,530,386	12,442,702,851
Prepaid reinsurance-Closing	1,181,075,662	-	594,941,379	540,328,981	2,252,971,932	7,753,203,675	1,373,103,536	13,695,625,165
Reinsurance expenses	1,061,827,132	(164,583,800)	683,495,895	293,169,007	1,195,990,133	3,245,907,278	512,683,592	6,828,489,237
Net insurance premium	409,023,579	12,759,773	46,842,023	62,237,452	73,471,337	317,362,799	1,339,374,620	2,261,071,583
Commission income	65,387,024	(16,403,422)	72,561,219	22,413,537	67,647,512	258,813,227	8,606,425	479,025,522
Net underwriting income (A)	474,410,603	(3,643,649)	119,403,242	84,650,989	141,118,849	576,176,026	1,347,981,045	2,740,097,105
Insurance claims paid	91,723,103	1,660,806	66,664	255,737	32,093,513	166,304,677	732,872,983	1,024,977,483
Outstanding-Opening	3,237,410,353	148,173,566	383,006,581	1,056,381,108	2,497,311,577	9,253,467,907	3,774,684,700	20,350,435,792
Outstanding-Closing	3,010,178,154	146,581,135	382,331,581	1,058,701,858	2,497,400,244	9,436,901,454	3,979,839,766	20,511,934,192
Insurance claims expenses	(135,509,096)	68,375	(608,336)	2,576,487	32,182,180	349,738,224	938,028,049	1,186,475,883
Reinsurance recoveries received	-	-	-	-	24,432,380	(3,774,695)	-	20,657,685
Recovery-Opening	734,998,748	15,954,138	312,587,380	569,439,000	2,273,554,829	6,275,115,199	512,900,729	10,694,550,023
Recovery-Closing	734,998,748	8,098,000	312,587,380	569,439,000	2,273,554,829	6,286,386,871	694,182,571	10,879,247,399
Insurance claims recovered from reinsures	-	(7,856,138)	-	-	24,432,380	7,496,977	181,281,842	205,355,061
Net claims	(135,509,096)	7,924,513	(608,336)	2,576,487	7,749,800	342,241,247	756,746,207	981,120,822
Commission expense	86,829,792	(9,795,768)	46,761,137	22,610,900	34,454,840	188,293,572	346,361,680	715,516,153
Management expense	73,951,564	2,334,888	9,548,463	10,928,662	13,677,903	60,108,130	248,614,101	419,163,711
Net insurance claims and expenses (B)	25,272,260	463,633	55,701,264	36,116,049	55,882,543	590,642,949	1,351,721,988	2,115,800,686
Underwriting results (C=A-B)	449,138,343	(4,107,282)	63,701,978	48,534,940	85,236,306	(14,466,923)	(3,740,943)	624,296,419
Provision for doubtful debts								677,823,186
Net investment income								53,617,368
Rental income								37,015,299
Other income								(110,998)
Finance cost								(22,196,603)
Other expenses								(10,713,789)
Profit from Window Re-takaful Operations								1,359,730,881
Profit before tax								
Segment assets	2,055,850,907	9,553,061	950,056,057	1,152,627,181	4,593,130,622	14,504,448,249	2,707,734,019	25,973,400,096
Unallocated assets								55,698,603,021
								81,672,003,117
Segment liabilities	5,007,540,890	165,607,208	1,094,202,781	1,807,528,908	5,003,529,611	18,469,251,407	7,658,612,399	39,206,273,204
Unallocated liabilities								17,012,149,155
								56,218,422,359

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

September 30, 2025	Fire	Marine cargo	Marine hull	Accident	Aviation	Engineering	Treaty	Total
	Rupees							
Gross written premium	1,143,173,383	8,880,725	15,186,065	663,128,803	1,072,166,784	5,410,650,604	2,606,044,008	10,919,230,372
Unearned-Opening	1,980,090,825	68,713,329	191,618,108	444,564,397	2,785,198,705	5,460,971,196	2,923,364,311	13,854,520,871
Unearned-Closing	1,748,685,847	42,294,644	128,593,911	748,943,569	2,537,884,296	7,669,383,648	3,623,810,598	16,499,596,513
Premium earned	1,374,578,361	35,299,410	78,210,262	358,749,631	1,319,481,193	3,202,238,152	1,905,597,721	8,274,154,730
Reinsurance-Ceded	283,937,146	-	12,242,518	578,943,334	1,026,744,466	5,094,082,026	1,854,004,693	8,849,954,183
Prepaid reinsurance-Opening	1,643,118,434	41,450,750	171,165,305	373,214,150	2,594,289,926	5,044,024,820	415,240,058	10,282,503,443
Prepaid reinsurance-Closing	939,225,588	20,373,333	113,693,743	666,318,648	2,388,392,971	7,246,962,546	1,653,666,381	13,028,633,210
Reinsurance expenses	987,829,992	21,077,417	69,714,080	285,838,836	1,232,641,421	2,891,144,300	615,578,370	6,103,824,416
Net insurance premium	386,748,369	14,221,993	8,496,182	72,910,795	86,839,772	311,093,852	1,290,019,351	2,170,330,314
Commission income	55,317,183	1,858,605	6,837,566	24,032,988	56,194,686	291,351,346	13,164,375	448,756,749
Net underwriting income (A)	442,065,552	16,080,598	15,333,748	96,943,783	143,034,458	602,445,198	1,303,183,726	2,619,087,063
Insurance claims paid	25,640,727	16,966	486,672	-	-	51,099,379	834,762,628	912,006,372
Outstanding-Opening	3,204,709,707	89,455,258	82,047,348	925,973,441	2,483,183,931	7,950,385,794	3,333,799,366	18,069,554,845
Outstanding-Closing	3,301,759,781	108,845,068	158,654,848	927,175,225	2,488,180,615	7,923,730,831	3,830,105,343	18,738,451,711
Insurance claims expenses	122,690,801	19,406,776	77,094,172	1,201,784	4,996,684	24,444,416	1,331,068,605	1,580,903,238
Reinsurance recoveries received	-	-	-	420,568	-	-	15,316,955	15,737,523
Recovery-Opening	667,486,211	-	37,714,738	498,469,000	1,915,771,499	5,854,534,946	325,764,209	9,299,740,603
Recovery-Closing	667,486,211	-	104,844,738	498,469,000	1,915,771,499	5,905,205,546	443,753,938	9,535,530,932
Insurance claims recovered from reinsures	-	-	67,130,000	420,568	-	50,670,600	133,306,684	251,527,852
Net claims	122,690,801	19,406,776	9,964,172	781,216	4,996,684	(26,226,184)	1,197,761,921	1,329,375,386
Commission expense	75,032,464	2,355,753	4,792,142	21,198,997	30,500,850	188,609,204	335,835,532	658,324,942
Management expense	61,215,181	2,420,766	1,358,305	12,044,433	14,176,149	50,561,583	207,783,860	349,560,277
Net insurance claims and expenses (B)	258,938,446	24,183,295	16,114,619	34,024,646	49,673,683	212,944,603	1,741,381,313	2,337,260,605
Underwriting results (C=A-B)	183,127,106	(8,102,697)	(780,871)	62,919,137	93,360,775	389,500,595	(438,197,587)	281,826,458
Net investment income								724,560,855
Rental income								46,679,901
Other income								38,720,354
Finance cost								(1,213,435)
Other expenses								(13,154,791)
Profit from Window Re-takaful Operations								(11,085,228)
Profit before tax								1,066,334,114
Segment assets	1,712,466,463	23,189,496	226,079,780	1,206,610,273	4,361,377,641	13,547,425,754	2,725,602,982	23,802,752,389
Unallocated assets								56,689,694,186
								80,492,446,575
Segment liabilities	5,093,376,476	152,998,316	298,353,360	1,729,938,120	5,138,494,932	16,315,296,643	7,479,403,761	36,207,861,608
Unallocated liabilities								20,063,102,442
								56,270,964,050

