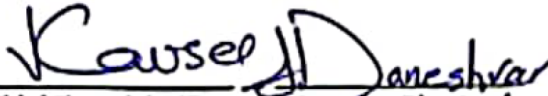



PAIR Investment Company Limited
Statement of Financial Position
As at 31 March 2023

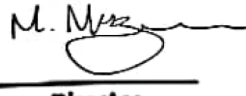


	Note	31 March 2023 (Un-audited)	31 December 2022 (Audited)
(Rupees in '000)			
ASSETS			
Cash and balances with treasury banks	6	169,239	154,022
Balances with other banks	7	91,891	41,997
Lendings to financial institutions		-	-
Investments	8	20,402,710	21,089,015
Advances	9	10,716,450	9,441,731
Fixed assets	10	472,566	472,102
Intangible assets	11	6,311	5,202
Deferred tax assets	12	492,188	458,493
Other assets	13	1,358,071	1,078,493
		33,709,426	32,741,055
LIABILITIES			
Bills payable		-	-
Borrowings	14	21,035,441	20,336,117
Deposits and other accounts	15	2,046,111	1,771,610
Liabilities against assets subject to finance lease		-	-
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	16	1,394,629	860,269
		24,476,181	22,967,996
NET ASSETS		9,233,245	9,773,059
REPRESENTED BY			
Share capital	17	6,000,000	6,000,000
Reserves	18	1,125,296	1,093,746
Deficit on revaluation of assets	19	(513,162)	(268,497)
Unappropriated profit		2,621,111	2,947,810
		9,233,245	9,773,059
CONTINGENCIES AND COMMITMENTS	20		

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


Chief Financial Officer
Managing Director /
Chief Executive Officer


Chairman
Director


Director

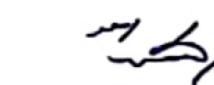

PAIR Investment Company Limited
Profit and Loss Account (Un-audited)
For the three months period ended 31 March 2023




	Note	Three month period ended	
		January - March 2023	January - March 2022
(Rupees in '000)			
Mark-up / return / interest earned	23	1,153,379	547,843
Mark-up / return / interest expensed	24	819,022	326,338
Net mark-up / interest income		<u>334,357</u>	<u>221,505</u>
NON MARK-UP / INTEREST INCOME			
Fee and commission income	25	4,554	8,787
Dividend income		32,767	31,905
Foreign exchange income		2,638	429
Income / (loss) from derivatives		-	-
Gain on sale of securities	26	(452)	10,425
Other income		-	-
Total non mark-up / interest income		<u>39,507</u>	<u>51,546</u>
Total Income		<u>373,864</u>	<u>273,051</u>
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	27	116,818	105,754
Workers Welfare Fund		3,496	3,178
Other charges		-	-
Total non mark-up / interest expenses		<u>120,314</u>	<u>108,932</u>
PROFIT BEFORE CREDIT LOSS ALLOWANCE		<u>253,550</u>	<u>164,119</u>
Credit loss allowance and write offs - net	28	32,458	14,843
Extra ordinary / unusual items		-	-
PROFIT BEFORE TAXATION		<u>221,092</u>	<u>149,276</u>
Taxation	29	63,343	38,864
PROFIT AFTER TAXATION		<u>157,749</u>	<u>110,412</u>
Basic and diluted earnings per share - (Rupees)	30	<u>0.263</u>	<u>0.184</u>

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


Chief Financial Officer **Managing Director /**
Chief Executive Officer

 
Chairman **Director**

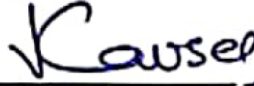
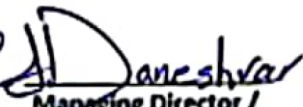
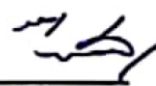

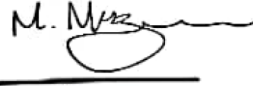

Director

PAIR Investment Company Limited
Statement of Comprehensive Income (Un-audited)
For the three months period ended 31 March 2023



	Three month period ended	
	January - March 2023	January - March 2022
	(Rupees in '000)	
Profit after taxation for the period	157,749	110,412
Other comprehensive income		
<i>Items that may be reclassified to profit and loss account in subsequent periods:</i>		
<i>Items that will not be reclassified to profit and loss account in subsequent periods:</i>		
Movement in deficit on revaluation of investments - net of tax	(244,665)	(3,879)
Gain / (Loss) on securities classified as FVOCI	93	
Remeasurement (loss) / gain on defined benefit obligations - net of tax	-	(250)
Movement in surplus on revaluation of non-banking asset - net of tax	-	(79)
Total comprehensive income / (loss)	(86,823)	106,204

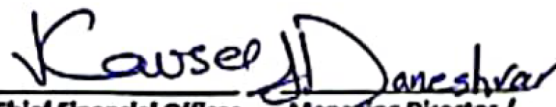
The annexed notes 1 to 37 form an integral part of these condensed interim financial statements.

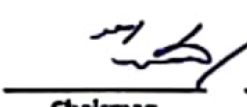
 <hr/> Chief Financial Officer	 <hr/> Managing Director / Chief Executive Officer	 <hr/> Chairman	 <hr/> Director	 <hr/> Director
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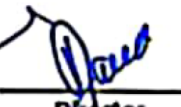


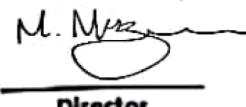
Note	Share capital	Statutory reserve	(Deficit) / surplus on revaluation of		Unappropriated profit	Total
			Investments	Fixed / Non Banking assets		
(Rupees in '000)						
Balance as at 1 January 2022	6,000,000	1,004,551	(41,880)	31,218	2,661,253	9,655,142
Profit for the period ended 31 March 2022	-	-	-	-	110,412	110,412
Other comprehensive income - net of tax	-	-	(3,879)	(79)	(250)	(4,208)
	-	-	(3,879)	(79)	110,162	106,204
Transfer to statutory reserve	-	22,082	-	-	(22,082)	-
Final cash dividend - 31 December 2021 declared subsequent to the year end					(150,000)	(150,000)
Balance as at 31 March 2022	6,000,000	1,026,633	(45,759)	31,139	2,599,333	9,611,346
Profit for the period ended 31 December 2022	-	-	-	-	335,565	335,565
Other comprehensive income						
Movement in (deficit) / surplus on revaluation of investments - net of tax			(222,738)			(222,738)
Remeasurement gain / (loss) on defined benefit obligations - net of tax					(9,699)	(9,699)
Transferred to accumulated profit in respect of incremental depreciation for the year				(1,776)	2,105	329
Surplus on revaluation of non-banking assets				58,256		58,256
Transfer of Surplus to Unappropriated Profit - net of tax	-	-	-	(87,619)	87,619	-
Total comprehensive income for the nine month period ended 31 December 2022	-	-	(222,738)	(31,139)	415,590	161,713
Transfer to statutory reserve	18	-	67,113	-	(67,113)	-
Balance as at 31 December 2022	6,000,000	1,093,746	(268,497)	-	2,947,810	9,773,059
IFRS-9 implementation adjustments						
Reversal of Provision for Diminution in Value of Investment classified as FVOCI					73,460	73,460
Credit loss allowance against loans & advances					(176,451)	(176,451)
Profit for the period ended 31 March 2023	-	-	-	-	157,749	157,749
Other comprehensive income						
Movement in (deficit) / surplus on revaluation of investments - net of tax			(244,665)			(244,665)
Gain / (Loss) on securities classified as FVOCI					93	93
Remeasurement gain / (loss) on defined benefit obligations - net of tax					-	-
Movement in surplus on revaluation of non-banking asset - net of tax	-	-	-	-	-	-
	-	-	(244,665)	-	157,842	(86,823)
Transfer to statutory reserve	18	-	31,550	-	(31,550)	-
Transactions with owners recognised directly in equity						
Final cash dividend - 31 December 2022 declared subsequent to the year end					(350,000)	(350,000)
Balance as at 31 March 2023	6,000,000	1,125,296	(513,162)	-	2,621,111	9,233,245

