



Habib Insurance
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Habib Insurance Company Limited
Accounts for the Quarter ended
March 31, 2025
(Unaudited)

Habib Insurance Company Limited

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Habib Insurance Company Limited

Company Information

Board of Directors

Chairman	:	Rafiq M. Habib
Directors	:	Mansoor G. Habib Muhammad Hyder Habib Qumail R. Habib Aun Mohammad A. Habib Shahid Ghaffar Ali Fadoo Shabbir Gulamali Ujala Mir Masood
Chief Executive	:	Syed Ather Abbas
Chief Financial Officer	:	Murtaza Hussain
Company Secretary	:	Muhammad Asif
Auditors	:	M/s. Grant Thornton Anjum Rahman Chartered Accountants
Share Registrar	:	M/s. CDC Share Registrar Services Limited CDC House, 99-B, Block-B SMCHS, Main Shahrah-e-Faisal Karachi-74400
Registered Office	:	1st Floor, State Life Bldg. No. 6 Habib Square, M. A. Jinnah Road P.O. Box 5217, Karachi-74000 Pakistan Tel : (92-21) 32424030/38/39 Fax : (92-21) 32421600 UAN : (92-21) 111 03 03 03 Website : www.habibinsurance.net

Habib Insurance Company Limited

DIRECTORS' REVIEW

The Directors are pleased to present the unaudited accounts of the Company for the period ended March 31, 2025.

By the Grace of Allah, the performance of the Company for the first three month's has shown considerable improvement. Profit after tax of the Company for the period under review was Rs. 93.5 million as compared to Rs. 76.4 million of March 2024 resulting in an earning of Rs. 0.75 per share.

The Company has Mashallah recorded an underwriting profit of Rs. 5.2 million as compared to a loss of Rs. 33.6 million of the same period last year. The gross written premium for the period was Rs. 661.5 million as compared to Rs. 659.3 million for the corresponding period last year.

Investment Income and other income for the period under review was Rs. 154.2 million as against Rs. 125.1 million of March 2024 largely due to higher capital gains recorded during the period.

The first quarter of the year has been encouraging and we pray to Allah for continued progress for remaining part of the year, stability and economic progress of our Country and particularly for the safety and welfare of the people.

On behalf of the Board of Directors

Karachi: April 29, 2025

AUN MOHAMMAD A. HABIB
Director

SYED ATHER ABBAS
Chief Executive

حبیب انشورنس کمپنی لمیٹڈ ڈائریکٹرز کا جائزہ

ڈائریکٹرز ۳۱ مارچ ۲۰۲۵ء کو ختم ہونے والی مدت کے لئے کمپنی کے غیر آڈٹ شدہ حسابات پیش کرتے ہوئے خوشی محسوس کرتے ہیں۔

اللہ تعالیٰ کے فضل و کرم سے پہلے ۳ ماہ کے لئے کمپنی کی کارکردگی نے مناسب بہتری ظاہر کی ہے۔ کمپنی کا منافع بعد از ٹیکس زیر جائزہ مدت کے لئے 93.5 ملین روپے رہا جو اس کے مقابلے میں مارچ ۲۰۲۳ء میں 76.4 ملین روپے تھا۔ زیر جائزہ مدت کے منافع کے نتیجے میں 0.75 روپے فی شیئر کی آمدنی حاصل ہوئی۔

کمپنی نے ماشاء اللہ 5.2 ملین روپے کا زیر تحریر منافع ریکارڈ کیا جبکہ گزشتہ سال کی اس مدت میں 33.6 ملین روپے کا خسارہ ہوا تھا۔ اس مدت کے لئے زیر تحریر مجموعی پریئم 661.5 ملین روپے رہا جو گزشتہ سال کی اس مدت میں 659.3 ملین روپے تھا۔

زیر جائزہ مدت کے لئے سرمایہ کاری اور دیگر آمدنی 154.2 ملین روپے رہی جو اس کے مقابلے میں مارچ ۲۰۲۳ء میں 125.1 ملین روپے تھی جو کہ اس مدت کے دوران ریکارڈ کئے گئے بلند ترین کیپٹل فوائڈ کے باعث ممکن ہوا۔

سال کی پہلی سرمایہ حوصلہ افزاء رہی ہے اور ہم اللہ تعالیٰ سے دعا کرتے ہیں کہ سال کے باقی ماندہ حصے میں بھی مستقل ترقی کا سلسلہ جاری رہے اور ہمارے ملک کے معاشی استحکام بالخصوص عوام کے تحفظ اور فلاح و بہبود اور ترقی کا سلسلہ برقرار رہے۔

بورڈ آف ڈائریکٹرز کی جانب سے

سید اطہر عباس
چیف ایگزیکٹو

عون محمد اے۔ حبیب
ڈائریکٹر

کراچی:
۲۹ اپریل ۲۰۲۵ء

Habib Insurance Company Limited

Condensed Interim Statement of Financial Position as at March 31, 2025 (Unaudited)

	Note	(Unaudited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
Assets			
Property and equipment	5	99,273	99,414
Intangible assets		12,614	13,358
Investments			
Equity securities	6	2,308,344	2,009,403
Debt securities	7	525,909	526,085
Loans, deposits and other receivables	8	122,844	85,406
Insurance/ reinsurance receivables	9	1,381,147	1,528,029
Reinsurance recoveries against outstanding claims	16	607,594	580,330
Salvage recoveries accrued		138,631	110,252
Deferred commission expense	17	175,388	212,519
Prepayments	10	478,064	705,083
Taxation - provision less payment		20,790	43,950
Cash and bank	11	21,440	250,601
		<u>5,892,038</u>	<u>6,164,430</u>
Total Assets of Window Takaful Operations - Operator's Fund		<u>270,296</u>	<u>320,283</u>
Total Assets		<u>6,162,334</u>	<u>6,484,713</u>
Equities and Liabilities			
Capital and reserves attributable to Company's equity holders			
Ordinary share capital		619,374	619,374
Reserves		1,096,676	1,150,819
Unappropriated profit		378,700	285,227
Total Equity		<u>2,094,750</u>	<u>2,055,420</u>
Liabilities			
Underwriting provisions			
Outstanding claims including IBNR	16	1,109,408	1,044,318
Unearned premium reserves	15	1,240,929	1,517,647
Premium deficiency reserves		7,769	7,769
Unearned reinsurance commission	17	133,087	191,175
Retirement benefit obligations		85,167	82,704
Deferred taxation		271,267	296,886
Lease liability against right of use assets		25,824	25,762
Borrowings		154,130	-
Premium received in advance		77,388	101,647
Insurance/ reinsurance payables	12	525,067	563,811
Other creditors and accruals	13	271,318	403,935
		<u>3,901,354</u>	<u>4,235,654</u>
Total Liabilities of Window Takaful Operations - Operator's Fund		<u>166,230</u>	<u>193,639</u>
Total Liabilities		<u>4,067,584</u>	<u>4,429,293</u>
Total Equity and Liabilities		<u>6,162,334</u>	<u>6,484,713</u>
Contingencies and commitments	14		

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*

Habib Insurance Company Limited

Condensed Interim Statement of Comprehensive Income for the quarter ended March 31, 2025 (Unaudited)

	Note	(Unaudited) March 31, 2025 (Rupees in '000)	(Unaudited) March 31, 2024
Net insurance premium	15	422,457	395,866
Net Insurance claims	16	(216,753)	(242,447)
Net commission and other acquisition cost	17	(10,571)	(10,505)
Insurance claims and acquisition expense		(227,324)	(252,952)
Management expenses		(189,606)	(176,534)
Underwriting results		5,527	(33,620)
Investment income	18	151,073	92,884
Other income		3,147	32,167
Other expenses		(3,116)	(2,656)
Results of operating activities		151,104	122,395
Finance cost		(1,136)	(1,361)
(Loss) / Profit before tax from Window Takaful			
Operations - Operator's Fund		(23,891)	22,646
Profit for the period before tax		131,604	110,060
Income tax expense		(38,131)	(33,631)
Profit for the period		93,473	76,429
Other comprehensive income:			
<i>Items that may be classified subsequently to profit and loss account</i>			
Unrealised (loss) / gain on available-for-sale investments during the period		(23,163)	89,976
Less: Net gain transferred to profit and loss on disposal/ redemption/ impairment of investments		(54,944)	-
		(78,107)	89,976
Related tax impact		22,651	(26,093)
Other comprehensive (loss) / income for the period		(55,456)	63,883
Other comprehensive income from Window Takaful Operations- Operator's Fund		1,313	-
Other comprehensive (loss) / income		(54,143)	63,883
Total comprehensive income for the period		39,330	140,312
Earning per share - rupees	19	0.75	0.62

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director Director Director Chief Executive Chief Financial Officer