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

37 TRANSACTIONS WITH RELATED PARTIES

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

	<u>Nine months period ended</u>		<u>Three months period ended</u>	
	<u>September 30,</u>	<u>September 30,</u>	<u>September 30,</u>	<u>September 30, 2025</u>
	<u>2026</u>	<u>2025</u>	<u>2026</u>	
	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>	<u>Unaudited</u>
	<u>----- Rupees -----</u>	<u>----- Rupees -----</u>	<u>----- Rupees -----</u>	<u>----- Rupees -----</u>
Major shareholder				
Government of Pakistan through Ministry of Commerce				
Dividend paid during the year	458,999,268	917,998,536	-	-
State Life Insurance Corporation of Pakistan				
Dividend paid during the year	219,696,603	439,393,206	-	-
Related parties by virtue of GoP's holdings				
Purchase of investment	12,981,418,350	6,091,596,950	4,828,701,750	1,543,536,900
National Investment Trust Limited				
Dividend received during the year	39,600,000	55,480,701	-	-
National Insurance Company Limited				
Premium due but unpaid	4,224,152,027	2,781,498,914	8,859,297,339	744,592,050
Insurance premium written during the period	22,317,292,152	19,821,053,138	7,478,933,356	13,874,670,174
Insurance commission paid	(964,551,015)	(801,139,412)	(352,955,253)	(634,048,625)
Insurance claims paid	(334,709,191)	(6,971,248,548)	(185,407,507)	(2,115,628,768)
Premium received/Claims payment	(15,054,496,445)	(1,856,641,944)	(5,612,180,407)	1,103,937,317
Balance at the end of period	10,187,687,528	12,973,522,148	10,187,687,528	12,973,522,148

The transactions with related parties are in the normal course of business at contracted rates and terms and conditions determined on commercial terms.

PAKISTAN REINSURANCE COMPANY LIMITED
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

38 EARNINGS PER SHARE - BASIC AND DILUTED

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

	September 30, 2026 Unaudited	September 30, 2025 Unaudited	September 30, 2026 Unaudited	September 30, 2025 Unaudited
Profit/(loss) after tax for the period	2,318,186,631	1,830,537,037	916,738,825	699,892,061
Weighted average number of ordinary shares (Number of shares)	900,000,000	900,000,000	900,000,000	900,000,000
Earning/(loss) per share - basic	2.58	2.03	1.02	0.78

39 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparison. Significant rearrangements for purposes of correct presentation, are as under:

Related party transactions with National Insurance Company Limited (Note #37)

Particulars	30th Sep 2025 – As previously reported	30th Sep 2025 (Comperative) - Rearranged	Difference
Premium due but unpaid	12,972,841,295	2,781,498,914	(10,191,342,381)
Insurance premium written during the period	19,087,859,398	19,821,053,138	733,193,740
Insurance commission paid	(801,139,412)	(801,139,412)	-
Insurance claims paid	(6,971,248,548)	(6,971,248,548)	-
Premium received/Claims payment	(11,314,790,585)	(1,856,641,944)	9,458,148,641
Balance at the end of period	12,973,522,148	12,973,522,148	-

40 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements have been authorized for issue on October 30, 2026 by the Board of Directors of the Company.

41 GENERAL

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


CFO


CEO


DIRECTOR

DIRECTOR


CHAIRMAN

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT SEPTEMBER 30, 2026

		Operator's Retakaful Fund		Participant's Retakaful fund	
		September 30, 2026 (Unaudited)	December 31, 2025 (Audited)	September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
	Note	-----Rupees-----			
ASSETS					
Investments	6	566,165,920	539,241,324	3,180,861,807	3,030,637,769
Other receivable	7	1,075,395	919,990	3,894,427	61,058,531
Takaful/retakaful receivables	8	-	-	1,314,051,037	573,316,942
Receivables from Participant's/Operator's					
Retakaful fund - net	9	225,692,862	196,127,095	-	-
Qard-e-hasna to Participant's Retakaful Fund		300,000,000	300,000,000	-	-
Retakaful recoveries against outstanding claims		-	-	300,035,439	204,388,782
Deferred wakala fee	10	-	-	231,105,714	153,137,884
Deferred commission expense	11	249,915,383	152,970,534	-	-
Prepayments	13	-	-	76,161,201	249,781,036
Bank balances	14	130,442	19,296,109	266,355,810	304,927,274
TOTAL ASSETS		<u>1,342,980,002</u>	<u>1,208,555,052</u>	<u>5,372,465,435</u>	<u>4,577,248,218</u>
FUND AND LIABILITIES					
FUNDS ATTRIBUTABLE TO:					
Operator's Retakaful Fund					
Statutory fund		600,000,000	600,000,000	-	-
Reserves	15	361,444,416	319,714,817	-	-
Total Operator's Funds		<u>961,444,416</u>	<u>919,714,817</u>	<u>-</u>	<u>-</u>
Participant's Retakaful Fund					
Seed money		-	-	1,000,000	1,000,000
Reserves	15	-	-	2,509,531,813	2,186,168,886
Balance of Participant's Takaful Fund		-	-	2,510,531,813	2,187,168,886
Qard-e-Hasna		-	-	300,000,000	300,000,000
		<u>-</u>	<u>-</u>	<u>2,810,531,813</u>	<u>2,487,168,886</u>
LIABILITIES					
Underwriting provisions					
Outstanding claims including IBNR	16	-	-	1,139,625,465	782,550,990
Unearned contribution reserves	17	-	-	1,155,528,568	765,689,419
Contribution deficiency reserve		-	-	13,947,000	13,947,000
		<u>-</u>	<u>-</u>	<u>2,309,101,033</u>	<u>1,562,187,409</u>
Unearned wakala fee	10	231,105,714	153,137,884	-	-
Takaful/retakaful payables	18	-	-	27,108,037	331,733,139
Payable to Participant/Operator's				-	-
Retakaful Fund - net		-	-	225,692,862	196,127,095
Taxation - provision less payment	19	24,274,199	9,288,151	-	-
Deferred tax liability	12	5,806,080	5,954,747	-	-
Other creditors and accruals	20	1,260,197	1,370,057	31,690	31,690
Payable to related party	21	119,089,396	119,089,396	-	-
TOTAL LIABILITIES		<u>381,535,586</u>	<u>288,840,235</u>	<u>2,561,933,622</u>	<u>2,090,079,332</u>
TOTAL EQUITY AND LIABILITIES		<u>1,342,980,002</u>	<u>1,208,555,052</u>	<u>5,372,465,435</u>	<u>4,577,248,218</u>
CONTINGENCIES AND COMMITMENTS	22				

