

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025
(Expressed in Rupees in Thousands)

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
ASSETS			
Property and equipment	4	1,978,726	1,915,206
Investment properties	5	3,594,035	3,574,916
Investments in subsidiaries		323,618	323,618
Investments			
Equity securities	6	296,999,819	294,971,033
Government securities	7	1,415,759,895	1,334,312,555
Debt securities	8	27,723,061	30,108,018
Mutual funds	9	36,803,181	81,786,892
Fixed deposits	10	7,968,829	7,606,293
Loans secured against life insurance policies		157,265,811	154,825,679
Insurance / takaful / reinsurance / re-takaful receivables	11	300,473,293	253,327,056
Loans, advances and other receivables	12	120,618,358	96,719,481
Advance taxation		42,406,156	29,840,019
Prepayments and deposits	13	270,301	325,269
Cash and bank	14	102,080,130	76,358,238
TOTAL ASSETS		2,514,265,213	2,365,994,273
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES ATTRIBUTABLE TO CORPORATION'S EQUITY HOLDERS			
Ordinary share capital		8,000,000	8,000,000
Reserves		3,267,271	1,031,761
Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)		46,805,981	42,115,721
Unappropriated profit		2,199,601	2,235,510
TOTAL EQUITY		60,272,853	53,382,992
LIABILITIES			
Insurance / takaful liabilities	15	2,097,427,965	1,998,113,353
Retirement benefit obligations		6,337,363	5,384,405
Deferred capital grant		290	3,237
Deferred taxation	16	26,613,579	23,614,317
Premium received in advance		6,368,856	6,487,496
Insurance / takaful / reinsurance / re-takaful payables		3,053,107	2,843,961
Other creditors and accruals	17	310,697,951	274,086,632
Provision for taxation		3,493,249	2,077,880
TOTAL LIABILITIES		2,453,992,360	2,312,611,281
TOTAL EQUITY AND LIABILITIES		2,514,265,213	2,365,994,273

CONTINGENCIES AND COMMITMENTS

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The annexed notes from 1 to 37 form an integral part of these unconsolidated condensed interim financial statements.

CHAIRMAN

SALEEM ZIA

DIRECTOR

KHAQAN MURTAZA

DIRECTOR

SHAHARYAR UTIKHAN KHAN

CHIEF EXECUTIVE OFFICER

SHOAIB JAVED MUSSAIB

CHIEF FINANCIAL OFFICER

MUNASHEB ANJAB

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
(UNAUDITED)
FOR THE HALF YEAR AND QUARTER ENDED JUNE 30, 2025
(Expressed in Rupees in Thousands)

	Note	Six months period ended		Three-months period ended	
		June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
Gross premium / contribution revenue		114,705,749	108,377,956	55,176,044	53,583,942
Less: Premium / contribution ceded to reinsurers / retakaful operators		(20,913)	(421,877)	116,494	(261,640)
Net premium / contribution revenue	19	114,684,836	107,956,079	55,292,538	53,322,302
Investment income	20	93,659,009	84,381,496	46,345,114	40,867,972
Net realized fair value gain on financial assets	21	20,231,624	5,550,031	15,195,820	2,667,208
Net fair value (loss) / gain on financial assets at fair value through profit or loss	22	(7,791,922)	34,260,253	(1,972,529)	22,941,156
Net rental income	23	676,799	644,368	320,806	358,052
Other income	24	16,075,116	27,242,935	8,556,618	15,721,849
		122,850,626	152,079,083	68,445,830	82,556,237
Net income		237,535,462	260,035,162	123,738,368	135,878,539
Insurance benefits		(100,536,709)	(102,803,212)	(52,864,305)	(58,350,624)
Recoveries from reinsurers		212,447	158,458	90,841	50,272
Claim related expenses		(8,768)	(8,317)	(5,858)	(5,103)
Net Insurance / takaful Benefits	25	(100,333,030)	(102,653,071)	(52,779,320)	(58,305,455)
Net change in insurance liabilities (other than outstanding claims)		(106,459,337)	(121,395,118)	(57,285,623)	(58,657,788)
Acquisition expenses	26	(10,377,451)	(8,747,440)	(5,712,592)	(5,163,714)
Marketing and administration expenses	27	(8,778,386)	(8,496,319)	(4,762,974)	(4,797,074)
Other expenses	28	(281,873)	(607,497)	(132,743)	(490,056)
Total expenses		(125,897,047)	(139,246,374)	(67,893,932)	(69,108,632)
Profit before tax		11,305,385	18,135,717	3,065,115	8,464,452
Income tax expense	29	(4,415,524)	(7,125,295)	(1,201,819)	(3,352,626)
Profit after tax for the period		6,889,861	11,010,422	1,863,296	5,111,827
Other comprehensive income		-	-	-	-
Total comprehensive income for the period		6,889,861	11,010,422	1,863,296	5,111,827
Earnings (after tax) per share - Rupees	30	86.12	137.63	23.29	63.90

The annexed notes from 1 to 37 form an integral part of these unconsolidated condensed interim financial statements.


CHAIRMAN
SALEEM ZIA


DIRECTOR
KHAQAN MURTAZA


DIRECTOR
SHAZIA NADEEM


CHIEF EXECUTIVE OFFICER
SHOAB JAVED HUSSAIN


CHIEF FINANCIAL OFFICER
MUHAMMAD AMJAD

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)






UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Expressed in Rupees in thousands)

	Attributable to equity holders of the Corporation				Total
	Ordinary share capital	Revenue reserves General reserves	Retained earnings arising from business other than participating business attributable to shareholders (Ledger account D)*	Unappropriated profit	
Balance as at January 1, 2024 (Audited)	8,000,000	1,661,919	28,600,427	1,869,842	40,132,188
Transfer to unappropriated profit	-	(630,158)	-	630,158	-
Dividend paid for the year December 31, 2023	-	-	-	(2,500,000)	(2,500,000)
Transferred to reserve	-	-	-	-	-
Total comprehensive income for the period	-	-	-	11,010,422	11,010,422
Surplus for the period retained in statutory funds - net of tax	-	-	9,225,539	(9,225,539)	-
Balance as at June 30, 2024 (Unaudited)	8,000,000	1,031,761	37,825,966	1,784,883	48,642,610
Balance as at January 1, 2025 (Audited)	8,000,000	1,031,761	42,115,721	2,235,510	53,382,992
Total comprehensive income for the period	-	-	-	6,889,861	6,889,861
Surplus for the period retained in statutory funds - net of tax	-	-	4,690,260	(4,690,260)	-
Transferred to general reserve	-	2,235,510	-	(2,235,510)	-
Balance as at June 30, 2025 (Un-audited)	8,000,000	3,267,271	46,805,981	2,199,601	60,272,853

*This includes balance 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 for the carrying on the life insurance business.

The accompanying notes from 1 to 37 form an integral part of these unconsolidated condensed interim financial statements.