Habib Insurance Company Limited

Condensed Interim Statement of Changes in Equity for the quarter ended March 31, 2025 (Unaudited)

	Attributable to equity holders of the Company					Total
	Capital Reserves		Revenue Reserves			
	Share capital	Reserve for exceptional losses	General reserve	Available-for-sale reserves (Rupees in '000)	Unappropriated profit	
Balance as at January 01, 2024	619,374	9,122	355,000	384,945	135,012	1,503,453
Comprehensive income for the period						
Net profit after tax for the period	-	-	-	-	76,429	76,429
Other comprehensive income for the period - net of tax	-	-	-	63,883	-	63,883
Total comprehensive income for the period	-	-	-	63,883	76,429	140,312
Balance as at March 31, 2024	619,374	9,122	355,000	448,828	211,441	1,643,765
Balance as at January 01, 2025	619,374	9,122	390,000	751,697	285,227	2,055,420
Comprehensive income for the period						
Net profit after tax for the period	-	-	-	-	93,473	93,473
Other comprehensive income for the period - net of tax	-	-	-	(54,143)	-	(54,143)
Total comprehensive income for the period	-	-	-	(54,143)	93,473	39,330
Balance as at March 31, 2025	619,374	9,122	390,000	697,554	378,700	2,094,750

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB
Director

QUMAIL R. HABIB
Director

AUN MOHAMMAD A. HABIB
Director

SYED ATHER ABBAS
Chief Executive

MURTAZA HUSSAIN
Chief Financial Officer

Habib Insurance Company Limited

Condensed Interim Statement of Cash Flow for the quarter ended March 31, 2025 (Unaudited)

	(Unaudited) March 31 2025	(Unaudited) March 31 2024
	(Rupees in '000)	
Operating cash flow		
(a) Underwriting activities		
Insurance premium received	665,051	807,366
Reinsurance premium paid	(216,843)	(292,104)
Claims paid	(372,934)	(337,402)
Reinsurance and other recoveries received	165,628	149,445
Commission paid	(125,301)	(102,124)
Commission received	35,764	66,508
Net cash flows from underwriting activities	151,365	291,689
(b) Other operating activities		
Income tax paid	(80,002)	(103,729)
Other operating payments	(233,567)	(177,169)
Other operating receipts	53,696	47,268
Loans advanced	(3,050)	(970)
Loan repayment received	4,911	5,863
Net cash flows from other operating activities	(258,012)	(228,737)
Total cash flows from all operating activities	(106,647)	62,952
Investment activities		
Profit/ return received	11,175	34,502
Dividend received	51,504	42,448
Payment for investments	(422,219)	-
Proceeds from investments	99,343	-
Fixed capital expenditure	(8,492)	(1,980)
Proceeds from sale of property, plant and equipment	101	108
Total cash flows from investing activities	(268,588)	75,078
Financing activities		
Payment against leased liabilities	(8,056)	(5,614)
Dividends paid	-	-
Total cash flows from financing activities	(8,056)	(5,614)
Net cash flows from all activities	(383,291)	132,416
Cash and cash equivalents at beginning of year	250,601	471,369
Cash and cash equivalents at end of the period	(132,690)	603,785
Reconciliation to profit and loss account		
Operating cash flows	(106,647)	62,952
Depreciation and amortisation expense	(8,507)	(7,769)
Income tax paid	80,002	103,729
Provision for gratuity	(4,605)	(5,912)
Gratuity paid	1,108	251
Profit/ return received	11,175	34,502
Dividends income	51,504	42,448
Capital gain	54,944	-
Financial charges expense	(1,136)	(1,361)
(Loss) / profit on disposal of property and equipment	(17)	79
Provision of taxation	(38,131)	(33,631)
Decrease in assets other than cash	309,522	228,524
Decrease in liabilities other than borrowings	(231,848)	(370,029)
Profit after tax from conventional insurance operations	117,364	53,783
(Loss) / Profit from window Takaful Operations - Operator's Fund	(23,891)	22,646
Profit after taxation	93,473	76,429

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*

Habib Insurance Company Limited

Notes to the Condensed Interim Financial Statements for the quarter ended March 31, 2025 (Unaudited)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Habib Insurance Company Limited (the Company) was incorporated as a Public Limited Company in the year 1942 under the Companies Act, 1913 (now the Companies Act, 2017). The registered office of the Company is situated at Habib Square, MA, Jinnah Road, Karachi and the shares of the Company are quoted on the Pakistan Stock Exchange Limited. The Company is engaged in general insurance business comprising of Fire and property, Marine and transport, Motor, Group hospitalization and other classes.

The Company as an Operator, was allowed to work as Window Takaful Operator on July 18, 2018 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations (WTO) in Pakistan. The registered office of the Operator is situated at Habib Square, M.A. Jinnab Road, Karachi.

- 1.2 The Company operates through the following locations in Pakistan;

Locations	Address
Head Office	State Life Building No. 6, Habib Square, M.A. Jinnah Road, Karachi.
Karachi Region	P&O Plaza, Survey No. 3/2, Sheet No. R.4.5, Railway Quarter, I.I. Chundrigar Road Karachi.
Rawalpindi Branch	1st Floor, Majeed Plaza, Bank Road, Rawalpindi Cantt.
Dera Ghazi Khan Branch	Block No. 17, Jampur Road, Dera Ghazi Khan.
Faisalabad Branch	Fatima Tower, 2nd Floor, Kohinoor Plaza, Faisalabad. P-6161, West Canal Road, adjacent to Toyota Faisalabad Motors & behind HBL Canal Road Branch, Faisalabad.
Multan Branch	Room No. 401, 403, Plot No. 74, United Mall, Abdali Road, Multan.
Lahore Branches	Plot No. 320, Block No. G/3, M.A. Johar Town, Lahore.

2. BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These condensed interim financial information has been prepared in accordance with the format prescribed by Securities and Exchange Commission of Pakistan (SECP) through Insurance Rules, 2017, vide SRO 89 (I) / 2017 dated February 09, 2017.

These condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of: International Accounting Standard (IAS) 34, Interim Financial Reporting, issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 and provisions of and directives issued under the Companies Act, 2017, the Insurance Ordinance, 2000, Insurance Rules, 2017, Insurance Accounting Regulations, 2017 and Takaful Rules, 2012. Where the provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, and Insurance Accounting Regulations, 2017, and Takaful Rules, 2012 differ with the requirements of IAS 34, the provisions of and directives issued under the Companies Act, 2017, Insurance Ordinance, 2000, Insurance Rules, 2017, and Insurance Accounting Regulations, 2017, and Takaful Rules, 2012 have been followed.

In terms of the requirements of the Takaful Rules, 2012, read with SECP circular 25 of 2015 dated July 09, 2015, the assets, liabilities and profit and loss of the Operator's Fund of the Company have been presented as a single line item in the statement of financial position and profit and loss account of the Company respectively.

The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the Securities and Exchange Commission of Pakistan vide SRO 89(I)/2017 and International Accounting Standard (IAS) 34, "Interim Financial Reporting" and do not include all the information and disclosures required in the annual financial statements. Accordingly, these condensed interim financial statements should be read in conjunction with the annual financial statements of the Company for the year ended December 31, 2024.

Habib Insurance Company Limited

2.1 Basis of measurement

These financial statements have been prepared on the historical cost basis except for certain investments which are carried at fair value and obligations under certain employment benefits which are measured at present value.

2.2 Functional and presentation currency

These financial statements are presented in Pak Rupees which is also the Company's functional currency. All financial information presented in Pak Rupees has been rounded to nearest Thousand Rupees, unless otherwise stated.

3 SIGNIFICANT ACCOUNTING POLICIES AND RISK MANAGEMENT

The significant accounting policies and method of computation adopted in preparation of these condensed interim financial statements are consistent with those followed in preparation of the annual financial statements of the Company for the year ended December 31, 2024.

4. ESTIMATES AND JUDGEMENTS

The preparation of the financial statements for the quarter requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Company's accounting policies and the key source of estimation uncertainty were the same as those that were applied to the annual financial statements for the year ended December 31, 2024.