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



Chairman

Director



Director



Chief Executive Officer



Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

		Nine months period ended		Three months period ended	
		September 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)	September 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)
		-----Rupees-----			
	Note				
Participant's Retakaful Fund					
Contributions earned	23	1,213,941,487	1,187,043,625	449,256,229	375,115,673
Less: contributions ceded to retrotakaful	23	(233,843,469)	(144,471,245)	(76,707,995)	(40,450,568)
Net contribution revenue		980,098,018	1,042,572,380	372,548,234	334,665,105
Net claims - reported/ settled - IBNR	24	(758,689,870)	(819,396,205)	(253,885,729)	(458,646,989)
Surplus / (Deficit) before investment income		221,408,148	223,176,175	118,662,505	(123,981,884)
Profit on bank deposit		20,475,717	79,434,084	8,705,778	8,729,846
Dividend income		240,113,944	105,301,999	5,575,567	5,409,004
Less: Modarib's share of dividend income and profit on bank deposit		(65,147,415)	(46,184,021)	(3,570,336)	(3,534,713)
		195,442,246	138,552,062	10,711,009	10,604,137
Surplus / (deficit) before taxation		416,850,394	361,728,237	129,373,514	(113,377,747)
Taxation	25	(72,012,147)	(37,431,931)	(2,969,041)	(2,542,805)
Surplus / (deficit) transferred to accumulated		344,838,247	324,296,306	126,404,473	(115,920,552)
Operator's Retakaful Fund					
Wakala fee income	23.1	303,485,372	296,760,906	112,314,058	93,778,918
Commission expense	26	(320,090,001)	(309,956,130)	(119,011,572)	(107,377,599)
General, administrative and management expenses	27	(19,531,289)	(14,942,861)	(9,228,322)	(4,608,024)
Cede money paid to participants' retakaful fund		(36,135,918)	(28,138,085)	(15,925,836)	(18,206,705)
Modarib's share of participant's investment income and profit on bank deposit		65,147,415	46,184,021	3,570,336	3,534,713
Dividend income		38,977,432	26,374,160	1,439,642	2,120,141
Profit on bank deposit		801,447	13,472,774	202,071	1,466,623
		104,926,294	86,030,955	5,212,049	7,121,477
Profit before taxation		68,790,376	57,892,870	(10,713,787)	(11,085,228)
Taxation		(26,828,247)	(22,578,219)	4,178,377	4,323,239
Profit after taxation		41,962,129	35,314,651	(6,535,410)	(6,761,989)

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



Chairman

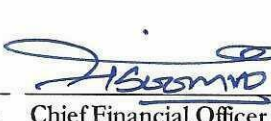
Director



Director



Chief Executive Officer



Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	<u>Nine months period ended</u>		<u>Three months period ended</u>	
	<u>September 30, 2026 (Unaudited)</u>	<u>September 30, 2025 (Unaudited)</u>	<u>September 30, 2026 (Unaudited)</u>	<u>September 30, 2025 (Unaudited)</u>
	Rupees			
Participant's Retakaful Fund				
Surplus for the period	344,838,247	324,296,306	126,404,473	(115,920,552)
Other comprehensive loss for the period				
Item that may be subsequently reclassified to profit or				
Unrealised (loss)/gain on 'available for sale' investments - net of tax	(21,475,320)	18,481,214	75,088,472	65,063,176
Total comprehensive income for the period	<u>323,362,927</u>	<u>342,777,520</u>	<u>201,492,945</u>	<u>(50,857,376)</u>
Operator's Retakaful Fund				
Profit after taxation	41,962,129	35,314,651	(6,535,411)	(6,761,989)
Other comprehensive loss for the period				
Item that may be subsequently reclassified to profit or				
Unrealised (loss)/gain on 'available for sale' investments - net of tax	(381,197)	(1,057,818)	12,890,747	10,450,694
Deferred tax impact	148,667	4,488,314	(5,027,391)	-
Total comprehensive income for the period	<u>41,729,599</u>	<u>38,745,147</u>	<u>1,327,945</u>	<u>3,688,705</u>

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



Chairman



Director



Chief Executive Officer



Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF CHANGES IN FUNDS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

Attributable to Operator's Retakaful Fund				
Statutory Fund	Reserves			Total
	Capital	Revenue		
	Unrealized gain / (loss) on available for sale investment	Unappropriated Profit	Total Reserves	
	Runes			

-----Rupees-----

Balance as at January 01, 2025 (Audited)	600,000,000	4,993,783	279,998,833	284,992,616	884,992,616
Increase in Statutory Fund	-	-	-	-	-
Total comprehensive income for the period	-	-	-	-	-
Profit for the year	-	-	35,314,651	35,314,651	35,314,651
Unrealized gain on available for sale investments-net of tax	-	-	-	-	-
	-	3,430,496	-	3,430,496	3,430,496
	-	3,430,496	35,314,651	38,745,147	38,745,147

Balance as at September 30, 2025 (Unaudited)	600,000,000	8,424,279	315,313,484	323,737,763	923,737,763
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Balance as at January 01, 2026 (Audited)	600,000,000	9,313,820	310,400,997	319,714,817	919,714,817
Profit for the period	-	-	41,962,129	41,962,129	41,962,129
Unrealized loss on available for sale investments-net of tax	-	(232,530)	-	(232,530)	(232,530)
	-	(232,530)	41,962,129	41,729,599	41,729,599