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


Chief Financial Officer
Managing Director /
Chief Executive Officer


Chairman


Director

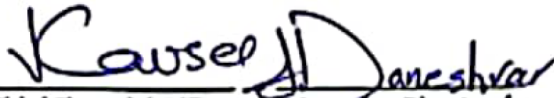

Director


PAIR Investment Company Limited
Cash Flow Statement (Un-audited)
For the three months period ended 31 March 2023

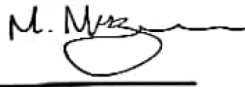


		Three month period ended	
		31 March 2023	31 March 2022
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
		221,092	149,026
		(32,767)	(31,905)
		188,325	117,121
Adjustments:			
		5,761	7,564
		27	38
		5,315	-
		27,143	14,843
		-	-
		4,082	3,082
		7,437	737
		49,765	26,264
		238,090	143,385
(Increase) / decrease in operating assets			
		-	-
		(43,324)	(49,115)
		(1,478,313)	(878,542)
		(246,397)	(166,100)
		(1,768,034)	(1,093,757)
Increase / (decrease) in operating liabilities			
		699,324	(105,276)
		274,501	37,490
		360,223	7,098
		1,334,048	(60,688)
		(195,896)	(1,011,060)
		(77,643)	(48,495)
		(4,250)	(3,892)
		(277,789)	(1,063,447)
CASH FLOWS FROM INVESTING ACTIVITIES			
		785,152	1,567,217
		(279,072)	(483,250)
		19,181	28,599
		(7,361)	(15,214)
		-	-
		517,900	1,097,352
CASH FLOWS FROM FINANCING ACTIVITIES			
		(175,000)	(75,000)
		(175,000)	(75,000)
Net (decrease) in cash and cash equivalents			
		65,111	(41,095)
		196,019	238,437
		261,130	197,342

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


Chief Financial Officer Managing Director /
Chief Executive Officer


Chairman Director


Director

PAiR Investment Company Limited

Notes to the Accounts

For the three months period ended 31 March 2023



1. STATUS AND NATURE OF BUSINESS

PAiR Investment Company Limited, "the Company" is an unlisted Public Limited Company incorporated in Pakistan on 15 January 2007 under the Companies Ordinance, 1984. The Company has been notified as a Development Financial Institution by the Ministry of Finance, Government of Pakistan.

The Company is a Joint Venture (50:50) between Government of Pakistan and Iran Foreign Investment Company which is owned by the Government of Iran. The Company's objectives inter alia includes financing for industrial and commercial projects, capital and money market operations and other investment banking activities. Its registered and principal office is situated at ICCI Building, Clifton, Karachi.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS, the requirements of the Companies Act, 2017 and the said directives shall prevail.

As per BPRD Circular Letter No. 07 of 2023 dated April 13, 2023, the State Bank of Pakistan has extended the implementation date of IFRS-9 from January 01, 2023 to January 01, 2024 with permission of early adoption of the Standard. The Company has implemented IFRS-9 from January 01, 2023 and as per the SBP's BPRD Circular No. 02 of 2023 dated 9th February 2023, format of interim financial statements been made revised and these financial statements are prepared as per the revised format.

3. SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the audited annual financial statements of the Company for the year ended December 31, 2022 except for IFRS-9 requirements.

4. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended 31 December 2022.

5. FINANCIAL RISK MANAGEMENT

- 5.1 The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the financial statements of the Company for the year ended 31 December 2022.

6. CASH AND BALANCES WITH TREASURY BANI	<i>Note</i>	31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
In hand			
Local currency		70	50
Foreign currencies		8,820	4,779
		8,890	4,829
With State Bank of Pakistan in			
Local currency current account	6.1	159,579	148,457
With National Bank of Pakistan in			
Local currency current account		17	17
Local currency deposit account	6.2	753	719
		770	736
		169,239	154,022

- 6.1** This represents current account maintained for minimum cash reserve required to be maintained with the State Bank of Pakistan in accordance with its requirements of BSD Circular No. 04 dated May 22, 2004.

7. BALANCES WITH OTHER BANKS		31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
In Pakistan			
In current accounts		15,962	20,847
In deposit accounts	7.1	75,929	21,150
		91,891	41,997

- 7.1** These deposit accounts carry annual mark-up rate of 6.75% to 15.50% (31 December 2022: 6.75% to 14.50%).

