



# AS CE ND

Report  
(Un-audited)  
Three Months  
Ended  
31 March 2026



# ASCEND WITH EXCELLENCE

Excellence is defined by every step forward as we continue to Ascend.

Shaped by milestones, tested by challenges and strengthened through experience. Like the steady climb of a mountain, every elevation demands adaptation and rewards those who rise with purpose.

Ascend reflects our commitment to support evolving aspirations and ambitions. With clarity of direction, progress becomes meaningful, guiding the journey toward enduring value.

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## Company Information

### Chairman

Rafique R. Bhimjee

### Vice Chairman

Taher G. Sachak

### Managing Director & Chief Executive

Mohammed Ali Ahmed

### Directors

Saifuddin N. Zoomkawala  
Hasanali Abdullah  
Rukhsana Shah  
Daanish Bhimjee  
Ruhail Muhammad  
Ahsen Ahmed  
Syed Saad Salman  
Asad Nasir

### Chief Financial Officer

Syed Shahid Abbas, FCA

### Company Secretary

Hasan Jivani, ACCA

### Compliance Officer

Reema Shaikh, ACA

### Head of Internal Auditor

Mohammad Abbas, FCA

### Appointed Actuary

Usama Dangra, FSA, CERA

### Executive Advisor

Omer Morshed, FCA, FPSA, FIA

### Shariah Advisor

Mufti Muhammad Ibrahim Essa

### Legal Advisor

Khurram Rashid, Barrister

### Auditors

KPMG Taseer Hadi & Co.  
Chartered Accountants, Karachi

### Rating

Rating Agency: VIS  
Credit Rating Company Limited  
Insurer Financial Strength Rating: AA++  
Outlook: Stable  
Management Quality Rating (MQR): AM1(p)

### Registrar

CDC Share Registrar Services Ltd.,  
99-B, Block B, S.M.C.H.S,  
Main Shahra-e-Faisal,  
Karachi 74400 - Pakistan  
(92-21) 111-111-500

### Website:

www.efulife.com

### Registered Office

Kamran Centre, 4th Floor,  
Plot No. 85, East Jinnah Avenue,  
Blue Area, Islamabad.

### Head Office

EFU Life House, Plot No.112,  
8th East Street,  
Phase 1, DHA, Karachi.

# ممبران کو ڈائریکٹرز کی رپورٹ (۳۱ مارچ ۲۰۲۶ء)

آپ کی کمپنی کے ڈائریکٹرز، سال ۲۰۲۶ء کی پہلی سہ ماہی جو ۳۱ مارچ ۲۰۲۶ء کو اختتام پذیر ہوئی، کمپنی کے (غیر آڈٹ شدہ) مالیاتی گوشواروں کی مختصر مگر جامع عبوری معلومات کے ساتھ، پہلی سہ ماہی رپورٹ پیش کرنے میں مسرت محسوس کرتے ہیں۔

آپ کی کمپنی کی مجموعی پریمیئم آمدنی ۲۰۲۶ء کی پہلی سہ ماہی کے دوران 15.69 بلین روپے (۲۰۲۵ء: 13.93 بلین روپے) جس سے 12.7 فیصد کا اضافہ ہوا۔ نئی انفرادی لائف ریگولر پریمیئم (بشمول ہنگافل کنٹری بیوشن) آمدنی 1.33 بلین روپے (۲۰۲۵ء: 1.27 بلین روپے) جس سے 4.9 فیصد کا اضافہ ہوا۔ تجدیدی پریمیئم 6.55 بلین روپے رہا (۲۰۲۵ء: 6.64 بلین روپے)۔ تجدیدی پریمیئم کی شمولیت کے ساتھ مجموعی انفرادی لائف ریگولر پریمیئم 7.89 بلین روپے رہا (۲۰۲۵ء: 7.91 بلین روپے)۔ سنگل پریمیئم کا کاروبار 1.11 بلین روپے رہا (۲۰۲۵ء: 0.43 بلین روپے) جس سے 158.1 فیصد کا اضافہ حاصل ہوا۔ کارپوریٹ نیٹ فٹس لائف بزنس میں 56.5 فیصد تک اضافہ ہوا اور یہ 3.94 بلین روپے رہا (۲۰۲۵ء: 2.52 بلین روپے)۔ سہ ماہی مدت کے دوران مجموعی ہیلتھ پریمیئم (انفرادی و کارپوریٹ) 2.89 بلین روپے رہا (۲۰۲۵ء: 3.27 بلین روپے)۔

آپ کی کمپنی کا مجموعی فیملی ہنگافل کنٹری بیوشن (بشمول ہیلتھ) 3.26 بلین روپے رہا (۲۰۲۵ء: 2.88 بلین روپے) تھا اور اس طرح 13.2 فیصد کی گروتھ حاصل ہوئی۔ اس میں سے 2.66 بلین روپے (۲۰۲۵ء: 2.25 بلین روپے) انفرادی فیملی ہنگافل بزنس سے حاصل کیے گئے (18.5 فیصد کی گروتھ) جبکہ 328 ملین روپے (۲۰۲۵ء: 266 ملین روپے) کارپوریٹ فیملی ہنگافل جبکہ 266 ملین روپے (۲۰۲۵ء: 364 ملین روپے) ہنگافل ہیلتھ بزنس سے حاصل ہوئے۔

آپ کی کمپنی نے 658 ملین روپے کا منافع قبل از ٹیکس حاصل کیا (۲۰۲۵ء: 959 ملین روپے) جبکہ بعد از ٹیکس منافع 395 ملین روپے رہا (۲۰۲۵ء: 639 ملین روپے)۔ منافع میں اس کی کی بنیادی وجہ جاری جغرافیائی و سیاسی صورتحال کے باعث سرمایہ کاری آمدنی پر پڑنے والے اثرات تھے۔ کمپنی کو توقع ہے کہ صورتحال کے مستحکم ہونے پر سرمایہ کاری آمدنی میں بہتری اور بحالی آئے گی۔ فی شیئر آمدنی 3.76 روپے رہی (۲۰۲۵ء: 6.16 روپے)۔

## عبوری منافع منقسمہ

ڈائریکٹرز ہمسرت 1.50 روپے فی شیئر یعنی 15 فیصد کے عبوری منافع منقسمہ کا اعلان کر رہے ہیں۔

## آؤٹ لک

خطے میں جغرافیائی و سیاسی عدم استحکام نے نقلی مدت میں مالیاتی منڈیوں میں اتار چڑھاؤ پیدا کیا ہے۔ طویل المدتی عدم استحکام کے باعث اجناس کی قیمتوں میں اضافے کے نتیجے میں مہنگائی کے دباؤ میں اضافہ متوقع ہے، جو پالیسی ہولڈرز کے رویے کو متاثر کر سکتا ہے اور نئے کاروبار اور تجدیدی توقعات میں کمی کا سبب بن سکتا ہے۔

جیسے ہی جغرافیائی و سیاسی صورتحال مستحکم ہوگی، کمپنی کو اپنے سرمایہ کاری پورٹ فولیو کی کارکردگی میں بہتری کی توقع ہے، جس نے درمیانی اور طویل مدت میں مارکیٹ کے مطابق مسابقتی منافع فراہم کیا ہے۔ آپ کی کمپنی پاکستان میں لائف اور ہیلتھ انشورنس انڈسٹری کی ترقی کے حوالے سے پُر اعتماد ہے اور صارفین پر مبنی حل، ڈیجیٹل جدت اور مضبوط ڈسٹری بیوشن چینلز کے ذریعے غیر ہمہ شدہ بڑی آبادی سے فائدہ اٹھانے کیلئے موثر پوزیشن میں ہے۔ ہنگافل آپریٹرز میں بھی مضبوط ترقی جاری رہنے کی توقع ہے، جو شریعہ کے مطابق مالیاتی حل کی بڑھتی ہوئی طلب سے تقویت پائے گی۔ کمپنی اپنی اسٹریٹجک ترجیحات کے نفاذ اور اسٹیک ہولڈرز کے لئے پائیدار ترقی اور قدر کی فراہمی کے لئے پُر عزم ہے۔

## اظہار تشکر

ہم اپنے معزز صارفین کا ان کی مستقل سرپرستی اور سیکورٹیز ریٹری اینڈ ایگزیکیوٹو کمیشن آف پاکستان کا ان کی رہنمائی اور ہمارے مرکزی ری انشوررز، رہین اورری اور میونخ ری کا ان کی معاونت کیلئے شکریہ ادا کرتے ہیں۔ آپ کے ڈائریکٹرز اس موقع پر مینجمنٹ ٹیم اور تنظیم کے تمام اراکین کے لیے دل سے خراج تحسین پیش کرتے ہیں، جنہوں نے کمپنی کی ڈیولپمنٹ، فروغ اور مسلسل کامیابی میں اپنا بھرپور کردار ادا کیا۔

## Director's Review, 31 March 2026

The Directors of your Company are pleased to present the Condensed Interim Financial Statements (Un-audited) for the first quarter ended 31 March 2026.

Your Company's gross premium income was Rs. 15.69 billion during the three months of 2026 (2025: Rs. 13.93 billion), an increase of 12.7%. New individual life regular premium (including Takaful contribution) income was Rs. 1.33 billion (2025: Rs. 1.27 billion), increasing by 4.9%. Renewal premium was Rs. 6.55 billion (2025: Rs. 6.64 billion). Inclusive of renewal premium, the total individual life regular premium was Rs. 7.89 billion (2025: Rs. 7.91 billion). Single premium business was Rs. 1.11 billion (2025: Rs. 0.43 billion), an increase of 158.1%. Corporate Benefits Life business increased by 56.5% and was Rs. 3.94 billion (2025: Rs 2.52 billion). For the three-month period, the total health premium (Individual and Corporate) was Rs. 2.89 billion (2025: Rs 3.27 billion).

Your Company's total Family Takaful contribution (including health) was Rs 3.26 billion (2025: Rs. 2.88 billion), a growth of 13.2%. Out of this, Rs. 2.66 billion (2025: Rs. 2.25 billion) was from Individual Family Takaful business (a growth of 18.5%), Rs. 328 million (2025: Rs. 266 million) was from Corporate Family Takaful and Rs. 266 million (2025: Rs. 364 million) was from Takaful Health business.

Your Company had a Profit Before Tax of Rs 658 million (2025: Rs. 959 million). Profit After Tax stands at Rs. 395 million (2025: Rs. 639 million). The decline in profitability is largely driven by the impact on investment income due to the ongoing geopolitical situation. The Company expects a reversal and improvement in investment income as the situation stabilizes. The Earnings per share is Rs. 3.76 (2025: Rs. 6.16).

### Interim Dividend

The Directors have pleasure in declaring an Interim Dividend of Rs. 1.50 per share. i.e. 15%.

### Outlook

Geopolitical instability in the region has created volatility in the financial markets in the short term. Prolonged instability will likely create inflationary pressures due to rising commodity prices which are expected to affect policyholder behavior, potentially moderating new business and renewal expectations.

As the geopolitical situation stabilizes, the Company foresees improvement in the performance of the investment portfolio, which over the medium to long term has provided market competitive returns. Your Company is confident about the growth of the life and health insurance industry in Pakistan and is well-positioned to capitalize on a large uninsured population through customer-focused solutions, digital innovation, and strengthened distribution channels. Takaful operations are also expected to sustain strong growth, driven by increasing demand for Shariah-compliant financial solutions. The Company remains committed to executing its strategic priorities and delivering sustainable growth and value to stakeholders.

### Acknowledgement

We would like to thank our valued customers for their continued patronage and to the Securities and Exchange Commission of Pakistan for their guidance, and our main reinsurers, Hannover Re, and Munich Re for their support. Your Directors would also like to place on record their deep appreciation for the management team and all members of the organization who have contributed to the development, growth, and continued success of the Company.

MOHAMMED ALI AHMED Managing Director & Chief Executive	SAIFUDDIN N. ZOOMKAWALA Director	TAHER G. SACHAK Vice Chairman	RAFIQUE R. BHIMJEE Chairman
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Karachi 23 April, 2026

کراچی: ۲۳ اپریل ۲۰۲۶ء

## Condensed Interim Statement of Financial Position as at 31 March 2026 (Unaudited)

	Note	31 March 2026 Unaudited	31 December 2025 Audited
(Rupees in '000)			
<b>Assets</b>			
Property and equipment	6	3,003,125	3,028,210
Right of use assets	7	943,263	976,977
Intangible assets	8	226,096	259,335
Investment in associate	9	142,759	152,349
Investments			
Equity securities	10	57,013,283	67,874,910
Government securities	11	187,306,116	184,017,968
Debt securities	12	7,176,226	7,157,202
Term deposits	13	2,016,958	3,366,729
Mutual funds	14	12,952,780	14,285,039
Insurance / reinsurance receivables	15	3,052,410	3,084,522
Other loans and receivables		7,865,756	5,852,036
Taxation - payments less provision		1,689,819	1,941,302
Prepayments		292,914	147,014
Cash and bank	16	4,373,024	5,868,670
<b>Total Assets</b>		<b>288,054,528</b>	<b>298,012,263</b>
<b>Equity and Liabilities</b>			
Authorized share capital [150,000,000 ordinary shares (2025: 150,000,000) of Rs.10 each]		1,500,000	1,500,000
Ordinary share capital [105,000,000 ordinary shares (2025: 105,000,000) of Rs.10 each]		1,050,000	1,050,000
Share premium		636,323	636,323
Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)	17	4,575,974	4,513,637
General reserves		2,615,000	2,720,000
Surplus on revaluation of available for sale investments - net of tax		171,454	199,668
Unappropriated profit		334,952	999,997
<b>Total Equity</b>		<b>9,383,703</b>	<b>10,119,625</b>
<b>Liabilities</b>			
Insurance liabilities	18	267,529,134	277,695,035
Deferred taxation		2,063,718	2,240,437
Premium received in advance		2,048,875	2,375,075
Insurance / reinsurance payables		620,685	525,641
Lease liabilities		1,138,019	1,131,535
Other creditors and accruals		5,270,394	3,924,915
		11,141,691	10,197,603
<b>Total Liabilities</b>		<b>278,670,825</b>	<b>287,892,638</b>
<b>Total Equity and Liabilities</b>		<b>288,054,528</b>	<b>298,012,263</b>
Contingencies and commitments	19		

The annexed notes 1 to 37 form an integral part of these financial statements.

MOHAMMED ALI AHMED    SYED SHAHID ABBAS    SAIFUDDIN N. ZOOMKAWALA    TAHER G. SACHAK    RAFIQUE R. BHIMJEE  
 Managing Director &    Chief Financial    Director    Vice Chairman    Chairman  
 Chief Executive    Officer

Karachi 23 April, 2026

## Condensed Interim Statement of Profit and Loss Account for the three months period ended 31 March 2026 (Unaudited)

	Note	Aggregate Three months period ended 31 March	
		2026	2025 Restated
(Rupees in '000)			
Premium / contribution revenue		15,689,961	13,927,940
Premium / contribution ceded to reinsurers		(1,103,250)	(1,410,071)
<b>Net premium / contribution revenue</b>	20	<b>14,586,711</b>	<b>12,517,869</b>
Investment income	21	6,386,523	8,012,755
Net realised fair value (loss) / gain on financial assets	22	(96,210)	26,665
Net unrealised fair value (loss) on financial assets at fair value through profit or loss	23	(13,603,833)	(992,867)
Other income	24	34,463	30,702
		(7,279,057)	7,077,255
<b>Net income</b>		<b>7,307,654</b>	<b>19,595,124</b>
Insurance benefits		13,985,120	12,878,466
Recoveries from reinsurers		(801,260)	(728,529)
Claims related expenses		2,463	1,772
<b>Net Insurance benefits</b>	25	<b>13,186,323</b>	<b>12,151,709</b>
Net change in insurance liabilities (other than outstanding claims)		(10,610,321)	2,857,644
Acquisition expenses	26	2,799,913	2,523,949
Marketing and administration expenses	27	1,185,366	1,051,135
Worker's welfare fund		21,515	22,723
Other expenses	28	20,477	8,320
<b>Total Expenses</b>		<b>(6,583,050)</b>	<b>6,463,771</b>
Finance cost	29	37,346	20,456
<b>Results of operating activities</b>		<b>667,035</b>	<b>959,188</b>
Share of loss from associate		(9,590)	-
<b>Profit before tax (Refer note below)</b>		<b>657,445</b>	<b>959,188</b>
Income tax expense	30	(262,653)	(320,298)
<b>Profit after tax for the period</b>		<b>394,792</b>	<b>638,890</b>
<b>Earnings per share - Rupees</b>		<b>3.76</b>	<b>6.16</b>

The annexed notes 1 to 37 form an integral part of these financial statements.