CHAIRMAN
SALEEM ZIA

DIRECTOR
KHAGAN MURTAZA

DIRECTOR
SHEHBAZ IFTIKHAR KHAN

CHIEF EXECUTIVE OFFICER
- 5 -

CHIEF FINANCIAL OFFICER
MUHAMMAD ANJAM

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED JUNE 30, 2025
(Expressed in Rupees in thousands)

	June 30, 2025 Un-audited	June 30, 2024 Un-audited
CASH FLOW FROM OPERATING ACTIVITIES		
a) Underwriting activities		
Insurance premiums received	67,502,239	103,147,725
Reinsurance premiums (paid) / received	188,233	(153,706)
Claims paid	(82,754,109)	(63,905,407)
Surrenders paid	(24,936,092)	(43,919,164)
Reinsurance and other recoveries received	7,292	152,027
Commissions paid	(13,905,542)	(12,607,173)
Other underwriting payments, if any	(2,500,939)	(1,727,469)
Net cash flow used in underwriting activities	(56,398,918)	(19,013,167)
b) Other operating activities		
Income tax paid	(12,567,032)	(4,301,161)
Other operating (payments) / receipts	(3,135,426)	287,124
General management expense	27,633,001	(10,842,989)
Loans secured against life insurance policies - advanced	(12,933,384)	(12,496,715)
Loans secured against life insurance policies - repayments received	10,626,507	18,755,754
Net cash flow generated from / (used in) other operating activities	9,623,666	(8,597,987)
Total cash flow used in operating activities	(46,775,252)	(27,611,154)
Investment activities		
Profit / return received	86,159,648	94,395,388
Dividends received	12,644,367	9,661,437
Rentals received	1,200,468	1,394,200
Payment for investments	(415,315,540)	(70,135,699)
Proceeds from disposal of investments	388,118,320	91,910,000
Fixed capital expenditure	(310,119)	(210,971)
Proceeds from sale of property and equipment	-	549
Total cash flow generated from investing activities	72,497,144	127,014,904
Financing activities		
Dividends paid	-	(2,500,000)
Net cash used in financing activities	-	(2,500,000)
Net cash flow generated from all activities	25,721,892	96,903,750
Cash and cash equivalents at the beginning of the period	76,358,238	72,317,743
Cash and cash equivalents at the end of the period	102,080,130	169,221,493


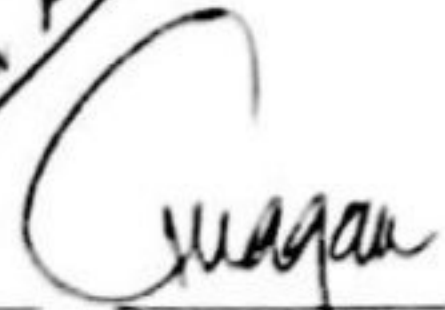



STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED JUNE 30, 2025
(Expressed in Rupees in thousands)

CASH FLOW (CONTINUED)

	June 30, 2025 Un-audited	June 30, 2024 Un-audited
Reconciliation to Profit and Loss Account		
Operating cash flows	(46,775,253)	(27,611,154)
Depreciation expense	(159,006)	(97,676)
Investment income	122,850,626	151,725,126
Amortization/capitalization	447,729	558,687
Allocation of surplus	-	-
Non-cash adjustments (APL)	-	-
Increase in assets other than cash	71,909,791	59,829,027
(Increase) in liabilities other than running finance	(31,925,426)	(46,100,176)
Change in policy holder liabilities	(106,459,336)	(121,395,117)
Change in deferred tax liabilities	(2,999,263)	-
Other adjustments	-	(5,898,295)
Profit for the period after taxation	6,889,861	11,010,422

The accompanying notes from 1 to 37 form an integral part of these unconsolidated condensed interim financial statements.

 _____ CHAIRMAN SALEEM ZIA	 _____ DIRECTOR KHARAN MURTAZA	 _____ DIRECTOR SHERAZ UTHMAN	 _____ CHIEF EXECUTIVE OFFICER SYED JAVED HUSSAIN	 _____ CHIEF FINANCIAL OFFICER MUHAMMAD ANJAL
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STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Expressed in Rupees in Thousands)

1. LEGAL STATUS AND NATURE OF BUSINESS

- 1.1. State Life Insurance Corporation of Pakistan (the Corporation) was incorporated in Pakistan on November 01, 1972 under the Life Insurance (Nationalization) Order, 1972 (LINO). The Corporation's principal office is located at State Life Building No. 9, Dr. Ziauddin Ahmad Road, Karachi. It operates in Pakistan through 35 zones for individual life business along with 7 Regions, 4 zones for group life business and in the gulf country comprising United Arab Emirates (UAE) through zonal office located at Dubai, Abu Dhabi and Sharjah.
- 1.2. The Corporation is engaged in the life insurance, health insurance, accident insurance business and takaful business. The Corporation maintains a shareholders' fund and five statutory funds, namely Pakistan Life fund, Overseas Life Fund, Pension Fund, Accidental and Health Insurance Fund and Family Takaful Fund, separately in respect of its each class of life insurance business. In previous years the Family Takaful Fund was further bifurcated into 3 sub classes which are Family Takaful - Life, Family Takaful - Group and Family Takaful - Health.
- 1.3. The Corporation was issued the certificate of authorization for commencement of Window Takaful Operation under rule 6 of the Takaful rules, 2012 by Securities Exchange Commission of Pakistan vide letter no. 0097, dated September 22, 2016. For the purpose of carrying on the takaful business, the Corporation has formed an Individual Family Participant Takaful Fund (IFPTF) on August 18, 2017 under the Waqf deed and ceded Rs. 1 million to the IFPTF. The Waqf deed governs the relationship of Corporation and participants for management of takaful operations. The Corporation launched the Window Takaful Operations on January 28, 2021.
- 1.4. The Presidential Order dated April 06, 2016 in respect of State Life (Reorganization and Conversion) Ordinance, 2016 was issued by Government of Pakistan Ministry of Law and Justice to provide for the reorganization and conversion of the State Life Insurance Corporation of Pakistan into a Public Limited Company. After the commencement of this Ordinance, the Federal Government established a Company to be known as State Life Insurance Company Limited by shares under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017). The National Assembly converted the said Ordinance into bill for the conversion of State Life Insurance Corporation to State Life Insurance Company Limited and submitted the same bill to Senate for approval and the Senate, instead of passing the bill, proposed few amendments in the bill. For the consideration of the proposed amendments, the matter was moved to National Assembly Standing Committee on Commerce.

Ministry of Commerce (MoC), vide letter No.1(7)/2013-SLIC-INS dated September 10, 2020, informed that the Senate of Pakistan passed the Bill with certain amendments. The Bill was forwarded to the National Assembly (the Assembly), however, the Assembly did not pass the amended Bill within 90 days. Therefore, a request was made to the Ministry of Parliamentary Affairs to place the same before the Joint Session of the Parliament for consideration. However, Bill was not passed by the Joint Session due to end of Assembly session that day. Hence, in terms of Article 76(3) of the Constitution of Pakistan said Bill has been lapsed, despite the fact that it had been passed by the Senate.

In the prior year, on January 25, 2023 in a Committee Room of MoC, it was unanimously decided that now the Finance Division shall draft a new legislation with the technical support of legal advisors, to enable the requisite amendments / changes in the legal / regulatory framework of the five selected State-Owned Entities (SOEs). The draft shall be shared with the Line Ministries / (SOEs) for their views / concurrence before its submission to the Federal Cabinet and subsequently to the Parliament.

2. BASIS OF PREPARATION

2.1. Statement of compliance

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

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

**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025**

(Expressed in Rupees in Thousands)

Where the provisions of and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, Takaful Rules 2012 and differ with the requirements of IAS 34, the provisions and directives issued under Companies Act 2017, Insurance Ordinance 2000, Insurance Rules 2017, Insurance Accounting regulations 2018, Takaful Rules 2012 and General Takaful Regulations, 2019 have been followed.

These unconsolidated condensed interim financial statements do not include all the information and disclosures as required for full annual financial statements and should be read in conjunction with the annual financial statements of the Corporation for the year ended December 31, 2024.

The comparative unconsolidated condensed interim statement of financial position present in these unconsolidated condensed interim financial statements has been extracted from the annual audited unconsolidated financial statements of the Corporation for the year ended December 31, 2024, whereas the comparative unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim cashflow statement and unconsolidated condensed interim statement of changes in equity are extracted from the unaudited unconsolidated condensed interim financial statements for the period ended June 30, 2024.