8. INVESTMENTS	31 March 2023				31 December 2022			
	Un-audited				Audited			
8.1 Investments by type	Cost / amortised cost	Credit loss allowance	(Deficit) / Surplus	Carrying Value	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
----- (Rupees in '000) -----								
Fair Value through Profit & Loss (FVTPL)								
Shares	109,762	-	(8,630)	101,132	66,437	-	(740)	65,697
	109,762	-	(8,630)	101,132	66,437	-	(740)	65,697
Fair Value through Other Comprehensive Income (FVOCI)								
Shares	1,461,589	-	(381,115)	1,080,474	1,334,728	(73,460)	(249,521)	1,011,747
	1,461,589	-	(381,115)	1,080,474	1,334,728	(73,460)	(249,521)	1,011,747
Amortised Cost								
Federal Government securities	13,342,109		(216,806)	13,125,303	13,769,162	-	(34,060)	13,735,102
Non Government Debt Securities	5,976,435	(44,501)	42,909	5,974,843	6,187,665	(39,311)	12,374	6,160,728
Commercial Papers	121,083	(125)	-	120,958	115,741	-	-	115,741
	19,439,627	(44,626)	(173,897)	19,221,104	20,072,568	(39,311)	(21,686)	20,011,571
Total investments	21,010,978	(44,626)	(563,642)	20,402,710	21,473,733	(112,771)	(271,947)	21,089,015
8.2 Investments by segments								
	31 March 2023				31 December 2022			
	Un-audited				Audited			
	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
----- (Rupees in '000) -----								
Federal Government securities								
- Market treasury bills	991,465		(3,460)	988,005	1,438,782	-	(5,891)	1,432,891
- Pakistan Investment Bonds	12,350,644	-	(213,346)	12,137,298	12,330,380	-	(28,169)	12,302,211
	13,342,109	-	(216,806)	13,125,303	13,769,162	-	(34,060)	13,735,102
Shares								
- Ordinary Shares of Listed companies	1,543,742	-	(389,745)	1,153,997	1,373,556	(73,460)	(257,053)	1,043,043
- Preference Shares of Listed companies	27,609	-	-	27,609	27,609	-	6,792	34,401
	1,571,351	-	(389,745)	1,181,606	1,401,165	(73,460)	(250,261)	1,077,444
Non Government Debt Securities								
- Term Finance Certificates - Listed	2,222,723	(11,245)	15,783	2,227,261	2,235,802	(11,245)	3,038	2,227,595
- Term Finance Certificates - Unlisted	2,312,144	(3,589)	26,190	2,334,745	2,448,863	-	8,400	2,457,263
- Sukuk bonds - Listed	431,250	(1,601)	(4,184)	425,465	468,750	-	(1,108)	467,642
- Sukuk bonds - Unlisted	1,010,318	(28,066)	5,120	987,372	1,034,250	(28,066)	2,044	1,008,228
	5,976,435	(44,501)	42,909	5,974,843	6,187,665	(39,311)	12,374	6,160,728
Commercial papers	121,083	(125)	-	120,958	115,741	-	-	115,741
Total investments	21,010,978	(44,626)	(563,642)	20,402,710	21,473,733	(112,771)	(271,947)	21,089,015
8.3 Investments given as collateral								
	31 March 2023		31 December 2022					
	Un-audited		Audited					
(Rupees in '000)								
Market treasury bills								
Carrying Value			-	358,059				
Deficit			-	(1,370)				
			-	356,689				
Pakistan Investment Bonds								
Carrying Value			9,224,172	7,188,905				
Deficit			(162,062)	(28,525)				
			9,062,110	7,160,380				
Shares								
Carrying Value			86,910	86,777				
Impairment			(19,605)	(23,110)				
Deficit			(17,792)	(3,251)				
			49,513	60,416				

	31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited) (Rupees in '000)
8.4 Credit loss allowance for diminution in value of investments		
Opening balance	112,771	80,302
Charge / (reversals)		
Charge for the period / year	5,315	41,129
Reversals for the period / year	-	-
Reversal on disposals	-	(8,660)
	5,315	32,469
Reversal of Provision for Diminution in Value of Investment classified as FVOCI	(73,460)	-
Amounts written off	-	-
Closing Balance	<u>44,626</u>	<u>112,771</u>

8.5 Particulars of credit loss allowance against debt securities

		31 March 2023		31 December 2022	
		------(Rupees in '000)-----			
Domestic		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
Performing	Stage 1	6,047,363	5,315	-	-
Underperforming	Stage 2	-	-	-	-
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		43,290	39,311	-	-
		43,290	39,311	-	-
Total		<u>6,090,653</u>	<u>44,626</u>	<u>-</u>	<u>-</u>

9 **ADVANCES**

Note

		Performing		Non Performing		Total	
		31 March 2023	31 December 2022	31 March 2023	31 December 2022	31 March 2023	31 December 2022
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
----- (Rupees in '000) -----							
Loans, cash credits, running finances, etc.	9.2	10,764,175	9,272,440	1,870,025	1,880,464	12,634,200	11,152,904
Islamic financing and related assets		-	-	164,342	167,325	164,342	167,325
Bills discounted and purchased		-	-	-	-	-	-
Advances - gross	9.1	10,764,175	9,272,440	2,034,367	2,047,789	12,798,542	11,320,229
Credit loss allowance against advances							
-Stage 1		(185,901)		-		(185,901)	
-Stage 2		(26,166)		-		(26,166)	
-Stage 3				(1,870,025)		(1,870,025)	
		(212,067)		(1,870,025)	(1,878,498)	(2,082,092)	(1,878,498)
Advances - net of credit loss allowance		10,552,108	9,272,440	164,342	169,291	10,716,450	9,441,731

9.1 These include personal loans and house loans advanced to employees in accordance with their terms of employment. These personal loans and house loans carry mark-up at the rates of 3% and 5% (2022: 3% and 5%) respectively.

9.2 Includes net investment in finance lease as disclosed below:

	31 March 2023 (Un-audited)			31 December 2022 (Audited)		
	Not later than one year	Later than one and less than five years	Total	Not later than one year	Later than one and less than five years	Total
	----- (Rupees in '000) -----					
Lease rentals receivable	329,112	2,206,654	2,535,766	547,500	911,164	1,458,664
Residual value	94,851	547,764	642,615	152,816	240,375	393,191
Minimum lease payments	423,963	2,754,418	3,178,381	700,316	1,151,539	1,851,855
Financial charges for future periods	(61,559)	(682,993)	(744,552)	(111,006)	(130,363)	(241,369)
Present value of minimum lease payments	362,404	2,071,425	2,433,829	589,310	1,021,176	1,610,486

9.2.1 The Company's implicit rate of return on leases ranges between 15.00% and 26.86% (31 December 2022: 11.68% and 21.55%) per annum. These are secured against leased assets and security deposits generally upto 50% (31 December 2022: 50%) of the cost of leased assets.

9.3 Particulars of advances (Gross)	31 March 2023	31 December 2022
	(Un-audited)	(Audited)
	(Rupees in '000)	
In local currency	12,798,542	11,320,229
In foreign currencies	-	-
	<u>12,798,542</u>	<u>11,320,229</u>

9.4 Particulars of credit loss allowance against advances

	31 March 2023 (Un-audited)			31 December 2022 (Audited)		
	Specific	General	Total	Specific	General	Total
	(Rupees in '000)					
Opening balance	1,878,498	-	1,878,498	1,813,682	-	1,813,682
Charge for the period / year	-	35,616	35,616	69,156	-	69,156
Reversals	(8,473)	-	(8,473)	(4,340)	-	(4,340)
	(8,473)	35,616	27,143	64,816	-	64,816
Amounts written off	-	-	-	-	-	-
Credit loss allowance charged to equity	-	176,451	176,451	-	-	-
Closing balance	1,870,025	212,067	2,082,092	1,878,498	-	1,878,498

Credit loss allowance for Stage 1 is PKR 185.9 million & for Stage 2 is PKR 26.1 million.