	Note	(Unaudited) March 31, 2025	(Audited) December 31, 2024
(Rupees in '000)			
5. Property and equipment			
Property and equipment	5.1	75,868	79,206
Right-of-use assets	5.2	23,405	20,208
		99,273	99,414
5.1 Property and Equipment			
Opening written down value		79,206	76,970
Additions during the period / year	5.1.1	744	19,437
Disposals during period / year	5.1.2	(118)	(1,471)
Depreciation for the period / year		(3,964)	(15,730)
Closing written down value		75,868	79,206
5.1.1 The following additions were made to tangible-property and equipment during the period/ year			
Furniture and fixtures		–	349
Computer equipment		366	3,712
Office equipment		378	4,013
Motor Vehicles - owned		–	11,363
		744	19,437
5.1.2 The following disposals of tangible - operating assets were made during the period / year			
Furniture and fixtures		–	615
Computer equipment		47	48
Office equipment		71	705
Motor Vehicles - owned		–	103
		118	1,471

Habib Insurance Company Limited

	Note	(Unaudited) March 31, 2025	(Audited) December 31, 2024
(Rupees in '000)			
5.2 Right-of-use assets			
Opening written down value		20,208	37,051
Additions during the period / year		6,997	-
Disposals Adjustments during the period / year		-	(1,841)
Depreciation charge for the period / year		(3,800)	(15,002)
Closing written down value		<u>23,405</u>	<u>20,208</u>

6. INVESTMENT IN EQUITY SECURITIES

	March 31, 2025 (Unaudited)				December 31, 2024 (Audited)			
	Cost	Impairment / provision	Revaluation surplus	Carrying value	Cost	Impairment / provision	Revaluation surplus	Carrying value
(Rupees in '000)								
Available-for-sale								
Related Parties								
Listed shares	280,508	-	339,949	620,457	208,289	-	322,283	530,572
Others								
Listed shares	675,147	(4,854)	615,246	1,285,539	719,546	(3,345)	715,736	1,431,937
Listed preference shares	19,331	-	1,215	20,546	19,331	-	1,756	21,087
Mutual funds	350,762	-	8,464	359,226	763	-	3,885	4,648
Modaraba certificate	15,014	-	7,562	22,576	15,014	-	6,145	21,159
	<u>1,060,254</u>	<u>(4,854)</u>	<u>632,487</u>	<u>1,687,887</u>	<u>754,654</u>	<u>(3,345)</u>	<u>727,522</u>	<u>1,478,831</u>
	<u>1,340,762</u>	<u>(4,854)</u>	<u>972,436</u>	<u>2,308,344</u>	<u>962,943</u>	<u>(3,345)</u>	<u>1,049,805</u>	<u>2,009,403</u>

7. INVESTMENT IN GOVERNMENT SECURITIES

	Note	(Unaudited) March 31, 2025	(Audited) December 31, 2024
(Rupees in '000)			
Available-for-sale			
Pakistan Investment Bonds (PIBs)	7.1	275,909	276,085
		<u>275,909</u>	<u>276,085</u>

7.1 This represents Pakistan Investment Bonds having face value of Rs. 270.0 million (market value of Rs. 275.91 million) [December 31, 2024: face value Rs.270.0 million (market value of Rs.276.08 million)]. These carry mark-up ranging from 13.10% to 13.75% (December 31, 2024: 13.10% to 13.75%) per annum and will mature between July 04, 2026 to November 10, 2033. PIBs having face value of Rs. 70.0 million have been deposited with the State Bank of Pakistan (SBP) as statutory deposit in accordance with the requirements of Section 29 of the Insurance Ordinance, 2000 and circular no. 15 of 2008 dated July 07, 2008 issued by the SECP.

7.2 INVESTMENT IN TERM FINANCE CERTIFICATES - Unsecured (available for sale)

Name of Company	Name of Chief Executive	Term/ Profit Payment	No. of Certificataes	Cost	(Unaudited) March 31, 2025	(Audited) December 31, 2024
(Rupees in '000)						
Bank Alfalah	Mr. Atif Bajwa	Parpetual and 6 monthly Non-cumulative KIBOR + 2%	<u>20,000</u>	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Bank AL Habib Limited	Mr. Mansoor Ali Khan	Perpetual and 6 monthly KIBOR + 1.65%	<u>30,000</u>	<u>150,000</u>	<u>150,000</u>	<u>150,000</u>

Habib Insurance Company Limited

	Note	(Unaudited) March 31, 2025	(Audited) December 31, 2024
(Rupees in '000)			
8. LOANS AND OTHER RECEIVABLES - Considered good			
Accrued investment income		51,845	14,526
Security Deposits		12,728	13,699
Advances		14,949	14,365
Agents Commission receivable		8,357	1,567
Loan to employees		28,493	27,502
Receivable from Window Takaful Operations		1,604	2,412
Receivable from employees - parents insurance policy		1,294	2,172
Input sales tax		23	9,163
Others		3,551	-
		122,844	85,406
9. INSURANCE / REINSURANCE RECEIVABLES - Unsecured and considered good			
Due from insurance contract holders			
Considered good		529,350	680,240
Considered doubtful		20,488	20,488
Less: Provision for impairment of receivables from insurance contract holders	9.1	(20,488)	(20,488)
		529,350	680,240
Due from other insurers / reinsurers			
Considered good		851,797	847,789
Considered doubtful		30,165	30,165
Less: provision for impairment of due from other insurers / reinsurers	9.2	(30,165)	(30,165)
		851,797	847,789
		1,381,147	1,528,029
9.1 Movement of balance due from the contract holders considered doubtful			
Opening balance		20,488	20,488
Provision for impairment of balances due from insurance contract holders		-	-
Closing balance		20,488	20,488
9.2 Movement of balance due from other insurer/ reinsurer considered doubtful			
Opening balance		30,165	30,165
Provision for impairment of balances due from insurance contract holders		-	-
Closing balance		30,165	30,165

Habib Insurance Company Limited

	Note	(Unaudited) March 31, 2025	(Audited) December 31, 2024
(Rupees in '000)			
10. PREPAYMENTS			
Prepaid reinsurance premium ceded		458,400	676,990
Prepaid insurance on leased vehicles		53	53
Prepaid employees group / health insurance		7,065	11,659
Others		12,546	16,381
		<u>478,064</u>	<u>705,083</u>
11. CASH AND BANK			
Cash and cash equivalents			
Cash in hand		547	59
Policy Stamps		57	108
		604	167
Cash at bank			
Current accounts		10,186	15,029
Savings accounts		10,650	235,405
		<u>20,836</u>	<u>250,434</u>
		<u>21,440</u>	<u>250,601</u>
11.1 Cash and short term borrowing include the following for the purposes of the cash flow statement			
Cash and cash equivalents		21,440	–
Short term borrowings of upto three months (running finance)		(154,130)	–
		<u>(132,690)</u>	<u>–</u>
12. INSURANCE / REINSURANCE PAYABLES			
Due to other insurers / reinsurers	12.1	525,067	563,811
12.1 Due to other insurers / reinsurers			
Foreign reinsurers		111,608	124,739
Local reinsurers		216,904	256,977
Co insurers		196,555	182,095
		<u>525,067</u>	<u>563,811</u>
13. OTHER CREDITORS AND ACCRUALS			
Agents commission payable		151,528	202,747
Federal excise duty		21,784	70,538
Federal insurance fee		1,426	5,205
Accrued expenses		17,163	45,291
Withholding tax payable		1,624	1,130
Unclaimed dividend		68,523	68,523
Sundry creditors		1,551	2,714
Others		7,719	7,787
		<u>271,318</u>	<u>403,935</u>
14. CONTINGENCIES & COMMITMENTS			
14.1 Contingencies			
There is no contingency as at March 31, 2025 other than those disclosed in the financial statement as at December 31, 2024.			

Habib Insurance Company Limited

14.2 Commitments

There is no commitment as at March 31, 2025 (December 31, 2024: Nil).

	(Unaudited) March 31, 2025	(Unaudited) March 31, 2024
	(Rupees in '000)	
15. NET INSURANCE PREMIUM		
Written gross premium	542,428	566,081
Add: Unearned premium reserve opening	1,517,647	1,390,472
Less: Unearned premium reserve closing	(1,240,929)	(1,104,008)
Premium earned	<u>819,146</u>	<u>852,545</u>
Less: Reinsurance premium ceded	178,099	289,359
Add: Prepaid reinsurance premium opening	676,990	654,680
Less: Prepaid reinsurance premium closing	(458,400)	(487,360)
Reinsurance expense	<u>396,689</u>	<u>456,679</u>
Net insurance premium	<u><u>422,457</u></u>	<u><u>395,866</u></u>
16. NET INSURANCE CLAIMS		
Claims paid	372,934	337,402
Add: Outstanding claims including IBNR closing	1,109,408	1,140,852
Less: Outstanding claims including IBNR opening	(1,044,318)	(1,055,320)
Claims expense	<u>438,024</u>	<u>422,934</u>
Reinsurance and other recoveries received	165,628	149,445
Add: Reinsurance and other recoveries in respect of outstanding claims net of impairment - closing	746,225	747,647
Less: Reinsurance and other recoveries in respect of outstanding claims net of impairment - opening	(690,582)	(716,605)
Reinsurance and other recoveries revenue	<u>221,271</u>	<u>180,487</u>
Net insurance claims	<u><u>216,753</u></u>	<u><u>242,447</u></u>
17. NET COMMISSION INCOME		
Commissions paid or payable	74,082	71,183
Add: Deferred commission - opening	212,519	184,408
Less: Deferred commission - closing	(175,388)	(141,271)
Commission expense	<u>111,213</u>	<u>114,320</u>
Less: Commission from reinsurers		
Commission received or receivable	42,554	71,666
Add: Unearned reinsurance commission - opening	191,175	149,584
Less: Unearned reinsurance commission - closing	(133,087)	(117,435)
Commission from reinsurers	<u>100,642</u>	<u>103,815</u>
Net commission income	<u><u>(10,571)</u></u>	<u><u>(10,505)</u></u>