2.2. Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for valuation of certain investments which are carried at their market value and the obligations under policy holder liabilities and retirement benefits obligations that are measured at present value.

2.3. Financial risk management

The financial risk management objectives and policies are consistent with those disclosed in the annual unconsolidated financial statements of the Corporation for the year ended December 31, 2024.

2.4. Critical accounting estimates and judgements

In preparing these unconsolidated condensed interim financial statements, the management has made judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Corporation's and the key sources of estimation uncertainty are the same as those that applied to the annual unconsolidated financial statements for the year ended December 31, 2024.

2.5. Functional and presentation currency

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

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information and the method of computation adopted for the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the annual unconsolidated financial statements of the Corporation for the year ended December 31, 2024.

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

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

3.2. Standards and amendments to published approved accounting standards that are not yet effective.

There are certain new standards and amendments to the approved accounting standards that will be mandatory for the Corporations' annual accounting periods beginning on or after January 01, 2025. However, these amendments will not have any significant impact on the financial reporting of the Corporation.

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Expressed in Rupees in Thousands)

3.3. Applicability of IFRS 17 and IFRS 9.

IFRS 17 – Insurance Contracts, 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.

IFRS 17 been issued by the IASB to be effective for annual periods beginning on or after January 01, 2023. Securities and Exchange Commission of Pakistan (SECP) vide S.R.O. 1715(I)/2023 dated November 21, 2023 deferred the applicability of the standard until January 01, 2026. However, on July 23, 2025, SECP vide S.R.O 1336(I)/2025 further deferred the applicability of the standard until January 01, 2027.

SECP through the above referred SRO has also directed that the applicability period of optional temporary exemption from applying IFRS 9 – Financial Instrument as given in para 20A of IFRS 4 is extended for annual periods beginning before January 1, 2027, subject to fulfilling the same conditions as are prescribed by para 20B of IFRS 4.

On August 04, 2025, clarification on Accounting Framework applicable to the financial statements of Public Sector Companies defined under sub-section (54) of section 2 of the Companies Act, 2017, as per requirements of State-Owned Enterprises (Governance and Operations) Act, 2023 (the SOE Act, 2023) was issued by Institute of Chartered Accountants of Pakistan (ICAP) vide Circular No. 3/2025, based on their communication and clarification received from Central Monitoring Unit, Finance Division, Government of Pakistan.

It was clarified that a public sector company falling within ambit of section 2(54) of the Companies Act, 2017, has to follow requirements of full IFRS Accounting Standards applicable to the company (based on its facts and circumstances) issued by International Accounting Standards (IASB) and effective to date (as per IASB notified effective date) without regard to any exemption(s), deferments of IFRS Accounting Standards provided by Securities and Exchange Commission of Pakistan (SECP) or any IFRS Accounting Standard which is pending adoption by Securities and Exchange Commission of Pakistan under section 225 of the Companies Act, 2017, within three years of coming into effect of SOE Act, 2023 on January 30, 2023, in preparation of its financial statements issued after January 30, 2026, as the three years period of effectiveness of SOE Act, 2023 is completed by January 30, 2026.

In view of above, the management is in the process of assessing the impacts of above amendments on the unconsolidated condensed interim financial statements of the Corporation.

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025
(Expressed in Rupees in Thousands)

4. PROPERTY AND EQUIPMENT

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Operating fixed assets		
Net book value as at the beginning of the period	1,915,206	1,397,309
Additions during the period	64,261	780,747
Disposal during the period	-	(14,150)
Depreciation charge during the period	(159,006)	(265,001)
Capital work-in-progress	158,265	16,301
Net book value as at the end of the period	<u>1,978,726</u>	<u>1,915,206</u>

5. INVESTMENT PROPERTIES

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Net book value as at the beginning of the period	3,574,916	3,451,021
Additions during the period	87,592	217,565
Net depreciation charged during the period	(68,473)	(90,779)
Net book value as at the end of the period	<u>3,594,035</u>	<u>3,577,807</u>
Less: Provision for impairment for the period	-	(2,891)
Net book value as at the end of the period	<u>3,594,035</u>	<u>3,574,916</u>

The market and forced sale values of the investment properties owned by the Corporation, as determined by the independent valuers (RBS Associates (Private) Limited) on yearly basis, amounted to Rs.140,240 million and Rs. 119,224 million respectively as of December 31, 2024.

6. INVESTMENTS IN EQUITY SECURITIES

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
FAIR VALUE THROUGH PROFIT OR LOSS						
Related parties:						
Listed shares	10,311,444	-	74,324,462	4,687,403	-	54,996,101
Unlisted shares	5,000	(4,649)	351	5,000	(4,649)	351
Others						
Listed shares	108,937,852	-	222,605,079	102,283,533	-	239,906,130
Unlisted shares	279,425	(210,974)	68,451	279,425	(210,974)	68,451
Unlisted preference shares	5,219	(3,743)	1,476	3,743	(3,743)	-
	<u>119,538,940</u>	<u>(219,366)</u>	<u>296,999,819</u>	<u>107,259,104</u>	<u>(219,366)</u>	<u>294,971,033</u>

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025
(Expressed in Rupees in Thousands)

7. INVESTMENTS IN GOVERNMENT SECURITIES

		June 30, 2025 (Un-audited)			December 31, 2024 (Audited)
Maturity Year	Effective Yield (%)	Amortized Cost	Principal Repayment	Carrying value	Carrying value
HELD TO MATURITY					
Pakistan Investment					
Bonds					
3-year Pakistan Investment	2025 - 13.92% -				
Bonds	2026 21.00%	249,054,083	250,600,000	249,054,083	241,513,680
5-year Pakistan Investment	2025 - 9.12% -				
Bonds	2027 13.37%	149,046,391	152,775,000	149,046,391	147,099,643
10-year Pakistan Investment	2026 - 7.50% -				
Bonds	2035 16.50%	751,786,994	780,632,500	751,786,994	502,948,249
15-year Pakistan Investment	2026 - 8.05% -				
Bonds	2040 12.47%	145,401,832	300,353,700	145,401,832	114,075,921
20-year Pakistan Investment	2026 - 9.72% -				
Bonds	2039 16.50%	69,358,113	68,041,300	69,358,113	69,303,270
30-year Pakistan Investment	2036 - 11.51% -				
Bonds	2038 16.22%	38,016,545	40,050,000	38,016,545	37,942,489
		1,402,663,958	1,592,452,500	1,402,663,958	1,112,883,252
HELD TO MATURITY					
Sukuk Bonds	2025 - 8.51% -				
(Takaful)	2028 22.94%	4,600,850	4,105,800	4,600,850	2,166,645
Islamic Republic of Pakistan Bond	2025- 14.50%				
	2036 - 18.68%	8,495,087	-	8,495,087	8,331,676
Treasury Bills					
1 year Pakistan Treasury Bills	2025 11.85%	-	-	-	210,930,982
		1,415,759,895	1,596,558,300	1,415,759,895	1,334,312,555

7.1. Government securities include Rs. 1,246.5 million (2024: Rs. 1,246.5 million) placed with the State Bank of Pakistan, in accordance with Section 29 of the Insurance Ordinance, 2000.

