

PAIR Investment Company Limited
Condensed Interim Statement of Financial Position
As at 31 March 2025



		31 March 2025	31 December 2024
		(Un-audited)	(Audited)
	Note	----- (Rupees in '000) -----	
ASSETS			
Cash and balances with treasury banks	6	271,279	213,742
Balances with other banks	7	536,383	288,245
Lendings to financial institutions		-	-
Investments	8	29,670,258	25,923,281
Advances	9	11,246,853	10,700,180
Property and equipment	10	544,362	557,055
Intangible assets	11	12,183	12,234
Deferred tax assets	12	577,931	576,030
Other assets	13	2,670,623	2,165,681
Total Assets		45,529,872	40,436,448
LIABILITIES			
Bills payable		-	-
Borrowings	14	28,253,327	23,798,678
Deposits and other accounts	15	4,863,032	4,501,237
Lease liabilities		-	-
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	16	1,705,803	1,253,335
Total Liabilities		34,822,162	29,553,250
NET ASSETS		10,707,710	10,883,198
REPRESENTED BY			
Share capital	17	6,000,000	6,000,000
Reserves	18	1,344,396	1,327,571
Surplus on revaluation of assets	19	191,513	280,885
Unappropriated profit		3,171,801	3,274,742
		10,707,710	10,883,198
CONTINGENCIES AND COMMITMENTS	20		

The annexed notes 1 to 39 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
Condensed Interim Statement of Profit and Loss Account (Un-audited)
For the three months period ended 31 March 2025



	Note	Three month period ended	
		January - March 2025	January - March 2024
Mark-up / return / interest earned	23	1,312,534	1,627,143
Mark-up / return / interest expensed	24	883,241	1,216,142
Net mark-up / interest income		429,293	411,001
NON MARK-UP / INTEREST INCOME			
Fee and commission income	25	12,210	13,177
Dividend income		3,281	27,394
Foreign exchange income		(402)	28
Income / (loss) from derivatives		-	-
Gain on sale of securities	26	7,873	3,326
Other income	27	-	(3)
Total non mark-up / interest income		22,962	43,922
Total Income		452,255	454,923
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	28	218,042	171,346
Workers Welfare Fund		3,457	4,195
Other charges		-	-
Total non mark-up / interest expenses		221,499	175,541
PROFIT BEFORE CREDIT LOSS ALLOWANCE		230,756	279,382
Credit loss allowance and write offs - net	30	72,859	(254,184)
PROFIT BEFORE LEVIES AND TAXATION		157,897	533,566
Levies	29	6,306	13,185
PROFIT BEFORE INCOME TAX		151,591	520,381
Taxation	31	67,473	189,535
PROFIT AFTER TAXATION		84,118	330,846
Basic and diluted loss / earnings per share - (Rupees)	32	0.14	0.55

The annexed notes 1 to 39 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
 Condensed Interim Statement of Comprehensive Income (Un-audited)
 For the three months period ended 31 March 2025



	Three month period ended	
	January - March 2025	January - March 2024
(Loss) / profit after taxation for the period	84,118	330,846
Other comprehensive income		
Items that may be reclassified to profit and loss account in subsequent periods:		
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(54,513)	(62,994)
Items that will not be reclassified to profit and loss account in subsequent periods:		
Movement in (deficit) / surplus on revaluation of investments in equity investments - net of tax	(34,859)	3,348
Gain / (loss) on securities classified as FVOCI	29,765	22,071
Total comprehensive income / (loss)	24,511	293,271

The annexed notes 1 to 39 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
Condensed Interim Statement of Changes in Equity (Un-audited)
For the three months period ended 31 March 2025