Balance as at September 30, 2026 (Unaudited)	600,000,000	9,081,290	352,363,126	361,444,416	961,444,416
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Attributable to Participant's Retakaful Fund				
Seed money	Reserves			Total
	Capital	Revenue		
	Unrealized (loss) on available for sale investment	Accumulated surplus	Total Reserves	

-----Rupees-----

Balance as at January 01, 2025 (Audited)	1,000,000	34,364,428	1,645,941,843	1,680,306,271	1,681,306,271
Total comprehensive income for the period	-	-	-	-	-
Surplus for the period	-	-	324,296,306	324,296,306	324,296,306
Unrealized gain on available for sale investments	-	18,481,214	-	18,481,214	18,481,214
	-	18,481,214	324,296,306	342,777,520	342,777,520

Balance as at September 30, 2025 (Unaudited)	1,000,000	52,845,642	1,970,238,149	2,023,083,791	2,024,083,791
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Balance as at January 01, 2026 (Audited)	1,000,000	107,591,895	2,078,576,991	2,186,168,886	2,187,168,886
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Surplus for the period	-	-	344,838,247	344,838,247	344,838,247
Unrealized loss on available for sale investments	-	(21,475,320)	-	(21,475,320)	(21,475,320)
	-	(21,475,320)	344,838,247	323,362,927	323,362,927

Balance as at September 30, 2026 (Unaudited)	1,000,000	86,116,575	2,423,415,238	2,509,531,813	2,510,531,813
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The annexed notes 1 to 33 form an integral part of these condensed interim financial statements.



Chairman

Director



Director



Chief Executive Officer

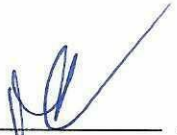
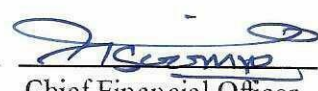


Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATION
CONDENSED INTERIM STATEMENT OF CASHFLOWS (UNAUDITED)
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

	Operator's Retakaful Fund		Participant's Retakaful Fund	
	Sep 30, 2026	Sep 30, 2025	Sep 30, 2026	Sep 30, 2025
-----Rupees-----				
Operating cash flow				
Retakaful activities				
Contribution received	-	-	1,166,531,913	1,215,441,839
Retro takaful contribution paid	-	-	(364,848,736)	(272,881,877)
Benefits paid	-	-	(662,578,973)	(545,014,116)
Benefits recoveries from retro takaful	-	-	165,316,921	90,164,244
Commission paid	(417,034,850)	(304,626,008)	-	-
Net cash (used in) / from retakaful activities	(417,034,850)	(304,626,008)	304,421,125	487,710,090
Other operating activities				
Income tax paid	(11,842,199)	(62,576,465)	-	-
Management expenses paid	(19,531,289)	(14,942,861)	-	-
Other operating receipts/(payments)	416,769,584	281,888,257	(431,882,893)	(329,518,366)
Net cash from/(used in) other operating activities	385,396,096	204,368,931	(431,882,893)	(329,518,366)
Total cash from/(used in) all operating activities	(31,638,753)	(100,257,077)	(127,461,768)	158,191,724
Investing activities				
Payment for investments made	(27,305,793)	(319,695,822)	(171,699,357)	(2,128,652,489)
Receipt of profit on bank deposits	801,447	13,472,774	20,475,717	79,434,084
Receipt of investment income	38,977,432	26,374,160	240,113,944	105,301,999
Total cashflow from investing activities	12,473,086	(279,848,888)	88,890,304	(1,943,916,406)
Financing activities				
Statutory fund	-	-	-	-
Total cash from financing activities	-	-	-	-
Net cash flow from/(used-in) all activities	(19,165,668)	(380,105,965)	(38,571,464)	(1,785,724,682)
Cash and cash equivalents at beginning of the period	19,296,109	402,529,946	304,927,274	1,914,448,854
Cash and cash equivalents at end of the period	130,441	22,423,982	266,355,810	128,724,172
Reconciliation to profit and loss				
Operating cash flows	(31,638,753)	(100,257,077)	(127,461,768)	158,191,723
Receipt of Profit on bank deposits	801,447	13,472,774	20,475,717	79,434,084
Receipt of Investment income	38,977,432	26,374,160	240,113,944	105,301,999
(Decrease)/increase in operating assets other than cash	126,666,021	27,538,268	683,564,643	85,139,509
(Increase)/decrease in operating liabilities	(77,709,303)	28,188,280	(399,842,142)	(66,339,079)
Change in tax rate				
Other adjustments:				
Income tax paid	11,693,532	62,576,465	-	-
Profit/(deficit) before taxation	68,790,377	57,892,870	416,850,394	361,728,236
Provision for taxation	(26,828,247)	(22,578,219)	(72,012,147)	(37,431,931)
Profit after taxation	41,962,130	35,314,651	344,838,246	324,296,305

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

			
Chairman	Director	Director	Chief Executive Officer
			Chief Financial Officer

PAKISTAN REINSURANCE COMPANY LIMITED - WINDOW RETAKAFUL OPERATIONS
NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS AND THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2026

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Pakistan Reinsurance Company Limited (the Company) is a public listed company incorporated in Pakistan on March 30, 2000 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). Pakistan Reinsurance Company Limited - Window Retakaful Operations (the Operator) is listed on Pakistan Stock Exchange and is engaged in general retakaful business which comprise of fire, marine, aviation, engineering and accident. The registered office of the Operator is situated at PRC Tower. 32-A. Lalazar Drive. Maulvi Tamizuddin Khan Road, Karachi. Pakistan.
- 1.2 The Operator has been authorized to undertake Window Retakaful Operations on September 26, 2018 by Securities and Exchange Commission of Pakistan (SECP) under Takaful Rules, 2012 to carry on General Window Retakaful Operations in Pakistan. For the purpose of carrying on the Retakaful business, the Operator has formed a Waqf (Participants' Retakaful Fund) on September 26, 2018 under the Waqf Deed with a Cede money of Rs. 1,000,000.
- 1.3 The Waqf Deed and Participant Retakaful Fund Policies (Waqf Rules) govern the relationship of Operator, Waqf and Participants for management of Retakaful operations, investment of Waqf and Operator's Fund as approved by the Shariah Advisor of the Operator. The accounts of the Waqf are maintained by the Operator in a manner that the assets and liabilities of Waqf remain separately identifiable. The financial statements of the Operator are prepared in such a manner that the financial position and results from the operations of Waqf and the Operator are shown separately.
- 1.4 During the period, Participant's Retakaful fund of Window Retakaful Operations incurred a surplus of Rs. 344,838,247 (Sep 2025: 324,296,305 surplus), resulting in accumulated surplus of Rs. 2,423,415,238 (Sep 2025: Rs. 1,970,238,148) as of the date of statement of financial position. Further, as of that date total assets Participant's Retakaful fund exceed its total liabilities by Rs. 2,510,531,813 (Sep 2025: Rs. 2,024,083,790).