Habib Insurance Company Limited

	(Unaudited) March 31, 2025 (Rupees in '000)	(Unaudited) March 31, 2024
18. INVESTMENT INCOME		
Income from equity securities - 'available-for-sale'		
- Dividend income	79,619	83,805
Income from debt securities - 'available-for-sale'		
- Pakistan Investment Bonds	8,897	1,933
- Term Finance Certificates	9,283	14,629
	18,180	16,562
Net realised gain on investments - 'available-for-sale'		
- Equity securities	54,944	-
Total investment income	152,743	100,367
Less: Impairment in value of available-for-sale investments	(1,508)	(7,483)
Less: Investment related expenses	(162)	-
	151,073	92,884
19. EARNINGS PER SHARE - BASIC AND DILUTED		
Profit after tax for the period	93,473	76,429
	(Number of Shares)	
Weighted average number of ordinary shares of Rs.5 each	123,874,755	123,874,755
	(Rupees)	
Basic earnings per share	0.75	0.62

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

20. TRANSACTIONS WITH RELATED PARTIES

Related parties of the Company comprise of associated companies, companies with common directors, major shareholders, staff retirement funds, directors and key management personnel. The Company in the normal course of business carries out transactions with related parties at commercial terms and conditions except for compensation to key management personnel which are on employment terms.

The balances with / due from and transactions with related parties, other than those which have been specifically disclosed elsewhere in the financial statements are as follows:

Habib Insurance Company Limited

	(Unaudited) March 31, 2025	(Unaudited) March 31, 2024
	(Rupees in '000)	
Transactions and balances with associated companies		
Transactions during the year with associated companies		
Premium written	33,321	60,871
Claims paid	60,679	18,128
Dividend received	28,822	47,200
Investment made	72,219	–
Interest received on bank accounts	2,199	31,027
Bank charges	144	107
Donations	800	800
Premium ceded to reinsurer	50,145	36,654
Commission income	13,172	12,439
Reinsurance recoveries received	23,801	37,321
Remuneration of key management personnel	86,081	56,317
	(Unaudited) March 31, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
Balances with associated companies		
Premium due but unpaid	69,513	144,347
Claims outstanding	114,866	88,654
Bank balances	15,900	238,864
Investment held	620,458	530,572
Reinsurance Receivable/ (payable)	33,436	(47,126)
	(Unaudited) March 31, 2025	(Unaudited) March 31, 2024
	(Rupees in '000)	
Transactions during the year with other related parties including key management personnel		
Principal repayment of loans by key management personnel (secured)	962	909
Interest income received	484	538
Brokerage expenses paid	119	–
Contribution to the provident fund	2,004	2,873
	(Unaudited) March 31, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
Balance with other related parties including key management personnel		
Loans to employees (secured)	20,129	19,044

Habib Insurance Company Limited

21. SEGMENT REPORTING

	March 31, 2025 (Unaudited)					
	Fire and property	Marine and transport	Motor	Group hospitalisation	Other Classes	Aggregate
	(Rupees in '000)					
Premium receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative surcharge)	173,978	92,427	317,205	14,434	33,918	631,962
Less: Federal Excise Duty	23,691	10,932	43,034	1,866	4,571	84,094
Federal Insurance Fee	1,493	806	2,723	124	294	5,440
Gross written premium (inclusive of Administrative surcharge)	148,794	80,689	271,448	12,444	29,053	542,428
Gross direct premium	147,599	77,995	262,602	12,437	28,674	529,307
Facultative inward premium	–	–	–	–	–	–
Administrative surcharge	1,195	2,695	8,847	5	379	13,121
	148,794	80,690	271,449	12,442	29,053	542,428
Insurance premium earned	341,424	88,489	281,605	4,235	103,393	819,146
Insurance premium ceded to reinsurers	(279,499)	(33,970)	(23,319)	–	(59,901)	(396,689)
Net insurance premium	61,925	54,519	258,286	4,235	43,492	422,457
Commission income	70,715	9,818	5,607	–	14,502	100,642
Net underwriting income	132,640	64,337	263,893	4,235	57,994	523,099
Insurance claims	106,164	47,594	195,852	2,661	85,753	438,024
Insurance claims recovered from reinsurers	(92,253)	(30,025)	(51,088)	–	(47,905)	(221,271)
Net Claims	13,911	17,569	144,764	2,661	37,848	216,753
Commission expense	(49,485)	(10,197)	(33,769)	(129)	(17,633)	(111,213)
Management expenses	(52,012)	(28,205)	(94,885)	(4,349)	(10,155)	(189,606)
Net insurance claims and expenses	(101,497)	(38,402)	(128,654)	(4,478)	(27,788)	(300,819)
Underwriting result	17,232	8,366	(9,525)	(2,904)	(7,642)	5,527
Investment income						151,073
Other income						3,147
Other expenses						(3,116)
Results of operating activities						156,631
Finance cost						(1,136)
Profit from Window Takaful Operations - Operator's Fund						(23,891)
Profit before tax						131,604

Habib Insurance Company Limited

March 31, 2025 (Unaudited)

Segment assets						
Allocated Assets						
Premium due but unpaid	158,706	105,560	144,891	15,757	104,436	529,350
Prepaid reinsurance premium ceded	339,097	8,295	31,099	–	79,909	458,400
Reinsurance recoveries against outstanding claims	419,519	13,901	36,845	–	137,329	607,594
Salvage recoveries accrued	8,540	84,057	45,799	–	235	138,631
Deferred commission expense	62,866	2,533	80,018	492	29,479	175,388
	<u>988,728</u>	<u>214,346</u>	<u>338,652</u>	<u>16,249</u>	<u>351,388</u>	<u>1,909,363</u>
Unallocated Assets						
Fixed assets at cost less depreciation						111,887
Amounts due from others insurers/ reinsurers						851,797
Cash and cash equivalents						21,440
Loans-secured, considered good						28,493
Investments						2,834,253
Accrued investment income						51,845
Advances, deposits and prepayments						42,506
Taxation - provisions and prepayments						20,790
Prepayments						19,664
						<u>3,982,675</u>
Total Assets						
Unallocated assets of General Takaful Operations - Operator's Fund						5,892,038
						270,296
						<u>6,162,334</u>
Allocated Liabilities						
Outstanding Claims	472,922	119,101	275,346	9,672	232,367	1,109,408
Unearned Premium	451,898	23,525	594,146	12,934	158,426	1,240,929
Unearned Reinsurance Commission	93,783	2,880	10,447	–	25,977	133,087
Premium Deficiency Reserve	–	–	–	7,769	–	7,769
	<u>1,018,603</u>	<u>145,506</u>	<u>879,939</u>	<u>30,375</u>	<u>416,770</u>	<u>2,491,193</u>
Unallocated Liabilities						
Premiums received in advance						77,388
Amounts due to other insurers/ reinsurers						525,067
Staff retirements benefits						85,167
Deferred tax						271,267
Finance lease liability						25,824
Borrowings						154,130
Other creditors and accruals						271,318
						<u>1,410,161</u>
Total Liabilities						
Unallocated liabilities of General Takaful Operations - Operator's Fund						3,901,354
						166,230
						<u>4,067,584</u>