	Share capital	Statutory reserve	(Deficit) / surplus on revaluation of Investments (Rupees in '000)	Unappropriated profit	Total
Opening Balance as at 1 January, 2024	6,000,000	1,247,496	124,696	3,208,966	10,581,158
Profit after tax for the period ended 31 March 2024	-	-	-	330,846	330,846
Other comprehensive income					
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax	-	-	3,348	-	3,348
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax	-	-	(62,994)	-	(62,994)
Realized gain on sale of securities classified as FVOCI	-	-	-	22,071	22,071
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-
Transferred to accumulated profit in respect of incremental depreciation for the year	-	-	-	-	-
Surplus on revaluation of non-banking assets	-	-	-	-	-
Transfer of Surplus to Unappropriated Profit - net of tax	-	-	-	-	-
Total comprehensive income for the year ended 31 March, 2024	-	-	(59,646)	352,917	293,271
Transfer to statutory reserve	-	66,169	-	(66,169)	-
Transactions with owners, recorded directly in equity					
Final cash dividend - 31 December 2023 declared subsequent to the year end				(450,000)	(450,000)
Opening Balance as at 01 April 2024	6,000,000	1,313,665	65,050	3,045,714	10,424,429
Profit after tax for the period ended 31 December 2024	-	-	-	69,531	69,531
Other comprehensive income					
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax	-	-	(27,231)	-	(27,231)
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax	-	-	243,066	-	243,066
Realized gain on sale of securities classified as FVOCI	-	-	-	176,031	176,031
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	(2,628)	(2,628)
Transferred to accumulated profit in respect of incremental depreciation for the year	-	-	-	-	-
Surplus on revaluation of non-banking assets	-	-	-	-	-
Transfer of Surplus to Unappropriated Profit - net of tax	-	-	-	-	-
Total comprehensive income for the year ended 31 December 2024	-	-	215,835	242,934	458,769
Transfer to statutory reserve	18	-	13,906	(13,906)	-
Opening Balance as at 01 January 2025	6,000,000	1,327,571	280,885	3,274,742	10,883,198
Profit after tax for the period ended 31 March 2025	-	-	-	84,118	84,118
Other comprehensive income					
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax	-	-	(34,859)	-	(34,859)
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax	-	-	(54,513)	-	(54,513)
Gain / (Loss) on securities classified as FVOCI	-	-	-	29,765	29,765
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-
Movement in surplus on revaluation of non-banking asset - net of tax	-	-	-	-	-
	-	-	(89,372)	113,883	24,511
Transfer to statutory reserve	18	-	16,824	(16,824)	-
Transactions with owners recognised directly in equity					
Final cash dividend - 31 December 2024 declared subsequent to the year end				(200,000)	(200,000)
Closing Balance as at 31 March 2025	6,000,000	1,344,396	191,513	3,171,801	10,707,710

The annexed notes 1 to 39 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
Condensed Interim Cash Flow Statement (Un-audited)
For the three months period ended 31 March 2025



	31 March 2025	31 March 2024
	----- (Rupees in '000) -----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before levies and taxation	157,897	533,566
Less: Dividend income	(3,281)	(27,394)
	154,616	506,172
Adjustments:		
Depreciation	15,362	10,343
Amortisation	51	60
Impairment of assets	-	357
Credit loss allowance and write offs	72,859	(254,541)
Gain / (loss) on sale of Property and Equipment	-	(3)
Charge for defined benefit plan	4,614	3,649
Unrealised gain on revaluation of securities classified as FVPL	(343)	4,761
	92,543	(235,374)
	247,159	270,798
(Increase) / decrease in operating assets		
Securities classified as FVPL	(312,190)	24,929
Advances	(613,094)	(656,464)
Others assets (excluding advance taxation)	(427,147)	(554,419)
	(1,352,431)	(1,185,954)
Increase in operating liabilities		
Borrowings from financial institutions	4,454,649	1,865,607
Deposits	361,795	966,657
Other liabilities	452,468	(85,314)
	5,268,912	2,746,950
	4,163,640	1,831,794
Levies paid	(6,306)	(13,185)
Income tax paid	(128,759)	(122,492)
Defined benefits paid	4,222	(3,649)
Net cash flows used in operating activities	4,032,797	1,705,653
CASH FLOWS FROM INVESTING ACTIVITIES		
Net Investments in securities classified as FVOCI - Debt	(3,604,199)	-
Net Investments in securities classified as FVOCI - Equity	76,464	(1,308,914)
Dividends received	3,281	17,866
Investments in property and equipment	(2,669)	(100,348)
Investment in intangible assets	-	-
Disposal of property and equipment	-	-
Net cash flows generated from investing activities	(3,527,123)	(1,391,396)
CASH FLOWS FROM FINANCING ACTIVITIES		
Dividend paid	(200,000)	(450,000)
Net cash flows from financing activities	(200,000)	(450,000)
Net (decrease) / increase in cash and cash equivalents	305,674	(135,743)
Cash and cash equivalents at beginning of the period	502,171	454,787
Cash and cash equivalents at end of the period	807,845	319,044

The annexed notes 1 to 39 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 Condensed Interim Financial Statements (Un-audited)
For the three months period ended 31 March 2025

1. STATUS AND NATURE OF BUSINESS

PAIR Investment Company Limited, ("the Company") is an unlisted Public Limited Company incorporated in Pakistan on January 15, 2007 under the Companies Ordinance, 1984 (repealed by The Companies Act, 2017). 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 interalia 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 17th Floor Ocean Tower, Clifton, Karachi. The other regional office is situated at Mezzanine Floor, PACE Tower T-27-H Gulberg 2, Lahore.