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

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

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

2.2 These condensed interim financial statements do not include all the information and disclosures required for audited annual financial statements and should be read in conjunction with the annual financial statements of the Operator as at and for the year ended December 31, 2025 which have been prepared in accordance with accounting and reporting standards as applicable to insurance companies in Pakistan.

2.3 The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Operator for the year ended December 31, 2025, whereas the comparative condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows and condensed interim statement of changes in funds are extracted from the unaudited condensed interim financial statements for period ended Sep 30, 2025.

2.4 Basis of measurement

These condensed interim financial statements have been prepared on the historical cost basis except for certain investments that are stated at their fair value.

2.5 Functional and presentation currency

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

3 USE OF JUDGEMENTS AND ESTIMATES

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

4 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period

These are certain standards, interpretations and amendments to approved accounting standards which have been published and are mandatory for the company's accounting period beginning on or after January 01, 2026. These standards, interpretations and amendments are either not relevant to the company's operations or are not expected to have a significant effect on this condensed interim financial information except as disclosed in note 2.1.

Standards, interpretations of and amendments to published approved accounting standards that are not yet effective

The above amendments are not likely to have an impact on Company's condensed interim financial statements. In addition to above standards, there are certain new and amended standards, interpretations and amendments that are mandatory for accounting periods beginning on after 01 January 2026 but are considered not to be relevant to the Company's operations and therefore, are not detailed in these condensed interim financial statements.

5 INSURANCE AND FINANCIAL RISK MANAGEMENT

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

6 INVESTMENTS

Available for sale - Mutual Funds

	September 30, 2026					
	Operator's Fund			Participant Retakaful Fund		
	Total cost of Investment	Market value	Unrealized gain(loss)	Total cost of Investment	Market value	Unrealized gain/(loss)
	-----Rupees-----					
AL HAMRA ISLAMIC INCOME FUND	5,953,086	6,156,022	202,936	29,231,875	30,167,859	935,984
AL HAMRA ISLAMIC MONEY MARKET FUND	50,487,000	50,487,000	-	189,326,248	189,326,248	-
AL-AMEEN ISLAMIC SOVEREIGN FUND -Class-C	3,149,009	3,192,241	43,232	5,557,073	5,633,367	76,294
AL- AMEEN ISLAMIC CASH PLANE - 1 (AICP-1)	49,858,983	51,436,236	1,577,253	186,971,227	192,885,886	5,914,659
AL-AMEEN ISLAMIC Cash Fund (AICF)	56,339,685	57,879,349	1,539,664	372,190,923	382,289,160	10,098,237
NBP ISLAMIC MAHANA AMDANI FUND (FORMERLY:NBP AITEMAAD MAHANA AMDANI FUND)	6,027,355	6,143,731	116,376	29,595,892	30,107,691	511,799
ABL ISLAMIC INCOME FUND	5,843,549	5,886,216	42,667	28,695,061	28,840,476	145,415
ABL ISLAMIC Cash Fund	49,745,733	51,244,701	1,498,968	186,546,499	192,167,630	5,621,131
MEEZAN ROZANA AMDANI FUND - GROWTH-B	6,176,805	6,180,878	4,073	30,288,125	30,295,253	7,128
HBL ISLAMIC MOENY MARKET FUND	103,318,171	106,639,896	3,321,725	535,544,824	552,652,551	17,107,727
ALHAMRA CASH MANAGEMENT OPTIMIZER (ALHCMOP)	53,635,330	55,285,410	1,650,080	348,700,974	359,428,684	10,727,710
NBP ISLAMIC MONEY MARKET FUND (NICMM)	53,673,604	55,358,619	1,685,015	402,421,756	415,055,309	12,633,553
ABL ISLAMIC MONEY MARKET PLANE I (ABL-IMMP-I)	53,782,078	55,303,379	1,521,301	405,540,476	414,692,121	9,151,645
MEEZAN CASH FUND (MCF)	53,288,146	54,972,242	1,684,096	346,825,550	357,319,572	10,494,022
	551,278,534	566,165,920	14,887,386	3,097,436,502	3,180,861,807	83,425,305

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

Operator's Retakaful Fund		Participant's Retakaful Fund	
September 30, 2026 (Unaudited)	December 31, 2025 (Audited)	September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
-----Rupees-----			

7 OTHER RECEIVABLES

Loan to employee	983,757	777,000	-	-
Accrued markup on bank deposits	91,638	142,990	3,894,427	1,398,690
Receivable from Pakistan Reinsurance Company Limited	-	-	-	59,659,841
	1,075,395	919,990	3,894,427	61,058,531

Participant's Retakaful Fund	
September 30, 2026 (Unaudited)	December 31, 2025 (Audited)

Note

8 TAKAFUL/RETAKAFUL RECEIVABLES

Due from takaful participants holders

Amount due from other takaful operators		1,265,679,593	610,866,004
Amount due from other retakaful operators		85,920,506	-
		1,351,600,099	610,866,004
Less: provision for impairment	8.1	(37,549,062)	(37,549,062)
		1,314,051,037	573,316,942

8.1 Movement of provision for impairment

Opening balance		37,549,062	27,141,101
Provisions made during the period		-	10,407,961
Closing balance		37,549,062	37,549,062