Habib Insurance Company Limited

SEGMENT REPORTING

	March 31, 2024 (Unaudited)					
	Fire and property	Marine and transport	Motor	Group hospitalisation	Other Classes	Aggregate
	(Rupees in '000)					
Premium receivable (inclusive of Federal Excise Duty, Federal Insurance Fee and Administrative surcharge)	140,495	193,527	228,848	(75)	88,801	651,596
Less: Federal Excise Duty	18,553	21,429	30,035	8	9,822	79,847
Federal Insurance Fee	1,208	1,703	1,976	(1)	782	5,668
Gross written premium (inclusive of Administrative surcharge)	120,734	170,395	196,837	(82)	78,197	566,081
Gross direct premium	119,622	168,063	190,306	(79)	77,785	555,697
Facultative inward premium	–	–	566	–	–	566
Administrative surcharge	1,112	2,332	5,965	(3)	412	9,818
	120,734	170,395	196,837	(82)	78,197	566,081
Insurance premium earned	311,376	146,897	290,214	2,071	101,987	852,545
Insurance premium ceded to reinsurers	(261,606)	(88,315)	(40,911)	–	(65,847)	(456,679)
Net insurance premium	49,770	58,582	249,303	2,071	36,140	395,866
Commission income	57,892	25,961	7,679	–	12,283	103,815
Net underwriting income	107,662	84,543	256,982	2,071	48,423	499,681
Insurance claims	66,623	17,085	271,104	2,997	65,125	422,934
Insurance claims recovered from reinsurers	(60,738)	(10,128)	(83,975)	–	(25,646)	(180,487)
Net Claims	5,885	6,957	187,129	2,997	39,479	242,447
Commission expense	(47,404)	(21,281)	(33,264)	(64)	(12,307)	(114,320)
Management expenses	(37,651)	(53,138)	(61,385)	26	(24,386)	(176,534)
Net insurance claims and expenses	(85,055)	(74,419)	(94,649)	(38)	(36,693)	(290,854)
Underwriting result	16,722	3,167	(24,796)	(964)	(27,749)	(33,620)
Investment income						92,884
Other income						32,167
Other expenses						(2,656)
Results of operating activities						88,775
Finance cost						(1,361)
Profit from Window Takaful Operations - Operator's Fund						22,646
Profit before tax						110,060

Habib Insurance Company Limited

December 31, 2024 (Audited)

Segment assets

Allocated Assets

Premium due but unpaid	190,707	87,378	230,422	6,996	164,737	680,240
Prepaid reinsurance premium ceded	510,195	9,137	35,016	–	122,642	676,990
Reinsurance recoveries against outstanding claims	415,457	18,579	34,298	–	111,996	580,330
Salvage recoveries accrued	8,129	70,748	31,149	–	226	110,252
Deferred commission expense	89,776	3,360	75,379	–	44,004	212,519
	<u>1,214,264</u>	<u>189,202</u>	<u>406,264</u>	<u>6,996</u>	<u>443,605</u>	<u>2,260,331</u>

Unallocated Assets

Fixed assets at cost less depreciation						112,772
Amounts due from others insurers/ reinsurers						847,789
Cash and cash equivalents						250,601
Loans-secured, considered good						27,502
Investments						2,535,488
Accrued investment income						14,526
Receivable against sale of investments						–
Advances, deposits and prepayments						43,378
Taxation - provisions less payments						43,950
Prepayments						28,093
						<u>3,904,099</u>

Total Assets

Unallocated assets of General Takaful Operations - Operator's Fund						6,164,430
						320,283
						<u>6,484,713</u>

Allocated Liabilities

Outstanding Claims	466,888	121,621	262,646	9,447	183,716	1,044,318
Unearned Premium	644,527	31,325	604,302	4,727	232,766	1,517,647
Unearned Reinsurance Commission	138,258	3,082	11,738	–	38,097	191,175
Premium Deficiency Reserve	–	–	–	7,769	–	7,769
	<u>1,249,673</u>	<u>156,028</u>	<u>878,686</u>	<u>21,943</u>	<u>454,579</u>	<u>2,760,909</u>

Unallocated Liabilities

Premiums received in advance						101,647
Amounts due to other insurers/ reinsurers						563,811
Staff retirements benefits						82,704
Deferred tax						296,886
Finance lease liability						25,762
Other creditors and accruals						403,935
						<u>1,474,745</u>

Total Liabilities

Unallocated liabilities of General Takaful Operations - Operator's Fund						193,639
						<u>4,429,293</u>

Habib Insurance Company Limited

22. GENERAL

Figures have been rounded off to the nearest Thousand Rupee.

23. DATE OF AUTHORISATION FOR ISSUE

These financial statements have been authorised for issue on April 29, 2025 by the Board of Directors of the Company.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*

Habib Insurance Company Limited

Financial Statements

Window Takaful Operations

Habib Insurance Company Limited

Condensed Interim Statement of Financial Position as at March 31, 2025 (Unaudited)

	Note	Operator's Fund		Participant's Fund	
		(Unaudited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024	(Unaudited) March 31, 2025 (Rupees in '000)	(Audited) December 31, 2024
ASSETS					
Investment					
Mutual fund	5	182,530	–	299,848	–
Loans and other receivables	6	1,388	1,537	102	130
Takaful / retakaful receivable	7	–	–	215,123	236,605
Retakaful recoveries against outstanding claims	14	–	–	30,874	37,627
Salvage recoveries accrued		–	–	15,495	8,155
Deferred Wakala expense	17	–	–	74,209	85,472
Deferred commission expense	15	33,187	38,404	–	–
Receivable from PTF	12	48,471	55,550	–	–
Taxation - payments less provision		–	–	10,751	9,901
Prepayments	8	1,234	354	93,690	116,860
Cash and bank	9	3,486	224,438	51,653	424,859
Total assets		<u>270,296</u>	<u>320,283</u>	<u>791,745</u>	<u>919,609</u>
EQUITIES AND LIABILITIES					
Capital Reserves Attributable to Company's Shareholders					
Share capital		50,000	50,000	–	–
Retained earnings		54,066	76,644	–	–
Total Shareholders Equity		104,066	126,644	–	–
Participant's Takaful Fund (PTF)					
Ceded money		–	–	500	500
Accumulated surplus		–	–	100,024	108,411
Balance of Participants' Takaful Fund		–	–	100,524	108,911
Liabilities					
PTF underwriting provisions					
Outstanding claims including IBNR	14	–	–	142,641	163,142
Unearned contribution reserve	13	–	–	247,361	284,908
Reserve for unearned retakaful rebate	16	–	–	22,911	28,364
		–	–	412,913	476,414
Unearned Wakala Fee	17	74,209	85,472	–	–
Contribution received in advance		–	–	21,987	17,360
Takaful / retakaful payable	11	–	–	198,933	245,690
Payable to OTF	12	–	–	48,471	55,550
Retirement benefit obligation		20,391	19,322	–	–
Taxation - payments less provision		23,868	28,415	–	–
Other creditors and accrual	10	47,762	60,430	8,917	15,684
Total liabilities		<u>166,230</u>	<u>193,639</u>	<u>278,308</u>	<u>334,284</u>
Total Equity and Liabilities		<u>270,296</u>	<u>320,283</u>	<u>791,745</u>	<u>919,609</u>
Contingencies and commitments	19				

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*

Habib Insurance Company Limited

Condensed Interim Statement of Comprehensive Income for the quarter ended March 31, 2025 (Unaudited)

	Note	(Unaudited) Quarter ended March 31, 2025 (Rupees in '000)	(Unaudited) Quarter ended March 31, 2024
Participants' Takaful Fund			
Contribution earned	13	98,194	98,697
Less: Contribution ceded to retakaful	13	(87,212)	(68,311)
Net contribution revenue		10,982	30,386
Retakaful rebate	16	17,862	11,516
Net underwriting income		28,844	41,902
Net claims - reported/ settled -IBNR	14	(3,210) (40,053)	(20,634) (38,870)
		(43,263)	(59,504)
Surplus before investment income		(14,419)	(17,602)
Investment income	18	3,092	8,444
Other expenses		(776)	(450)
(Deficit)/ surplus transferred to accumulated surplus		(12,103)	(9,608)
Other Comprehensive income			
Unrealised gain on available for sale investments during the period		3,716	–
Net gain transferred to profit and loss on disposal/redemption/ impairment of investments		–	–
		3,716	–
Related Tax impact		–	–
Other comprehensive income for the period		3,716	–
Total comprehensive (loss)/ income for the period		(8,387)	(9,608)
Operator's Fund			
Wakala fee	17	58,410	41,805
Commission expense	15	(22,898)	(17,957)
General administrative and management expenses		(63,157)	(13,427)
		(27,645)	10,421
Investment income	18	4,336	12,225
Other expense		(582)	–
Profit before taxation		(23,891)	22,646
Income tax expense		–	(6,567)
Profit after taxation for the period		(23,891)	16,079
Other comprehensive income			
Unrealised gain on available for sale investments during the period		1,313	–
Net gain transferred to profit and loss on disposal/redemption/ impairment of investments		–	–
		1,313	–
Related Tax impact		–	–
Other comprehensive income for the period		1,313	–
Total comprehensive income for the period		(22,578)	16,079

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*

Habib Insurance Company Limited

Condensed Interim Statement of Changes in Fund for the Quarter ended March 31, 2025 (Unaudited)