Note:

Profit before tax is inclusive of the amount of the profit before tax of the shareholders' fund, the surplus transfer from the revenue account of the statutory funds to the shareholders' fund based on the advice of the appointed actuary, and the undistributed surplus in the revenue account of the statutory funds which also includes the solvency margins maintained in accordance with the Insurance Rules, 2017. For details of the surplus transfer from the revenue account of the statutory funds to the shareholders' fund aggregating to Rs. 906.3 million (2025: Rs.1,120.9 million), please refer to note 32, relating to segmental information - revenue account by statutory fund.

MOHAMMED ALI AHMED    SYED SHAHID ABBAS    SAIFUDDIN N. ZOOMKAWALA    TAHER G. SACHAK    RAFIQUE R. BHIMJEE  
 Managing Director &    Chief Financial    Director    Vice Chairman    Chairman  
 Chief Executive    Officer

Karachi 23 April, 2026

## Condensed Interim Statement of Comprehensive Income for the three months period ended 31 March 2026 (Unaudited)

	Aggregate	
	Three months period ended 31 March	
	2026	2025 Restated
	(Rupees in '000)	
Profit after tax for the period	394,792	638,890
<b>Other comprehensive income:</b>		
<b>Items that may be reclassified to statement of profit and loss account in subsequent periods:</b>		
Change in unrealised gains on available-for-sale investments	(46,543)	(66,256)
Reclassification adjustment relating to available-for-sale investments sold during the period	290	(323)
	(46,253)	(66,579)
Related deferred tax	18,039	32,666
Other comprehensive income for the period - net of tax	(28,214)	(33,913)
<b>Total comprehensive income for the period</b>	<b>366,578</b>	<b>604,977</b>

The annexed notes 1 to 37 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive  
SYED SHAHID ABBAS Chief Financial Officer  
SAIFUDDIN N. ZOOMKAWALA Director  
TAHER G. SACHAK Vice Chairman  
RAFIQUE R. BHIMJEE Chairman

Karachi 23 April, 2026

## Condensed Interim Statement of Cash Flows for the three months period ended 31 March 2026 (Unaudited)

	Note	Aggregate	
		Three months period ended 31 March	
		2026	2025
		(Rupees in '000)	
<b>Operating cash flows</b>			
<b>a) Underwriting activities</b>			
Insurance premium / contribution received		15,521,267	13,350,717
Reinsurance premium / retakaful contribution paid		(189,260)	(106,919)
Claims paid		(13,645,946)	(12,293,539)
Commission paid		(1,566,868)	(1,189,990)
Marketing and administrative expenses paid		(1,185,366)	(1,051,135)
Other acquisition cost paid		(1,753,078)	(1,297,439)
<b>Net cash outflow from underwriting activities</b>		<b>(2,819,251)</b>	<b>(2,588,305)</b>
<b>b) Other operating activities</b>			
Income tax paid		(169,849)	(7,403)
Other operating (receipts)		(482,897)	(206,729)
Loans advanced		(586,252)	(134,748)
Loans repayments received		597,496	139,118
<b>Net cash outflow from other operating activities</b>		<b>(641,502)</b>	<b>(209,762)</b>
<b>Total cash outflow from all operating activities</b>		<b>(3,460,753)</b>	<b>(2,798,067)</b>
<b>Investment activities</b>			
Profit / return received		4,528,548	5,287,157
Dividends received		900,185	1,272,912
Payments for investments		(35,442,409)	(7,253,895)
Proceeds from disposal of investments		30,774,613	2,822,588
Fixed capital expenditure		(146,125)	(100,950)
Proceeds from sale of property and equipment		45,696	59,482
<b>Total cash inflow from all investing activities</b>		<b>660,508</b>	<b>2,087,294</b>
<b>Financing activities</b>			
Dividends paid		–	(1,102,500)
Payment against lease liability		(45,172)	(55,901)
<b>Total cash outflow from all financing activities</b>		<b>(45,172)</b>	<b>(1,158,401)</b>
<b>Net cash outflow from all activities</b>		<b>(2,845,417)</b>	<b>(1,869,174)</b>
Cash and cash equivalents at beginning of the period		9,235,399	6,017,046
<b>Cash and cash equivalents at end of the period</b>	16.1	<b>6,389,982</b>	<b>4,147,872</b>
<b>Reconciliation to statement of profit and loss account</b>			
Operating cash flows		(3,460,755)	(2,798,067)
Depreciation expense		(145,588)	(128,677)
Depreciation on right of use assets		(47,117)	(38,328)
Amortization expense		(31,521)	(28,257)
Profit on disposal of property and equipment		20,074	16,326
Other revenue		7,902	7,026
Profit on lease termination		–	1,873
Finance cost on lease liabilities		(37,346)	(25,361)
(Loss) / Profit on disposal of investments		(96,210)	26,664
Dividend income		900,185	1,272,911
Other investment income		5,986,494	6,825,053
Depreciation in market value of investments		(13,612,300)	(733,214)
Provision of impairment in the value of available for sale equity investments		–	121
(Decrease) / Increase in assets other than cash		(596,737)	2,127,503
Decrease / (Increase) in liabilities		11,507,711	(5,886,683)
<b>Profit after tax for the period</b>		<b>394,792</b>	<b>638,890</b>

The annexed notes 1 to 37 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive  
SYED SHAHID ABBAS Chief Financial Officer  
SAIFUDDIN N. ZOOMKAWALA Director  
TAHER G. SACHAK Vice Chairman  
RAFIQUE R. BHIMJEE Chairman

Karachi 23 April, 2026

## Condensed Interim Statement of Changes in Equity for the three months period ended 31 March 2026 (Unaudited)

	Attributable to the equity holders' of the Company						
	Share Capital	Share Premium	General Reserves	Retained earnings arising from business other than participating business attributable to shareholders (ledger account D)- net of tax *	Surplus on revaluation of investment - net of tax*	Unappropriated Profit	Total
	(Rupees in '000)						
<b>Balance as at 1 January 2025 (Audited)</b>	1,050,000	636,323	2,290,000	3,541,990	136,916	1,537,194	9,192,423
Share Issued during the period	-	-	-	-	-	-	-
<b>Comprehensive income for the period ended 31 March 2025</b>							
Income for the period ended 31 March 2025	-	-	-	357,744	-	281,146	638,890
Other comprehensive loss	-	-	-	-	(33,913)	-	(33,913)
Total income for the period ended 31 March 2025	-	-	-	357,744	(33,913)	281,146	604,977
Contribution to increase solvency margin	-	-	-	213,954	-	(213,954)	-
Transfer to general reserve	-	-	170,000	-	-	(170,000)	-
<b>Transactions with shareholders</b>							
Dividend for the year ended 31 December 2024 @ Rs. 10.5 per share	-	-	-	-	-	(1,102,500)	(1,102,500)
First Interim Dividend @ Rs. 1.5 per share	-	-	-	-	-	-	-
Second Interim Dividend @ Rs. 1.5 per share	-	-	-	-	-	-	-
Third Interim Dividend @ Rs. 1.5 per share	-	-	-	-	-	-	-
	-	-	-	-	-	(1,102,500)	(1,102,500)
Balance as at 31 March 2025 (Unaudited)	1,050,000	636,323	2,460,000	4,113,688	103,003	331,886	8,694,900
<b>Balance as at 1 January 2026 (Audited)</b>	1,050,000	636,323	2,720,000	4,513,637	199,668	999,997	10,119,625
<b>Comprehensive income for the period ended 31 March 2026</b>							
Income for the period ended 31 March 2026	-	-	-	(192,811)	-	587,603	394,792
Other comprehensive Loss	-	-	-	-	(28,214)	-	(28,214)
Total income for the period ended 31 March 2026	-	-	-	(192,811)	(28,214)	587,603	366,578
Contribution to increase solvency margin	-	-	-	255,148	-	(255,148)	-
Transfer from general reserve	-	-	(105,000)	-	-	105,000	-
<b>Transactions with shareholders</b>							
Dividend for the year ended 31 December 2025 @ Rs. 10.5 per share	-	-	-	-	-	(1,102,500)	(1,102,500)
First Interim Dividend @ Rs. 1.5 per share	-	-	-	-	-	-	-
Second Interim Dividend @ Rs. 1.5 per share	-	-	-	-	-	-	-
Third Interim Dividend @ Rs. 1.5 per share	-	-	-	-	-	-	-
	-	-	-	-	-	(1,102,500)	(1,102,500)
<b>Balance as at 31 March 2026 (Unaudited)</b>	1,050,000	636,323	2,615,000	4,575,974	171,454	334,952	9,383,703

\*This include balances maintained in accordance with the requirements of section 35 of the Insurance Ordinance, 2000 read with rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for the carrying on of the life insurance business.

The annexed notes 1 to 37 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive	SYED SHAHID ABBAS Chief Financial Officer	SAIFUDDIN N. ZOOMKAWALA Director	TAHER G. SACHAK Vice Chairman	RAFIQUE R. BHIMJEE Chairman
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Karachi 23 April, 2026

## Notes to and Forming Part of the Condensed Interim Financial Statements For the three months period ended 31 March 2026 (Unaudited)

### 1 LEGAL STATUS AND NATURE OF BUSINESS

- EFU Life Assurance Limited (the Company) was incorporated in Pakistan on 09 August 1992 as a public limited company under the Repealed Companies Ordinance, 1984 (now Companies Act, 2017) and started its operation from 18 November 1992. The shares of the Company are quoted on Pakistan Stock Exchange. The registered office of the Company is located at Kamran Center, 4th Floor, Plot No. 85 East, Jinnah Avenue, Blue Area, Islamabad, while principal place of business is located at EFU Life House, Plot No.112, 8th East street, Phase 1, DHA, Karachi.
- The Company is a subsidiary of EFU General Insurance Limited on the basis of its ability to control the composition of the Board of Directors of EFU Life Assurance Limited effective from 31 March 2018.
- The Company is engaged in life insurance business including ordinary life business, pension fund business and accident and health business and has established following statutory funds, as required by the Insurance Ordinance, 2000:
  - Investment Linked Business (includes individual life business)
  - Conventional Business (includes group life and individual life businesses)
  - Participating business
  - Pension Business (unit linked)\*
  - Accident and Health Business (includes individual life and group life business)
  - Family Takaful Investment Linked Business (Refer note 1.4)
  - Family Takaful Protection Business (Refer note 1.4)
  - Family Takaful Accidental and Health Business (includes individual life and group life business)

\*The Company had discontinued pension business and accordingly no new business has been written under this fund.

During the year, the Company obtained the certificate of registration to act as Pension Fund Manager. Thereby, the Company is the pension fund manager for EFU Hemayah Pension Fund for the year ended 31 December 2025.

- The Company was granted authorisation on 19 January 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Window Takaful Operation in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations on 6 February 2015 under the brand name "Hemayah". For the purpose of carrying on takaful business, the Company has formed a Waqf namely EFU Life - Window Family Takaful Limited Waqf (here-in-after referred to as the Participant Takaful Fund (PTF)) on 6 February 2015 under a Waqf deed executed by the Company with a cede amount of Rs. 2 million. The cede money is required to be invested in shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Company and policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' fund as approved by the shariah advisor appointed by the Company.

### 2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

- These condensed interim financial statements have been prepared on the format of financial statements issued by the Securities and Exchange Commission of Pakistan (SECP) through the Insurance Rules, 2017 vide its S.R.O. 89(1)/2017 dated 09 February 2017.

2.2 These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. Accounting and reporting standards 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 (the Act);
- Provisions of, directives and notifications issued under the Companies Act, 2017 along with part VIII A of the repealed Companies Ordinance, 1984, Insurance Ordinance, 2000, Insurance Rules 2017 Insurance Accounting Regulations, 2017 and Takaful Rules, 2012; and
- Provisions of the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules), the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

In case the requirements differ, the provisions of, directives and notifications under the Companies Act, 2017, part VIII A of the repealed Companies Ordinance, 1984 the Insurance Ordinance, 2000, the Insurance Rules, 2017, the Insurance Accounting Regulations, 2017, the Takaful Rules, 2012, the NBFC Rules and the NBFC Regulations shall prevail.

As required by Circular 15 of 2019 dated 18 November 2019 issued by the SECP, the Company has prepared and annexed to these condensed interim financial statements a standalone set of financial statements for Window Takaful Operations of the Company, as if these are carried out by a standalone Takaful Operator, and these financial statements are submitted in compliance with the conditions imposed by the SECP.

#### Consolidation of pension fund by the Fund Manager

The Securities and Exchange Commission of Pakistan (SECP) vide SRO 56 (1) / 2016 dated January 28, 2016, has notified that the requirements of IFRS 10 (Consolidated Financial Statements) and Section 237 of the repealed Companies Ordinance, 1984 (Section 228 of Companies Act, 2017) are not applicable in case of investments made by companies in mutual funds established under Trust structure. Accordingly, the Company has not consolidated the financial position and result of operations of EFU Hemayah Pension Fund managed by it in these financial statements.

#### 2.3 Basis of measurement

These condensed interim financial statements have been prepared under the historical cost convention, except as disclosed in material accounting policy information relating to certain investments, lease liabilities and insurance liabilities.

#### 2.4 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistani Rupees has been rounded to the nearest thousand unless otherwise stated.

### 3 STANDARDS, INTERPRETATIONS AND AMENDMENTS TO PUBLISHED APPROVED ACCOUNTING STANDARDS

#### 3.1 Standard, interpretations and amendments that are effective in the current year

There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's accounting years beginning on or after 01 January 2025. However, these do not have any significant impact on the Company's financial reporting and, therefore, have not been detailed in these financial statements.

#### 3.2 Standard, interpretations and amendments that are not yet effective

The following standards, amendments and interpretations of the accounting and reporting standards as applicable in Pakistan will be effective for accounting year beginning on or after 01 January 2026:

Standard, Interpretation or Amendment	Effective from accounting period beginning on or after
– Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28)	Not yet finalized
– Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments Disclosures:	01 January 2026
– Financial Assets with ESG-Linked features	
– Recognition / Derecognition requirements of Financial Assets / liabilities by Electronic Payments:	
– Amendments clarify the treatment of Credit Linked Instruments (CLIs) and non-recourse features, and require enhanced disclosures for equity investments measured at FVOCI	01 January 2026
– Annual Improvements include amendments to IFRS 1, 7, 9, 10, and IAS 7, with key changes clarifying trade receivable measurement under IFRS 15 vs IFRS 9 and lease liability derecognition by lessees	01 January 2026
– IFRS-S1, 'General Requirements for Disclosure of Sustainability-related Financial Information'	01 January 2027
– IFRS-S2, 'Climate-related Disclosures'	01 January 2027

The above standards, interpretations and amendments are not likely to have a significant impact on these financial statements.

#### 3.3 Applicability of 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 and SECP has directed that the applicability period of optional temporary exemption from applying IFRS 9 – Financial Instrument as given in para 20A of IFRS 4 – Insurance Contracts is extended for annual periods beginning before 01 January 2027, subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4.

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 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.

The management is in the process of assessing the impacts of above amendments on the financial statements of the Company.

#### 4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of financial statements of the Company for the year ended 31 December 2025.

## 5 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The preparation of financial statements in conformity with approved accounting standards requires management to make judgments, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses.

The judgments, estimates and assumptions are based on historical experience, current trends and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the estimates about carrying values of assets and liabilities that are not readily apparent from other sources.

Actual results may differ from these estimates. The estimates and underlying assumptions are reviewed on an ongoing 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 revision and future periods if the revision affects both current and future periods.

### Change in assumptions

#### Conventional business / Family takaful protection business

Chain Ladder (CL) is used to calculate IBNR Claim Reserves. Expected Loss Ratio (ELR) is used for recent quarters, with the Expected Loss Ratio determined based on an assessment of historic Incurred Claims Ratios. IBNR Claim Reserve calculations for Group Life have also been bifurcated into three business segments; Group Life, Group Credit and Digital & Inclusive in order to hold more accurate reserves for each segment.

	31 March 2026 Unaudited	31 December 2025 Audited
	(Rupees in '000)	
6. PROPERTY AND EQUIPMENT		
Operating assets	3,003,125	3,028,210
Right of use asset	943,263	976,977
	<u>3,946,388</u>	<u>4,005,187</u>

6.1 Details of additions and disposals during the period ended 31 March 2026 are as follows:

	Three months period ended - Unaudited			
	31 March 2026		31 March 2025	
	Additions	Deletions	Additions	Deletions
	(Rupees in '000)			
Furniture, fixture and fittings	2,069	–	442	–
Office equipment	6,350	–	3,885	11
Computer equipment	57,578	–	12,436	135
Motor Vehicle	9,252	53,673	67,984	74,046
Lease hold Improvements	70,876	–	9,658	–
	<u>146,125</u>	<u>53,673</u>	<u>94,405</u>	<u>74,192</u>

6.2 The market value of leasehold land and building is estimated at Rs. 4,224 million as at 31 December 2025 (2024: 4,480 million). The valuations have been carried out by independent valuer.