		Operator's Retakaful Fund		Participant's Retakaful Fund	
		September 30, 2026 (Unaudited)	December 31, 2025 (Audited)	September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
Note		Rupees			
9	RECEIVABLE FROM PARTICIPANT'S RETAKAFUL FUND / (PAYABLE TO				
	Amount (payable) to / receivable from				
	Participant's Retakaful Fund Opening balance	9.1	196,127,095	159,393,278	(196,127,095) (159,393,278)
	Wakala fee	9.2	381,453,202	370,317,873	(381,453,202) (370,317,873)
	Modarib's share of participant's retakaful fund				
	investment income and bank profit	9.3	65,147,415	50,091,355	(65,147,415) (50,091,355)
	Bank charges payable		-	(14,331)	- 14,331
	Commission payable		(417,034,850)	(383,661,080)	417,034,850 383,661,080
			<u>225,692,862</u>	<u>196,127,095</u>	<u>(225,692,862)</u> <u>(196,127,095)</u>
9.1	The amount is payable by the Operator to Participant's Retakaful Fund related to contribution received by the Operator from takaful participants.				
9.2	It represents the amount receivable from Participant's Retakaful Fund related to wakala fee charged at 20% (2025: 20%) of gross contribution written amounted to Rs. 381,453,202 (2025: Rs. 370,317,873).				
9.3	It represents Mudarib fee receivable against managing the investments and funds of participants at the rate 25% of all investment income and profit on bank deposits.				
10	UNEARNED WAKALA FEE / DEFERRED WAKALA FEE				
	Facultative business	10.1	17,171,460	15,214,637	17,171,460 15,214,637
	Treaty		213,934,254	137,923,247	213,934,254 137,923,247
			<u>231,105,714</u>	<u>153,137,884</u>	<u>231,105,714</u> <u>153,137,884</u>
10.1	Facultative business				
	Fire		5,319,955	8,880,734	5,319,955 8,880,734
	Marine Cargo		23,546	91,788	23,546 91,788
	Marine Hull		2,940,497	262,584	2,940,497 262,584
	Accident		245,057	1,071,233	245,057 1,071,233
	Aviation		83,716	116,200	83,716 116,200
	Engineering		8,558,689	4,792,099	8,558,689 4,792,099
			<u>17,171,460</u>	<u>15,214,637</u>	<u>17,171,460</u> <u>15,214,637</u>
11	DEFERRED COMMISSION EXPENSE				
	Facultative business	11.1	5,517,686	3,752,013	- -
	Treaty		244,397,697	149,218,521	- -
			<u>249,915,383</u>	<u>152,970,534</u>	<u>-</u> <u>-</u>
11.1	Facultative business				
	Fire		2,475,368	3,247,141	- -
	Marine Cargo		6,878	38,926	- -
	Marine Hull		735,124	-	- -
	Accident		74,323	55,012	- -
	Aviation		13,162	-	- -
	Engineering		2,212,831	410,934	- -
			<u>5,517,686</u>	<u>3,752,013</u>	<u>-</u> <u>-</u>

		Operator's Retakaful Fund		Participant's Retakaful Fund	
		September 30, 2026 (Unaudited)	December 31, 2025 (Audited)	September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		-----Rupees-----			
12	DEFERRED TAX ASSET/(LIABILITY)	Note			
	Opening balance	5,954,747	3,192,746	-	-
	Deductible temporary differences on				
	Unrealized gain on available for sale investments			-	-
	Taxable temporary differences				
	Unrealized loss on available for sale investments	(148,667)	2,762,001	-	-
		5,806,080	5,954,747	-	-
13	PREPAYMENTS				
	Treaty business				
	Prepaid retakaful contribution ceded	-	-	76,161,201	249,781,036
14	BANK BALANCES				
	Cash at bank in:				
	Saving accounts	14.1 130,442	19,296,109	266,355,810	304,927,274
14.1	Profit sharing rate on modaraba account ranging from 9% to 11% (December 31 2025: 9% to 11 %) per annum.				
15	RESERVES				
	Revenue Reserves				
	Unappropriated profit / (loss)	352,363,126	310,400,997	2,423,415,238	2,078,576,991
	Capital Reserves				
	Unrealized (loss) /gain on available for sale reserve	9,081,290	9,313,820	86,116,575	107,591,895
		361,444,416	319,714,817	2,509,531,813	2,186,168,886
				Participant's Retakaful Fund	
				September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
				-----Rupees-----	
16	OUTSTANDING CLAIMS INCLUDING IBNR	Note			
	Facultative business	16.1		401,338,357	227,374,031
	Treaty			738,287,108	555,176,959
				1,139,625,465	782,550,990
16.1	Facultative business				
	Fire			133,418,966	83,256,615
	Marine cargo			725,606	725,606
	Marine hull			3,300,000	-
	Accident			20,378,842	16,763,884
	Engineering			243,514,943	126,627,926
				401,338,357	227,374,031

		Participant's Retakaful Fund	
		September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees	
17	UNEARNED CONTRIBUTION RESERVES	Note	
	Facultative business	17.1	85,857,300
	Treaty		76,073,186
			1,069,671,268
			689,616,233
			1,155,528,568
			765,689,419
17.1	Facultative business		
	Fire		26,599,774
	Marine cargo		44,403,669
	Marine hull		117,729
	Accident		458,940
	Aviation		14,702,486
	Engineering		1,312,918
			1,225,284
			5,356,163
			418,581
			580,999
			42,793,446
			23,960,497
			85,857,300
			76,073,186
18	TAKAFUL/RETAKAFUL PAYABLES		
	Amount due to other takaful operators		24,289,945
	Amount due to other retakaful operators		31,332,290
			2,818,092
			300,400,849
			27,108,037
			331,733,139
		Operator's Retakaful Fund	Participant's Retakaful Fund
		September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		September 30, 2026 (Unaudited)	December 31, 2025 (Audited)
19	TAXATION- PROVISION LESS PAYMENT	Note	Rupees
	Balance at beginning of the period/year	(9,288,151)	(54,123,862)
	Income tax deducted at source on dividend income	11,671,639	8,252,041
	Income tax deducted at source on bank profit	170,560	1,897,257
	Payment of income tax	-	-
	Provision for current tax	(26,828,247)	(19,437,450)
	Payable to Pakistan Reinsurance Company Limited	-	54,123,865
	Balance at end of the period/year	(24,274,199)	(9,288,149)
20	OTHER CREDITORS AND ACCRUALS		
	Employee professional tax payable	-	-
	Sindh sales tax payable	344,507	39,767
	General sales tax payable	162	162
	Income tax deducted at source	90,168	90,168
	Audit fee payable	825,360	1,147,860
	Accrued expenses	-	92,100
	Miscellaneous creditors	-	-
		1,260,197	1,370,057
		31,690	31,690
21	PAYABLE TO RELATED PARTY		
	Pakistan Reinsurance Company Limited	21.1	119,089,396
			119,089,396
			-
			-
21.1	Payable in respect of		
	Receipt from cedent	-	-
	Income tax	118,382,637	118,382,637
	Salaries	163,608	163,608
	Sindh sales tax payable	543,151	543,151
		119,089,396	119,089,396
		-	-
22	CONTINGENCIES AND COMMITMENTS		
22.1	The Operator was served with a notice by Sindh Revenue Board (SRB) in 2016 for non filing of sales tax returns and raised sales tax liability via same notice on conventional reinsurance services provided by the Operator. Company has contested the notice and the case is pending with the Honorable High Court of Sindh. In case of unfavorable outcome of the said matter, the charge to profit or loss would to Rs. 286.09 million pertaining to nine months period ended September 30, 2026 (2025: Rs. 277.738 millions) on retakaful operations excluding any additional penalty or default surcharge.		
22.2	There are no commitments as at September 30, 2026 (December 31 2025: Nil).		