	Operator's Fund		Total
	Statutory Fund	Accumulated (deficit)/ surplus (Rupees in '000)	
Balance as at January 01, 2024	50,000	37,630	87,630
Comprehensive income for the period			
Profit for the period	–	29,730	29,730
Other Comprehensive income for the period	–	9,284	9,284
Total Comprehensive income for the period	–	39,014	39,014
Balance as at March 31, 2024	50,000	76,644	126,644
Balance as at January 01, 2025	50,000	76,644	126,644
Comprehensive income for the period			
Profit for the period	–	(23,891)	(23,891)
Other Comprehensive income for the period	–	1,313	1,313
Total Comprehensive income for the period	–	(22,578)	(22,578)
Balance as at March 31, 2025	50,000	54,066	104,066
	Participants' Takaful Fund		
	Ceded money	Accumulated surplus (Rupees in '000)	Total
Balance as at January 01, 2024	500	102,373	102,873
Comprehensive income for the period			
Surplus for the period	–	6,038	6,038
Other Comprehensive income for the period	–	–	–
Total Comprehensive income for the period	–	6,038	6,038
Balance as at March 31, 2024	500	108,411	108,911
Balance as at January 01, 2025	500	108,411	108,911
Comprehensive income for the period			
Deficit for the period	–	(12,103)	(12,103)
Other Comprehensive income for the period	–	3,716	3,716
Total Comprehensive loss for the period	–	(8,387)	(8,387)
Balance as at March 31, 2025	500	100,024	100,524

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*

Habib Insurance Company Limited

Condensed Interim Statement of Cash flow for the Quarter ended March 31, 2025 (Unaudited)

	OPF		PTF	
	(Unaudited)		(Unaudited)	
	March 31, 2025	March 31, 2024	March 31, 2025	March 31 2024
	(Rupees in '000)			
Operating activities				
(a) Takaful activities				
Contribution received	–	–	143,567	101,766
Retakaful contribution paid	–	–	(110,799)	(46,170)
Claims paid	–	–	(87,426)	(37,238)
Retakaful and other recoveries received	–	–	23,075	5,019
Commission paid	(29,799)	(15,075)	–	–
Wakala/ Mudarib fee	55,550	18,063	(55,550)	(18,063)
Commission received	–	–	12,409	6,239
Net cash inflows from takaful activities	25,751	2,988	(74,724)	11,553
(b) Other operating activities				
Other operating payments	(68,497)	(15,908)	(6,767)	(7,659)
Other operating receipts	–	–	–	–
Net cash flow from other operating activities	(68,497)	(15,908)	(6,767)	(7,659)
Total cash flow from operating activities	(42,746)	(12,920)	(81,491)	3,894
Investment activities				
Profit / return received	1,353	8,606	2,913	12,063
Dividend received	1,658	–	1,504	–
Proceeds from investments	–	–	80,000	–
Payments for investments	(181,217)	–	(376,132)	–
Total cash flow from investing activities	(178,206)	8,606	(291,715)	12,063
Cash flows from financing activities				
	–	–	–	–
Net cash flow from all activities	(220,952)	(4,314)	(373,206)	15,957
Cash and cash equivalents at beginning of year	224,438	190,492	424,859	284,219
Cash and cash equivalents at end of period	3,486	186,178	51,653	300,176
Reconciliation to profit and loss account				
Operating cash flows	(42,746)	(12,920)	(81,491)	3,894
Profit / return received	1,353	8,606	2,913	12,063
Dividends received	1,658	–	1,504	–
(Increase)/ decrease in assets other than cash	(11,565)	7,951	(40,660)	(28,898)
(Decrease)/ Increase in liabilities	27,409	12,442	105,631	3,333
Profit/ (Loss) after taxation	(23,891)	16,079	(12,103)	(9,608)
Attributed to:				
Operator's Fund	(23,891)	16,079	–	–
Participants' Takaful Fund	–	–	(12,103)	(9,608)
	(23,891)	16,079	(12,103)	(9,608)

The annexed notes from 1 to 23 form an integral part of these condensed interim financial statements.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*

Habib Insurance Company Limited

Notes to the Condensed Interim Financial Statements for the quarter ended March 31, 2025 (Unaudited)

1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 Habib Insurance Company Limited (the Operator) was incorporated in Pakistan in 1942 as a public limited company under the Companies Ordinance, 1984 (now Companies Act, 2017) to carry on general insurance business. The Operator was allowed to work as Window Takaful Operator on July 18, 2018 by Securities and Exchange Commission of Pakistan (SECP) under SECP Takaful Rules, 2012 to carry on General Window Takaful Operations (WTO) in Pakistan. The Operator is listed at Pakistan Stock Exchange Limited. The registered office of the Operator is situated at Habib Square, M.A. Jinnah Road, Karachi.
- 1.2 The Operator transferred statutory fund of Rs. 50 million in a separate bank account for the Window Takaful Operations as per the requirement of circular 8 of 2014. The Operator has formed a Waqf for Participants' Fund by executing the Waqf deed dated June 12, 2018 and deposited a cede money of Rs. 0.5 million. The cede money is required to be invested in Shari'ah compliant remunerative instrument which may be used to acquire immovable Waqf property if Shari'ah and law so warrants. Waqf Deed governs the relationship of Operator and participants for management of takaful operations, investments of participants' funds and investments of the Operator's funds approved by the shari'ah advisor of the Operator.

2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE

These financial statements have been prepared in line with the format issued by the SECP through Insurance Rules, 2017, and SECP Circular No. 25 of 2015 dated July 09, 2015.

These financial statements reflect the financial position and results of operations of both the Operator's Fund (OPF) and Participants' Takaful Fund (PTF) in a manner that the assets, liabilities, income and expenses of the Operator and PTF remain separately identifiable.

2.1 Statement of compliance

- 2.1.1 These condensed interim financial statements for the quarter ended March 31, 2024 are unaudited and 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; and
- Provisions of and directives issued under the Companies Act, 2017 and Insurance Ordinance, 2000, Insurance Rules 2017, General Takaful Accounting Regulations, 2019 and SECP Takaful Rules, 2012.

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

- 2.1.2 This condensed interim financial statements reflect the financial statements reflect the financial position and results of operations of both the Operator's Fund and Participants' Takaful Fund in a manner that the assets, liabilities, income and expenses of the Operator and Participants' Takaful Fund remain separately identifiable.

Habib Insurance Company Limited

2.1.3 In terms of the requirements of the Takaful Rules 2012, read with SECP Circular No. 25 of 2015 dated July 09, 2015, the assets, liabilities and profit and loss and other comprehensive income of the Operator's Fund have been presented as a single line item in the balance sheet and statement of comprehensive income of the Operator respectively.

2.1.4 This condensed interim financial statements does not include all the information and disclosures required in the annual financial statements. Accordingly these condensed interim financial information should be read in conjunction with the annual financial statements for the year ended December 31, 2024.

2.2 Basis of measurement

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

2.3 Functional and presentation currency

These financial statements are presented in Pak Rupees which is also the Operator's functional currency. All financial information presented in Pak Rupees has been rounded to nearest Thousand Rupees, unless otherwise stated.

3 SIGNIFICANT ACCOUNTING POLICIES AND RISK MANAGEMENT

The significant accounting policies and method of computation adopted in preparation of these condensed interim financial statements are consistent with those followed in preparation of the annual financial statements of the Operator for the year ended December 31, 2024.

4 ESTIMATE AND JUDGEMENTS

The preparation of the condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

The significant judgements made by management in applying the Operations' accounting policies and the key source of estimation uncertainty were the same as those that were applied to the annual financial statements as at and for the year ended December 31, 2024.

Habib Insurance Company Limited

5. INVESTMENT IN MUTUAL FUNDS

Available-for-sale	March 31, 2025 (Unaudited)				December 31, 2024 (Audited)			
	Cost	Impairment/ provision	Revaluation surplus	Carrying value	Cost	Impairment/ provision	Revaluation surplus	Carrying value
	(Rupees in '000)				(Rupees in '000)			
Mutual Funds - OPF								
Atlas Islamic Money Market Fund	30,000	–	258	30,258	–	–	–	–
Meezan Daily Income Fund	101,217	–	–	101,217	–	–	–	–
NBP Riba Free Saving Fund	50,000	–	1,055	51,055	–	–	–	–
	<u>181,217</u>	<u>–</u>	<u>1,313</u>	<u>182,530</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>
Mutual Funds - PTF								
Meezan Daily Income Fund	46,132	–	–	46,132	–	–	–	–
NBP Riba Free Saving Fund	100,000	–	2,269	102,269	–	–	–	–
Atlas Islamic Money Market Fund	150,000	–	1,447	151,447	–	–	–	–
	<u>296,132</u>	<u>–</u>	<u>3,716</u>	<u>299,848</u>	<u>–</u>	<u>–</u>	<u>–</u>	<u>–</u>

6. LOANS AND OTHER RECEIVABLES

	March 31, 2025 (Unaudited)			December 31, 2024 (Audited)		
	Operator's Fund	Participant Takaful Fund	Total	Operator's Fund	Participant Takaful Fund	Total
	(Rupees in '000)			(Rupees in '000)		
FED Receivable	–	28	28	–	1	1
Advance to commission agents	1,388	–	1,388	1,388	–	1,388
Others	–	74	74	149	129	278
	<u>1,388</u>	<u>102</u>	<u>1,490</u>	<u>1,537</u>	<u>130</u>	<u>1,667</u>