6.3 During the period, there was Rs. null additions in intangible assets (31 March 2025: 6.5 million)

## 7. RIGHT OF USE ASSETS

	31 March 2026 (Unaudited)								
	Cost			Accumulated Depreciation					
	As at 01 Jan 2026	Additions	Deletions	As at 31 March 2026	As at 01 Jan 2026	Charge for the period	Deletions	As at 31 March 2026	Written down value as at 31 March 2026
	(Rupees in '000)								
Right of use asset	1,931,274	13,403	–	1,944,677	954,297	47,117	–	1,001,414	943,263

	31 December 2025 (Audited)								
	Cost			Accumulated Depreciation					
	As at 01 Jan 2025	Additions	Deletions	As at 31 Dec 2025	As at 01 Jan 2025	Charge for the year	Deletions	As at 31 Dec 2025	Written down value as at 31 Dec 2025
	(Rupees in '000)								
Right of use asset	1,390,253	659,156	(118,135)	1,931,274	881,049	170,076	(96,828)	954,297	976,977

## 8. INTANGIBLE ASSETS

	31 March 2026 (Unaudited)								
	Cost			Accumulated Amortization					
	As at 01 Jan 2026	Additions	Deletions	As at 31 March 2026	As at 01 Jan 2026	Charge for the period	Deletions	As at 31 March 2026	Written down value as at 31 March 2026
	(Rupees in '000)								
Computer Software	572,452	–	–	572,452	423,374	31,590	–	454,964	117,488
Goodwill	31,227	–	–	31,227	251	–	–	251	30,976
Customer Relationship	115,330	–	–	115,330	36,049	1,649	–	37,698	77,632
	<u>719,009</u>	<u>–</u>	<u>–</u>	<u>719,009</u>	<u>459,674</u>	<u>33,239</u>	<u>–</u>	<u>492,913</u>	<u>226,096</u>

	31 December 2025 (Audited)								
	Cost			Accumulated Amortization					
	As at 01 Jan 2025	Additions	Deletions	As at 31 Dec 2025	As at 01 Jan 2025	Charge for the year	Deletions	As at 31 Dec 2025	Written down value as at 31 Dec 2025
	(Rupees in '000)								
Computer Software	496,448	76,004	–	572,452	299,282	124,092	–	423,374	149,078
Goodwill	31,227	–	–	31,227	251	–	–	251	30,976
Customer Relationship	115,330	–	–	115,330	18,317	17,732	–	36,049	79,281
	<u>643,005</u>	<u>76,004</u>	<u>–</u>	<u>719,009</u>	<u>317,850</u>	<u>141,824</u>	<u>–</u>	<u>459,674</u>	<u>259,335</u>

## 9 INVESTMENT IN ASSOCIATE

### 31 March 2026 (Unaudited)

Name of associate	Investment as at 01 January 2026	Investment made during the period	Share of Profit / (Loss)	Dividend Income	Investment as at 31 March 2026
(Rupees in '000)					
EFU Hemayah Pension Fund	152,349	–	(9,590)	–	142,759

### 31 December 2025 (Audited)

Name of associate	Investment as at 01 January 2025	Investment made during the year	Share of Profit / (Loss)	Dividend Income	Investment as at 31 December 2025
(Rupees in '000)					
EFU Hemayah Pension Fund	–	150,000	2,349	–	152,349

EFU Hemayah Pension Fund is managed by the Company in the capacity of Pension Fund Manager. As stipulated under Regulation 38 of Non-Banking Finance Regulation, 2008, the Asset Management Company (AMC) is entrusted with fiduciary duties towards the unit holders of the funds. This fiduciary obligation requires AMC to act in the best interests of its unit holders, refraining from exploiting opportunities for its own benefit or that of its related parties, group companies, or employees, to the detriment of the unit holders. Therefore, the Company has significant influence over such pension fund due to participation in the investee's policy-making processes and investment in such pension fund is considered as investment in associates.

These are not considered subsidiary due to the legal trust structure of the entity, the Company does not have the ability to affect returns through its power over the investee. Further, under this trust structure, the trusteeship is separate from the management, and the independent trustees play a key role in overseeing the activities of the AMC.

## 10. INVESTMENTS IN EQUITY SECURITIES

	Note	31 March 2026 Unaudited	31 December 2025 Audited
(Rupees in '000)			
Available for sale	10.1	263,824	306,613
Fair value through profit or loss (Designated - upon initial recognition)	10.2	56,749,459	67,568,297
		<u>57,013,283</u>	<u>67,874,910</u>

### 10.1 Available for Sale

Note	31 March 2026 (Unaudited)			31 December 2025 (Audited)		
	Cost	Impairment / (provision)	Carrying Value	Cost	Impairment / (provision)	Carrying Value
(Rupees in '000)						
<b>Related parties</b>						
Listed shares	10.3	222,896	(206,787)	16,109	222,896	(206,787)
Surplus on revaluation		–	–	25,753	–	–
<b>Others</b>						
Listed shares	10.3	106,236	(45,477)	60,759	106,236	(45,477)
Unlisted shares		177,103	(176,595)	508	177,103	(176,595)
Surplus on revaluation		–	–	160,694	–	–
		<u>506,235</u>	<u>(428,859)</u>	<u>263,824</u>	<u>506,235</u>	<u>(428,859)</u>
<b>10.2 Fair value through profit or loss (Designated - upon initial recognition)</b>						
<b>Related parties</b>						
Listed shares		149,395	–	105,426	111,504	–
<b>Others</b>						
Listed shares		<u>67,067,668</u>	–	<u>56,644,033</u>	<u>48,004,348</u>	–
		<u>67,217,063</u>	–	<u>56,749,459</u>	<u>48,115,852</u>	–

### 10.3 Reconciliation of provision for impairment

	31 March 2026 Unaudited	31 December 2025 Audited
(Rupees in '000)		
Balance at the beginning of the period	428,859	428,859
Provision for impairment on available for sale investments - net	–	–
Balance at the end of the period	<u>428,859</u>	<u>428,859</u>

## 11. INVESTMENT IN GOVERNMENT SECURITIES

Note	31 March 2026	31 December 2025
	Unaudited	Audited
	(Rupees in '000)	
Held to maturity	19,140,882	18,010,043
Fair value through profit or loss (Designated - upon initial recognition)	168,165,234	166,007,925
	<u>187,306,116</u>	<u>184,017,968</u>

### 31 March 2026 (Unaudited)

Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
(Rupees in '000)				

#### 11.1 Held to Maturity

02 Years Pakistan Investment Bond	2026	12.57% - 13.98%	35,245	37,000	35,245
05 Years Pakistan Investment Bond	2027-2030	10.50% - 13.34%	7,127,016	7,290,000	7,127,016
10 Years Pakistan Investment Bond	2031-2035	8.00% - 15.25%	934,266	1,058,500	934,266
01 Months Treasury Bills	2026	11.30% - 11.96%	502,764	505,000	502,764
03 Months Treasury Bills	2026	10.15%	199,952	200,000	199,952
06 Months Treasury Bills	2026	11.34% - 12.00%	1,547,077	1,585,000	1,547,077
12 Months Treasury Bills	2026-2027	11.00% - 18.42%	7,090,620	7,366,025	7,090,620
01 Year Government Ijara Sukuk	2026-2027	10.45%	640,712	678,000	640,712
03 Year Government Ijara Sukuk	2026-2027	10.65% - 19.69%	161,000	161,000	161,000
05 Year Government Ijara Sukuk	2027-2028	8.37% - 18.99%	777,349	765,288	777,349
10 Year Government Ijara Sukuk	2035	10.77% - 14.10%	124,880	125,000	124,880
			<u>19,140,882</u>	<u>19,770,813</u>	<u>19,140,882</u>

### 31 December 2025 (Audited)

Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
(Rupees in '000)				

05 Years Pakistan Investment Bond	2026-2030	10.50% - 14.15%	7,112,103	7,290,000	7,112,103
10 Years Pakistan Investment Bond	2028-2035	8.00% - 15.25%	929,364	1,058,500	929,364
03 Months Treasury Bills	2026	11.30% - 11.96%	991,625	1,005,000	991,625
06 Months Treasury Bills	2026	11.34% - 12.00%	1,020,859	1,040,000	1,020,859
12 Months Treasury Bills	2026	11.00% - 18.42%	6,354,638	6,653,439	6,354,638
01 Year Government Ijara Sukuk	2026	10.45%	436,269	470,000	436,269
03 Year Government Ijara Sukuk	2026	10.65% - 19.69%	260,966	261,000	260,966
05 Year Government Ijara Sukuk	2027-2028	8.37% - 18.99%	779,407	765,288	779,407
10 Year Government Ijara Sukuk	2035	10.77% - 14.10%	124,812	125,000	124,812
			<u>18,010,043</u>	<u>18,668,227</u>	<u>18,010,043</u>

31 March 2026 (Unaudited)				
Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
(Rupees in '000)				

#### 11.2 Fair value through profit or loss (Designated - upon initial recognition)

02 Years Pakistan Investment Bond	2026	12.57% - 13.98%	1,304,207	1,375,000	1,303,378
03 Years Pakistan Investment Bond	2026	11.67% - 13.87%	14,805,212	15,000,000	15,012,088
05 Years Pakistan Investment Bond	2026-2030	10.50% - 13.25%	22,960,867	23,430,000	23,095,187
10 Years Pakistan Investment Bond	2029-2035	10.00% - 10.8974%	35,737,265	37,431,000	35,358,762
01 Months Treasury Bills	2026	10.77% - 12.05%	1,247,549	1,250,000	1,247,223
03 Months Treasury Bills	2026	10.98% - 11.96%	4,594,739	4,661,000	4,589,143
06 Months Treasury Bills	2026	10.98% - 12.00%	7,604,192	7,815,000	7,582,822
12 Months Treasury Bills	2026	10.92% - 18.42%	49,634,813	51,854,065	49,353,653
01 Year Government Ijara Sukuk	2026-2027	10.25% - 15.99%	1,383,188	1,450,762	1,375,850
03 Year Government Ijara Sukuk	2026-2028	10.64% - 19.69%	3,772,530	3,764,000	3,759,813
05 Year Government Ijara Sukuk	2026-2030	8.37% - 19.69%	24,369,200	24,222,712	24,236,704
10 Year Government Ijara Sukuk	2034-2036	10.77% - 14.10%	1,256,367	1,256,000	1,250,612
			<u>168,670,128</u>	<u>173,509,539</u>	<u>168,165,234</u>

### 31 December 2025 (Audited)

Maturity Year	Effective Yield (%)	Amortised Cost	Principal Repayment	Carrying Value
(Rupees in '000)				

#### Fair value through profit or loss (Designated - upon initial recognition)

02 Years Pakistan Investment Bond	2026	12.57% - 13.98%	1,267,566	1,375,000	1,278,809
03 Years Pakistan Investment Bond	2026	11.67% - 13.87%	14,718,213	15,050,000	15,161,537
05 Years Pakistan Investment Bond	2026-2030	10.50% - 15.25%	22,920,939	23,430,000	23,264,744
10 Years Pakistan Investment Bond	2029-2035	10.00% - 10.90%	32,924,843	34,550,000	33,325,406
01 Months Treasury Bills	2026	10.77% - 12.05%	498,974	500,000	498,861
03 Months Treasury Bills	2026	10.98% - 11.96%	4,383,012	4,439,000	4,383,712
06 Months Treasury Bills	2026	10.98% - 12.00%	18,392,738	18,745,000	18,392,324
12 Months Treasury Bills	2026	10.92% - 18.42%	38,560,350	40,949,130	38,573,826
01 Year Government Ijara Sukuk	2026	10.25% - 15.99%	1,367,575	1,437,500	1,369,609
03 Year Government Ijara Sukuk	2026-2028	10.64% - 19.69%	4,759,515	4,754,000	4,773,073
05 Year Government Ijara Sukuk	2025-2030	8.37% - 19.69%	23,881,631	23,722,712	23,899,466
10 Year Government Ijara Sukuk	2034-2035	10.77% - 14.10%	1,080,791	1,076,000	1,086,560
			<u>164,756,146</u>	<u>170,028,342</u>	<u>166,007,925</u>

11.3 Government securities include Rs.137 million (2025: Rs. 137 million) placed with the State Bank of Pakistan, in accordance with section 29 of the Insurance Ordinance, 2000.

## 12. INVESTMENT IN DEBT SECURITIES

Note	31 March 2026 (Unaudited)			31 December 2025 (Audited)			
	Cost	Impairment / Provision	Carrying Value	Cost	Impairment / Provision	Carrying Value	
(Rupees in '000)							
Term finance certificates	12.1	4,985,000	–	4,900,365	4,985,000	–	4,844,261
Corporate sukus	11.2 & 11.4	2,222,815	(37,500)	1,289,861	2,222,815	(37,500)	1,331,941
Certificates of investment	12.3	986,000	–	986,000	981,000	–	981,000
		<u>8,193,815</u>	<u>(37,500)</u>	<u>7,176,226</u>	<u>8,188,815</u>	<u>(37,500)</u>	<u>7,157,202</u>

### 12.1 Term Finance Certificates

Maturity	No. of Certificates		Face Value	Carrying Amount		
	31 March 2026 Unaudited	31 December 2025 Audited		31 March 2026 Unaudited	31 December 2025 Audited	
(Rupees in '000)						
<b>Fair value through profit or loss</b>						
<b>Others</b>						
Kashf Foundation	2026	1,000	1,000	100	37,500	50,000
TPL Corp Limited	2030	200	200	100	8,800	8,800
Bank Al Habib Limited	2027	40,000	40,000	5	200,000	200,000
Bank Al Habib Limited	2032	77,000	77,000	5	389,274	394,659
Bank of Punjab	2032	5,000	5,000	100	500,000	500,000
United Bank Limited	Perpetual	200,000	200,000	5	1,000,000	1,000,000
Habib Bank Limited	Perpetual	2,000	2,000	100	200,000	200,000
Soneri Bank Limited	Perpetual	10,000	10,000	5	50,000	50,000
Bank Alfalah Limited	Perpetual	100,000	100,000	5	500,000	500,000
Bank Alfalah Limited	Perpetual	20,000	20,000	5	100,000	100,000
Bank Al Habib Limited	Perpetual	40,000	40,000	5	273,997	200,000
Askari Bank Limited	Perpetual	450	450	1,000	450,000	450,000
Bank of Punjab	Perpetual	3,950	3,950	100	395,000	395,000
Bank of Punjab	Perpetual	5,000	5,000	100	490,759	490,759
					<u>4,595,330</u>	<u>4,539,218</u>
<b>Held to maturity</b>						
Askari Bank Limited	Perpetual	50	50	1,000	50,000	50,000
Bank of Punjab	Perpetual	50	50	100	5,000	5,000
United Bank Limited	Perpetual	50,000	50,000	5	250,035	250,043
					<u>4,900,365</u>	<u>4,844,261</u>

## 12.2 Corporate Sukus

Maturity	No. of Certificates		Face Value	Carrying Amount		
	31 March 2026 Unaudited	31 December 2025 Audited		31 March 2026 Unaudited	31 December 2025 Audited	
(Rupees in '000)						
<b>Fair value through profit or loss</b>						
<b>Others</b>						
TPL Trakker (Private) Limited	2026	–	25	100	–	1,414
Neelum Jehlum Hydro Power Company Limited	2026	12,500	12,500	100	67,723	69,555
Pakistan Services Limited	2027	250	250	100	13,290	19,137
TPL Corp Limited	2027	200	200	100	10,000	10,000
Dubai Islamic Bank Pakistan Limited	2028	20,000	20,000	5	100,000	100,000
K-Electric Limited	2029	120,000	120,000	100	458,533	491,520
Meezan Bank Limited	Perpetual	100,000	100,000	1,000	500,000	500,000
<b>Related Parties</b>						
Bank Islami Pakistan Limited	Perpetual	28,063	28,063	5	140,315	140,315
					<u>1,289,861</u>	<u>1,331,941</u>

### 12.3 Certificates of investment

First Habib Modarba Limited	2026	7	6	163,500	986,000	981,000
					<u>986,000</u>	<u>981,000</u>

### 12.4 Reconciliation of provision

Balance at the beginning of the period	37,500	37,500
Provision for impairment in the value of investment	–	–
Balance at the end of the period	<u>37,500</u>	<u>37,500</u>