		Nine months period ended		Three months period ended	
		September 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)	September 30, 2026 (Unaudited)	September 30, 2025 (Unaudited)
23	NET CONTRIBUTION REVENUE	Note -----Rupees-----			
	Written gross contribution	28 1,907,266,008	1,461,196,144	968,429,691	691,650,097
	Wakala fee expense	23.1 (303,485,372)	(296,760,906)	(112,314,058)	(93,778,918)
		1,603,780,636	1,164,435,238	856,115,633	597,871,179
	Add: unearned contribution reserve opening	28 765,689,419	876,483,028	748,669,164	631,119,135
	Less: unearned contribution reserve closing	(1,155,528,568)	(853,874,641)	(1,155,528,568)	(853,874,641)
	Contribution earned	1,213,941,487	1,187,043,625	449,256,229	375,115,673
	Retakaful contribution ceded	60,223,634	45,469,483	50,899,006	2,732,536
	Add: prepaid retakaful contribution opening	28 249,781,036	148,038,177	101,970,190	86,754,447
	Less: prepaid retakaful contribution closing	28 (76,161,201)	(49,036,415)	(76,161,201)	(49,036,415)
	Retakaful expense	233,843,469	144,471,245	76,707,995	40,450,568
		980,098,018	1,042,572,380	372,548,234	334,665,105
23.1	WAKALA FEE/EXPENSE				
	Gross wakala fee	381,453,202	292,239,229	193,685,939	138,330,019
	Add: unearned Wakala fee opening	153,137,884	175,296,606	149,733,833	126,223,827
	Less: unearned Wakala fee closing	(231,105,714)	(170,774,928)	(120,774,928)	(170,774,928)
		23.1.1 303,485,372	296,760,906	112,314,058	93,778,918
23.1.1	This represents expense for Participants Retakaful Fund and revenue for Operator's Retakaful Fund. The Operator manages the Window Retakaful Operations for the participants and charges 20% of the gross contribution written as wakala fee against the services.				
24	NET CLAIMS - REPORTED / SETTLED - IBNR				
	Benefits/claims paid	662,578,973	545,014,116	307,111,672	193,437,245
	Add: outstanding benefits / claims including IBNR - closing	1,139,625,465	917,889,230	1,139,625,465	917,889,230
	Less: outstanding benefits/claims including IBNR - opening	(782,550,990)	(597,880,348)	(1,159,560,636)	(620,923,951)
	Claims expense	1,019,653,448	865,022,998	287,176,501	490,402,524
	Retakaful and other recoveries received	165,316,921	90,164,244	141,250,273	-
	Add: retakaful and other recoveries received- closing	300,035,439	162,957,639	300,035,439	162,957,639
	Less: retakaful and other recoveries received- opening	(204,388,782)	(207,495,090)	(407,994,940)	(131,202,104)
	Retakaful and other recoveries revenue	260,963,578	45,626,793	33,290,772	31,755,535
	Net claims expenses	758,689,870	819,396,205	253,885,729	458,646,989
25	TAXATION PARTICIPANT RETAKAFUL FUND				
	Current tax-deducted at source	(72,012,147)	(37,431,931)	(2,969,041)	(2,542,805)
		(72,012,147)	(37,431,931)	(2,969,041)	(2,542,805)
26	COMMISSION EXPENSE				
	Commission paid or payable	417,034,850	304,626,008	214,979,425	141,495,541
	Add: deferred commission expense opening	28 152,970,534	184,582,059	153,947,530	145,133,995
	Less: deferred commission expense closing	(249,915,383)	(179,251,937)	(249,915,383)	(179,251,937)
		320,090,001	309,956,130	119,011,572	107,377,599
27	GENERAL, ADMINISTRATIVE AND				
	Salaries, allowance and other benefits	15,717,392	9,763,088	8,118,467	2,594,841
	Shariah advisor fee	2,250,000	2,250,000	750,000	750,000
	Auditor's remuneration	437,500	410,400	-	-
	Others	1,126,397	2,519,373	359,855	1,263,183
		19,531,289	14,942,861	9,228,322	4,608,024

PARTICIPANT'S RETAKAFUL FUND

	Nine months ended September 30, 2026				
	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
	-----Rupees-----				
Gross written contribution	120,444,171	30,620,944	3,709,254	1,752,491,639	1,907,266,008
Unearned contribution-opening	68,364,166	1,771,858	5,937,162	689,616,233	765,689,419
Unearned contribution-closing	(69,393,220)	(14,820,215)	(1,643,865)	(1,069,671,268)	(1,155,528,568)
Contribution earned	119,415,117	17,572,587	8,002,551	1,372,436,604	1,517,426,859
Retakaful-Ceded	-	-	-	60,223,634	60,223,634
Prepaid retakaful-opening	-	-	-	249,781,036	249,781,036
Prepaid retakaful-closing	-	-	-	(76,161,201)	(76,161,201)
Retakaful expenses	-	-	-	233,843,469	233,843,469
Net contribution	119,415,117	17,572,587	8,002,551	1,138,593,135	1,283,583,390
Rebate	-	-	-	-	-
Net underwriting income (A)	119,415,117	17,572,587	8,002,551	1,138,593,135	1,283,583,390
Benefits paid	56,392,482	-	88,252	606,098,239	662,578,973
Outstanding benefits/claims-opening	(209,884,541)	(725,606)	(16,763,884)	(555,176,959)	(782,550,990)
Outstanding benefits/claims-closing	376,933,909	4,025,606	20,378,842	738,287,108	1,139,625,465
Claims expenses	223,441,850	3,300,000	3,703,210	789,208,388	1,019,653,448
Retakaful recoveries received	-	-	-	165,316,921	165,316,921
Retakaful recoveries against outstanding claims-opening	(63,414,500)	-	-	(140,974,282)	(204,388,782)
Retakaful recoveries against outstanding claims-closing	92,160,000	-	-	207,875,439	300,035,439
Retakaful recoveries revenue	28,745,500	-	-	232,218,078	260,963,578
Net benefit expenses	194,696,350	3,300,000	3,703,210	556,990,310	758,689,870
Wakala fee	23,883,023	3,514,517	1,600,510	274,487,321	303,485,372
Management expense	-	-	-	-	-
Contribution deficiency expense	-	-	-	-	-
Net benefits and expenses (B)	218,579,373	6,814,517	5,303,720	831,477,631	1,062,175,242
Underwriting results (C=A-B)	(99,164,256)	10,758,070	2,698,831	307,115,504	221,408,148
Profit on bank deposits					20,475,717
Investment income					240,113,944
Modarib share of PTF investment income and bank profit					(65,147,415)
Profit before tax					416,850,394
Segment Assets	106,038,644	2,964,043	328,773	497,970,894	607,302,354
Unallocated Assets					4,765,163,081
					5,372,465,435
Segment Liabilities	446,327,129	18,845,821	22,022,707	1,807,958,376	2,295,154,033
Unallocated Liabilities					266,779,589
					2,561,933,622
OPERATOR'S RETAKAFUL FUND					
Wakala fee	23,883,023	3,514,517	1,600,510	274,487,321	303,485,372
Commission	(7,276,351)	(824,630)	(129,719)	(311,848,800)	(320,079,500)
Management expenses	(1,537,030)	(226,182)	(103,003)	(17,665,073)	(19,531,289)
Segment Results	15,069,642	2,463,705	1,367,788	(55,026,552)	(36,125,417)
Profit on bank deposits					801,447
Investment income					38,977,432
Modarib share of PTF investment income and bank profit					65,147,415
Profit before tax					68,800,877
Segment Assets	4,688,199	742,002	74,323	244,397,697	249,902,221
Unallocated Assets					1,093,077,781
					1,342,980,002
Segment Liabilities	13,878,644	2,964,043	328,773	213,934,254	231,105,714
Unallocated Liabilities					150,429,872
					381,535,586