Habib Insurance Company Limited

	(Unaudited) March 31, 2025	(Audited) December 31, 2024	
	(Rupees in '000)		
7. TAKAFUL/ RETAKAFUL RECEIVABLE			
Due from Takaful contract holders			
Considered good	89,533	87,461	
Considered doubtful	3,298	3,298	
Less: Provision for impairment of receivables from takaful contract holders	(3,298)	(3,298)	
	89,533	87,461	
Due from other takaful/ retakaful operators - Considered good	125,590	149,144	
Considered good	21,911	21,911	
Considered doubtful	(21,911)	(21,911)	
	125,590	149,144	
	<u>215,123</u>	<u>236,605</u>	
Movement of considered doubtful			
Opening balance	25,209	20,602	
Less: orh	-	(17,304)	
Add: Provision for impairment	-	21,911	
Closing balance	<u>25,209</u>	<u>25,209</u>	
8. PREPAYMENTS			
	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	
	Operator's Fund Participant Takaful Fund Total	Operator's Fund Participant Takaful Fund Total	
	(Rupees in '000)		
Retakaful contribution ceded	-	93,690	93,690
Others	1,234	-	1,234
	<u>1,234</u>	<u>93,690</u>	<u>94,924</u>
	-	116,860	116,860
	354	-	354
	<u>354</u>	<u>116,860</u>	<u>117,214</u>

Habib Insurance Company Limited

9. CASH AND BANK

	March 31, 2025 (Unaudited)			December 31, 2024 (Audited)		
	Operator's Fund	Participant Takaful Fund	Total	Operator's Fund	Participant Takaful Fund	Total
	(Rupees in '000)			(Rupees in '000)		
Cash and cash equivalent						
- Policy stamps	-	56	56	-	116	116
Cash at bank						
Profit and loss sharing (PLS) accounts	3,486	51,597	55,083	224,438	424,743	649,181
	<u>3,486</u>	<u>51,653</u>	<u>55,139</u>	<u>224,438</u>	<u>424,859</u>	<u>649,297</u>

10. OTHER CREDITORS AND ACCRUALS

Federal insurance fee	-	322	322	-	987	987
Federal Excise Duty	-	4,408	4,408	-	11,339	11,339
Commission payable	39,989	-	39,989	52,107	-	52,107
Taxes and duties payable	856	2,632	3,488	-	-	-
Provision for compensated clearance	2,553	-	2,553	2,553	-	2,553
Payable to Habib Insurance Company Limited - Conventional Operations	674	-	674	2,412	-	2,412
Other creditors	1,604	1,410	3,014	1,066	3,358	4,424
Other accrued expenses	2,086	145	2,231	2,292	-	2,292
	<u>47,762</u>	<u>8,917</u>	<u>56,679</u>	<u>60,430</u>	<u>15,684</u>	<u>76,114</u>

(Unaudited)
March 31,
2025
(Rupees in '000)

(Audited)
December 31,
2024

11. TAKAFUL/ RETAKAFUL PAYABLE

Due to other takaful/ retakaful	<u>198,933</u>	<u>245,690</u>
Due to other takaful/ retakaful		
Foreign retakaful	48,340	111,422
Local retakaful	130,068	114,208
Co-takaful	20,525	20,060
	<u>198,933</u>	<u>245,690</u>

12. RECEIVABLE FROM PTF / PAYABLE TO OTF

Opening balance	55,550	18,063
Wakala / Mudarib fee income	48,471	202,598
Wakala / Mudarib fee received	(55,550)	(165,111)
Closing balance	<u>48,471</u>	<u>55,550</u>

Habib Insurance Company Limited

	(Unaudited)	
	Three months ended	
	March 31, 2025	March 31, 2024
	(Rupees in '000)	
13. NET CONTRIBUTION		
Written gross contribution	119,057	93,409
Less: Wakala Fee	(58,410)	(41,805)
Contribution Net of Wakala Fee	<u>60,647</u>	<u>51,604</u>
Add: Unearned contribution reserve opening	284,908	252,121
Less: Unearned contribution reserve - closing	(247,361)	(205,028)
Contribution earned	<u>98,194</u>	<u>98,697</u>
Reinsurance contribution ceded	64,042	41,068
Add: Prepaid retakaful contribution opening	116,860	95,844
Less: Prepaid retakaful contribution closing	(93,690)	(68,601)
Retakaful expense	<u>87,212</u>	<u>68,311</u>
Net contribution	<u>10,982</u>	<u>30,386</u>
14. TAKAFUL CLAIMS EXPENSE		
Claims paid	87,426	37,238
Add: Outstanding claims including IBNR closing	142,641	184,164
Less: Outstanding claims including IBNR opening	(163,142)	(126,625)
Claims expense	66,925	94,777
Retakaful and other recoveries received	23,075	5,019
Add: Retakaful and other recoveries in respect of outstanding claims net of impairment - closing	46,369	57,474
Less: Retakaful and other recoveries in respect of outstanding claims net of impairment - opening	(45,782)	(27,220)
Retakaful and other recoveries revenue	23,662	35,273
Net claim expense	<u>43,263</u>	<u>59,504</u>
15. COMMISSION EXPENSE		
Commission paid or payable	17,681	11,633
Add: Deferred commission - opening	38,404	32,661
Less: Deferred commission - closing	(33,187)	(26,337)
Commission expense	<u>22,898</u>	<u>17,957</u>
16. RETAKAFUL REBATE		
Retakaful rebate received	12,409	6,239
Add: Unearned retakaful - opening	28,364	18,561
Less: Unearned retakaful - closing	(22,911)	(13,284)
Retakaful rebate	<u>17,862</u>	<u>11,516</u>

Habib Insurance Company Limited

	(Unaudited) Three months ended	
	March 31, 2025	March 31, 2024
	(Rupees in '000)	
17. WAKALA FEE		
Gross Wakala Fee	47,146	27,678
Add: Deferred wakala fee - opening	85,473	75,636
Less: Deferred wakala fee - closing	<u>(74,209)</u>	<u>(61,509)</u>
Net wakala fee	<u>58,410</u>	<u>41,805</u>

	(Unaudited) Three months period ended March 31,		(Unaudited) Three months period ended March 31,	
	2025	2024	2025	2024
	Operator's Fund		Participant Takaful Fund	
18. INVESTMENT INCOME				
Income from mutual fund units - available-for-sale'				
Dividend income	1,658	-	1,504	-
Return on bank balances	1,353	8,606	2,913	12,063
Mudarib fees	<u>1,325</u>	<u>3,619</u>	<u>(1,325)</u>	<u>(3,619)</u>
Total investment income	<u>4,336</u>	<u>12,225</u>	<u>3,092</u>	<u>8,444</u>

19. CONTINGENCIES & COMMITMENTS

19.1 Contingencies

There are no contingencies outstanding as at March 31, 2025 (December 31, 2024: Nil).

19.2 Commitments

There are no commitments as at March 31, 2025 (December 31, 2024: Nil).

20. TRANSACTIONS WITH RELATED PARTIES

Related parties comprise of directors, major share holders, key management personnel, associated companies, entities with common directors and employee retirement benefit funds. The transactions with related parties are carried out at commercial terms and conditions. The transactions and balances with related parties are as follows:

	(Unaudited) March 31, 2025	(Unaudited) March 31, 2024
	(Rupees in '000)	
20.1 Operator's Fund		
Transaction		
Wakala fee charged during the period	<u>47,146</u>	<u>27,678</u>
Mudarib fees charged during the period	<u>1,325</u>	<u>3,619</u>
Transactions during the period with associated companies		
Profit on bank accounts during the period	<u>1,353</u>	<u>8,606</u>

Habib Insurance Company Limited

	(Unaudited) March 31, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
Balance with associated companies		
Bank balance	4,121	217,701
	<u>4,121</u>	<u>217,701</u>
<i>Transactions during the period with other related parties including key management personnel</i>		
Contribution to the provident fund	854	1,304
	<u>854</u>	<u>1,304</u>
	(Unaudited) March 31, 2025	(Unaudited) March 31, 2024
	(Rupees in '000)	
20.2 Participants' Takaful Fund		
Transactions		
Associated companies		
- Contribution written	3,973	1,689
- Claim paid	5,771	2,454
- Profit on bank accounts	2,913	12,063
	<u>3,973</u>	<u>1,689</u>
	<u>5,771</u>	<u>2,454</u>
	<u>2,913</u>	<u>12,063</u>
Others		
- Mudarib fee charged during the period	1,325	3,619
- Contribution ceded	27,199	23,232
- Commission income	4,767	3,283
- Retakaful recoveries received	8,673	1,528
	<u>1,325</u>	<u>3,619</u>
	<u>27,199</u>	<u>23,232</u>
	<u>4,767</u>	<u>3,283</u>
	<u>8,673</u>	<u>1,528</u>
	(Unaudited) March 31, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
Balances		
Associated companies		
- Contribution due but unpaid	823	9,237
- Claim outstanding	9,335	10,560
- Bank balance	31,056	400,253
	<u>823</u>	<u>9,237</u>
	<u>9,335</u>	<u>10,560</u>
	<u>31,056</u>	<u>400,253</u>