## 13. INVESTMENTS IN TERM DEPOSITS

	31 March 2026 Unaudited	31 December 2025 Audited
(Rupees in '000)		
Deposits maturing within 3 months	<u>2,016,958</u>	<u>3,366,729</u>

#### 14. INVESTMENTS IN MUTUAL FUNDS

	Note	31 March 2026 Unaudited	31 December 2025 Audited
		(Rupees in '000)	
Fair value through profit or loss (Designated - upon initial recognition)	14.1	11,448,274	12,773,304
Available for sale	14.2	1,504,506	1,511,734
		<u>12,952,780</u>	<u>14,285,039</u>

##### 14.1 Fair value through profit or loss (Designated - upon initial recognition)

	31 March 2026 (Unaudited)			31 December 2025 (Audited)		
	Cost	Impairment / Provision	Carrying Value	Cost	Impairment / Provision	Carrying Value
	(Rupees in '000)					
<b>Related parties</b>						
Mutual funds	2,391,754	-	2,255,432	2,088,877	-	2,391,754
<b>Others</b>						
Mutual funds	10,430,571	-	9,192,842	8,108,821	-	10,381,550
	<u>12,822,325</u>	<u>-</u>	<u>11,448,274</u>	<u>10,197,698</u>	<u>-</u>	<u>12,773,304</u>

##### 14.2 Available for sale

	31 March 2026 (Unaudited)			31 December 2025 (Audited)		
	Cost	Impairment / Provision	Carrying Value	Cost	Impairment / Provision	Carrying Value
<b>Related parties</b>						
Mutual funds	1,058,014	-	1,058,014	1,058,014	-	1,058,014
<b>Others</b>						
Mutual funds	345,000	-	345,000	350,290	-	350,290
Surplus on revaluation	-	-	101,492	-	-	103,430
	<u>1,403,014</u>	<u>-</u>	<u>1,504,506</u>	<u>1,408,304</u>	<u>-</u>	<u>1,511,734</u>

#### 15. INSURANCE / REINSURANCE RECEIVABLES

	31 March 2026 Unaudited	31 December 2025 Audited
	(Rupees in '000)	
Due from insurance contract holders	2,065,158	2,079,584
Provision for doubtful debts from insurance contract holders	(65,155)	(65,156)
Due from reinsurer	1,052,407	1,070,094
	<u>3,052,410</u>	<u>3,084,522</u>

#### 16. CASH AND BANK

	31 March 2026 Unaudited	31 December 2025 Audited
	(Rupees in '000)	
Cash and cash equivalent		
Cash in hand	2,879	319
Policy and revenue stamps	1,016	2,125
Cash at bank		
Current account	2,859,475	814,416
Savings account	1,509,654	5,051,810
	<u>4,373,024</u>	<u>5,868,670</u>

##### 16.1 Cash and cash equivalents for cash flow purpose comprise of the following:

	31 March 2026 Unaudited	31 December 2025 Audited
	(Rupees in '000)	
Cash and others	3,810	2,444
Cash at bank	4,369,214	5,866,226
Term deposits maturing within three months	2,016,958	3,366,729
	<u>6,389,982</u>	<u>9,235,399</u>

#### 17. RETAINED EARNINGS ARISING FROM BUSINESS OTHER THAN PARTICIPATING BUSINESS ATTRIBUTABLE TO SHAREHOLDERS (LEDGER ACCOUNT D)

	31 March 2026 Unaudited	31 December 2025 Audited
	(Rupees in '000)	
Opening balance	6,320,796	5,073,698
Contribution to solvency margin	255,148	540,811
Change in solvency margin through statement of profit and loss account	(316,083)	706,287
	<u>6,259,861</u>	<u>6,320,796</u>
Related deferred tax liability on:		
Opening balance	(1,807,159)	(1,531,707)
Charge to statement of profit and loss account	123,273	(275,452)
Closing balance	(1,683,886)	(1,807,159)
Net of tax	<u>4,575,974</u>	<u>4,513,637</u>

## 18. INSURANCE LIABILITIES

	Note	31 March 2026 Unaudited	31 December 2025 Audited
(Rupees in '000)			
Reported outstanding claims	18.1	8,777,145	8,319,969
Incurring but not reported claims	18.2	1,890,214	2,248,823
Investment component of unit-linked and account value policies	18.3	247,350,687	258,824,800
Liabilities under individual conventional insurance contracts	18.4	982,264	917,366
Liabilities under group insurance contracts (other than investment linked)	18.5	7,107,382	6,151,717
Participant takaful fund balance	18.6	1,421,443	1,232,360
		<u>267,529,135</u>	<u>277,695,035</u>
<b>18.1 Reported outstanding claims</b>			
<b>Gross of reinsurance</b>			
Payable within one year		8,211,151	7,766,730
Payable over a period of time exceeding one year		1,098,257	1,095,640
		<u>9,309,408</u>	<u>8,862,370</u>
<b>Recoverable from reinsurers</b>			
Receivable over a period of time exceeding one year		(532,262)	(542,401)
Net reported outstanding claims		<u>8,777,145</u>	<u>8,319,969</u>
<b>18.2 Incurred but not reported claims</b>			
<b>Gross of reinsurance</b>			
Reinsurance recoveries		2,580,525	3,086,384
Net of reinsurance		(690,311)	(837,561)
		<u>1,890,214</u>	<u>2,248,823</u>
<b>18.3 Investment component of unit linked and account value policies</b>			
Investment component of unit linked policies		247,350,687	258,824,800
Investment component of account value policies		—	—
		<u>247,350,687</u>	<u>258,824,800</u>
<b>18.4 Liabilities under individual conventional insurance contracts</b>			
Gross of reinsurance		1,206,697	1,123,658
Reinsurance credit		(224,433)	(206,292)
Net of reinsurance		<u>982,264</u>	<u>917,366</u>
<b>18.5 Liabilities under group insurance contracts (other than investment linked)</b>			
<b>Gross of reinsurance</b>			
Reinsurance credit		8,301,428	7,113,400
Net of reinsurance		(1,194,046)	(961,683)
		<u>7,107,382</u>	<u>6,151,717</u>
<b>18.6 Participant takaful fund balance</b>		<u>1,421,443</u>	<u>1,232,360</u>

## 19. CONTINGENCIES AND COMMITMENTS

19.1 The income tax return of the Company for the Tax Year 2026 has been filed. In 2013, income Income Tax Department imposed an additional tax demand under section 151(1)(d) on account of non-deduction of withholding tax on surrender and maturity amounting to Rs.13.833 million and Rs.15.014 million for Tax Years 2012 and 2013 respectively. The Company filed an appeal before Commissioner Inland Revenue (Appeals) and the same was dismissed. The Company filed second appeal before the Appellate Tribunal against the order of CIT. The Learned Appellate Tribunal Inland revenue had decided the case in Company's favour. Subsequent to it, the department has filed review application against the order in Honourable High Court of Sindh. The decision is still pending. The Company expects a favourable decision.

19.2 In 2015 and 2016, The Searle Company Limited (Searle) issued bonus shares (76,031 shares and 342,480 shares respectively) after withholding 5 percent of bonus shares (3,802 shares and 17,124 shares respectively) and the IBL Healthcare Limited issued bonus shares (46,625 shares and 80,311 shares respectively) after withholding 5 percent of bonus shares (2,331 shares and 4,016 shares respectively). In this regard, a constitutional petition had been filed by Searle in Honourable High Court of Sindh challenging the applicability of withholding tax provision on bonus shares received by the Company. The honorable high court decided the case against Searle. Subsequently, Searle filed an appeal with a larger bench of the Sindh High Court and in response the Sindh High Court has suspended the earlier judgment until the next date of hearing, which has not yet been decided. The Company is of the view that the case will be decided in its favour. The amount involved is Rs. 3.279 million.

No additional provision has been made for the above matters in these financial statements as the management, based on the tax advisor's opinion, is confident that outcome thereof will be in favor of the Company.

19.3 SRB through notification no. SRB-3-4/17/2021 dated 30th June 2021 has revoked its previous exemption of life insurance, granted through SRB-3-4/5/2019 dated 8th May 2019, which is now taxable at a rate of 3%.

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

- Substantiating the Company's view that insurance is not a service, but in fact, in sum and substance, a contingent contract under which payment is made on the occurrence of an event, specified in the terms of contract or policy;
- A question of constitutionality arose on the levy of provincial sales tax on life insurance, which in their view, was a Federal subject, since the Federation has retained a legislative mandate over all laws relating to insurance under Entry 29 of the said List, therefore, only the Federation is entitled to levy any tax in relation to insurance business; and
- Without prejudice to the main contentions as stated above, even otherwise, the legal advisors had expressed a further illegality that there is a critical flaw in the context of the manner in which the entire premium payment has been charged to the levy of provincial sales tax. Even the component of the premium which is to form part of a policyholder's investment account is subjected to the levy.

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

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

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

Based on the legal opinion obtained the Company considers that it has a reasonably strong case on the merits in the Constitutional petition and the writ petition filed in the High Courts. In view of the above the Company has not started billing or withholding sales tax to its customers. The amount of sales tax involved is around Rs. 7245.53 million (2025: Rs. 6,628.69 million) computed on the basis of risk based premium excluding the investment amount allocated to unit linked policies. The management contends that in case the administrative efforts fail, the amount will be charged to the policyholders.

#### 19.4 Income Tax Assessments - Health

- 19.4.1 The income tax assessments of the Company have been finalized up to tax year 2007. Subsequent returns up to tax year 2026 have been filed under self-assessment scheme.
- 19.4.2 The Company has filed an appeal with Income Tax Appellate Tribunal (ITAT) in respect of tax year 2008 against the order of CIR- Appeals for disallowed adjustment of a minimum tax of Rs. 3.78 million. Another order of ACIR received on same ground, the Company filed appeal against the ACIR order on ground that since the appeal against order of CIR- Appeals is still pending before the ITAT, the remand back proceedings may not be finalized.
- 19.4.3 The Tax department has filed Civil appeals for the tax years 2009 and 2010 before the Honourable Supreme Court of Pakistan, against the decision of the Honourable High Court of Sindh in respect of disallowed proration of expenses, if these appeals are decided against the Company, the additional tax liability is estimated to be Rs. 2.99 million.
- 19.4.4 The Tax department has filed appeal before the ITAT against the decision of the CIR - Appeals allowing the taxation of dividend Income on reduce rate and charging of WWF for the tax year 2014 in favour of the Company. The tax impact of the said appeal is estimated to be Rs. 6.19 million.
- 19.4.5 The Tax department has filed appeals before the Income Appellate Tribunal against the decision of the CIR - Appeals, allowing the taxation of dividend Income on reduce rate for tax year 2015 in favour of the Company. The tax impact of the said appeal is estimated to be Rs. 2.75 million.
- 19.4.6 The Company has filed an appeal before the ITAT against the decision of the CIR - Appeals, disallowing the levy of SWWF and the tax department has filed an appeal before the ITAT against the decision of CIR-Appeals allowing taxation of dividend Income on normal tax rate for tax year 2016. The additional tax impact of the said appeals is estimated to be Rs. 4.37 million.
- 19.4.7 The Company has filed an appeal with ITAT related to Tax year 2017 in respect of fair market value confirmed by the CIR - Appeals for disposal of fixed assets by the Company. Furthermore the tax department has also filed appeal with ITAT against the decision of the CIR - Appeals related to commission expense and provision for compensated absence allowed in favour of the Company. The additional tax impact of the said appeals is estimated to Rs. 0.52 million.

No additional provision has been made for the above matters in these financial statements as the management, based on the tax advisor's opinion, is confident that the outcome thereof will be in favor of the Company.

#### 19.5 Provincial Sales Tax - Health

- 16.5.1 Under the Sindh Sales Tax Act, 2011, Sindh sales tax (SST) is payable on premium on corporate health insurance policies written in the province of Sindh. However, the Sindh Revenue Board (SRB) vide its first notification SRB-3-4/5/2019 dated 8 May 2019 has exempted SST for the period from 1 July 2016 to 30 June 2019. SRB maintained this exemption via various notifications till June 2023.

With effect from 1 July 2023, the Sindh Revenue Board (SRB), has decided not to extend the exemption on health insurance.

This being a collective issue of the industry, the Insurance Association of Pakistan (IAP) had taken up the matter with the Sindh Revenue Board (SRB) for restoration of the exemptions that were not extended. The management of the Company sought a legal opinion from their legal advisors, who confirmed the Company's contention that health insurance is not a service, but infact, an underwriter's promise to pay to its policyholders in the future, as is also clearly defined in the definition of the term "insurance" under the Insurance Ordinance, 2000. Such contention of the Company and the insurance industry has also been upheld in the superior courts of foreign jurisdiction, where, in a majority of jurisdictions it has been widely held that insurance is not a service. The insurance industry at the IAP forum has decided to challenge the matter and a constitutional petition has been filed at the Honourable High Court of Sindh.

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

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

In view of the above and based on its advisor's view, the Company is not charging sales tax on the policies written in the province of Sindh, nor has recognized the liability for SST in the financial statement. The amount involved as of 31 March 2026, Rs. 1,537.65 million.

- 19.5.2 With effect from 1 November 2018, the Punjab Revenue Authority (PRA), withdrew the exemption on health insurance.

This being a collective issue of the industry, the Insurance Association of Pakistan (IAP) had taken up the matter with the Punjab Revenue Authority (PRA) for restoration of the exemptions that were withdrawn. The management of the Company sought a legal opinion from their legal advisors, who confirmed the Company's contention that health insurance is not a service, but infact, an underwriter's promise to pay to its policyholders in the future, as is also clearly defined in the definition of the term "insurance" under the Insurance Ordinance, 2000. Such contention of the Company and the insurance industry has also been upheld in the superior courts of foreign jurisdiction, where, in a majority of jurisdictions it has been widely held that insurance is not a service.

Based on the above contentions, the Company and other insurance companies have challenged the levy of Punjab Sales Tax (PST) 'on health insurance in the Honourable Lahore High Court (LHC) in the month of September 2019. The Honourable Lahore High Court, in their order dated 3 October 2019, has granted a stay to the Company and all petitioners against any coercive measures for recovery by the PRA. The hearing of the petition is currently in progress. In view of the pending adjudication, the Company, has not charged PST to its clients, nor recognized the contingent amount of PST liability in these financial statements as the management is confident that the final outcome will be in favor of the Company.

Furthermore, PRA vide its notification SO(Tax) 1-110/2020 (Covid-19) dated 2 April 2020 exempted PST on health insurance for the period from 2 April 2020 till 30 June 2020.

In view of the above, the Company is not charging sales tax on the policies written in the province of Punjab, nor recognized the liability for PST in these financial statements. The amount involved as of 31 March 2026, except for the exempt period, amounts to Rs. 1,821.55 million.

- 19.6 Bank guarantees amounting to Rs. 47.82 million have been given in respect of Group Life coverage. These bank guarantees will expire on 30 June 2026.