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
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies
- 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.

- 2.2** The disclosures made in these condensed interim financial statements have been based on the format prescribed by the SBP vide BPRD Circular No.2 dated February 09, 2023 and IAS 34. SBP prescribed format for condensed interim financial statement of profit and loss account have been amended by showing separate line item of levies proceeding to profit before taxation to comply with requirements of IAS 37, IFRC 21 and guide on IAS 12 issued by Insitute of

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policy information 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, 2024.

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 2024.

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 2024.

		31 March 2025 (Un-audited)	31 December 2024 (Audited)
Note ----- (Rupees in '000) -----			
6. CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		70	67
Foreign currencies		2,109	256
		<u>2,179</u>	<u>323</u>
With State Bank of Pakistan in			
Local currency current account	6.1	268,171	212,490
With National Bank of Pakistan in			
Local currency current account		17	17
Local currency deposit account	6.2	912	912
		<u>929</u>	<u>929</u>
		<u>271,279</u>	<u>213,742</u>
Less: Credit loss allowance held against cash and balances w		-	-
Cash and balances with treasury banks - net of credit loss allo		<u>271,279</u>	<u>213,742</u>

- 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.

- 6.2** This carries mark-up at the rate 13.50% per annum (2024: 13.50%).

		31 March 2025 (Un-audited)	31 December 2024 (Audited)
	Note	----- (Rupees in '000) -----	
7. BALANCES WITH OTHER BANKS			
In Pakistan			
In current accounts		471,301	100,258
In deposit accounts	7.1	65,266	188,171
		536,567	288,429
Less: Credit loss allowance held against balances with other banks		(184)	(184)
Balances with other banks - net of credit loss allowance		536,383	288,245

7.1 These deposit accounts carry annual mark-up rate of 5.02% to 13.50% (2024: 5.02% to 13.50%).

8. INVESTMENTS

8.1 Investments by type

	31 March 2025				31 December 2024			
	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) -----							
- Equity instruments								
Classified / Measured at FVTPL								
Shares - listed	581,704	-	16,334	598,038	269,514	-	15,991	285,505
	581,704	-	16,334	598,038	269,514	-	15,991	285,505
Classified / Measured at FVOCI								
Shares	105,404	-	38,459	143,863	142,029	-	78,298	220,327
	105,404	-	38,459	143,863	142,029	-	78,298	220,327
- Debt Instruments								
Classified / Measured at FVOCI								
Federal Government Securities	23,359,903	-	218,134	23,578,037	19,970,322	-	292,874	20,263,196
Non Government Debt Securities	6,128,833	(782,696)	4,183	5,350,320	5,924,289	(776,258)	6,222	5,154,253
	29,488,736	(782,696)	222,317	28,928,357	25,894,611	(776,258)	299,096	25,417,449
Total investments	30,175,844	(782,696)	277,110	29,670,258	26,306,154	(776,258)	393,385	25,923,281

8.2 Investments by segments

	31 March 2025				31 December 2024			
	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	948,603	-	6,344	954,947	918,681	-	9,610	928,291
- Pakistan Investment Bonds	22,411,300	-	211,790	22,623,090	19,051,641	-	283,264	19,334,905
	23,359,903	-	218,134	23,578,037	19,970,322	-	292,874	20,263,196
Shares								
- Ordinary Shares of Listed companies	659,499	-	54,793	714,292	383,934	-	90,700	474,634
- Preference Shares of Listed companies	27,609	-	-	27,609	27,609	-	3,589	31,198
	687,108	-	54,793	741,901	411,543	-	94,289	505,832
Non Government Debt Securities								
- Term Finance Certificates - Listed	1,908,711	(32,336)	(6,041)	1,870,334	1,908,811	(32,147)	(6,255)	1,870,409
- Term Finance Certificates - Unlisted	2,085,449	(361,809)	9,819	1,733,459	2,085,451	(334,998)	12,072	1,762,525
- Sukuk bonds - Listed	279,000	(161,668)	280	117,612	297,750	(161,638)	280	136,392
- Sukuk bonds - Unlisted	1,855,673	(226,883)	125	1,628,915	1,632,277	(247,475)	125	1,384,927
	6,128,833	(782,696)	4,183	5,350,320	5,924,289	(776,258)	6,222	5,154,253
Total investments	30,175,844	(782,696)	277,110	29,670,258	26,306,154	(776,258)	393,385	25,923,281