7.2. Market value of government securities carried at amortized cost amounted to Rs. 1,406,710 million (2024: Rs. 1,307,949 million)

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8. INVESTMENTS IN DEBT SECURITIES

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
HELD TO MATURITY - OTHERS						
Debentures	7,573	(7,573)	-	7,573	(7,573)	-
Foreign fixed income securities	27,723,061	-	27,723,061	30,108,018	-	30,108,018
	27,730,634	(7,573)	27,723,061	30,115,591	(7,573)	30,108,018

9. INVESTMENTS IN MUTUAL FUNDS

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Cost	Impairment / provision	Carrying value	Cost	Impairment / provision	Carrying value
FAIR VALUE THROUGH PROFIT OR LOSS						
Listed others:						
Open & close ended mutual fund	22,108,446	-	32,478,248	68,047,446	-	77,515,708
Unlisted others:						
Close ended mutual fund	594,190	-	4,324,933	594,190	-	4,271,184
	22,702,636	-	36,803,181	68,641,636	-	81,786,892

10. FIXED DEPOSITS

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Deposits maturing within 12 months	10.1	7,968,829	7,606,293

10.1. This includes foreign currency fixed deposits certificate which carry markup rates ranging from 3.95% to 6.8% per annum (2024: 3.95% to 4.45% per annum), with maturities up to June 12, 2026.

11. INSURANCE / TAKAFUL / REINSURANCE / RE-TAKAFUL RECEIVABLES

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Unsecured and considered good		
Due from insurance contract holders	298,382,343	251,441,260
Due from other insurers / reinsurers / re-takaful	2,090,950	1,885,796
	300,473,293	253,327,056

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12. LOANS, ADVANCES AND OTHER RECEIVABLES

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Accrued investment income		89,390,256	75,303,633
Loans to agents		131,614	101,766
Loans to employees	12.1	1,843,715	1,828,814
Advance to contractors and security deposit		504,879	342,882
Other receivables		28,195,587	18,589,999
Deposit against bank guarantee		552,307	552,387
		120,618,358	96,719,481

12.1. This represents unsecured interest free advances and loans to employees amounting to Rs. 567.041 million (2024: Rs. 572.335 million). Further, this also includes secured loans to employees amounting to Rs.1,276.674 million (2024: Rs.1,256.856 million) bearing interest rate of 8% per annum which are secured against documents of property / vehicle.

13. PREPAYMENTS AND DEPOSITS

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Security deposit	100,000	100,385
Prepayments	170,301	224,884
	270,301	325,269

14. CASH AND BANK

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Cash and cash equivalents			
- Cash in hand		60,225	50,412
- Policy and Revenue stamps and Bond papers		43,036	8,072
Cash at bank			
- Savings accounts	14.1	96,800,672	56,831,894
- Current accounts		5,176,197	19,467,860
		102,080,130	76,358,238

14.1. These carry mark-ups ranging from 9.00% to 11.75% per annum (2024: 9.00% to 11.50% per annum).

15. INSURANCE / TAKAFUL LIABILITIES

	Note	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Reported outstanding claims (including claims in payment)	15.1	57,847,326	64,992,051
Incurred but not reported claims (IBNR)	15.2	11,520,466	11,309,944
Investment component of unit linked and account value policies	15.3	2,266,708	1,963,409
Liabilities under individual conventional insurance contracts	15.4	2,013,992,746	1,905,429,231
Liabilities under group insurance contracts (other than investment linked)	15.5	10,022,573	10,872,336
Other insurance liabilities (premium deficiency reserve)	15.6	1,778,146	3,546,382
		2,097,427,965	1,998,113,353

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15.1. Reported outstanding claims (including claims in payment)

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Gross of reinsurance		
Payable within one year	57,847,326	64,992,051
Payable over a period of time exceeding one year	-	-
	<u>57,847,326</u>	<u>64,992,051</u>
Recoverable from reinsurance		
Receivable within one year	-	-
Receivable over a period of time exceeding one year	-	-
	<u>57,847,326</u>	<u>64,992,051</u>
Net reported outstanding claims	<u>57,847,326</u>	<u>64,992,051</u>

15.2. Incurred but not reported claims

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Gross of reinsurance	11,520,466	11,309,944
Reinsurance recoveries	-	-
Net of reinsurance	<u>11,520,466</u>	<u>11,309,944</u>

15.3. Investment component of unit-linked and account value policies

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Investment component of unit-linked policies	<u>2,266,708</u>	<u>1,963,409</u>

15.4. Liabilities under individual conventional insurance contracts

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Gross of reinsurance	2,015,482,991	1,906,916,958
Reinsurance credit	(1,490,245)	(1,487,727)
Net of reinsurance	<u>2,013,992,746</u>	<u>1,905,429,231</u>

15.5. Liabilities under group insurance contracts (other than investment linked)

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Gross of reinsurance	10,022,573	10,872,336
Reinsurance credit	-	-
Net of reinsurance	<u>10,022,573</u>	<u>10,872,336</u>

15.6. Other insurance liabilities (premium deficiency reserve)

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Gross of reinsurance	1,962,492	3,651,193
Reinsurance recoveries	(184,346)	(104,811)
Net of reinsurance	<u>1,778,146</u>	<u>3,546,382</u>

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16. DEFERRED TAXATION

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Deferred tax credit arising in respect of On retained balance on Ledger Account D	26,613,579	23,614,317
	Balance as at January 1, 2025	Recognized in the statement of profit or loss
Deferred credit arising in respect of: On retained balance on Ledger Account D	23,614,317	2,999,262
	Balance as at January 1, 2024	Recognized in the statement of profit or loss
Deferred credit arising in respect of: On retained balance on Ledger Account D	15,615,932	7,998,384

17. OTHER CREDITORS AND ACCRUALS

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Agents commission payable	2,725,887	8,754,916
Accrued expenses	16,213,318	21,479,308
Profit commission payable to Bureau of Emigration and Overseas Employment	9,115,846	8,643,141
Payable to PHIMC	25,901,733	16,274,469
Experience refund payable	231,368,252	200,347,222
Other liabilities	25,372,915	18,587,576
	310,697,951	274,086,632

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18. CONTINGENCIES AND COMMITMENTS

18.1. Contingencies:

There are no material changes in the status of contingencies as reported in note 24.1 to the annual unconsolidated financial statements of the Corporation for the year ended December 31, 2024, except for the following:

18.1.1. In note 24.1.1 to the annual unconsolidated financial statements of the Corporation have disclosed contingency relating to provincial sales tax on life and health insurance contracts.

Subsequent to December 31, 2024, the Honorable Sindh High Court (SHC) dismissed the petitions filed by insurance companies challenging the applicability of Sindh Sales Tax (SST) on various insurance services, excluding the petition specifically related to SST on health insurance. The dismissals were made on procedural grounds without adjudicating the substantive legal arguments raised by the petitioners. The SHC directed the petitioners to approach the Sindh Revenue Board (SRB) in response to the show cause notices issued in respect of the taxability of life insurance services.

In response, the Corporation, along with other insurance providers through the Insurance Association of Pakistan (IAP), filed appeals before the Supreme Court of Pakistan on March 14, 2025. As at the date of these financial statements, the matter is pending, and hearing in this respect has not yet been scheduled.

In view of the opinion of the legal advisors and pending adjudication of the petitions filed, the Corporation has neither billed its customers, nor recognized the contingent liability for provisional sale tax amounting to Rs. 12,039.33 million (2024: Rs. 10,674.46 million) in the Corporation's books of account, which is calculated based on risk premium and excluding the investment amount allocated to policies.

18.1.2. In note 24.1.2 to the annual unconsolidated financial statements of the Corporation for the year ended December 31, 2024, matters related to turnover taxation have been disclosed. In this respect, subsequent to the year end, Additional Commissioner passed orders under section 122(5A) on May 30, 2025 for tax years 2003 to 2008 and 2010 to 2017, creating a demand of Rs. 4,909 million on account of minimum tax under section 113. These Orders also referred to the condonation granted by the Federal Board of Revenue vide order F.No.3(22)S(IR-Operations)/2023 dated March 20, 2025 under section 214A of the Ordinance, thereby condoning the time limitation specified under section 122(4) for the said tax years in respect of State Life Insurance Corporation of Pakistan. Subsequently, the Commissioner recovered an amount of Rs. 5,000 million pursuant to these orders against which the Corporation has filed application in Alternative Dispute Resolution Committee (ADRC). Management of the Corporation and legal counsel are confident that ultimate outcome of these matters will be in favor of the Corporation

18.2. Commitments:

18.2.1. The Corporation is committed in respect of capital expenditure contracts aggregating to Rs.900 million (2024: Rs. 900 million). There were no other commitments at the reporting date.