- 19.7 There were no commitments as at 31 March 2026 (31 December 2025: NIL)

## 20. GROSS PREMIUM / CONTRIBUTION

	Aggregate (Unaudited)	
	Three months period ended 31 March	
	2026	2025
	(Rupees in '000)	
<b>Regular premium / contribution individual policies</b>		
First year	1,418,034	1,302,562
Second year renewal	996,613	959,452
Subsequent year renewal	5,557,623	5,683,841
<b>Single premium / contribution individual policies</b>	1,110,961	430,415
Group policies with cash values	3,233	4,718
Group policies without cash values	6,744,305	5,757,330
Provision for experience refund	(140,808)	(210,378)
<b>Total gross premium / contribution</b>	<b>15,689,961</b>	<b>13,927,940</b>
<b>Less: Reinsurance premium / retakaful contribution ceded</b>		
On individual life first year business	11,068	11,014
On individual life second year business	10,002	9,362
On individual life renewal business	75,681	73,957
On group policies	1,163,415	1,411,715
Less: Experience refund from reinsurers	(99,843)	(14,147)
Less: Reinsurance commission on risk premium	(57,073)	(81,830)
<b>Total reinsurance premium / retakaful contribution ceded</b>	<b>1,103,250</b>	<b>1,410,071</b>
<b>Net premium / contribution</b>	<b>14,586,711</b>	<b>12,517,869</b>
<b>21. INVESTMENT INCOME</b>		
<b>Income from equity securities</b>		
<b>At fair value through profit or loss (Designated upon initial recognition)</b>		
Dividend income	897,512	1,197,050
<b>Available for sale</b>		
Dividend income	2,673	75,862
<b>Income from debt securities</b>		
<b>At fair value through profit or loss (Designated upon initial recognition)</b>		
Return on debt securities	271,348	147,001
Return on government securities	4,770,076	6,089,203
<b>Held to maturity</b>		
Return on government securities	387,861	480,216
Return on debt securities	16,015	16,359
<b>Income from term deposits</b>		
Return on term deposits	41,038	7,063
	<b>6,386,523</b>	<b>8,012,754</b>

## 22 NET REALISED FAIR VALUE (LOSS) / GAINS ON FINANCIAL ASSETS

	Aggregate (Unaudited)	
	Three months period ended 31 March	
	2026	2025
	(Rupees in '000)	
Available for sale		
Realised gains on:		
- Equity securities	62,266	17,363
- Government securities	-	9,302
Realised losses on:		
- Equity securities	(158,325)	-
- Government securities	(151)	-
	<b>(96,210)</b>	<b>26,665</b>
<b>23 NET UNREALISED FAIR VALUE LOSS ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS</b>		
Net unrealised loss on investments in financial assets		
Government securities and debt securities (fair value through profit or loss designated upon initial recognition)	(1,761,526)	(1,569,153)
Net unrealised (loss) / gain on investments at fair value through profit or loss (designated upon initial recognition) - Equity securities	(11,841,715)	576,167
Investment loss	(13,603,241)	(992,986)
Provision of impairment in value of available for sale securities	-	121
Less: Investment related expenses	(592)	(2)
	<b>(13,603,833)</b>	<b>(992,867)</b>
<b>24 OTHER INCOME</b>		
Gain on sale of fixed assets	20,072	16,326
Return on loan to employees	7,902	7,026
Fees charged to policyholders	3,693	5,191
Gain on early termination of lease contracts	-	1,873
Other income	2,796	287
	<b>34,463</b>	<b>30,702</b>
<b>25 NET INSURANCE BENEFITS</b>		
<b>Gross claims</b>		
Claims under individual policies		
by death	340,704	474,797
by insured event other than death	56,694	9,883
by maturity	2,402,718	1,948,373
by surrender	7,172,964	8,219,616
<b>Total gross individual policy claims</b>	<b>9,973,080</b>	<b>10,652,669</b>
Claims under group policies		
by death	773,692	770,579
by insured event other than death	2,156,521	1,450,975
by maturity	292,662	19
by surrender	789,166	4,226
<b>Total gross group claims</b>	<b>4,012,041</b>	<b>2,225,799</b>
<b>Total gross claims</b>	<b>13,985,121</b>	<b>12,878,468</b>
<b>Less: Reinsurance / retakaful recoveries</b>		
On individual life claims	76,155	102,005
On group life claims	725,106	626,523
<b>Total reinsurance / retakaful recoveries</b>	<b>801,261</b>	<b>728,528</b>
Claims related expenses	2,463	1,772
<b>Net insurance benefits</b>	<b>13,186,323</b>	<b>12,151,712</b>

## 26. ACQUISITION EXPENSES

	Aggregate (Unaudited)	
	Three months ended 31 March	
	2026	2025
	(Rupees in '000)	
Remuneration to insurance intermediaries on individual policies:		
– Commission to agent on first year premiums / contributions	457,316	414,505
– Commission to agent on second year premiums / contributions	80,421	94,206
– Commission to agent on subsequent renewal premiums / contributions	138,974	146,352
– Commission to agent on single premiums / contributions	31,225	12,286
– Override commission to supervisors	107,880	99,027
– Other benefits to insurance intermediaries salaries, allowances and other benefits	428,451	379,949
Remuneration to insurance intermediaries on group policies:		
– Commission	639,263	616,232
– Other benefits to insurance intermediaries	162,988	81,263
– Travelling expenses	214,355	114,319
– Printing and stationery	10,219	8,443
– Advertisement	27,119	24,330
– Depreciation	63,832	70,600
– Rent, rates and taxes	1,771	4,415
– Electricity, gas and water	12,353	13,978
– Entertainment	10,394	13,166
– Vehicle running expenses	1,018	1,323
– Office repairs & maintenance	8,177	12,860
– Postages, telegrams and telephone	9,087	8,218
– Fee and Subscription	221,529	274,462
– Medical fees	5,909	6,695
– Policy stamps	32,528	14,000
– Others	135,104	113,319
	<u>2,799,914</u>	<u>2,523,949</u>

## 27. MARKETING AND ADMINISTRATION EXPENSES

	Aggregate (Unaudited)	
	Three months ended 31 March	
	2026	2025
	Restated	
	(Rupees in '000)	
Employee benefit cost	669,672	530,108
Travelling expenses	11,917	16,643
Advertisements and sales promotion	26,987	40,452
Printing and stationery	16,589	28,247
Depreciation	121,851	98,285
Amortisation	31,522	32,225
Rent, rates and taxes	1,635	6,082
Legal and professional charges	5,312	8,182
Electricity, gas and water	18,468	19,162
Entertainment	19,019	19,446
Vehicle running expenses	2,882	9,261
Office repair and maintenance	54,620	75,963
Appointed actuary fees	6,452	6,370
Bank charges	5,854	2,774
Postage, internet and telephone	26,002	27,971
Fees and subscription	88,739	65,571
Annual supervision fee SECP	21,174	19,433
Miscellaneous	56,671	44,960
	<u>1,185,366</u>	<u>1,051,135</u>

## 28. OTHER EXPENSES

	Aggregate (Unaudited)	
	Three months ended 31 March	
	2026	2025
	(Rupees in '000)	
Advertisements and publicity	523	509
Auditors' remuneration	750	–
Directors' fee	4,950	4,000
Donations	6,515	2,879
Printing and stationery	2,758	–
Others	4,981	932
	<u>20,477</u>	<u>8,320</u>
	<u>37,346</u>	<u>20,456</u>

## 29. FINANCE COST

Finance cost on finance leases

## 30. TAXATION

For the period  
Current tax  
Super Tax  
Deferred tax

	Aggregate (Unaudited)	
	Three months ended 31 March	
	2026	2025
	(Rupees in '000)	
	Restated	
	313,316	315,384
	108,017	125,995
	(158,680)	(121,081)
	<u>262,653</u>	<u>320,298</u>

## 31. RELATED PARTY TRANSACTIONS

The related parties comprise of holding company, directors, key management personnel, associated companies / associated undertakings, and entities with common directors and retirement benefit fund. Compensation of key management personnel are on employment terms. Contribution to the provident fund is in accordance with the service rules. Change to the defined contribution is in accordance with the actuarial advice. Other transactions are at agreed rates. Details of transactions with related parties during the year, other than those which have been specifically disclosed elsewhere in the financial statements are as follows:

	31 March 2026	31 March 2025
	Unaudited	Unaudited
	(Rupees in '000)	
<b>Transactions</b>		
<b>Holding Company</b>		
Premium written	109,461	71,917
Premium paid	44,864	46,275
Claims paid	12,728	7,877
Claims received	257	72
Dividend Paid	-	499,570
<b>Associated Companies</b>		
Premium written	410,265	476,926
Premium paid	-	-
Claims paid	162,731	70,411
Commission and Fee paid	54,002	58,299
Travelling expenses	1,326	2,045
Donation paid	4	200
Dividend Paid	6,070	363,128
Interest received on bank deposit	12,461	7,567
Purchase of Vehicles (Pak Suzuki Motors)	105,472	6,892
Placement of TDR	75,000	405,000
Investment bought	-	176,965
Investment matured/sold of related party	80,000	405,000
Management fee from EFU Hemayah Pension Fund	519	-
Share of loss from EFU Hemayah Pension Fund	(9,590)	-
<b>Key management personnel</b>		
Premium written	168	158
Loan to Key Employee	-	1,393
Loan recovered	1,785	1,025
Compensation paid	72,836	66,534
<b>Employees' funds</b>		
Contribution to provident fund	29,110	22,474
Contribution to pension fund	23,475	13,775
	<b>31 March 2026</b>	31 December 2025
	Unaudited	Audited
	(Rupees in '000)	
<b>Balances</b>		
Bank balances	1,440,110	1,574,252
Term deposit receipts	61,729	66,729
Premium payable	3,976	3,219
Premium receivable	65,995	61,322
Premium payable - Holding Company	3,172	113
Dividend Payable	472,911	-
Dividend Payable - Holding Company	502,720	-
Investment in Related Party	3,993,689	4,369,307
Claim outstanding - Holding Company	2,936	4,768
Claims outstanding - Related party	161,170	139,506
Experience refund payable	-	3,089
Commission Payable	2,418	9,286
Investment in associate - EFU Hemayah Pension Fund	142,759	152,552
Investments Income Receivable	6,073	2,932
Loans and other receivable from key employees	3,428	5,212

## 32. SEGMENTAL INFORMATION

### 32.1 Revenue Account by Statutory Fund

	31 March 2026 (Unaudited)								Aggregate 31 March 2026 (Un-audited)
	Statutory Funds							31 March 2026 (Un-audited)	
	Investment Linked Business	Conventional Business	Participating Business	Pension Business (Unit Linked)	Accident & Health Business	Family Takaful Investment Linked Business	Family Takaful Protection Business		
	(Rupees in '000)								
<b>Income</b>									
Premium / contribution less reinsurance / retakaful	6,231,535	3,263,434	40,823	27	1,993,586	2,630,394	215,914	204,438	14,580,151
Policy transfer from other statutory funds	-	-	-	-	-	6,560	-	-	6,560
Special reinstatement fee	-	-	-	-	-	1,484	-	790	2,274
Other income	-	-	-	-	-	-	519	-	519
Share of profit in associate	-	-	-	-	-	-	(9,590)	-	(9,590)
Bonus units transferred to statutory fund	-	-	-	-	-	-	-	-	-
Net investment income / wakala income	(6,907,605)	250,743	1,525	(1,557)	85,601	(464,603)	134,175	9,269	(6,892,452)
<b>Total net income</b>	(676,070)	3,514,177	42,348	(1,530)	2,079,187	2,173,835	341,018	214,497	7,687,462
<b>Insurance benefits and expenditures</b>									
Claims net of reinsurance recoveries	8,700,032	1,778,860	-	-	1,249,779	1,139,104	69,401	240,125	13,177,301
Policy transfer from other statutory funds	6,560	-	-	-	-	-	-	-	6,560
Bonus units transfer to statutory fund	-	-	-	-	-	-	-	-	-
Other Expenses	-	-	-	-	-	-	1,073	-	1,073
Provision for Doubtful debts	-	-	-	-	-	-	-	-	-
Management expenses less recoveries	1,641,304	1,093,850	19,027	1	290,152	1,234,672	200,562	42,578	4,522,146
<b>Total insurance benefits and expenditures</b>	10,347,896	2,872,710	19,027	1	1,539,931	2,373,776	271,036	282,703	17,707,080
<b>Excess of income over insurance benefits and expenditures</b>	(11,023,966)	641,467	23,321	(1,531)	539,256	(199,941)	69,982	(68,206)	(10,019,618)
<b>Net change in insurance liabilities (other than outstanding claims)</b>	11,214,047	(120,474)	(20,401)	1,224	(509,867)	231,681	(3,855)	9,856	10,802,211
<b>Surplus / (Deficit) before tax</b>	190,081	520,993	2,920	(307)	29,389	31,740	66,127	(58,350)	782,593
<b>Movement in policyholders' liabilities</b>	(11,214,047)	120,474	20,401	(1,224)	509,867	(231,681)	3,855	(9,856)	(10,802,211)
<b>Transfer to and from shareholders' fund</b>									
Transfer of surplus to shareholders' fund	(348,590)	(496,064)	-	287	(61,994)	-	-	-	(906,361)
Capital contribution to / from shareholders' fund	-	-	-	-	-	22,585	96,118	136,445	255,148
<b>Net transfer to / from shareholders' fund</b>	(348,590)	(496,064)	-	287	(61,994)	22,585	96,118	136,445	(651,213)
<b>Balance of statutory funds at beginning of the period</b>	223,729,703	8,697,569	73,595	31,948	2,254,904	40,084,501	845,438	529,037	276,246,695
<b>Balance of statutory funds at end of the period</b>	212,357,147	8,842,972	96,916	30,704	2,732,166	39,907,145	1,011,538	597,276	265,575,864

31 March 2025 (Unaudited)

	Statutory Funds								Aggregate
	Investment Linked Business	Conventional Business	Participating Business	Pension Business (Unit Linked)	Accident & Health Business	Family Takaful Investment Linked Business	Family Takaful Protection Business	Family Takaful Accident & Health	31 March 2025 (Un-audited)
	(Rupees in '000)								
<b>Income</b>									
Premium / contribution less reinsurances / retakaful	6,003,716	1,906,260	31,872	27	1,924,479	2,213,867	173,850	253,526	12,507,597
Policy transfer from other statutory funds	-	-	-	-	-	10,272	-	-	10,272
Special reinstatement fee	-	-	-	-	232	55	-	-	287
Bonus units transferred to statutory funds	-	-	-	-	-	96	-	-	96
Net investment income	6,124,993	269,284	663	777	72,041	781,533	55,485	3,538	7,308,314
Total net income	12,128,709	2,175,544	32,535	804	1,996,752	3,005,823	229,335	257,064	19,826,566
<b>Insurance benefits and expenditures</b>									
Claims net of reinsurance recoveries	9,216,690	587,316	-	-	866,496	1,320,975	75,201	72,988	12,139,666
Policy transfer from other statutory funds	10,272	-	-	-	-	-	-	-	10,272
Bonus units transferred to statutory funds	-	-	-	-	-	96	-	-	96
Other Expenses	-	-	-	-	-	-	-	-	-
Provision for Doubtful debts	-	-	-	-	-	-	-	-	-
Management expenses less recoveries	1,566,331	881,660	17,723	1	309,896	977,913	137,200	41,981	3,932,705
<b>Total insurance benefits and expenditures</b>	10,793,293	1,468,976	17,723	1	1,176,392	2,298,984	212,401	114,969	16,082,739
<b>Excess of income over insurance benefits and expenditures</b>	1,335,416	706,568	14,812	803	820,360	706,839	16,934	142,095	3,743,827
<b>Net change in insurance liabilities (other than outstanding claims)</b>	(435,537)	(479,143)	(4,250)	(701)	(888,706)	(688,726)	(4,394)	(144,594)	(2,646,051)
<b>Surplus / (Deficit) before tax</b>	899,879	227,425	10,562	102	(68,346)	18,113	12,540	(2,499)	1,097,776
<b>Movement in policyholders' liabilities</b>	435,537	479,143	4,250	701	888,706	688,726	4,394	144,594	2,646,051
<b>Transfer to and from shareholder's fund</b>									
Transfer of surplus to shareholders' fund	(908,968)	(192,826)	-	(89)	-	-	-	(19,077)	(1,120,960)
Capital contribution from shareholders' fund	-	-	-	-	-	43,551	82,269	88,133	213,953
Net transfer to / from shareholders' fund	(908,968)	(192,826)	-	(89)	-	43,551	82,269	69,056	(907,007)
<b>Balance of statutory funds at beginning of the period</b>	200,296,391	5,317,728	2,864	25,524	1,586,482	32,796,702	579,234	134,896	240,739,821
<b>Balance of statutory funds at end of the period</b>	200,722,839	5,831,470	17,676	26,238	2,406,842	33,547,092	678,437	346,047	243,576,641

As at 31 March 2026 (Unaudited)			As at 31 December 2025 (Audited)		
Statutory Funds	Shareholders Funds	Total	Statutory Funds	Shareholders Funds	Total

32.2 Segment statement of financial position

	As at 31 March 2026 (Unaudited)			As at 31 December 2025 (Audited)		
	Statutory Funds	Shareholders Funds	Total	Statutory Funds	Shareholders Funds	Total
	(Rupees in '000)					
Property and equipment	-	3,003,125	3,003,125	-	3,028,210	3,028,210
Right of use assets	-	943,263	943,263	-	976,977	976,977
Intangible assets	-	226,096	226,096	-	259,335	259,335
Investment in associate	-	142,759	142,759	-	152,349	152,349
Investments	263,127,181	3,338,180	266,465,361	273,903,234	2,798,614	276,701,848
Insurance / reinsurance receivables	3,052,410	-	3,052,410	3,084,522	-	3,084,522
Other loans and receivables	7,639,135	226,621	7,865,756	5,639,747	212,287	5,852,034
Taxation - payments less provision	1,652,048	37,770	1,689,818	1,851,729	89,574	1,941,303
Prepayments	292,915	-	292,915	147,015	-	147,015
Cash and bank	4,033,333	339,692	4,373,025	5,836,714	31,956	5,868,670
<b>Total assets</b>	<b>279,797,022</b>	<b>8,257,506</b>	<b>288,054,528</b>	<b>290,462,961</b>	<b>7,549,302</b>	<b>298,012,263</b>
Insurance liabilities net of reinsurance recoveries	267,529,134	-	267,529,134	277,695,035	-	277,695,035
Deferred taxation	-	2,063,718	2,063,718	-	2,240,437	2,240,437
Premium / contribution received in advance	2,048,875	-	2,048,875	2,375,075	-	2,375,075
Insurance / reinsurance payables	620,684	-	620,684	525,641	-	525,641
Lease liabilities	-	1,138,019	1,138,019	-	1,131,535	1,131,535
Other creditors and accruals	3,747,469	1,522,926	5,270,395	3,522,927	401,988	3,924,915
<b>Total liabilities</b>	<b>273,946,162</b>	<b>4,724,663</b>	<b>278,670,825</b>	<b>284,118,678</b>	<b>3,773,960</b>	<b>287,892,638</b>

33. MOVEMENT IN INVESTMENTS

	Held to maturity	Available for Sale	Fair value through profit & loss account	Deposit maturing within 12 months	Total
	(Rupees in '000)				
<b>At beginning of previous period</b>	13,157,277	2,797,383	226,619,190	347,429	242,921,279
Additions	10,570,591	4,299,896	193,094,655	7,441,029	215,406,171
Disposals (sale and redemptions)	(8,768,335)	(2,853,166)	(186,061,301)	(4,421,729)	(202,104,531)
Net unrealised fair value gain	-	106,363	20,342,081	-	20,448,445
Provision for impairment	887	-	29,597	-	30,484
<b>At beginning of current period</b>	14,960,420	4,350,476	254,024,222	3,366,729	276,701,848
Additions	3,788,516	1,277,851	30,875,257	3,071,958	39,013,582
Disposals (sale and redemptions)	(2,674,382)	(1,257,709)	(27,255,481)	(4,421,729)	(35,609,301)
Net unrealised fair value loss	-	(36,932)	(13,603,834)	-	(13,640,766)
Provision for impairment	-	-	-	-	-
<b>At end of current period</b>	<b>16,074,554</b>	<b>4,333,686</b>	<b>244,040,165</b>	<b>2,016,958</b>	<b>266,465,363</b>

34. FAIR VALUE MEASUREMENT

Investments on the balance sheet are carried at fair value except for investments in unquoted investments which are stated at cost. The Company is of the view that the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are essentially short term in nature.