9.5.1 Particulars of credit loss allowance against advances

	31 March 2023 (Un-audited)			31 December 2022 (Audited)		
	Specific	General	Total	Specific	General	Total
	(Rupees in '000)					
In local currency	2,082,092	-	2,082,092	1,878,498	-	1,878,498
In foreign currencies	-	-	-	-	-	-
	2,082,092	-	2,082,092	1,878,498	-	1,878,498

9.5.2 In accordance with BSD Circular No. 1 dated 21 October 2011 issued by the SBP, the Company has availed the benefit of Forced Sales Value (FSV) against the non-performing advances. Had this benefit of FSV not been taken by the Company, the specific provision against non-performing advances would have been higher by NIL (31 December 2022: Rs. 1.966 million). Further, this amount arising from availing the benefit of FSV is not available for distribution amongst the shareholders either in the form of cash or stock dividend.

9.5.3 Advances - Particulars of credit loss allowance

	31 March 2023			31 December 2022		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
	(Rupees in '000)					
Opening balance	8,845,606	594,159	1,880,464	-	-	-
New Advances	1,954,888	-	-	-	-	-
Advances derecognised or repaid	(433,568)	(32,568)	(10,439)	-	-	-
Transfer to stage 1	-	-	-	-	-	-
Transfer to stage 2	(108,199)	108,199	-	-	-	-
Transfer to stage 3	-	-	-	-	-	-
	1,413,121	75,631	(10,439)	-	-	-
Amounts written off / charged off	-	-	-	-	-	-
Changes in risk parameters	-	-	-	-	-	-
Other changes (to be specific)	-	-	-	-	-	-
Closing balance	10,258,727	669,790	1,870,025	-	-	-

9.5.4 Advances - Category of classification

Domestic		31 March 2023		31 December 2022	
		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
		(Rupees in '000)			
Performing	Stage 1	10,258,727	(185,901)	-	-
Underperforming	Stage 2	669,790	(26,166)	-	-
Non-Performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		1,870,025	(1,870,025)	-	-
		1,870,025	(1,870,025)	-	-
		12,798,542	(2,082,092)	-	-

10. FIXED ASSETS	Note	31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
Capital work-in-progress		-	-
Property and equipment		472,566	472,102
Right of use assets		-	-
		<u>472,566</u>	<u>472,102</u>
10.1 Additions to fixed assets			
The following additions have been made to fixed assets during the period:			
		31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
Property and equipment			
Buildings		-	199,500
Leasehold improvements		-	77,393
Furniture and fixtures		-	-
Electrical office and computer equipment		6,241	12,037
Vehicles		-	-
		<u>6,241</u>	<u>288,930</u>
10.2 Disposal of fixed assets			
The net book value of fixed assets disposed off during the period is as follows:			
		31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
Property and equipment			
Furniture and fixtures		-	165
Electrical office and computer equipment		-	70
Vehicles		-	-
		<u>-</u>	<u>235</u>
11. INTANGIBLE ASSETS			
		31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
Computer Softwares and Licenses		203	230
Capital Work in Progress		6,108	4,972
		<u>6,311</u>	<u>5,202</u>

12. DEFERRED TAX ASSETS

31 March 2023

	At 01 January 2023	Recognised in profit and loss account	Recognised in other comprehensive income	At 31 March 2023
----- (Rupees in '000) -----				
Deductible Temporary Differences on				
- Provision against advances, off balance sheet, etc.	513,833	(122,727)		391,106
- Post retirement employee benefits	1,142	2,073		3,215
- Deficit on revaluation of investments - net	2,710		43,550	46,260
- Others	81	763		844
	517,766	(119,891)	43,550	441,425
Taxable Temporary Differences on				
- Surplus on revaluation of investments - net	-		(8,074)	(8,074)
- Post retirement employee benefits	-	(1,929)		(1,929)
- Loss on Sale of Shares	-	(24,517)		(24,517)
- Accelerated tax depreciation	(49,367)	(1,367)	3,664	(47,070)
- Lease assets	(9,906)	142,259		132,353
	(59,273)	114,446	(4,410)	50,763
	458,493	(5,445)	39,140	492,188

31 December 2022

	At 01 January 2022	Recognised in profit and loss account	Recognised in other comprehensive income	At 31 December 2022
----- (Rupees in '000) -----				
Deductible Temporary Differences on				
- Provision against advances, off balance sheet, etc.	506,578	7,255	-	513,833
- Lease liability against right-of-use assets	1,369	(1,369)	-	-
- Post retirement employee benefits	-		1,142	1,142
- Deficit on revaluation of investments - net	-	-	2,710	2,710
- Others	1,631	(1,550)	-	81
	509,578	4,336	3,852	517,766
Taxable Temporary Differences on				
- Surplus on revaluation of investments - net	(11,594)	-	11,594	-
- Post retirement employee benefits	(1,679)	-	1,679	-
- Surplus on revaluation of non-banking asset	(12,893)	-	12,893	-
- Right-of-use assets - net	(2,364)	2,364	-	-
- Accelerated tax depreciation	(8,583)	(6,075)	(34,709)	(49,367)
- Lease assets	(10,993)	1,087	-	(9,906)
	(48,106)	(2,624)	(8,543)	(59,273)
	461,472	1,712	(4,691)	458,493

13. OTHER ASSETS

Note

31 March
2023
(Un-audited)
(Rupees in '000)

31 December
2022
(Audited)

Income / Mark-up accrued in local currency - net of provision	967,604	636,487
Advances, deposits, advance rent and other prepayments	21,111	105,831
Advance taxation (payments less provisions)	354,187	334,442
Dividend receivable	13,586	150
Security deposits	1,583	1,583
	1,358,071	1,078,493
Less: Provision held against other assets	-	-
Other Assets - total	1,358,071	1,078,493

14. BORROWINGS		31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
In Pakistan (local currency)	14.1	<u>21,035,441</u>	<u>20,336,117</u>
14.1 Details of borrowings secured / unsecured		31 March 2023 (Un-audited)	31 December 2022 (Audited)
Secured		(Rupees in '000)	
Borrowings from State Bank of Pakistan- Under financing facility for:			
-Imported & Locally Manufactured Plant & Machinery (LTFF)	14.2	<u>1,745,312</u>	1,825,320
-Renewable Energy Facility (REF)	14.3	<u>628,580</u>	641,196
-Temporary Economic Refinance Facility (TERF)	14.4	<u>1,147,309</u>	1,138,983
-Financing Facility for Storage of Agriculture Produce (FFSAP)		<u>173,398</u>	174,168
		<u>3,694,599</u>	3,779,667
Borrowings from State Bank of Pakistan - open market operation		<u>8,500,000</u>	7,300,000
Total Borrowings from State Bank of Pakistan		<u>12,194,599</u>	11,079,667
Repurchase agreement borrowings	14.6	<u>840,842</u>	356,450
Term borrowings	14.7	<u>4,900,000</u>	4,900,000
Total Secured		<u>17,935,441</u>	16,336,117
Call borrowings		<u>3,100,000</u>	4,000,000
Total Unsecured		<u>21,035,441</u>	<u>20,336,117</u>