	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Letter of Guarantees	552,307	552,387

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19. NET PREMIUM / CONTRIBUTION REVENUE

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Gross Premium / Contribution		
Regular premium / Contribution individual policies*		
First year	9,953,420	7,138,566
Single premium / Contribution individual policies	825,313	591,225
Second year renewal	5,356,202	4,218,110
Subsequent year renewal	42,668,890	46,134,471
Group policies with cash values	6,627	29,830
Group policies without cash values	82,348,963	107,124,268
Less: experience premium refund	(26,453,666)	(56,858,514)
Total gross premium / contribution	114,705,749	108,377,956
Less: Premium / contribution ceded to reinsurers / retakaful operators		
On individual life first year business	(27,209)	(155,631)
On individual life second year business	(18,013)	(16,050)
On individual life renewal business	(67,528)	(84,371)
On group policies	(155,269)	(165,825)
Less: reinsurance commission on risk premium	247,106	-
	(20,913)	(421,877)
Net Premium / contribution revenue	114,684,836	107,956,079

* Individual policies are those underwritten on an individual basis

20. INVESTMENT INCOME

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
INCOME FROM EQUITY SECURITIES		
Fair value through profit or loss		
- Dividend income	12,794,517	9,671,052
Income from government and debt securities		
Held to maturity		
- Return on government and debt securities	80,864,492	74,710,444
	93,659,009	84,381,496

21. NET REALIZED FAIR VALUE GAIN ON FINANCIAL ASSETS

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Fair value through profit or loss		
Realized gain on equity securities	20,231,624	5,550,031

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22. NET FAIR VALUE (LOSS) / GAIN ON FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Net unrealized (loss) / gain on investments at fair value through profit or loss	(7,747,432)	34,315,949
Investment related expenses	(44,490)	(55,696)
	(7,791,922)	34,260,253

23. NET RENTAL INCOME

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Rental income	1,227,218	1,299,318
Less: Expenses of investment property	(550,419)	(654,950)
	676,799	644,368

24. OTHER INCOME

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Return on bank balances	5,567,935	10,349,376
Return on loans to employees	35,116	40,278
Return on loans to policyholders	9,456,891	16,802,636
Exchange gain on revaluation	925,576	-
Miscellaneous income	89,598	50,645
	16,075,116	27,242,935

25. NET INSURANCE / TAKAFUL BENEFITS

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Gross Claims		
Claims under individual policies		
by death	5,706,738	4,923,089
by insured event other than death	242,903	196,668
by maturity	18,018,269	16,203,727
by surrender	24,936,092	43,919,164
annuity payments	4,928	3,088
Total gross individual policy claims	48,908,930	65,245,736
Claims under group policies		
by death	4,483,431	3,978,292
by insured event other than death	47,144,348	33,579,184
Total gross group policy claims	51,627,779	37,557,476
Total gross claims	100,536,709	102,803,212
Less: Reinsurance Recoveries		
On individual life claims	(55,672)	(20,061)
On group life claims	(156,775)	(138,397)
	(212,447)	(158,458)
Claim related expenses	8,768	8,317
Net Insurance / Takaful benefits	100,333,030	102,653,071

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26. ACQUISITION EXPENSES

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Remuneration to insurance / takaful intermediaries on individual policies:		
commission to agent on first year premium / contribution	4,312,195	3,588,619
commission to agent on second year premium / contribution	676,430	519,328
commission to agent on subsequent renewal premium / contribution	1,504,939	1,489,236
other benefits to insurance / takaful intermediaries	1,378,874	1,418,854
branch overhead	1,602,108	1,038,513
	9,474,546	8,054,550
Remuneration to insurance intermediaries on group policies:		
commission	4,042	3,934
other benefits to insurance intermediaries	32	-
	4,074	3,934
Other acquisition costs:		
stamp duty	872,601	656,167
initial medical fees	26,230	32,789
	898,831	688,956
	10,377,451	8,747,440

27. MARKETING AND ADMINISTRATION EXPENSES

	Note	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Employee benefit cost	27.1	6,531,976	6,191,743
Travelling expenses		164,871	382,759
Advertisements and sales promotion		88,341	13,171
Printing and stationery		68,815	68,079
Depreciation		159,006	97,676
Rent, rates and taxes		266,220	244,501
Legal and professional charges - business related		1,132,650	1,113,145
Electricity, gas and water		143,469	162,275
Office repairs and maintenance		24,122	20,492
Bank charges		10,960	13,022
Postages, telegrams and telephone		68,722	68,418
Appointed Actuary fees		4,692	4,351
Training expense		64,542	41,687
Annual Supervision fees SECP		50,000	75,000
		8,778,386	8,496,319

27.1. Employee benefit cost

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Salaries, allowances and other benefits	5,679,821	5,376,790
Charges for post-employment benefits	852,155	814,953
	6,531,976	6,191,743

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28. OTHER EXPENSES

	Note	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Auditors' remuneration	28.1	9,580	14,991
Revenue stamps		16,148	20,088
Conference and meetings		10,624	23,834
Insurance charges		57,714	55,586
Office maintenance		108,215	67,907
Entertainment		15,066	13,824
Other expenses		64,526	411,267
		281,873	607,497

28.1. Auditors' Remuneration

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Business within Pakistan		
Half yearly review fee		
Crowe Hussain Chaudhary & Co.	2,500	-
Riaz Ahmad & Company	-	9,450
	2,500	9,450
Half yearly review out of pocket expenses		
Crowe Hussain Chaudhary & Co.	450	-
Riaz Ahmad & Company	-	1,080
	450	1,080
Business outside Pakistan		
Crowe Mak	6,630	-
Sajjad Haider & Co.	-	4,461
	6,630	4,461
	9,580	14,991

29. INCOME TAX EXPENSE

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
For the period		
Current	1,416,262	1,226,999
Deferred	2,999,262	5,898,296
	4,415,524	7,125,295

30. EARNINGS (AFTER TAX) PER SHARE – RUPEES

	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
Profit (after tax) for the period	6,889,861	11,010,422
Weighted average outstanding number of ordinary shares as at period end	80,000	80,000
Earnings (after tax) per share (Rupees) – basic and diluted	86.12	137.63

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31. FAIR VALUE OF FINANCIAL INSTRUMENTS

The carrying values of all financial assets and liabilities reflected in the unconsolidated condensed interim financial statements are appropriate to their fair values except for non-trading investments. Fair value is determined on the basis of the objective evidence at each reporting date.

31.1. Carrying amount versus fair value:

The following table compares the carrying amounts and fair values of the Corporation's financial assets and financial liabilities as at June 30, 2025.