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

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. 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 categorized:

On balance sheet financial instruments

31 March 2026 (Unaudited)

	Fair value through profit and loss (designated upon initial recognition)	Available for sale	Held to Maturity	Loans and Receivables	Other financial assets	Other financial liabilities	Total	Fair value		
								Level 1	Level 2	Level 3
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
- Investments										
Government securities (T-bills + PIBs + Sukukis)	168,165,234	-	-	-	-	-	168,165,234	-	168,165,234	-
Corporate Sukukis	1,289,861	-	-	-	-	-	1,289,861	-	1,289,861	-
Listed equity securities	56,749,459	263,316	-	-	-	-	57,012,775	57,012,775	-	-
Mutual funds	11,793,274	1,159,506	-	-	-	-	12,952,780	-	12,952,780	-
Debt securities (Listed TFCs)	4,900,365	-	-	-	-	-	4,900,365	-	4,900,365	-
<b>Financial assets not measured at fair value</b>										
- Government securities (T-bills + PIBs + Sukukis)	-	-	19,140,882	-	-	-	19,140,882	-	-	-
- Balances with banks *	6,389,982	-	-	-	-	-	6,389,982	-	-	-
- Unlisted equity securities	-	-	-	-	508	-	508	-	-	-
- Certificate of investment	-	-	986,000	-	-	-	986,000	-	-	-
- Advances to employees and agents	-	-	-	586,464	-	-	586,464	-	-	-
- Investment income accrued	-	-	-	-	5,468,180	-	5,468,180	-	-	-
- Other loans and receivables (excluding markup accrued)*	-	-	-	-	1,811,112	-	1,811,112	-	-	-
	249,288,175	1,422,822	20,126,882	586,464	7,279,800	-	278,704,143	-	-	-
<b>Financial liabilities not measured at fair value</b>										
Insurance / reinsurance payables	-	-	-	-	-	620,685	620,685	-	-	-
Other creditors and accruals	-	-	-	-	-	3,036,692	3,036,692	-	-	-
	-	-	-	-	-	3,657,377	3,657,377	-	-	-
	249,288,175	1,422,822	20,126,882	586,464	7,279,800	(3,657,377)	275,046,766	-	-	-

On balance sheet financial instruments

31 December 2025 (Audited)

	Fair value through profit and loss (designated upon initial recognition)	Available for sale	Held to Maturity	Loans and Receivables	Other financial assets	Other financial liabilities	Total	Fair value		
								Level 1	Level 2	Level 3
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
- Investments										
Government securities (T-bills + PIBs + Sukukis)	166,007,925	-	-	-	-	-	166,007,925	-	166,007,925	-
Corporate Sukukis	1,331,941	-	-	-	-	-	1,331,941	-	1,331,941	-
Listed equity securities	67,568,297	306,105	-	-	-	-	67,874,402	67,874,402	-	-
Mutual funds	13,123,595	1,161,444	-	-	-	-	14,285,039	-	14,285,039	-
Debt securities (Listed TFCs)	4,844,261	-	-	-	-	-	4,844,261	-	4,844,261	-
<b>Financial assets not measured at fair value</b>										
- Government securities (T-bills + PIBs + Sukukis)	-	-	18,010,043	-	-	-	18,010,043	-	-	-
- Balances with banks *	9,235,399	-	-	-	-	-	9,235,399	-	-	-
- Unlisted equity securities	-	-	-	-	508	-	508	-	-	-
- Certificate of investment	-	-	981,000	-	-	-	981,000	-	-	-
- Advances to employees and agents	-	-	-	586,464	-	-	586,464	-	-	-
- Investment income accrued	-	-	-	-	4,190,916	-	4,190,916	-	-	-
- Other loans and receivables (excluding markup accrued)*	-	-	-	-	1,074,656	-	1,074,656	-	-	-
	262,111,418	1,467,549	18,991,043	586,464	5,266,080	-	288,422,554	-	-	-
<b>Financial liabilities not measured at fair value</b>										
Insurance / reinsurance payables	-	-	-	-	-	525,641	525,641	-	-	-
Other creditors and accruals	-	-	-	-	-	3,036,692	3,036,692	-	-	-
	-	-	-	-	-	3,562,333	3,562,333	-	-	-
	262,111,418	1,467,549	18,991,043	586,464	5,266,080	(3,562,333)	284,860,221	-	-	-

\*The Company has not disclosed the fair values for these financial assets and liabilities, as these are for short term or repurchase over short term. Therefore, their carrying amounts are reasonable approximation of fair value.



**35. GENERAL**

35.1 Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.

35.2 Corresponding figures have been re-arranged and reclassified, wherever necessary, to facilitate comparisons. There were no reclassifications during the year.

**37. DATE OF AUTHORIZATION FOR ISSUE**

These financial statements were authorized for issue by the Board of Directors of the Company in their meeting held on 23 April 2026.

**Condensed Interim Financial  
Statement Report  
(Un-audited / Un-reviewed)  
Three Months Ended 31 March 2026**

**EFU LIFE  
WINDOW  
TAKAFUL  
OPERATIONS**

MOHAMMED ALI AHMED  
Managing Director &  
Chief Executive

SYED SHAHID ABBAS  
Chief Financial  
Officer

SAIFUDDIN N. ZOOMKAWALA  
Director

TAHER G. SACHAK  
Vice Chairman

RAFIQUE R. BHIMJEE  
Chairman

Karachi 23 April, 2026

## Condensed Interim Statement of Financial Position Window Takaful Operations (Un-audited/Un-reviewed)

As at 31 March 2026

Note	Operators' Sub Fund	Policyholders' Fund	31 March	31 December
			2026	2025
			Unaudited	Unaudited
(Rupees in '000)				
<b>Assets</b>				
Properties and equipments	–	–	–	–
Investments in associate	–	142,761	142,761	152,351
Investments				
Equity securities	5	6,077,375	6,077,375	7,490,286
Mutual fund	6	3,515,351	3,515,351	3,577,424
Government securities	7	26,346,838	26,346,838	26,580,434
Debt securities	8	1,612,621	1,612,621	1,640,791
Term deposits	9	96,331	1,704,521	190,000
Takaful / retakaful receivables		–	223,290	143,913
Contribution due but unpaid		–	509,449	420,290
Other loans and receivables		1,300,229	3,698,422	2,332,677
Deferred tax asset		80,200	80,200	78,106
Prepayments		48,292	48,292	30,303
Qard-e-Hasna		97,127	241,324	377,222
Deferred Commission Receivable		–	–	–
Cash & Bank	10	56,802	1,665,588	2,528,908
<b>Total Assets</b>		<b>1,678,981</b>	<b>45,866,032</b>	<b>45,542,705</b>
<b>Equity and Liabilities</b>				
Cede Money		100,000	100,000	100,000
Capital contributed by shareholder's fund		881,726	881,726	734,278
Qard-e-Hasna		–	–	–
Retained Earning arising from business other than participating business attributable to shareholder's (Ledger account D)		582,446	582,446	474,746
Accumulated losses		(264,300)	(264,300)	(264,265)
<b>Total Equity</b>		<b>1,299,872</b>	<b>1,299,872</b>	<b>1,044,759</b>
<b>Liabilities</b>				
Insurance Liabilities	11	10,378	41,923,799	41,897,778
Takaful contribution received in advance		–	387,285	351,057
Takaful / retakaful payables		–	147,597	188,356
Deferred Tax Liability		–	–	–
Unearned Wakala Fee		–	–	–
Other creditors and accruals		368,731	2,107,479	2,060,755
<b>Total Liabilities</b>		<b>379,109</b>	<b>44,566,160</b>	<b>44,497,946</b>
<b>Total Equity and Liabilities</b>		<b>1,678,981</b>	<b>45,866,032</b>	<b>45,542,705</b>
Contingency(ies) and commitment(s)	12			

The annexed notes 1 to 24 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive  
 SYED SHAHID ABBAS Chief Financial Officer  
 SAIFUDDIN N. ZOOMKAWALA Director  
 TAHER G. SACHAK Vice Chairman  
 RAFIQUE R. BHIMJEE Chairman

Karachi 23 April, 2026

## Condensed Interim Profit and Loss Account Window Takaful Operations (Un-audited/Un-reviewed)

for the three months period ended 31 March 2026

Note	Operators' Sub Fund		Policyholders' Fund		Aggregate	
	Three months period ended 31 March		Three months period ended 31 March		Three months period ended 31 March	
			2026	2025	2026	2025
(Rupees in '000)						
Contribution Revenue		420,618	304,021	2,837,975	2,573,796	3,258,593
Contribution ceded to reinsurers		–	–	(201,286)	(226,304)	(201,286)
<b>Net Contribution revenue</b>	13	<b>420,618</b>	<b>304,021</b>	<b>2,636,689</b>	<b>2,347,492</b>	<b>3,057,307</b>
Wakalat-ul-Istismar - PIF		306,974	254,875	(331,112)	(257,633)	(24,138)
Wakala Fee - PTF		216,159	147,411	(216,159)	(147,411)	–
Special reinstatement fee		24	19	–	–	24
Mudarib Fee		9,184	8,632	(9,184)	(8,632)	–
Lapsed unit Income		24,119	2,746	–	–	24,119
Other Income		2,769	36	–	–	2,769
Investment income	14	8,253	14,246	817,182	718,404	825,435
Net realised fair value (losses) / gains on financial assets	15	(21)	(1)	(9,613)	(623)	(9,634)
Net unrealised fair value (losses) on financial assets at fair value through profit or loss	16	(3,527)	(561)	(1,634,179)	(235,893)	(1,637,706)
		563,934	427,403	(1,383,065)	68,212	(819,131)
<b>Net income</b>		<b>984,552</b>	<b>731,424</b>	<b>1,253,624</b>	<b>2,415,704</b>	<b>2,238,176</b>
Takaful benefits		–	–	1,646,249	1,548,066	1,646,249
Recoveries from retakafuls		–	–	(197,719)	(81,037)	(197,719)
Qard-e-Hasna		–	–	–	–	–
Claims related expenses		–	–	–	–	–
<b>Net Takaful Benefits</b>	17	<b>–</b>	<b>–</b>	<b>1,448,530</b>	<b>1,467,029</b>	<b>1,448,530</b>
Net Change in Takaful Liabilities (other than outstanding claims)		2,114	1,968	(194,908)	948,675	(192,794)
Acquisition expenses	18	693,623	594,793	–	–	693,623
Exgratia-Surrender Expense		98	2,135	–	–	98
Marketing and administration expenses	19	284,496	217,304	–	–	284,496
Other expenses		–	–	–	–	–
<b>Total Expenses</b>		<b>980,331</b>	<b>816,200</b>	<b>(194,908)</b>	<b>948,675</b>	<b>785,423</b>
<b>Results of operating activities</b>		<b>4,221</b>	<b>(84,776)</b>	<b>2</b>	<b>–</b>	<b>4,223</b>
Share of loss from associate		(9,590)	–	–	–	(9,590)
<b>(Loss) / Income before tax</b>		<b>(5,369)</b>	<b>(84,776)</b>	<b>2</b>	<b>–</b>	<b>(5,367)</b>
Income tax	20	2,094	33,063	(1)	–	2,093
<b>(Loss) / Income for the period</b>		<b>(3,275)</b>	<b>(51,713)</b>	<b>1</b>	<b>–</b>	<b>(3,274)</b>

The annexed notes 1 to 24 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive  
 SYED SHAHID ABBAS Chief Financial Officer  
 SAIFUDDIN N. ZOOMKAWALA Director  
 TAHER G. SACHAK Vice Chairman  
 RAFIQUE R. BHIMJEE Chairman

Karachi 23 April, 2026

## Condensed Interim Statement of Comprehensive Income Window Takaful Operations (Un-audited/Un-reviewed) for the three months period ended 31 March 2026

	Operators' Sub Fund		Policyholders' Fund		Aggregate	
	Three months period ended 31 March		Three months period ended 31 March		Three months period ended 31 March	
	2026	2025	2026	2025	2026	2025
	(Rupees in '000)					
(Loss) / Income for the year - as per Profit and Loss Account	(3,275)	(51,713)	1	-	(3,274)	(51,713)
<b>Other Comprehensive Income:</b>						
<b>Items that may be reclassified to profit and loss in subsequent years:</b>						
Change in unrealised gains on available-for-sale financial assets	3,240	-	-	-	3,240	-
Reclassification adjustment relating to available-for-sale investments sold during the period	-	-	-	-	-	-
Related deferred tax	-	-	-	-	-	-
Other comprehensive income for the year- net of tax	3,240	-	-	-	3,240	-
<b>Total comprehensive loss for the period</b>	<b>(35)</b>	<b>(51,713)</b>	<b>1</b>	<b>-</b>	<b>(34)</b>	<b>(51,713)</b>

The annexed notes 1 to 24 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive  
SYED SHAHID ABBAS Chief Financial Officer  
SAIFUDDIN N. ZOOMKAWALA Director  
TAHER G. SACHAK Vice Chairman  
RAFIQUE R. BHIMJEE Chairman

Karachi 23 April, 2026

## Condensed Interim Statement of Cash Flows Window Takaful Operations (Un-audited/Un-reviewed) for the three months period ended 31 March 2026