- 14.2** The Company has obtained funds from the SBP for extending Long Term Financing Facility (LTFF) for Imported & Locally Manufactured Plant & Machinery. These borrowings carry mark-up rate of 1.0% to 7.0% per annum (Dec 2022: 2.0% to 7.0%). These borrowings will mature by 2032 (2022: 2032).
- 14.3** The Company has obtained funds from the SBP for extending financing Facility for renewable energy facility (REF). These borrowings carry mark-up rate of 2.0% to 3.0% per annum (2022: 2.0% to 3.0%). These borrowings will mature by 2034 (2022: 2034).
- 14.4** The Company has obtained funds from the SBP for extending Temporary Economic Refinance Facility (TERF) for economic relief. These borrowings carry mark-up rate of 1.0% per annum (2022: 1.0%). These borrowings will mature by 2032 (2022: 2032).
- 14.5** The Company has obtained funds from the SBP for extending Financing Facility for Storage of Agricultural Produce (FFSAP) for economic relief. These borrowings carry mark-up rate of 2.0% per annum (2022: 2.0%). These borrowings will mature by 2029 (2022: 2029).
- 14.6** These carry mark-up at the rates ranging from 19.95% to 20.40% per annum (2022: 15.25% to 16.25% per annum) and are secured against government securities having carrying amount of PKR 9.224 billion (2022: PKR 7.547 billion). These borrowings will mature up to June 2023 (2022: March 2023).
- 14.7** These represent finances obtained from Allied Bank Limited to finance regular business operations of the Company. These finances are secured against pledge of all present and future movable assets (excluding investments). It carries mark up at the rate of 6 months KIBOR +0.10 to 0.25% per annum. These are repayable in semi annual installments and shall be repaid by 2027.

15. DEPOSITS AND OTHER ACCOUNTS	Note	31 March 2023 (Un-audited)	31 December 2022 (Audited)
(Rupees in '000)			
Customers			
Term deposits - In Local Currency	15.2	1,031,735	791,213
Financial Institutions			
Term deposits - In Local Currency	15.3	1,014,376	980,397
		<u>2,046,111</u>	<u>1,771,610</u>
15.1 Composition of deposits			
- Individuals	15.4	403,910	331,491
- Public Sector Entities		-	-
- Non-Banking Financial Institutions		1,014,376	980,397
- Private Sector		627,825	459,722
		<u>2,046,111</u>	<u>1,771,610</u>
15.2 The mark-up rates on these certificate of investments (COI) range between 11.75% to 20.50% per annum (2022: 11.75% to 16.50% per annum). These COIs will mature up to September 2023 (2022: December 2023).			
15.3 The mark-up rates on these certificate of investments (COI) range between 16.35% to 20.35% per annum (2022:15.35% to 16.35% per annum). These COIs will mature up to June 2023 (2022: March 2023).			
15.4 These includes both interest bearing and non-interest bearing certificate of investments (COI) issued to the employees of the Company maturing up to Jan 2026 (2022: July 2025). The interest bearing deposits carry interest rates ranging between 14.55% to 20.50% per annum (2022: 14.55% to 16.50% per annum).			

16. OTHER LIABILITIES	31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
Mark-up / Return / Interest payable in local currency	382,373	280,997
Accrued expenses	28,382	24,582
Payable to defined benefit plan	7,011	7,874
Payable to an associated undertaking	12,672	10,721
Government levies payable	1,636	2,531
Provision for audit fee	413	1,469
Advance insurance premium on lease	728	613
Security deposits against finance lease	642,615	393,191
Provision for staff rewards	35,403	33,391
Provision for Worker's Welfare Fund	108,396	104,900
Dividend payable	175,000	-
	1,394,629	860,269

17. SHARE CAPITAL

17.1 Authorised capital

31 March 2023 (Un-audited) (Number of shares)	31 December 2022 (Audited)		31 March 2023 (Un-audited) (Rupees in '000)	31 December 2022 (Audited)
<u>1,000,000,000</u>	<u>1,000,000,000</u>	Ordinary shares of Rs. 10 each	<u>10,000,000</u>	<u>10,000,000</u>

17.2 Issued, subscribed and paid-up share capital

<u>600,000,000</u>	<u>600,000,000</u>	Ordinary shares of Rs. 10 each	<u>6,000,000</u>	<u>6,000,000</u>
<u>600,000,000</u>	<u>600,000,000</u>	Fully paid in cash	<u>6,000,000</u>	<u>6,000,000</u>

17.3 Major shareholders (holding more than 5% of total paid-up capital)

Name of shareholder	31 March 2023 (Un-audited)		31 December 2022 (Audited)	
	Number of shares held	Percentage of shareholding	Number of shares held	Percentage of shareholding
Government of Pakistan	300,000,000	50%	300,000,000	50%
Iran Foreign Investment Company	300,000,000	50%	300,000,000	50%
	<u>600,000,000</u>	<u>100%</u>	<u>600,000,000</u>	<u>100%</u>

	31 March 2023 (Un-audited)	31 December 2022 (Audited)
	(Rupees in '000)	
18. RESERVES		
Statutory reserve		
Opening balance	1,093,746	1,004,551
Transfer during the period / year	31,550	89,195
Closing balance	<u>1,125,296</u>	<u>1,093,746</u>

18.1 According to BPD Circular No. 15 dated 31 May 2004 issued by SBP, an amount not less than 20% of the after tax profits shall be transferred to create a reserve fund till such time the reserve fund equals the amount of the paid-up capital and after that a sum not less than 5% of profit after tax shall be credited to the statutory reserve.

	31 March 2023 (Un-audited)	31 December 2022 (Audited)
	(Rupees in '000)	
19. (DEFICIT) / SURPLUS ON REVALUATION OF ASSETS		
Surplus / (deficit) on revaluation of		
- Securities measured at Amortised Cost	9.1 (173,897)	(21,686)
- Securities measured at FVOCI-Equity	(381,115)	(249,521)
	<u>(555,012)</u>	<u>(271,207)</u>
Deferred tax on surplus / (deficit) on revaluation of:		
- Securities measured at Amortised Cost & FVOCI - Equity	41,850	2,710
	<u>41,850</u>	<u>2,710</u>
Incremental depreciation charged during the year	-	-
	<u>(513,162)</u>	<u>(268,497)</u>

20. CONTINGENCIES AND COMMITMENTS

20.1 With respect to tax year 2009, 2011, 2012 & 2013 ADCIR amended assessment under Section 122(5A) of the Ordinance. The ACIR passed order under Section 122(5A) raising demand amounting of Rs. 23.3 million, Rs. 57.6 million, 32.152 million & 45.219 million respectively. The Company filed appeals against the order before the CIR(A). The CIR(A) upheld the order of ACIR. The Company, then filed appeals before the Appellate Tribunal Inland Revenue (ATIR) in respect of the orders passed by the CIR(A). The appeals have been heard and reserved for order. The Company, in consultation with its tax advisor, is confident of a favourable outcome.