	31 March 2025	31 December 2024
	Un-audited	Audited
	----- (Rupees in '000) -----	
8.3 Investments given as collateral		
Pakistan Investment Bonds		
Carrying Value	8,309,945	5,571,868
Surplus	32,949	49,092
	8,342,894	5,620,960
Shares		
Carrying Value	28,011	39,624
Impairment	-	-
Surplus	13,682	28,353
	41,693	67,977
8.4 Credit loss allowance for diminution in value of investments		
Opening balance	776,258	51,717
Charge / (reversals)		
Charge for the period / year	9,744	728,715
Reversals for the period	(3,306)	(4,174)
	6,438	724,541
Closing Balance	782,696	776,258

8.5 Particulars of credit loss allowance against debt securities

		31 March 2025		31 December 2024	
		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
----- (Rupees in '000) -----					
Domestic					
Performing	Stage 1	28,556,245	56,269	24,960,305	49,470
Underperforming	Stage 2	25,000	137	25,000	476
Non-performing	Stage 3				
Substandard		400,115	316,092	400,115	316,114
Doubtful		-	-	471,397	372,404
Loss		507,376	410,198	37,794	37,794
		907,491	726,290	909,306	726,312
Total		29,488,736	782,696	25,894,611	776,258

	Note	Performing		Non Performing		Total	
		31 March 2025	31 December 2024	31 March 2025	31 December 2024	31 March 2025	31 December 2024
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
----- (Rupees in '000) -----							
9 ADVANCES							
Loans, cash credits, running finances, etc.	9.2	11,099,173	10,614,750	1,948,545	1,816,616	13,047,718	12,431,366
Islamic financing and related assets		-	-	130,491	133,749	130,491	133,749
Bills discounted and purchased		-	-	-	-	-	-
Advances - gross	9.1	11,099,173	10,614,750	2,079,036	1,950,365	13,178,209	12,565,115
Credit loss allowance against advances							
-Stage 1		(106,714)	(78,504)	-	-	(106,714)	(78,504)
-Stage 2		(5,540)	(21,187)	(10,458)	(30,727)	(15,998)	(51,914)
-Stage 3		-	-	(1,808,644)	(1,734,517)	(1,808,644)	(1,734,517)
		(112,254)	(99,691)	(1,819,102)	(1,765,244)	(1,931,356)	(1,864,935)
Advances - net of credit loss allowance		10,986,919	10,515,059	259,934	185,121	11,246,853	10,700,180

9.1 These include personal loans and house loans of Rs. 65.001 million (2024: Rs. 66.097 million) 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% (2024: 3% and 5%) respectively.

9.2 Particulars of advances (Gross)	31 March 2025	31 December 2024
	(Un-audited)	(Audited)
	(Rupees in '000)	
In local currency	13,178,209	12,565,115
In foreign currencies	-	-
	13,178,209	12,565,115

9.3 Advances include Rs. 2,079 million (31 December 2024: Rs. 1,950 million) which have been placed under non-performing / Stage 3 status as detailed below:-

Category of Classification		31 March 2025		31 December 2024	
		(Un-audited)		(Audited)	
		Non Performing Loans	Credit Loss Allowance	Non Performing Loans	Credit Loss Allowance
----- (Rupees in '000) -----					
Domestic					
Other Assets Especially Mentioned (OAEM)		130,491	10,458	133,749	30,727
Substandard		229,762	176,445	-	-
Doubtful	Stage 3	292,410	221,078	288,755	228,117
Loss	10.3.1	1,426,373	1,411,121	1,527,861	1,506,400
		2,079,036	1,819,102	1,950,365	1,765,244

9.4 Particulars of credit loss allowance against advances

	31 March 2025 (Un-audited)			31 December 2024 (Audited)		
	Stage 3	Stage 1 & 2	Total	Stage 3	Stage 1 & 2	Total
Note						
Opening balance	1,734,517	130,418	1,864,935	2,022,738	190,553	2,213,291
Charge for the period / year	176,416	19,377	195,793	64,143	119,286	183,429
Reversals	(102,289)	(27,083)	(129,372)	(154,879)	(179,421)	(334,300)
	74,127	(7,706)	66,421	(90,736)	(60,135)	(150,871)
Amounts written off	9.4.1 -	-	-	(197,485)	-	(197,485)
Closing balance	1,808,644	122,712	1,931,356	1,734,517	130,418	1,864,935