	Note	Three months period ended 31 March	
		2026	2025
		(Rupees in '000)	
<b>Operating cash flows</b>			
<b>a) Takaful activities</b>			
Takaful contribution received		3,205,686	2,794,203
Retakaful contribution paid		(123,703)	(79,836)
Claims paid		(1,569,848)	(1,601,180)
Commission paid		(420,533)	(320,803)
Marketing and Administrative expenses paid		(284,496)	(217,304)
Other acquisition cost paid		(238,886)	(204,730)
Net cash flow from underwriting activities		568,220	370,350
<b>b) Other operating activities</b>			
Other operating receipts / (payments)		193,256	(495,997)
Other (payments) / receipts on operating assets		(568,366)	293,761
Net cash flow from other operating activities		(375,110)	(202,236)
<b>Total cash inflow from all operating activities</b>		<b>193,110</b>	<b>168,114</b>
<b>Investment activities</b>			
Profit / Return received		110,867	(7,429)
Dividends received		49,671	76,031
Payments for investments		2,842,414	(763,968)
Proceed from disposal of investments		(2,753,004)	5,052
<b>Total cash in / (out) flows from investing activities</b>		<b>249,948</b>	<b>(690,314)</b>
<b>Financing activities</b>			
Net Capital contributed from shareholder's fund		208,144	172,064
<b>Total cash inflow from financing activities</b>		<b>208,144</b>	<b>172,064</b>
<b>Net cash in / (out) flows from all activities</b>		<b>651,202</b>	<b>(350,136)</b>
Cash and cash equivalents at beginning of the year		2,718,907	2,209,984
<b>Cash and cash equivalents at end of the year</b>	10.1	<b>3,370,109</b>	<b>1,859,848</b>
<b>Reconciliation to profit and loss account</b>			
Operating cash flows		193,110	168,114
Depreciation expense		(43,509)	(36,121)
Amortization expense		(3,112)	(5,768)
Loss on disposal of investments		(9,634)	(625)
Dividend Income		49,671	76,031
Other investment income		797,518	520,706
Depreciation in market value of investments		(1,659,462)	(100,540)
Increase in assets other than cash		740,248	39,173
Increase in liabilities		(68,105)	(712,683)
<b>Loss after taxation</b>		<b>(3,275)</b>	<b>(51,713)</b>

The annexed notes 1 to 24 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive  
SYED SHAHID ABBAS Chief Financial Officer  
SAIFUDDIN N. ZOOMKAWALA Director  
TAHER G. SACHAK Vice Chairman  
RAFIQUE R. BHIMJEE Chairman

Karachi 23 April, 2026

## Condensed Interim Statement of Changes in Equity Window Takaful Operations (Un-audited/Un-reviewed) for the three months period ended 31 March 2026

	Attributable to the equity holders' of the Company						Total
	Cede Money	Capital Contribution from main Shareholder Fund	General Reserves	Retained earnings arising from business other than participating business attributable to shareholders (ledger account D) - net of tax*	Surplus/(Deficit) on revaluation of available for sale investment	Unappropriated Profit	
	(Rupees in '000)						
Balance as at 1 January 2024	100,000	322,580	-	345,633	-	(207,723)	560,490
Capital contribution from shareholder's fund	-	213,953	-	-	-	-	213,953
Loss for the period ended 31 March 2025	-	-	-	-	-	(51,713)	(51,713)
Other Comprehensive income / ( loss)	-	-	-	-	-	-	-
Total loss for the period ended 31 March 2025	-	-	-	-	-	(51,713)	(51,713)
Contribution to increase solvency margin	-	(76,626)	-	76,626	-	-	-
Capital contribution transferred to policy holder liability	-	-	-	-	-	-	-
Balance as at 31 March 2025	100,000	459,907	-	422,259	-	(259,436)	722,730
Balance as at 1 January 2025	100,000	734,278	-	474,746	-	(264,265)	1,044,759
Capital contribution from shareholder's fund	-	255,148	-	-	-	-	255,148
Loss for the period ended 31 March 2026	-	-	-	-	-	(3,275)	(3,275)
Other Comprehensive income	-	-	-	-	-	3,240	3,240
Total loss for the period ended 31 March 2026	-	-	-	-	-	(35)	(35)
Contribution to increase solvency margin	-	(107,700)	-	107,700	-	-	-
Balance as at 31 March 2026	100,000	881,726	-	582,446	-	(264,300)	1,299,872

\*This include balances maintained in accordance with the requirements of section 35 of the Insurance Ordinance ,2000 read with rule 14 of the Insurance Rules, 2017 to meet solvency margins, which are mandatorily maintained for the carrying on of the life insurance business.

The annexed notes 1 to 24 form an integral part of these financial statements.

MOHAMMED ALI AHMED Managing Director & Chief Executive	SYED SHAHID ABBAS Chief Financial Officer	SAIFUDDIN N. ZOOMKAWALA Director	TAHER G. SACHAK Vice Chairman	RAFIQUE R. BHIMJEE Chairman
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Karachi 23 April, 2026

## Notes to and forming part of the Condensed Interim Financial Information Window Takaful Operations (Un-audited/Un-reviewed) for the three months period ended 31 March 2025

### 1. LEGAL STATUS AND NATURE OF BUSINESS

- EFU Life Assurance Limited (the Company) was incorporated in Pakistan on 09 August 1992 as a public limited company under the Repealed Companies Ordinance, 1984 (now Companies Act, 2017) and started its operation from 18 November 1992. The shares of the Company are quoted on Pakistan Stock Exchange. The registered office of the Company is located at Kamran Center, 4th Floor, Plot No. 85 East, Jinnah Avenue, Blue Area, Islamabad, while principal place of business is located at EFU Life House, Plot No.112, 8th East street, Phase 1, DHA, Karachi.
- The Company is a subsidiary of EFU General Insurance Limited on the basis of its ability to control the composition of the Board of Directors of EFU Life Assurance Limited effective 31 March 2018.
- The Company is engaged in life insurance business including ordinary life business, pension fund business and accident and health business and has established following statutory funds, as required by the Insurance Ordinance, 2000:
  - Family Takaful Investment Linked Business (Refer note 1.4)
  - Family Takaful Protection Business (Refer note 1.4)
- The Company was granted authorisation on 19 January 2015 under Rule 6 of the Takaful Rules, 2012 to undertake Takaful Window Operation in respect of family takaful products by Securities and Exchange Commission of Pakistan (SECP) and subsequently the Company commenced Window Takaful Operations on 6 February 2015 under the brand name "Hemayah". For the purpose of carrying on takaful business, the Company has formed a Waqf namely EFU Life - Window Family Takaful Limited Waqf (here-in-after referred to as the Participant Takaful Fund (PTF)) was formed on 6 February 2015 under a Waqf deed executed by the Company with a cede amount of Rs. 2 million. The cede money is required to be invested in Shariah compliant investments and any profit thereon can be utilized only to pay benefits to participants or defray PTF expenses. Waqf deed also governs the relationship of the Company and policyholders for the management of Takaful operations, investment of policyholders' funds and shareholders' funds as approved by the Shariah Advisor appointed by the Company.

### 2. Basis of preparation and statement of compliance

- These financial statements have been prepared on the format of financial statements issued by the Securities and Exchange Commission of Pakistan (SECP) through the Insurance Rules, 2017 vide its S.R.O. 89(1) / 2017 dated 09 February 2017.
- These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. The accounting and reporting standards comprise of:
  - International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
  - Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, Takaful Rules, 2012 and Insurance Accounting Regulations, 2017; and
  - Islamic Financial Accounting Standards (IFAS) (as a lease) issued by the Institute of Chartered Accountants of Pakistan, as are notified under the Companies Act, 2017.

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

### 2.3 Basis of measurement

These financial statements have been prepared under the historical cost convention, except for the available for sale investments which are stated at their fair values.

### 2.4 Functional and presentation currency

These financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency. All financial information presented in Pakistani Rupees has been rounded to the nearest thousands.

## 3. MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies and method of computation adopted in the preparation of the financial information are consistent with those followed in the preparation of the annual financial statements of the Company for the year ended 31 December 2025.

### 3.1 Material Accounting Policy Information - Window Family Takaful Operations

#### 3.1.1 Takaful Contracts

The takaful contracts are based on the principles of Wakala Waqf Model. Takaful is a program based on Shariah compliant, approved concept founded on the principles of mutual cooperation, solidarity and brotherhood.

The obligation of Waqf for Waqf participants' liabilities is limited to the amount available in the Waqf fund. In the event where there is insufficient funds in Waqf to meet their current payments less receipts, the deficit is funded by way of an interest free loan (Qard-e-Hasna) from the Operator sub fund to participant takaful fund and group family takaful. The amount of Qard-e-Hasna is refundable to the Operator sub fund.

Technical reserves are stated at a value determined by the appointed actuary through an actuarial valuation carried out as at each balance sheet date, in accordance with section 50 of the Insurance Ordinance, 2000.

#### 3.1.2 Group Takaful

The group family takaful contracts are issued typically on yearly renewable term basis. The Company offers group term life and group credit plans to its participants.

#### 3.1.3 Individual Takaful Contracts Unit - Linked

The Company offers unit-linked Takaful plans which provide Shariah compliant financial protection and investment vehicle to individual participants contribution received from policyholders, after deducting specific charges and takaful donations, are invested in internal unit funds of the Company.

The basic plan contains family takaful cover over and above the unit value with additional protection.

#### 3.1.4 Retakaful

These contracts are entered into by the Company with retakaful operator under which the retakaful operator cedes the takaful risk assumed during normal course of its business and according to which the Waqf is compensated for losses on contract issued by it are classified as retakaful contracts held.

##### Retakaful Contribution

Retakaful contribution is recorded at the time the retakaful is ceded. Surplus from retakaful operator is recognized in the revenue account.

### Retakaful Expenses

Retakaful expenses are recognized as a liability in accordance with the pattern of recognition of related contribution.

### Retakaful assets and liabilities

Retakaful assets represent balances due from retakaful operators. Recoverable amounts are estimated in a manner consistent with the associated retakaful treaties.

Retakaful liabilities represent balances due to retakaful operators. Amounts payable are calculated in a manner consistent with the associated retakaful treaties.

Retakaful assets are not offset against related retakaful liabilities. Income or expenses from retakaful contract are not offset against expenses or income from related retakaful contracts as required by Insurance Ordinance, 2000.

Retakaful assets and liabilities are derecognized when the contractual rights are extinguished or expired.

### 3.1.5 Business Segment - Window Family Takaful Operation

The Company has two primary business segment for reporting purposes; Family Takaful Investment Linked Business and Family Takaful Protection Business.

- a) The Family Takaful Investment Linked Business segments provides family takaful coverage to individuals under unit -linked policies issued by the PTF.
- b) The Family Takaful Protection Business segment provides family takaful coverage to member of business enterprises, corporate entities and common interest groups under group family takaful scheme operated by the Company.

### 3.1.6 Takaful operator's fee

The shareholders of the Company manage the family takaful operations for the participants and act as Wakeel of the Waqf fund. The Company is entitled for the wakala fee for the management of takaful operation under Waqf fund to meet its general and administrative expenses.

The window takaful operator is also entitled for Wakalt-ul-Istismar fee as it manages Participant Investment Fund.

### 3.1.7 Revenue recognition

Individual first year contribution are recognized once the related policies have been issued and the contribution received. Renewal contribution are recognized upon receipt of contribution provided the policy is still in force. Individual single contribution are recognized once the related policies are issued against the receipts of contribution.

Group contribution are recognized when due. A provision for unearned contribution is included in the policyholders' liabilities.

## 4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of financial statements in conformity with accounting and reporting standards requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies. Estimates and judgments are continually evaluated and are based on historic experience and other factors, including expectations of future events that are believed to be reasonable under the circumstances. Revisions to accounting estimates are recognized in the period in which the estimate is revised and any future periods affected.

## 5. INVESTMENTS IN EQUITY SECURITIES

	Note	31 March 2025 Unaudited		31 December 2025 Unaudited	
		(Rupees in '000)			
At fair value through profit or loss (Designated - upon initial recognition)	5.1	6,077,375	7,490,286	6,077,375	7,490,286

  

	31 March 2026 (Unaudited)			31 December 2025 (Unaudited)		
	Cost	Impairment / provision	Carrying Value	Cost	Impairment / provision	Carrying Value
	(Rupees in '000)					
5.1 Fair Value through Profit and Loss (Designated – upon initial recognition)						
Related Parties						
Listed Shares	-	-	-	-	-	-
Others						
Listed Shares	7,129,844	-	6,077,375	5,749,720	-	7,490,286
	<u>7,129,844</u>	<u>-</u>	<u>6,077,375</u>	<u>5,749,720</u>	<u>-</u>	<u>7,490,286</u>

## 6. INVESTMENTS IN OPEN ENDED MUTUA FUNDS

	31 March 2026 (Unaudited)			31 December 2025 (Unaudited)		
	Cost	Impairment / provision	Carrying Value	Cost	Impairment / provision	Carrying Value
	(Rupees in '000)					
Fair Value through Profit or Loss (Designated – upon initial recognition)						
Available for sale	3,939,588	-	3,515,351	2,903,102	-	3,577,424
	<u>3,939,588</u>	<u>-</u>	<u>3,515,351</u>	<u>2,903,102</u>	<u>-</u>	<u>3,577,424</u>

## 7. GOVERNMENT SECURITIES

	Note	31 March 2026 Unaudited		31 December 2025 Unaudited	
		(Rupees in '000)			
Held to Maturity	7.1	1,552,941	1,450,454		
Fair value through profit and loss (designated - upon initial recognition)	7.2	24,793,897	25,129,980	26,346,838	26,580,434

Maturity Year	Effective Yield (%)	31 March 2026 (Unaudited)			31 December 2025 (Unaudited)		
		Amortised Cost	Principal Repayment	Carrying Value	Amortised Cost	Principal Repayment	Carrying Value
(Rupees in '000)							

### 7.1 Held to Maturity

01 Year Government Ijara Sukuk	2026-2027	10.45	640,712	678,000	640,712	436,269	470,000.00	436,269
03 Year Government Ijara Sukuk	2026	10.65-19.69	10,000	10,000	10,000	109,966.10	110,000.00	109,966
05 Year Government Ijara Sukuk	2027-2028	8.37-18.99	777,349	765,288	777,349	779,407	765,288	779,407
10 Year Government Ijara Sukuk	2035	8.37-18.99	124,880	125,000	124,880	124,812	125,000	124,812
			<u>1,552,941</u>	<u>1,578,288</u>	<u>1,552,941</u>	<u>1,450,454</u>	<u>1,470,288</u>	<u>1,450,454</u>

Maturity Year	Effective Yield (%)	31 March 2026 (Unaudited)			31 December 2025 (Unaudited)		
		Amortised Cost	Principal Repayment	Carrying Value	Amortised Cost	Principal Repayment	Carrying Value
(Rupees in '000)							

### 7.2 Fair Value through profit and loss (Designated - upon initial recognition)

01 Year Government Ijara Sukuk	2026-2027	10.00-15.40	1,353,425	1,421,000	1,346,461	1,173,816	1,243,000	1,175,798
03 Year Government Ijara Sukuk	2026-2028	10.64-12.00	3,422,344	3,414,000	3,410,718	4,359,334	4,304,000	4,372,008
05 Year Government Ijara Sukuk	2026-2030	8.375-12.25	19,110,822	18,986,612	18,996,666	18,670,528	18,536,612	18,672,172
10 Year Government Ijara Sukuk	2034-2036	10.77-11.90	1,046,188	1,046,000	1,040,052	905,601	901,000	910,003
			<u>24,932,778</u>	<u>24,867,612</u>	<u>24,793,897</u>	<u>25,109,278</u>	<u>24,984,612</u>	<u>25,129,980</u>

## 8. INVESTMENT IN DEBT SECURITIES

Note	31 March 2026 (Unaudited)			31 December 2025 (Unaudited)			
	Cost	Impairment / Provision	Carrying Value	Cost	Impairment / Provision	Carrying Value	
(Rupees in '000)							
Others							
Corporate Sukuks	8.1	1,612,621	-	1,612,621	1,640,791	-	1,640,791
		<u>1,612,621</u>	<u>-</u>	<u>1,612,621</u>	<u>1,640,791</u>	<u>-</u>	<u>1,640,791</u>

Fair Value through Profit and Loss (Designated upon initial recognition)	Maturity	No. of Certificates		Face Value	Carrying Amount	
		31 March 2026	31 December 2025		31 March 2026	31 December 2025
		Unaudited	Unaudited		Unaudited	Unaudited
(Rupees in '000)						
<b>8.1 Corporate Sukuks</b>						
Neelum Jehlum Hydro Power Company Limited	2026	1,250	1,250	50	6,773	6,956
Meezan Bank Limited	Perpetual	50,000	50,000	1,000	250,000	250,000
Dubai Islamic Bank Limited	2028	20,000	20,000	5	100,000	100,000
K-Electric Limited	2029	120,000	120,000	100	458,533	491,520
<b>Related Parties</b>						
Bank Islami Pakistan Limited	Perpetual	28,063	28,063	5	140,315	140,315
					955,621	988,791
<b>Certificate Of Investment</b>						
First Habib Modaraba Private Limited	2025	4	4	163,500	657,000	652,000
					657,000	652,000
					1,612,621	1,640,791

## 9. INVESTMENTS IN TERM DEPOSITS

	31 March 2026 Unaudited	31 December 2025 Unaudited
(Rupees in '000)		
Deposit maturing within three months	1,704,521	190,000

## 10. CASH AND BANK

	31 March 2026 Unaudited	31 December 2025 Unaudited
(Rupees in '000)		
Cash and Cash Equivalent		
Cash in hand	132	-
Cash at bank		
Current account	121,919	121,922
Saving account	1,543,537	2,406,986
	1,665,588	2,528,908