20.2 The Additional Commissioner Inland Revenue (ADCIR) amended the assessments for tax year 2015 and raised demand of Rs. 80.433 million which was later revised to Rs. 87.014 million. The demand was challenged by the Company by filing an appeal with the CIR(A). However, on confirmation of the demand order by CIR(A) the Company filed an appeal before the ATIR and made payment of Rs. 17.5 million under protest. The ATIR through its order dated 24 November 2016 deleted the demand and directed the department to work out the liability of WWF in the light of Supreme Court's order. Consequently, the tax department filed a reference in High Court, dated 16 February 2017, which is yet to be admitted for hearing. Moreover, certain issues were remanded back by the ATIR under the aforementioned order against which relief has been allowed by the CIR(A) however, appeal effect order is pending. The company in consultation with its tax advisor, is confident of a favorable outcome.

20.3 With respect to tax year 2016, ADCIR amended the assessment and demand amounting to Rs. 52.049 million was created. The Company admitted tax imposed on commission income amounting to Rs. 1.031 million, which was paid and on other issues filed appeal to CIR(A) against ADCIR order. The CIR(A) passed order and decided the appeal and allowed partial relief. Order to the extent of apportionment of Finance Cost was confirmed by CIR(A). An appeal effect order under section 124 of the Ordinance is required to be passed for the relief allowed by CIR(A). The company and the departemnt has filed appeals before the Appellate Tribunal Inland Revenue (ATIR) on the issue decided against it. The demand of Rs. 52.049 million was created which was paid by the company under protest. The company in consultation with its tax advisor, is confident of a favorable outcome.

20.4 With respect to tax year 2017, ADCIR amended the assessment and demand amounting to Rs. 46.351 million was created. The Company paid the demand / adjusted the refund under protest and filed appeal against order before CIR(A). The CIR(A) passed order and has decided the appeal and allowed partial relief and accepted contention except on apportionment of markup expenses. An appeal effect order under Section 124 of the Ordinance is required to be passed for the relief allowed by CIR(A). Moreover, both the Company and the department have filed appeals before the ATIR on the issues decided against them. The appeal is awaited to be heard. The issue is pending before ATIR. The company in consultation with its tax advisor, is confident of a favorable outcome.

20.5 With respect to tax year 2018, ADCIR amended the assessment under Section 122(5A) of the Ordinance. The ACIR has passed order under Section 122(5A) reducing the refund amounting to Rs. 17.962 million. The Company filed an appeal against the order before the CIR(A). The CIR(A) passed order and has decided the appeal and allowed partial relief and accepted our contention except on apportionment of markup expenses. An appeal effect order under Section 124 of the Ordinance is required to be passed for the relief allowed by CIR(A). The company has filed an appeal before ATIR. The appeal is pending for hearing. The company in consultation with its tax advisor, is confident of a favorable outcome.

	31 March 2023 (Un-audited)	31 December 2022 (Audited)
	(Rupees in '000)	
20.6 CONTINGENCIES AND COMMITMENTS		
-Commitments	9,794,656	8,214,853
-Other contingent liabilities	245,280	245,280
	<u>10,039,936</u>	<u>8,460,133</u>
20.7 Commitments in respect of repo transactions		
Repurchase agreement borrowings	<u>9,340,842</u>	<u>7,656,450</u>
20.8 Direct credit substitutes	<u>224,565</u>	<u>224,565</u>

The amount represents Standby Letter of Credit and Letter of Comfort facilities issued to the Company's clients in its normal course of business.

20.9 Commitments to extend credit

The Company makes commitments to extend credit in the normal course of its business but these being revocable commitments do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

21. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

Off balance sheet financial instruments referred to as derivatives, contracts the characteristics of which are derived from those of underlying assets. These include forwards and swaps in money and foreign exchange markets. The Company's exposure in these instruments represents equity futures. The Company also enters into repo transactions against government securities carrying fixed interest rates and having fixed contractual maturities. The credit risk associated with repo transactions is secured through underlying government securities.

22. DERIVATIVE INSTRUMENTS

The Company at present does not offer structured derivative products such as interest rate swaps, forward rate swaps, forward rate agreements or forward exchange options. However, the Company treasury and investment group buy and sell derivative instruments such as equity futures from time to time.

22.1 Equity futures

An equity futures contract is a standardized contract, traded on a futures counter of the stock exchange, to buy or sell a certain underlying scrip at a certain date in the future, at a specified price.

This represents current account maintained for minimum cash reserve required to be maintained with the State Bank of Pakistan in accordance with its requirements of BSD Circular No. 04 dated May 22, 2004.

Maximum exposure limit to the equity futures is 10% of tier 1 capital of the Company, based on prevailing SBP regulations.

23. MARK-UP / RETURN / INTEREST EARNED

	31 March 2023 (Un-audited)	31 March 2022 (Un-audited)
	(Rupees in '000)	
On loans and advances	276,368	111,403
On investments	876,793	435,966
On deposits with financial institutions	163	50
On lendings to financial institutions	55	424
	<u>1,153,379</u>	<u>547,843</u>

23.1 Interest income (calculated using effective interest rate method) recognised on:

Financial assets measured at amortised cost;	1,153,379	547,843
Financial assets measured at fair value through OCI.	-	-
	<u>1,153,379</u>	<u>547,843</u>

24. MARK-UP / RETURN / INTEREST EXPENSED

Deposits	77,231	28,222
Securities sold under repurchase agreements	30,499	103,454
On borrowing from State Bank of Pakistan- Under financing facility		
- Imported & Locally Manufactured Plant & Machinery (LTFF)	10,208	9,643
- Temporary Economic Refinance Facility (TERF)	2,816	1,556
- Renewable Energy (REF)	4,523	3,881
- Financing Facility for Storage of Agriculture Produce (FFSAI)	858	
Borrowings from State Bank of Pakistan - open market operation	327,110	
Term Borrowing	201,978	111,451
Unwinding cost of liability against the right-of-use assets	-	1,109
Clean Borrowing	163,799	67,022
	<u>819,022</u>	<u>326,338</u>

25. FEE & COMMISSION INCOME

Credit related fees	3,881	8,262
Commission on trade	-	525
Commission on guarantees	673	-
	<u>4,554</u>	<u>8,787</u>