	<u>As at June 30, 2025 (Un-audited)</u>		<u>As at December 31, 2024 (Audited)</u>	
	Carrying amount	Fair value	Carrying amount	Fair value
Financial Assets				
Cash and bank	102,080,130	102,080,130	76,358,238	76,358,238
Loans secured against life insurance policies	157,265,811	157,265,811	154,825,679	154,825,679
Prepayments and deposits	100,000	100,000	100,385	100,385
Other loans and receivables	120,618,358	120,618,358	96,376,599	96,376,599
Insurance / takaful / reinsurance / re-takaful receivables	300,473,293	300,473,293	253,327,056	253,327,056
	680,537,592	680,537,592	580,987,957	580,987,957
Investment				
Fair value through Profit and Loss				
Listed equity securities and mutual fund units	329,407,789	329,407,789	372,417,939	372,417,939
Un-listed equity securities and mutual fund units	4,395,211	4,395,211	4,339,986	4,339,986
Held to maturity				
Government securities	1,415,759,895	1,406,710,150	1,334,312,555	1,307,949,330
Debt securities	27,723,061	27,723,061	30,108,018	30,108,018
Fixed deposits	7,968,829	7,968,829	7,606,293	7,606,293
	1,785,254,785	1,776,205,040	1,748,784,791	1,748,784,791
TOTAL	2,465,792,378	2,456,742,632	2,329,772,748	2,303,409,523
Financial Liabilities				
Balance of statutory funds-including policyholders' liabilities	2,097,427,965	2,097,427,965	1,998,113,353	1,998,113,353
Other creditors and accruals	310,697,951	310,697,951	274,086,632	274,086,632
Premium received in advance	6,368,856	6,368,856	6,487,496	6,487,496
Insurance / takaful / reinsurance / re-takaful payables	3,053,107	3,053,107	2,843,961	2,843,961
TOTAL	2,417,547,879	2,417,547,879	2,281,531,442	2,281,531,442

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Fair value hierarchy

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

Assets and liabilities are classified in their entirety into one of the three levels.

The fair value hierarchy has the following levels:

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

The table below analyses assets measured at the end of the reporting date by the level in the fair value hierarchy into which the fair value measurement is categorized:

	As at June 30, 2025 (Un-audited)	Level 1	Level 2	Level 3
Financial Assets at carrying value				
Investments at carrying value				
Fair value through Profit and loss				
Listed equity securities and mutual fund units	329,409,265	329,409,265	-	-
Unlisted equity securities	4,393,735	-	4,393,735	-
	333,803,000	329,409,265	4,393,735	-

The carrying value of investment in subsidiary companies approximate their fair value.

Carrying values of all other financial assets and liabilities approximate their fair value.

	As at December 31, 2024 (Audited)	Level 1	Level 2	Level 3
Financial Assets at carrying value				
Investments at carrying value				
Fair value through Profit and loss				
Listed equity securities and mutual fund units	372,417,939	372,417,939	-	-
Unlisted equity securities and mutual fund units	4,339,986	-	4,339,986	-
	376,757,925	372,417,939	4,339,986	-

The carrying value of investment in subsidiary companies approximate their fair value.

Carrying values of all other financial assets and liabilities approximate their fair value.

31.2. Transfers during the period

During the period ended June 30, 2025:

There were no transfers between Level 1 and Level 2 fair value measurements.

There were no transfers into or out of Level 3 fair value measurements.

31.3. Valuation techniques

Fair value of investments is determined as follows:

Fair value of listed equity securities is determined on the basis of closing market prices quoted on the respective stock exchange.

Unlisted equity securities are carried at breakup value.

Fair value of mutual funds is determined on the basis of prices quoted on MUFAP.

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32. SEGMENTAL INFORMATION

32.1. REVENUE ACCOUNT BY STATUTORY FUND

	Statutory Fund							Aggregate
	Pakistan Life Fund	Overseas Life Fund	Pension Fund	Accidental and Health Insurance Fund	Family Takaful Life	Family Takaful Group	Family Takaful Health	
For the period ended June 30, 2025 (Un-audited)								June 30, 2025
Income								
Net Premium / Contribution revenue	62,343,802	1,190,272	6,627	50,428,465	706,053	6,872	2,745	114,684,836
Net rental income	676,799	-	-	-	-	-	-	676,799
Net investment income	115,022,959	2,252,014	36,767	3,913,768	329,474	91	645	121,555,718
Total net income	178,043,560	3,442,286	43,394	54,342,233	1,035,527	6,963	3,390	236,917,353
Insurance benefits and expenditure								
Insurance benefits, including bonuses, net of reinsurance recoveries	51,197,305	1,923,457	36,203	47,138,041	31,342	377	6,307	100,333,032
Management expenses less recoveries	17,131,282	312,332	271	1,666,742	325,047	66	488	19,436,228
Total insurance benefits and expenditure	68,328,587	2,235,789	36,474	48,804,783	356,389	443	6,795	119,769,260
Excess of income over insurance benefits and expenditures	109,714,973	1,206,497	6,920	5,537,450	679,138	6,520	(3,405)	117,148,093
Net change in insurance liabilities (other than outstanding claims)	7,512,915	259,334	(11,960)	1,859,676	(435,581)	930	49,836	9,235,150
Surplus/ (deficit) before tax	117,227,888	1,465,831	(5,040)	7,397,126	243,557	7,450	46,431	126,383,243
Current tax	-	(894)	-	-	-	-	-	(894)
Surplus/ (deficit) after tax	117,227,888	1,464,937	(5,040)	7,397,126	243,557	7,450	46,431	126,382,349
Movement in policyholders' liabilities	(7,512,915)	(259,334)	11,960	(1,859,676)	435,581	(930)	(49,836)	(9,235,150)
Transfers to and from shareholders' fund	(2,961,627)	(36,711)	-	-	-	-	-	(2,998,338)
- Surplus appropriated to shareholders' fund								
Balance of statutory fund at beginning of the period	1,881,357,605	46,227,507	737,799	66,526,879	3,762,281	86,409	152,861	1,998,851,341
Balance of statutory fund at end of the period	1,988,110,951	47,396,399	744,719	72,064,329	4,441,419	92,929	149,456	2,113,000,202

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025

(Expressed in Rupees in thousands)

32.1. REVENUE ACCOUNT BY STATUTORY FUND

For the period ended June 30, 2024 (Un-audited)	Statutory Fund							Aggregate
	Pakistan Life Fund	Overseas Life Fund	Pension Fund	Accidental and Health Insurance Fund	Family Takaful Life	Family Takaful Group	Family Takaful Health	
Income / Contribution								
Net Premium / Contribution revenue	60,898,234	1,007,973	29,830	45,556,266	387,560	16,560	59,656	107,956,079
Net rental income	644,368							644,368
Net investment income	144,000,562	1,370,044	33,338	5,472,527	208,915	11		151,085,397
Total net income	205,543,164	2,378,017	63,168	51,028,793	596,475	16,571	59,656	259,685,844
Insurance benefits and expenditure								
Insurance benefits, including bonuses, net of reinsurance recoveries	67,630,985	1,415,305	24,100	33,577,361	3,497	-	1,823	102,653,071
Management expenses less recoveries	14,917,295	620,208	261	2,063,953	241,519	-	6,569	17,849,805
Total insurance benefits and expenditure	82,548,280	2,035,513	24,361	35,641,314	245,016	-	8,392	120,502,876
Excess of income over insurance benefits and expenditures	122,994,884	342,504	38,807	15,387,479	351,459	16,571	51,264	139,182,968
Net change in insurance liabilities (other than outstanding claims)	(18,381,500)	590,629	(17,168)	(314,555)	(375,474)	(8,983)	(5,568)	(18,512,619)
Surplus/ (deficit)	104,613,384	933,133	21,639	15,072,924	(24,015)	7,588	45,696	120,670,349
Movement in policyholders' liabilities	18,381,500	(590,629)	17,168	314,555	375,474	8,983	5,568	18,512,619
Transfers to and from shareholders' fund	(2,640,683)	(23,333)	-	-	-	-	-	(2,664,016)
- Surplus appropriated to shareholders' fund								
Balance of statutory fund at beginning of the period	1,561,032,966	45,371,566	668,562	44,339,931	1,494,168	20,000	20,000	1,652,947,193
Balance of statutory fund at end of the period	1,681,387,167	45,690,737	707,369	59,727,410	1,845,627	36,571	71,264	1,789,466,145

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
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NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025
(Expressed in Rupees in thousands)