PARTICIPANT'S RETAKAFUL FUND

Nine months ended September 30, 2025					
	Fire and property damage	Marine	Miscellaneous	Treaty	TOTAL
-----Rupees-----					
Gross written contribution	91,283,734	5,533,782	12,277,801	1,352,100,827	1,461,196,144
Unearned contribution-opening	60,222,382	836,556	3,299,438	812,124,652	876,483,028
Unearned contribution-closing	(50,577,740)	(2,684,055)	(8,358,856)	(792,253,990)	(853,874,641)
Contribution Earned	100,928,376	3,686,283	7,218,383	1,371,971,489	1,483,804,531
Retakaful-ceded	-	-	-	45,469,483	45,469,483
Prepaid Retakaful-opening	-	-	-	148,038,177	148,038,177
Prepaid Retakaful-closing	-	-	-	(49,036,415)	(49,036,415)
Retakaful Expenses	-	-	-	144,471,245	144,471,245
Net contribution	100,928,376	3,686,283	7,218,383	1,227,500,244	1,339,333,286
Rebate	-	-	-	-	-
Net underwriting income (A)	100,928,376	3,686,283	7,218,383	1,227,500,244	1,339,333,286
Benefits/claims paid	69,863,036	-	637	475,150,443	545,014,116
Outstanding benefits/claims-opening	(207,946,612)	(231,606)	(11,832,974)	(377,869,156)	(597,880,348)
Outstanding benefits/claims-closing	198,422,977	231,606	11,286,339	707,948,308	917,889,230
Claims expenses	60,339,401	-	(545,998)	805,229,595	865,022,998
Retakaful recoveries received	-	-	-	90,164,244	90,164,244
Retakaful recoveries against outstanding claims-opening	(46,843,750)	-	-	(160,651,340)	(207,495,090)
Retakaful recoveries against outstanding claims-closing	63,414,500	-	-	99,543,139	162,957,639
Benefits recovered from retro takaful	16,570,750	-	-	29,056,043	45,626,793
Net benefit expenses	43,768,651	-	(545,998)	776,173,552	819,396,205
Wakala Fee	20,185,675	737,257	1,443,677	274,394,298	296,760,907
Contribution deficiency expense	-	-	-	-	-
Net benefits and expenses (B)	63,954,326	737,257	897,679	1,050,567,850	1,116,157,112
Underwriting results (C=A-B)	36,974,050	2,949,026	6,320,704	176,932,394	223,176,174
Profit on bank deposits					79,434,084
Investment income					105,301,999
Modarib share of PTF investment income and bank profit					(46,184,021)
Profit before tax					361,728,236
Segment assets	73,530,048	536,811	1,671,771	307,030,352	382,768,982
Unallocated assets					3,931,346,751
					4,314,115,733
Segment liabilities	249,000,717	2,915,661	19,645,195	1,500,202,298	1,771,763,871
Unallocated liabilities					218,268,072
					1,990,031,943
OPERATOR'S RETAKAFUL FUND					
Wakala Fee	20,185,675	737,257	1,443,677	274,394,298	296,760,907
Commission	(4,052,009)	(54,260)	(151,929)	(305,697,932)	(309,956,130)
Management Expenses	(1,016,413)	(37,123)	(72,694)	(13,816,631)	(14,942,861)
Segment Results	15,117,253	645,874	1,219,054	(45,120,265)	(28,138,084)
Profit on bank deposits					13,472,774
Investment income					26,374,160
Modarib share of PTF investment income and bank profit					46,184,021
Deficit before tax					57,892,871
Segment Assets	2,100,558	1,453	24,950	177,124,976	179,251,937
Unallocated Assets					1,049,123,898
					1,228,375,835
Segment Liabilities	10,115,548	536,811	1,671,771	158,450,798	170,774,928
Unallocated Liabilities					133,863,143
					304,638,071

29 FAIR VALUE MEASUREMENT

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.

PARTICIPANT'S RETAKAFUL FUND

September 30, 2026 (Un-audited)

Open end mutual funds

OPERATOR'S RETAKAFUL FUND

September 30, 2026 (Un-audited)

Open end mutual funds

PARTICIPANT'S RETAKAFUL FUND

December 31, 2025 (Audited)

Open end mutual funds

OPERATOR'S RETAKAFUL FUND

December 31, 2025 (Audited)

Open end mutual funds

Fair value measurement using			
Level 1	Level 2	Level 3	Total
Rupees			
3,180,861,807	-	-	3,180,861,807
566,165,920	-	-	566,165,920
3,030,637,769	-	-	3,030,637,769
539,241,324	-	-	539,241,324

30 SUBSEQUENT NON ADJUSTING EVENTS

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

31 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified as explained below.

Particulars	Note	Sep 2025 – As previously reported	Reclassification of wakala fee	Sep 2025 – Net of Wakala fees
Net Contribution Revenue	23	1,339,333,286	(296,760,906)	1,042,572,380
Wakala Fee – separately presented	23.1	296,760,906	(296,760,906)	

32 DATE OF AUTHORIZATION FOR ISSUE

These condensed interim financial statements were authorized for issue on October 30, 2026 by the Board of Directors of the Operator.

33 GENERAL

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


 Chairman


 Director


 Director


 Chief Executive Officer


 Chief Financial Officer