	31 March 2023 (Un-audited)	31 March 2022 (Un-audited)
	(Rupees in '000)	
26. GAIN ON SALE OF SECURITIES		
Realised		
Unrealised - Measured at FVPL	26.1 7,437	11,162
	(7,889)	(737)
	<u>(452)</u>	<u>10,425</u>
26.1 Realised gain on:		
Shares	<u>7,437</u>	<u>11,162</u>
26.2 Net gain / loss on financial assets / liabilities measured at FVPL:		
Designated upon initial recognition	-	-
Mandatorily measured at FVPL	7,437	-
Net gain / (loss) on financial assets / liabilities measured at amortised cost	-	-
Net gain / (loss) on financial assets measured at FVOCI	-	-
Net gain / (loss) on investments in equity instruments designated at FVOCI	93	-
	<u>93</u>	<u>-</u>
	<u>7,530</u>	<u>-</u>
27. OPERATING EXPENSES		
	31 March 2023 (Un-audited)	31 March 2022 (Un-audited)
	(Rupees in '000)	
Total compensation expense	27.1 86,454	73,401
Property expense		
Property taxes	176	-
Insurance	1,159	809
Utilities cost	1,011	1,099
Security (including guards)	337	133
Repair & maintenance (including janitorial charges)	4,317	2,088
Depreciation on right-of-use assets	-	3,214
Depreciation on owned assets	2,944	2,231
	<u>9,944</u>	<u>9,574</u>
Information technology expenses		
Software maintenance	842	831
Hardware maintenance	573	-
Depreciation	1,874	1,143
Amortisation	27	38
Network charges	2,493	1,390
Others	206	433
	<u>6,015</u>	<u>3,835</u>
Other operating expenses		
Directors' fees and allowances	2,300	3,275
Legal & professional charges	3,168	2,963
Travelling & conveyance	3,834	5,856
Depreciation	943	976
Training & development	446	94
Postage & courier charges	37	23
Communication	400	409
Stationery & printing	192	109
Marketing, advertisement & publicity	280	1,400
Donations	-	1,000
Auditors Remuneration	742	731
Commission and brokerage	683	1,053
Others	1,380	1,055
	<u>14,405</u>	<u>18,944</u>
	<u>116,818</u>	<u>105,754</u>

		31 March 2023 (Un-audited) (Rupees in '000)	31 March 2022 (Un-audited) (Rupees in '000)
27.1 Total compensation expense			
Fees and Allowances etc		-	-
Employees Remuneration			
i) Fixed		54,402	37,704
ii) Variable			
of which;			
a) Cash Bonus / Awards etc.		-	6,010
b) Bonus & Awards in Shares etc.		-	-
Charge for defined benefit plan		4,082	3,082
Contribution to defined contribution Plan		3,054	3,016
Rent & house maintenance		9,582	9,861
Utilities		2,333	2,315
Medical		2,700	2,896
Conveyance		10,301	8,517
Total		86,454	73,401
		31 March 2023 (Un-audited) (Rupees in '000)	31 March 2022 (Un-audited) (Rupees in '000)
28 CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
Credit loss allowance against lending to financial institutions		-	-
Credit loss allowance for diminution in value of investments	8.4	5,315	780
Credit loss allowance against loans & advances	9.4	27,143	14,063
		32,458	14,843

	31 March 2023 (Un-audited)	31 March 2022 (Un-audited)
	(Rupees in '000)	
29. TAXATION		
Current	57,898	45,948
Prior period	-	-
Deferred	5,445	(7,084)
	<u>63,343</u>	<u>38,864</u>

30. BASIC & DILUTED EARNINGS PER SHARE

Profit for the period	<u>157,749</u>	<u>110,412</u>
	(Number of Shares in '000)	
Weighted average number of ordinary shares	<u>600,000</u>	<u>600,000</u>
Basic & diluted earnings per share	<u>0.263</u>	<u>0.184</u>

31. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

31.1 Fair value of financial assets

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

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

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

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

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Fair value of financial instruments is based on:

Government securities	PKRV / PKFRV rates (MUFAP rates)
Term finance certificates and sukuk bonds (other than government)	MUFAP rates
Listed securities	PSX rates

In the opinion of the management, the fair value of the remaining financial assets and liabilities is not significantly different from their carrying values.

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

On balance sheet financial instruments	31 March 2023			
	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in 000) -----			
Financial assets measured at fair value				
Federal Government Securities	-	13,125,303	-	13,125,303
Units of mutual funds	-	-	-	-
Shares in listed companies	1,080,474	-	-	1,080,474
Non Government Debt Securities	5,974,843	-	-	5,974,843
	31 December 2022			
	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in 000) -----			
Financial assets measured at fair value				
Federal Government Securities	-	13,735,102	-	13,735,102
Units of mutual funds	-	-	-	-
Shares in listed companies	1,077,444	-	-	1,077,444
Non Government Debt Securities	-	6,160,728	-	6,160,728

32 SEGMENT INFORMATION

Segment Details with respect to Business Activities	31 March 2023				
	Corporate Finance & Commercial	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Profit & Loss					
Net mark-up/return/profit	289,830	68,291	-	(23,764)	334,357
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	4,554	-	32,408	2,545	39,507
Total Income	294,384	68,291	32,408	(21,219)	373,864
Segment direct expenses	34,477	12,883	15,032	57,922	120,314
Inter segment expense allocation	-	-	-	-	-
Total expenses	34,477	12,883	15,032	57,922	120,314
Provisions	32,458	-	-	-	32,458
Profit before tax	227,449	55,408	17,376	(79,141)	221,092
	31 March 2023				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Balance Sheet					
Cash & Bank balances	-	-	-	261,130	261,130
Investments	4,444,014	14,777,090	1,181,606	-	20,402,710
Net inter segment lending	-	-	-	-	-
Lendings to financial institutions	-	-	-	-	-
Advances - performing	10,431,607	-	-	120,501	10,552,108
- non-performing	164,342	-	-	-	164,342
Others	377,054	590,550	13,586	1,347,946	2,329,136
Total Assets	15,417,017	15,367,640	1,195,192	1,729,577	33,709,426
Borrowings	6,952,922	13,642,182	440,337	-	21,035,441
Subordinated debt	-	-	-	-	-
Deposits & other accounts	1,360,590	501,648	183,873	-	2,046,111
Net inter segment borrowing	-	-	-	-	-
Others	124,461	257,912	-	1,012,256	1,394,629
Total liabilities	8,437,973	14,401,742	624,210	1,012,256	24,476,181
Equity	6,979,044	965,898	570,982	717,321	9,233,245
Total Equity & liabilities	15,417,017	15,367,640	1,195,192	1,729,577	33,709,426
Contingencies & Commitments	224,565	9,340,842	-	-	9,565,407
	31 March 2022				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Profit & Loss					
Net mark-up/return/profit	166,519	67,265	-	(12,279)	221,505
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	8,787	-	42,330	429	51,546
Total Income	175,306	67,265	42,330	(11,850)	273,051
Segment direct expenses	14,393	8,564	5,227	80,748	108,932
Inter segment expense allocation	-	-	-	-	-
Total expenses	14,393	8,564	5,227	80,748	108,932
Provisions	14,063	-	780	-	14,843
Profit before tax	146,850	58,701	36,323	(92,598)	149,276
	31 December 2022 (Audited)				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Balance Sheet					
Cash & Bank balances	-	-	-	196,019	196,019
Investments	4,632,624	15,433,848	1,022,543	-	21,089,015
Net inter segment lending	-	-	-	-	-
Lendings to financial institutions	-	-	-	-	-
Advances - performing	9,146,351	-	-	126,089	9,272,440
Advances - non-performing	169,291	-	-	-	169,291
Others	275,982	373,023	150	1,365,135	2,014,290
Total Assets	12,065,883	11,106,524	1,072,770	768,685	32,741,055
Borrowings	6,759,441	13,112,998	463,678	-	20,336,117
Subordinated debt	-	-	-	-	-
Deposits & other accounts	1,077,347	526,620	167,643	-	1,771,610
Net inter segment borrowing	-	-	-	-	-
Others	98,036	182,957	-	579,276	860,269
Total liabilities	6,072,961	8,581,772	440,344	263,643	22,967,996
Equity	6,289,424	1,984,296	391,372	1,107,967	9,773,059
Total Equity & liabilities	12,065,883	11,106,524	1,072,770	768,685	32,741,055
Contingencies & Commitments	224,565	7,656,450	-	-	7,881,015