	31 March 2026 Unaudited	31 March 2025 Unaudited
(Rupees in '000)		
<b>10.1 Cash and cash equivalents for cash flow purpose comprise of the following:</b>		
- Cash and others	132	107
- Cash at bank	1,665,456	1,679,741
- Term deposits maturing within three months	1,704,521	180,000
	3,370,109	1,859,848

## 11. TAKAFUL LIABILITIES

		31 March 2026 Unaudited	31 December 2025 Unaudited
(Rupees in '000)			
Reported outstanding claims	11.1	935,925	861,657
Incurred but not reported claims	11.2	298,310	274,873
Investment component of unit-linked and account value policies	11.3	38,749,308	38,965,565
Liabilities under individual conventional insurance contracts	11.4	181,131	189,626
Liabilities under group insurance contracts (other than investment linked)	11.5	255,903	290,038
Other liabilities		84,279	86,159
Participant takaful fund balance	11.6	1,418,943	1,229,860
		41,923,799	41,897,778

### 11.1 Reported Outstanding Claims

Gross of Retakaful		
Payable within one year		895,624
Payable over a period of time exceeding one year		95,655
		991,279
Recoverable from Retakaful		(55,354)
Receivable over a period of time exceeding one year		(55,354)
Net reported outstanding claims		935,925

### 11.2 Incurred But Not Reported Claims

Gross of retakaful		524,220
Retakaful recoveries		(225,910)
Net of retakaful		298,310

### 11.3 Investment Component of Unit Linked and Account Value Policies

Investment component of unit linked policies		38,749,308
Investment component of account value policies		-
		38,749,308

### 11.4 Liabilities under Individual Conventional takaful Contracts

Gross of Retakaful		263,233
Retakaful Credit		(82,102)
Net of retakaful		181,131

### 11.5 Liabilities under Group Insurance Contracts (other than investment linked)

Gross of Reinsurance		405,252
Reinsurance Credit		(149,349)
Net of retakaful		255,903

### 11.6 Participant Takaful Fund Balance

	11.6.1	1,418,943	826,381
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## 18. ACQUISITION EXPENSES

	Aggregate	
	Three months period ended	
	31 March	
	2026	2025
	(Rupees in '000)	
Remuneration to takaful intermediaries on individual policies:		
– Commission to agent on first year contributions	224,585	177,713
– Commission to agent on second year contributions	31,787	31,527
– Commission to agent on subsequent renewal contributions	34,665	34,659
– Commission to agent on single contributions	8,222	2,940
– Override commission to supervisors	32,843	26,515
– Other benefits to takaful intermediaries Salaries, allowances and other benefits	178,346	135,727
Remuneration to takaful intermediaries on group policies:		
– Commission	22,794	28,757
– Other benefits to takaful intermediaries	13,275	8,971
Other acquisition costs		
– Traveling expenses	36,757	27,481
– Printing and stationery	2,880	1,719
– Depreciation	15,255	14,972
– Rent, rates and taxes	908	174
– Electricity, gas and water	2,685	2,828
– Entertainment	1,457	1,923
– Vehicle running expenses	209	321
– Office repairs & maintenance	1,696	2,801
– Postages, telegrams and telephone	1,349	989
– Finance Cost	6,369	3,626
– Others	62,979	80,739
– Medical fees	1,770	1,259
– Policy stamps	12,792	9,152
	<u>693,623</u>	<u>594,793</u>

## 19. MARKETING AND ADMINISTRATION EXPENSES

Employee benefit cost	134,131	99,128
Traveling expenses	2,519	3,401
Advertisements and sales promotion	10,369	14,906
Printing and stationery	5,386	7,561
Depreciation	28,254	21,149
Amortisation	3,112	5,768
Rent, rates and taxes	361	907
Legal and Professional charges	1,552	1,865
Electricity, gas and water	4,201	4,886
Entertainment	3,691	3,757
Vehicle running expenses	1,348	1,136
Office repair and maintenance	11,875	16,603
Appointed actuary fees	1,410	1,325
Bank charges	1,301	534
Postage, internet and telephone	5,952	6,327
Fees and subscription	36,712	14,198
Annual supervision fee SECP	4,256	4,188
Miscellaneous	28,066	9,665
	<u>284,496</u>	<u>217,304</u>

## 20. TAXATION FOR THE PERIOD

Current  
Deferred

## 21. RELATED PARTY TRANSACTIONS

The related parties comprise of holding company, directors, key management personnel, associated companies/associated undertakings, and entities with common directors and retirement benefit fund. Compensation of key management personnel are on employment terms. Contribution to the provident fund is in accordance with the service rules. Change to the defined contribution is in accordance with the actuarial advice. Other transactions are at agreed rates. Details of transactions with related parties during the period, other than those which have been specifically disclosed elsewhere in the financial statements are as follows:

Transactions	31 March	31 March
	2026	2025
	Unaudited	Unaudited
	(Rupees in '000)	
<b>Holding Company</b>		
Premium written	722	358
Premium paid	133	–
Claims Paid	90	–
<b>Associated companies/ Related Party</b>		
Premium written	54,879	2,568
Premium paid	–	–
Claims paid	82,326	600
Commission Paid	29,239	16,413
Interest / Profit received	12,076	7,567
Placement of TDR	75,000	405,000
TDR matured	80,000	405,000
<b>Employees' Funds</b>		
Contribution to provident fund	463	387
Contribution to pension fund	235	225
<b>Key Management Personnel Transactions</b>		
Premium written	15	15
	31 March	31 December
	2026	2025
	Unaudited	Unaudited
	(Rupees in '000)	
<b>Balances</b>		
Bank balances	685,859	1,248,348
Bank deposits	35,000	40,000
Premium payable	–	46
Premium receivable	37,052	34,636
Commission payable	–	7,136
Investment in related party	140,315	–
Investments income receivable	–	2,307
Experience refund payable	–	2,000
Claim outstandings - Holding company	–	7
Claim outstandings - Related parties	64,233	40,415

## 22. SEGMENTAL INFORMATION

### 22.1 Revenue Account by Statutory Fund

	Aggregate			Aggregate
	Family Takaful Investment Linked Business	Family Takaful Protection Linked Business	Family Takaful Accident and Health	Period ended 31 March 2026 Unaudited
	(Rupees in '000)			
<b>Income</b>				
Contribution less retakaful	2,630,394	215,914	204,438	3,050,746
Policy transfer from other statutory funds	6,560	–	–	6,560
Other Income		519	–	519
Bonus units transfer to statutory fund	1,484	–	790	2,274
Share of loss from associate		(9,590)	–	(9,590)
Net investment income / wakala income	(464,603)	134,175	9,269	(321,159)
<b>Total net income</b>	<b>2,173,835</b>	<b>341,018</b>	<b>214,497</b>	<b>2,729,350</b>
<b>Takaful benefits and expenditures</b>				
Claims net of retakaful recoveries	1,139,104	69,401	240,125	1,448,630
Policy transfer from other statutory funds	–	–	–	–
Provision for doubtful debts	–	1,073	–	1,073
Other Expenses				–
Management expenses less recoveries	1,234,672	200,562	42,578	1,477,812
<b>Total takaful benefits and expenditures</b>	<b>2,373,776</b>	<b>271,036</b>	<b>282,703</b>	<b>2,927,515</b>
<b>Excess of income over takaful Benefits and expenditures</b>	<b>(199,941)</b>	<b>69,982</b>	<b>(68,206)</b>	<b>(198,165)</b>
<b>Net change in takaful liabilities (Other than outstanding claims)</b>	<b>231,681</b>	<b>(3,855)</b>	<b>9,856</b>	<b>237,682</b>
<b>Surplus before tax</b>	<b>31,740</b>	<b>66,127</b>	<b>(58,350)</b>	<b>39,517</b>
<b>Movement in takaful liabilities</b>	<b>(231,681)</b>	<b>3,855</b>	<b>(9,856)</b>	<b>(237,682)</b>
<b>Transfer to and from shareholder's fund</b>				
Transfer of (surplus) / deficit to shareholders' fund	–	–	–	–
Capital contribution to / from share holders' fund	22,585	96,118	136,445	255,148
Net Transfer to / from shareholders' fund	22,585	96,118	136,445	255,148
<b>Balance of statutory funds at beginning of the period</b>	<b>40,084,501</b>	<b>845,438</b>	<b>529,037</b>	<b>41,458,976</b>
<b>Balance of statutory funds at end of the period</b>	<b>39,907,145</b>	<b>1,011,538</b>	<b>597,276</b>	<b>41,515,959</b>

	Family Takaful Investment Linked Business	Family Takaful Protection Linked Business	Family Takaful Accident and Health	Period ended 31 March 2025 Unaudited
	(Rupees in '000)			
<b>Income</b>				
Contribution less retakaful	2,213,867	173,850	253,526	2,641,243
Policy transfer from other statutory funds	10,272	–	–	10,272
Special reinstatement fee	55	–	–	55
Net investment income	781,533	55,485	3,538	840,556
<b>Total net income</b>	<b>3,005,727</b>	<b>229,335</b>	<b>257,064</b>	<b>3,492,126</b>
<b>Takaful benefits and expenditures</b>				
Claims net of retakaful recoveries	1,320,975	75,201	72,988	1,469,164
Policy transfer from other statutory funds	–	–	–	–
Provision for doubtful debts	–	–	–	–
Management expenses less recoveries	977,913	137,200	41,981	1,157,094
<b>Total insurance benefits and expenditures</b>	<b>2,298,888</b>	<b>212,401</b>	<b>114,969</b>	<b>2,626,258</b>
<b>Excess of income over takaful Benefits and expenditures</b>	<b>706,839</b>	<b>16,934</b>	<b>142,095</b>	<b>865,868</b>
<b>Net change in takaful liabilities (Other than outstanding claims)</b>	<b>(688,726)</b>	<b>(4,394)</b>	<b>(144,594)</b>	<b>(837,714)</b>
<b>Surplus before tax</b>	<b>18,113</b>	<b>12,540</b>	<b>(2,499)</b>	<b>28,154</b>
<b>Movement in takaful liabilities</b>	<b>688,726</b>	<b>4,394</b>	<b>144,594</b>	<b>837,714</b>
<b>Transfer to and from shareholder's fund</b>				
Transfer of (surplus) / deficit to shareholders' fund	–	–	(19,077)	(19,077)
Capital contribution from share holders' fund	43,551	82,269	88,133	213,953
Net Transfer to/from shareholders' fund	43,551	82,269	69,056	194,876
<b>Balance of statutory funds at beginning of the period</b>	<b>32,796,702</b>	<b>579,234</b>	<b>134,896</b>	<b>33,510,832</b>
<b>Balance of statutory funds at end of the period</b>	<b>33,547,092</b>	<b>678,437</b>	<b>346,047</b>	<b>34,571,576</b>

## 23. FAIR VALUE

Investments on the balance sheet are carried at fair value except for investments in non unit-linked funds which are stated at lower of cost or market value and unquoted investments which are stated at cost. The Company is of the view that the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are essentially short term in nature.

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

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

Level 3: Fair value measurements using inputs for the asset or liability that are not based on observable market data (i.e. 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 categorized:

**On balance sheet financial instruments 31 March 2026 (Unaudited)**

	Fair value through profit and loss (designated upon initial recognition)	Available for sale	Held to Maturity	Loans and Receivables	Other financial assets	Other financial liabilities	Fair value			
							Total	Level 1	Level 2	Level 3
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
- Investments										
Government securities (T-bills + PBs + Sukuks)	24,793,897	-	-	-	-	-	-	24,793,897	-	24,793,897
Sukuk Bonds (other than government)	955,621	-	-	-	-	-	-	955,621	-	955,621
Listed equity securities	6,077,375	-	-	-	-	-	6,077,375	-	-	6,077,375
Unlisted equity securities	-	-	-	-	-	-	-	-	-	-
Units of mutual funds	-	-	-	-	-	-	-	-	-	-
Debt securities (Listed TFCs)	657,000	-	-	-	-	-	657,000	-	-	657,000
<b>Financial assets not measured at fair value</b>										
- Government securities (T-bills + PBs + Sukuks)	-	-	1,552,941	-	-	-	1,552,941	-	-	1,552,941
- Balances with banks *	3,370,109	-	-	-	-	-	3,370,109	-	-	3,370,109
- Certificate of Investment	-	-	-	-	-	-	-	-	-	-
- Advances	-	-	-	-	-	-	-	-	-	-
- Investment income accrued	-	-	-	1,176,276	-	-	1,176,276	-	-	1,176,276
- Other loans and receivables (excluding markup accrued)*	-	-	-	3,698,422	-	-	3,698,422	-	-	3,698,422
<b>Financial liabilities not measured at fair value</b>										
Deferred taxation	35,854,002	-	1,552,941	-	4,874,698	-	42,281,641	-	-	42,281,641
Premium received in advance	-	-	-	-	-	-	-	-	-	-
Insurance / reinsurance payables	-	-	-	-	387,285	-	387,285	-	-	387,285
Other creditors and accruals	-	-	-	-	147,597	-	147,597	-	-	147,597
	-	-	-	-	2,107,479	-	2,107,479	-	-	2,107,479
	-	-	-	-	2,642,361	-	2,642,361	-	-	2,642,361
	35,854,002	-	1,552,941	-	4,874,698	(2,642,361)	39,639,280	-	-	39,639,280

**On balance sheet financial instruments**

31 December 2025 (Unaudited)

	Fair value through profit and loss (designated upon initial recognition)	Available for sale	Held to Maturity	Loans and Receivables	Other financial assets	Other financial liabilities	Fair value			
							Total	Level 1	Level 2	Level 3
(Rupees in '000)										
<b>Financial assets measured at fair value</b>										
- Investments										
Government Securities (T-bills + PBs + Sukuks)	25,129,980	-	-	-	-	-	25,129,980	-	25,129,980	25,129,980
Sukuk Bonds (other than government)	497,271	-	-	-	-	-	497,271	-	497,271	497,271
Listed equity securities	7,490,286	-	-	-	-	-	7,490,286	7,490,286	-	7,490,286
Unlisted equity securities	-	-	-	-	-	-	-	-	-	-
Units of mutual funds	-	-	-	-	-	-	-	-	-	-
Debt securities (Listed TFCs)	1,143,520	-	-	-	-	-	1,143,520	1,143,520	-	1,143,520
<b>Financial assets not measured at fair value</b>										
- Government Securities (T-bills + PBs + Sukuks)	-	-	1,450,454	-	-	-	1,450,454	-	-	1,450,454
- Balances with banks *	2,718,908	-	-	-	-	-	2,718,908	-	-	2,718,908
- Certificate of Investment	-	-	-	-	-	-	-	-	-	-
- Advances	-	-	-	-	-	-	-	-	-	-
- Investment income accrued	-	-	-	-	518,868	-	518,868	-	-	518,868
- Other loans and receivables (excluding markup accrued)*	-	-	-	-	2,485,028	-	2,485,028	-	-	2,485,028
<b>Financial liabilities not measured at fair value</b>										
Deferred taxation	36,979,965	-	1,450,454	-	3,003,896	-	41,434,315	-	-	41,434,315
Premium received in advance	-	-	-	-	-	-	-	-	-	-
Insurance / reinsurance payables	-	-	-	-	351,057	-	351,057	-	-	351,057
Other creditors and accruals	-	-	-	-	188,356	-	188,356	-	-	188,356
	-	-	-	-	2,060,755	-	2,060,755	-	-	2,060,755
	-	-	-	-	2,600,168	-	2,600,168	-	-	2,600,168
	36,979,965	-	1,450,454	-	3,003,896	(2,600,168)	38,834,147	-	-	38,834,147

\*The Company has not disclosed the fair values for these financial assets and liabilities, as these are for short term or repurchase over short-term. Therefore their carrying amounts are reasonable approximation of fair value.

## 24 GENERAL

Figures have been rounded off to the nearest thousand of rupees, unless otherwise stated.

Certain prior year's figures have been rearranged and reclassified, wherever necessary, to facilitate comparisons.

### 24.1 DATE OF AUTHORIZATION FOR ISSUE

These financial statement were authorized for issue by the Board of Directors of the Company in their meeting held on 23th April 2026.

MOHAMMED ALI AHMED  
Managing Director &  
Chief Executive

SYED SHAHID ABBAS  
Chief Financial  
Officer

SAIFUDDIN N. ZOOMKAWALA  
Director

TAHER G. SACHAK  
Vice Chairman

RAFIQUE R. BHIMJEE  
Chairman

Karachi 23 April, 2026