32.2.SEGMENTAL RESULTS BY LINE OF BUSINESS

Income	Statutory Fund							Aggregate
	Pakistan Life Fund	Overseas Life Fund	Pension Fund	Accidental and Health Insurance Fund	Family Takaful Life	Family Takaful Group	Family Takaful Health	
Gross premium / Contribution								
- First year	10,215,714	160,640	-	-	402,379	-	-	10,778,733
- Second year renewal	5,047,785	117,270	-	-	191,147	-	-	5,356,202
- Subsequent year renewal	41,627,593	928,770	-	-	112,527	-	-	42,668,890
Group policies with cash value	-	-	6,627	-	-	-	-	6,627
Group policies without cash value	5,480,671	-	-	-	76,857,109	-	8,437	82,348,962
Less: experience premium refund	(25,022)	-	-	-	(26,428,644)	-	-	(26,453,666)
Total gross premium / Contribution	62,346,741	1,206,680	6,627	50,428,465	706,053	8,437	2,745	114,705,748
Less: reinsurance premiums ceded								
On individual life first year business	(26,476)	(732)	-	-	-	-	-	(27,208)
On individual life second year business	(16,928)	(1,085)	-	-	-	-	-	(18,013)
On individual life renewal business	(52,937)	(14,591)	-	-	-	-	-	(67,528)
On group policies	(153,704)	-	-	-	-	(1,565)	-	(155,269)
Less: Reinsurance commission on risk premium	247,106	-	-	-	-	-	-	247,106
Total reinsurance commission	(2,939)	(16,408)	-	-	-	1,565,000	-	(20,912)
Net Premiums / Contribution revenue	62,343,802	1,190,272	6,627	50,428,465	706,053	6,872	2,745	114,684,836
Rental income	676,799	-	-	-	-	-	-	676,799
Net investment income	115,022,959	2,252,014	36,767	3,913,768	329,474	91	645	121,555,718
Total net income	178,043,560	3,442,286	43,394	54,342,233	1,035,527	6,963	3,390	236,917,353
Insurance benefits and expenditures								
Claims, including bonuses, net of reinsurance recoveries	51,197,305	1,923,457	36,203	47,138,041	31,342	377	6,307	100,333,032
Management expenses less recoveries	17,131,282	312,332	271	1,666,742	325,047	66	488	19,436,228
Total insurance benefits and expenditures	68,328,587	2,235,789	36,474	48,804,783	356,389	443	6,795	119,769,260
Excess of income over insurance benefits	109,714,973	1,206,497	6,920	5,537,450	679,138	6,520	(3,405)	117,148,093
Add: Policyholder liabilities at the beginning of period	1,796,778,743	36,549,040	176,824	2,710,168	2,585,690	10,827	52,682	1,838,863,974
Less: Policyholder liabilities at the end of period	1,789,265,828	36,289,706	188,784	850,492	3,021,271	9,897	2,846	1,829,628,824
Surplus/(deficit)	117,227,888	1,465,831	(5,040)	7,397,126	243,557	7,450	46,431	126,383,243

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
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(Expressed in Rupees in thousands)

32.2.SEGMENTAL RESULTS BY LINE OF BUSINESS

Income	Statutory Fund							Aggregate
	Pakistan Life Fund	Overseas Life Fund	Pension Fund	Accidental and Health Insurance Fund	Family Takaful Life	Family Takaful Group	Family Takaful Health	
Gross premium / Contribution								
- First year	7,347,988	109,684	-	-	272,119	-	-	7,729,791
- Second year renewal	4,063,708	96,934	-	-	57,467	-	-	4,218,110
- Subsequent year renewal	45,253,009	823,489	-	-	57,973	-	-	46,134,471
Group policies with cash value	-	-	29,830	-	-	-	-	29,830
Group policies without cash value	5,506,291	-	-	-	-	16,560	-	59,657
Less: experience premium refund	(873,020)	-	-	-	(55,985,494)	-	-	(56,858,514)
Total gross premium / Contribution	61,297,977	1,030,107	29,830	45,556,266	387,560	16,560	59,657	107,124,268
Less: reinsurance premiums ceded								(56,858,514)
On individual life first year business	(154,596)	(1,035)	-	-	-	-	-	(155,631)
On individual life second year business	(16,050)	-	-	-	-	-	-	(16,050)
On individual life renewal business	(63,272)	(21,099)	-	-	-	-	-	(84,371)
On group policies	(165,825)	-	-	-	-	-	-	(165,825)
Less: Reinsurance commission on risk premium	-	-	-	-	-	-	-	-
Total reinsurance premium / Contribution ceded	(399,743)	(22,134)	-	-	-	-	-	(421,877)
Net Premiums / Contribution revenue	60,898,234	1,007,973	29,830	45,556,266	387,560	16,560	59,657	107,956,079
Rental income	644,368	-	-	-	-	-	-	644,368
Net investment income	144,000,562	1,370,044	33,338	5,472,527	208,915	11	-	151,085,397
Total net income	205,543,164	2,378,017	63,168	51,028,793	596,475	16,571	59,657	259,685,844
Insurance benefits and expenditures								
Claims, including bonuses, net of reinsurance recoveries	67,630,985	1,415,305	24,100	33,577,361	3,497	-	1,823	102,653,071
Management expenses less recoveries	14,917,295	620,208	261	2,063,953	241,519	-	6,569	17,849,805
Total insurance benefits and expenditures	82,548,280	2,035,513	24,361	35,641,314	245,016	-	8,392	120,502,876
Excess of income over insurance benefits	122,994,884	342,504	38,807	15,387,479	351,459	16,571	51,265	139,182,968
Add: Policyholder liabilities at the beginning of period	1,494,873,359	35,670,364	165,847	1,037,456	1,122,996	-	-	1,532,870,022
Less: Policyholder liabilities at the end of period	1,513,254,859	35,079,735	183,015	1,352,011	1,498,470	8,983	5,568	1,551,382,641
Surplus/(deficit)	104,613,384	933,133	21,639	15,072,924	(24,015)	7,588	45,697	120,670,349

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2025
(Expressed in Rupees in thousands)

32.3. SEGMENT STATEMENT OF FINANCIAL POSITION

	As at June 30, 2025 (Un-audited)		As at December 31, 2024 (Audited)	
	Statutory Funds	Shareholder Fund	Statutory Funds	Shareholder Fund
Property and equipment	1,978,726	-	1,915,206	-
Investment properties	3,594,035	-	3,574,916	-
Investments in subsidiaries	323,618	-	323,618	-
Investments	1,776,359,326	8,895,459	1,739,766,694	9,018,097
Loans secured against life insurance policies	157,265,811	-	154,825,679	1,748,784,791
Insurance / takaful / reinsurance / re-takaful receivables	300,473,293	-	253,327,056	-
Loans, advances and other receivables	113,363,161	7,255,197	94,636,790	2,082,691
Advance taxation	41,596,810	809,346	31,956,710	(2,116,691)
Prepayments	270,301	-	325,269	-
Cash and bank	102,080,011	119	76,358,125	113
Total assets	2,497,305,092	16,960,121	2,357,010,063	8,984,210
				2,365,994,273
Liabilities				
Insurance / takaful liabilities	2,097,427,965	-	1,998,113,353	-
Retirement benefit obligations	6,337,363	-	5,384,405	-
Deferred capital grant	290	-	3,237	-
Premium received in advance	6,368,856	-	6,487,496	-
Insurance / takaful / reinsurance / re-takaful payables	3,053,107	-	2,843,961	-
Deferred taxation	26,613,579	-	23,614,317	-
Other creditors and accruals	310,697,951	-	274,086,632	-
Provision for taxation	-	3,493,249	-	2,077,880
Total Liabilities	2,450,499,111	3,493,249	2,310,533,401	2,077,880
				2,312,611,281