33 RELATED PARTY TRANSACTIONS

Related parties of the Company comprise retirement benefit plan, major shareholders, directors, key management personnel and their close family members.

The Company enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

Details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these financial statements are as follows:

	31 March 2023 (Un-audited)			31 December 2022 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
Advances						
	-	79,776	-	-	77,032	-
Addition during the period / year	-	1,000	-	-	18,395	-
Repaid during the period / year	-	(5,402)	-	-	(15,651)	-
Closing balance	-	75,374	-	-	79,776	-
Other Assets						
Other receivable			18,441			15,184
Receivable / (payable) from defined benefit plan	-	-	7,011	-	-	-
Deposits and other accounts						
Opening balance	-	95,183	1,132,111	-	34,127	852,782
Received during the period / year	-	253,368	1,180,914	-	642,003	4,111,777
Withdrawn during the period / year	-	(257,022)	(1,132,111)	-	(586,689)	-
Closing balance	-	91,529	1,180,914	-	89,441	4,964,559
Other Liabilities						
Interest / mark-up payable	-	3,787	47,216	-	884	37,679
Other liabilities				-	-	-
- bonus payable to MD/CEO		1,788		-	2,965	-
- payable to Iran Foreign Investment Company - associate			12,672	-	-	10,721
- director fee payable	1,500			700	-	-
----- (Rupees in '000) -----						
	31 March 2023 (Un-audited)			31 March 2022 (Un-audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
RELATED PARTY TRANSACTIONS						
Income						
Mark-up / return / interest earned	-	941		-	956	
Expense						
Mark-up / return / interest paid	-	3,787	47,216	-	874	21,024
Operating expenses						
Fees for Board & Committee Meeting	2,300			3,275		
Allowance for Board & Committee Meeting	-			-		
Managerial Remuneration		27,563			22,724	
Cash Bonus / Awards		1,178			18,354	
Contribution to defined contribution plan		1,874			1,941	
Rent & house maintenance		5,113			5,381	
Utilities		1,473			1,437	
Medical		1,352			1,573	
Conveyance		3,933			3,373	
Others		164			174	
Contribution to the defined contribution plan			3,054			2,914
Payment to the defined benefit plan			4,250			3,082
Charge for defined benefit plan			4,082			3,082

34 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

31 March 2023 **31 December 2022**
(Un-audited) **(Audited)**
(Rupees in '000)

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)	6,000,000	6,000,000
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Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	4,121,394	4,775,875
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	4,121,394	4,775,875
Eligible Tier 2 Capital	-	-
Total Eligible Capital (Tier 1 + Tier 2)	4,121,394	4,775,875

Risk Weighted Assets (RWAs):

Credit Risk	11,739,707	10,647,074
Market Risk	1,771,745	1,609,085
Operational Risk	2,017,508	2,017,508
Total	15,528,960	14,273,667

	31 March 2023		31 December 2022	
	Required	Actual	Required	Actual
Common Equity Tier 1 Capital Adequacy ratio (%)	6.00%	26.54%	6.00%	33.46%
Tier 1 Capital Adequacy Ratio (%)	7.50%	26.54%	7.50%	33.46%
Total Capital Adequacy Ratio (%)	11.5%*	26.54%	11.50%	33.46%

**In terms of BPRD Circular Letter No. 12 of 2020 dated March 26, 2020, SBP has reduced Capital Conversion Buffer (CCB) requirement from 2.5% to 1.5% to enable the banks/DFIs to continue funding the real economy during evolving situation of CoVID-19 outbreak.*

Standardized Approach of Basel III is used for calculating Capital Adequacy for Credit and Market Risk while Basic indicator Approach is used for calculating Capital Adequacy for Operational Risk.

Leverage Ratio (LR):

	31 March 2023	31 December 2022
	(Un-audited)	(Audited)
	(Rupees in '000)	
Eligible Tier-1 Capital	4,121,394	4,775,875
Total Exposures	22,254,705	29,390,454
Leverage Ratio	18.52%	16.25%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	5,531,967	5,917,500
Total Net Cash Outflow	2,534,242	3,758,333
Liquidity Coverage Ratio (%)	2.18	1.57

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	17,583,640	18,297,577
Total Required Stable Funding	15,916,511	14,610,898
Net Stable Funding Ratio (%)	110%	125%

35. GENERAL

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

35.2 The Pakistan Credit Rating Agency Limited (PACRA) has maintained the long term entity rating to AA (Double A) and the short term rating at A1+ (A one plus) of the Company.

35.3 Corresponding figures

Comparative information has been re-classified, re-arranged or additionally incorporated in these financial statements wherever necessary to facilitate comparison and better presentation.

36. EVENTS AFTER THE REPORTING DATE

There are no events after the reporting date which could have material effect on these condensed interim financial statements.

37. DATE OF AUTHORISATION

These condensed interim financial statements were authorized for issue on 28th April 2023 by the Board of Directors of the Company.

 _____ Chief Financial Officer	 _____ Managing Director / Chief Executive Officer	 _____ Chairman	 _____ Director	 _____ Director
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