Habib Insurance Company Limited

21. SEGMENT INFORMATION

	For the quarter ended March 31, 2025 (Unaudited)				
	Fire and property	Marine and transport	Motor	Other classes	Aggregate
	(Rupees in '000)				
21.1 Participants' Takaful Fund					
Contribution receivable (inclusive of federal excise duty and administrative surcharge)	36,061	23,438	72,962	6,232	138,693
Less: Federal Excise Duty	(4,906)	(2,795)	(10,395)	(348)	(18,444)
Federal Insurance Fee	(309)	(204)	(621)	(58)	(1,192)
Gross written contribution (inclusive of administrative surcharge)	<u>30,846</u>	<u>20,439</u>	<u>61,946</u>	<u>5,826</u>	<u>119,057</u>
Wakala fees	(20,037)	(8,582)	(25,534)	(4,257)	(58,410)
Takaful contribution earned	56,921	22,064	65,293	12,326	156,604
Takaful contribution ceded to retakaful operators	(52,272)	(16,433)	(10,696)	(7,811)	(87,212)
Net takaful contribution	(15,388)	(2,951)	29,063	258	10,982
Retakaful rebate	11,149	4,038	695	1,980	17,862
Net underwriting income	<u>(4,239)</u>	<u>1,087</u>	<u>29,758</u>	<u>2,238</u>	<u>28,844</u>
Takaful claims	(3,391)	(3,756)	(56,709)	(3,069)	(66,925)
Takaful claims recovered from retakaful	2,824	2,849	15,337	2,652	23,662
Net claims	<u>(567)</u>	<u>(907)</u>	<u>(41,372)</u>	<u>(417)</u>	<u>(43,263)</u>
Surplus before investment income	<u>(4,806)</u>	<u>180</u>	<u>(11,614)</u>	<u>1,821</u>	<u>(14,419)</u>
Investment income					3,092
Other expenses					(776)
Surplus transferred to balance of PTF					<u>(12,103)</u>
Allocated Assets					
Premium due but unpaid	21,378	20,077	32,138	15,940	89,533
Prepaid reinsurance premium ceded	71,007	2,924	14,012	5,747	93,690
Reinsurance recoveries against outstanding claims	11,994	5,767	10,722	2,391	30,874
Deferred Wakala expense	26,499	1,368	42,366	3,976	74,209
Salvage recoveries outstanding	95	-	15,400	-	15,495
	<u>130,973</u>	<u>30,136</u>	<u>114,638</u>	<u>28,054</u>	<u>303,801</u>
Unallocated Assets					
Amount due from other insurers/ reinsurers					125,590
Cash and cash equivalents					51,653
Loan - secured considered good					102
Investments					299,848
Taxation - provision less payment					10,751
					<u>487,944</u>
Total Assets					<u>791,745</u>
Allocated Liabilities					
Outstanding Claims	14,001	7,795	117,053	3,792	142,641
Unearned Premium	88,327	4,560	141,221	13,253	247,361
Rserve for unearned retakaful rebate	17,351	729	2,908	1,923	22,911
	<u>119,679</u>	<u>13,084</u>	<u>261,182</u>	<u>18,968</u>	<u>412,913</u>
Unallocated liabilities					
Contribution received in advance					21,987
Amount due to other insurers/ reinsurers					198,933
Other creditors and accruals					8,917
Payable to OPF					48,471
					<u>278,308</u>
Total Liabilities					<u>691,221</u>

Habib Insurance Company Limited

For the quarter ended March 31, 2025 (Unaudited)

	Fire and property	Marine and transport	Motor	Other classes	Aggregate
	(Rupees in '000)				
21.2 Operator's Fund					
Wakala fee					58,410
Commission expense					(22,898)
Management expenses					(63,157)
Underwriting result					27,645
Investment income					4,336
Other expenses					(582)
Profit before taxation					(23,891)
Taxation					-
Profit after tax for the period					(23,891)
Segment assets					270,296
Segment liabilities					166,230

Habib Insurance Company Limited

SEGMENT INFORMATION

	For the quarter ended March 31, 2024 (Unaudited)				
	Fire and property	Marine and transport	Motor	Other classes	Aggregate
	(Rupees in '000)				
Participants' Takaful Fund					
Contribution receivable (inclusive of federal excise duty and administrative surcharge)	26,634	13,385	67,274	330	107,623
Less: Federal Excise Duty	(3,326)	(1,439)	(8,478)	(39)	(13,282)
Federal Insurance Fee	(226)	(119)	(584)	(3)	(932)
Gross written contribution (inclusive of administrative surcharge)	<u>23,082</u>	<u>11,827</u>	<u>58,212</u>	<u>288</u>	<u>93,409</u>
Wakala fees	(10,330)	(5,293)	(26,053)	(129)	(41,805)
Takaful contribution earned	51,910	13,185	72,619	2,788	140,502
Takaful contribution ceded to retakaful operators	(47,651)	(10,104)	(8,246)	(2,310)	(68,311)
Net takaful contribution	(6,071)	(2,212)	38,320	349	30,386
Retakaful rebate	8,767	2,178	236	335	11,516
Net underwriting income	<u>2,696</u>	<u>(34)</u>	<u>38,556</u>	<u>684</u>	<u>41,902</u>
Takaful claims	(23,440)	(15,795)	(54,660)	(882)	(94,777)
Takaful claims recovered from retakaful	19,634	8,422	5,976	1,241	35,273
Net claims	<u>(3,806)</u>	<u>(7,373)</u>	<u>(48,684)</u>	<u>359</u>	<u>(59,504)</u>
Surplus before investment income	<u>(1,110)</u>	<u>(7,407)</u>	<u>(10,128)</u>	<u>1,043</u>	<u>(17,602)</u>
Investment income					8,444
Other expenses					(450)
Surplus transferred to balance of PTF					<u>(9,608)</u>
Allocated Assets					
Premium due but unpaid	21,629	12,735	37,085	16,012	87,461
Prepaid reinsurance premium ceded	94,311	3,908	9,967	8,674	116,860
Reinsurance recoveries against outstanding claims	15,022	8,746	11,573	2,286	37,627
Deferred Wakala expense	34,320	1,856	43,370	5,926	85,472
Salvage recoveries outstanding	55	-	8,100	-	8,155
	<u>165,337</u>	<u>27,245</u>	<u>110,095</u>	<u>32,898</u>	<u>335,575</u>
Unallocated Assets					
Amount due from other insurers/ reinsurers					149,144
Cash and cash equivalents					424,859
Loan - secured considered good					130
Taxation - provision less payment					9,901
					<u>584,034</u>
Total Assets					<u>919,609</u>
Allocated Liabilities					
Outstanding Claims	17,514	11,324	130,662	3,642	163,142
Unearned Premium	114,403	6,185	144,567	19,753	284,908
Rserve for unearned retakaful rebate	22,633	977	2,072	2,682	28,364
	<u>154,550</u>	<u>18,486</u>	<u>277,301</u>	<u>26,077</u>	<u>476,414</u>
Unallocated liabilities					
Contribution received in advance					17,360
Amount due to other insurers/ reinsurers					245,690
Other creditors and accruals					15,684
Payable to OPF					55,550
					<u>334,284</u>
Total Liabilities					<u>810,698</u>

Habib Insurance Company Limited

For the quarter ended March 31, 2024 (Unaudited)

	Fire and property	Marine and transport	Motor	Other classes	Aggregate
	(Rupees in '000)				
Operator's Fund					
Wakala fee					41,805
Commission expense					(17,957)
Management expenses					(13,427)
Underwriting result					10,421
Investment income					12,225
Loss before taxation					22,646
Taxation					(6,567)
Profit after tax for the period					16,079
Segment assets					919,609
Segment liabilities					193,639

22. GENERAL

Figures have been rounded off to the nearest Thousand Rupee.

23. DATE OF AUTHORISATION FOR ISSUE

These financial statements have been authorised for issue on April 29, 2025 by the Board of Directors of the Company.

MANSOOR G. HABIB QUMAIL R. HABIB AUN MOHAMMAD A. HABIB SYED ATHER ABBAS MURTAZA HUSSAIN
Director *Director* *Director* *Chief Executive* *Chief Financial Officer*