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
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NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
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(Expressed in Rupees in thousands)

33. MOVEMENT IN INVESTMENTS

	As at June 30, 2025 (Un-audited)			As at December 31, 2024 (Audited)		
	Held to Maturity	Fair value through profit or loss	Total	Held to Maturity	Fair value through profit or loss	Total
At beginning of previous year	1,372,026,866	376,757,925	1,748,784,791	1,241,391,360	155,069,510	1,396,460,870
Additions	346,191,593	69,123,947	415,315,540	327,660,695	119,659,487	447,320,182
Disposals (sale and redemptions)	(283,831,370)	(104,286,950)	(388,118,320)	(229,361,535)	(17,642,893)	(247,004,428)
Amortization of premium	17,064,696	-	17,064,696	32,336,346	-	32,336,346
Unrealized fair value (loss) / fair	-	(7,791,922)	(7,791,922)	-	119,671,821	119,671,821
	1,451,451,785	333,803,000	1,785,254,785	1,372,026,866	376,757,925	1,748,784,791

STATE LIFE INSURANCE CORPORATION OF PAKISTAN
(The Corporation)

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM
FOR THE PERIOD ENDED JUNE 30, 2025

(Expressed in Rupees in thousands)

34. RELATED PARTIES TRANSACTIONS

The Corporation has related party relationships with provident fund, pension fund scheme, gratuity fund, state owned profit-oriented entities and its key management personnel. Transactions with subsidiaries, associates and related parties are made at agreed terms as approved by the Board of Directors. There have been no guarantees provided or received for any related party receivables or payables. Material transactions and balances with related parties are given below:

34.1. TRANSACTION WITH RELATED PARTIES

Name of Related Party	Relationship	Nature of transaction	June 30, 2025 (Un-audited)	June 30, 2024 (Un-audited)
State Bank of Pakistan	Common Ownership	Investment in Shares PIB deposited	3,221 1,246,500	3,221 1,246,500
Staff retirement fund	Common Ownership	Contribution to provident fund	53	187
		Contribution to pension fund	301,402	294,943
		Contribution to funded gratuity fund	53	187
		Expense charged to pension fund	1,283,096	1,001,919
Pakistan Reinsurance Company Limited (24.41 % of holding)	Common Directorship	Dividend received during the period	439,393	219,697
Fauji Fertilizer Company Limited	Common Directorship	Dividend received during the period	3,588,015	1,178,347
Sui Northern Gas Pipelines Company Limited	Common Directorship	Dividend received during the period	191,124	-
Security Papers Limited	Common Directorship	Dividend received during the period	-	14,088
Shahtaj Sugar Mills Limited	Common Directorship	Dividend received during the period	-	10,598
Bank-Al Habib Limited	Common Directorship	Dividend received during the period	734,352	-

34.2. BALANCES WITH RELATED PARTY

Name of Related Party	Relationship	Nature of Balance	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
NIT Islamic Equity Fund	Common Directorship	Investment in units	448,436	444,666
Retirement benefit obligation	Common Directorship	Post retirement benefits	6,337,363	5,384,405
Fauji Fertilizer Company Limited	Common Directorship	Investment in shares	53,628,329	44,743,567
Sui Southern Gas Company Limited	Common Directorship	Investment in shares	2,139,500	2,582,845
Sui Northern Gas Pipelines Company Limited	Common Directorship	Investment in shares	2,974,137	2,852,582
Alpha Insurance Company Limited	Common Directorship	Investment in shares	298,818	298,818
Pakistan Cables Limited	Common Directorship	Investment in shares	662,142	817,715
Shahtaj Sugar Mills	Common	Investment in shares	-	70,649

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(Expressed in Rupees in thousands)

Limited	Directorship		June 30, 2025	December 31, 2024
Name of Related Party	Relationship	Nature of Balance	(Un-audited)	(Audited)
Pak Data Communication Limited	Common Directorship	Investment in shares	-	145,182
Premier Insurance Company Limited	Common Directorship	Investment in shares	44	29,727
Pakistan Reinsurance Company Limited	Common Directorship	Investment in shares	3,014,237	3,451,434
Arabian Sea Country Club Limited	Common Directorship	Investment in shares	5,000	5,000
Mirpurkhas Sugar Mills Limited.	Common Directorship	Investment in shares	39,331	36,060
State Life Abdullah Haroon Road Property (Private) Limited	Common Directorship	Investment in shares	23,218	24,700
Wah-Nobel Chemicals Limited	Common Directorship	Investment in shares	280,143	266,341
Bank Al Habib Limited	Common Directorship	Investment in shares	10,586,599	-

35. CORRESPONDING FIGURES

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


Reclassified from	Reclassified to	Amount
Cash and bank (Deposits maturing within 12 months)	Fixed deposit (Deposits maturing within 12 months)	7,606,293


36. DATE OF AUTHORIZATION


These unconsolidated condensed interim financial statements were approved and authorized for issue on ~~19 APR 2026~~ by the Board of Directors of the Corporation.


37. GENERAL


Figures in these unconsolidated condensed interim financial statements have been rounded off to nearest thousand of Rupees unless otherwise stated.


 CHAIRMAN
 SALEEM ZIA


 DIRECTOR
 KHAQAN MURTAZA


 DIRECTOR
 SHEHRYAR UTKHAN KHAN


 CHIEF EXECUTIVE OFFICER
 SHOAIB JAVED HUSSAIN

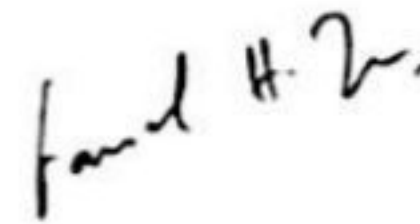

 CHIEF FINANCIAL OFFICER
 MUHAMMAD AMJAD

Statement by the Appointed Actuary

Required under Section 52(2) (a) & (b) of the Insurance Ordinance, 2000

In my opinion,

- a. The policyholders liabilities / technical liabilities included in the balance sheet of State Life Insurance Corporation of Pakistan as at June 30, 2025 have been determined in accordance with the provisions of the Insurance Ordinance, 2000; and
- b. Each statutory fund of the State Life Insurance Corporation of Pakistan complies with the solvency requirements of the Insurance Ordinance, 2000.



(Faisal Zai)

Appointed Actuary of the Corporation

Dated: **19 APR 2026**

Statement of Directors

(As per requirement of Section 46(6) and Section 52(2) (C) of the Insurance Ordinance, 2000)

Section 46 (6)

- a. In our opinion the financial statements of the State Life Insurance Corporation of Pakistan for the six months ended June 30, 2025, set out in the forms attached to the statement have been drawn up in accordance with the Insurance Ordinance, and any rules made there under;
- b. State Life Insurance Corporation of Pakistan has at all times in the period complied with the provisions of the Insurance Ordinance and the Insurance Rules made there under relating to paid-up-capital, solvency and re-insurance / retakaful arrangements; and
- c. As at June 30, 2025, State Life Insurance Corporation of Pakistan continues to be in compliance with the provisions of the Ordinance and the rules made there under relating to paid-up-capital, solvency and reinsurance / retakaful arrangements.

Section 52 (2) (C)

- d. In our opinion, each statutory fund of the State Life Insurance Corporation of Pakistan complies with the solvency requirements of the Insurance Ordinance, 2000 and the Insurance Rules, 2017.



CHAIRMAN

SALEEM ZIA



DIRECTOR

KHAQAN MURTAZA



DIRECTOR

SHEHARYAR FIKHAR KHAN



CHIEF EXECUTIVE OFFICER

SHOAB JAVED HUSSAIN



CHIEF FINANCIAL OFFICER

MUHAMMAD AMIR