9.4.1 This represents write off as a result of scheme of arrangement as approved by court order.

9.5 Particulars of credit loss allowance against advances

	31 March 2025 (Un-audited)			31 December 2024 (Audited)		
	Stage 3	Stage 1 & 2	Total	Stage 3	Stage 1 & 2	Total
In local currency	1,808,644	122,712	1,931,356	1,734,517	130,418	1,864,935
In foreign currencies	-	-	-	-	-	-
	1,808,644	122,712	1,931,356	1,734,517	130,418	1,864,935

9.6 Advances - Particulars of credit loss allowance

	31 March 2025			31 December 2024		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
	----- (Rupees in '000) -----					
9.6.1 Opening balance	78,504	51,914	1,734,517	172,335	18,218	2,022,738
New Advances	37,784	-	-	12,130	8,082	-
Advances derecognised or repaid	(8,459)	(20,590)	(102,289)	(137,527)	(4,476)	(155,094)
Transfer to stage 1	-	-	-	1,559	(4,321)	-
Transfer to stage 2	(1,115)	5,496	-	(3,778)	12,226	-
Transfer to stage 3	-	(20,822)	176,416	-	-	-
	28,210	(35,916)	74,127	(127,616)	11,511	(155,094)
Amounts written off / charged off	-	-	-	-	-	(197,485)
Changes in risk parameters	-	-	-	33,785	22,185	64,358
Closing balance	106,714	15,998	1,808,644	78,504	51,914	1,734,517

9.6.2 Advances - Category of classification

		31 March 2025		31 December 2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Domestic		----- (Rupees in '000) -----			
Performing	Stage 1	10,923,569	(106,714)	10,303,083	(78,504)
Underperforming	Stage 2	306,095	(15,998)	445,416	(51,914)
Non-Performing	Stage 3				
Substandard		229,762	(176,445)	-	-
Doubtful		292,410	(221,078)	288,755	(228,117)
Loss		1,426,373	(1,411,121)	1,527,861	(1,506,400)
		<u>1,948,545</u>	<u>(1,808,644)</u>	<u>1,816,616</u>	<u>(1,734,517)</u>
		<u>13,178,209</u>	<u>(1,931,356)</u>	<u>12,565,115</u>	<u>(1,864,935)</u>

		31 March 2025 (Un-audited)	31 December 2024 (Audited)
		----- (Rupees in '000) -----	
10. PROPERTY AND EQUIPMENT			
Property and equipment		<u>544,362</u>	<u>557,055</u>
		<u>544,362</u>	<u>557,055</u>

10.1 Additions to property and equipment

The following additions have been made to fixed assets during the period / year :

Property and equipment			
Electrical office and computer equipment		2,669	19,452
Vehicles		-	106,678
		<u>2,669</u>	<u>126,130</u>

10.2 Disposal of property and equipment

The net book value of fixed assets disposed off during the period is as follows:

Property and equipment			
Electrical office and computer equipment		-	95
Vehicles		-	859
		<u>-</u>	<u>954</u>

11. INTANGIBLE ASSETS

Computer Softwares and Licenses		175	226
Capital Work in Progress		<u>12,008</u>	<u>12,008</u>
		<u>12,183</u>	<u>12,234</u>

31 March 2025

12. DEFERRED TAX ASSETS

Deductible Temporary Differences on

- Credit loss allowance against advances, off balance sheet, etc
- Lease assets
- Deficit on revaluation of investments - net
- Accelerated tax depreciation
- Others

At 01 January 2025	Recognised in profit and loss account	Recognised in other comprehensive income	At 31 March 2025
617,915	(13,035)	-	604,880
80,946	4,268	-	85,214
-	-	-	-
-	(14,906)	-	(14,906)
2,468	(2,468)	-	-
701,329	(26,141)	-	675,188

Taxable Temporary Differences on

- Surplus on revaluation of investments - net
- Post retirement employee benefits
- Accelerated tax depreciation

(96,509)	-	27,246	(69,263)
(2,644)	796	-	(1,848)
(26,146)	-	-	(26,146)
(125,299)	796	27,246	(97,257)
576,030	(25,345)	27,246	577,931

31 December 2024

Deductible Temporary Differences on

- Credit loss allowance against advances, off balance sheet, etc
- Lease assets
- Others

At 01 January 2024	Recognised in profit and loss account	Recognised in other comprehensive income	At 31 December 2024
407,482	210,433	-	617,915
51,301	29,645	-	80,946
2,815	(347)	-	2,468
461,598	239,731	-	701,329

Taxable Temporary Differences on

- Surplus on revaluation of investments - net
- Post retirement employee benefits
- Accelerated tax depreciation

(16,279)	(553)	(79,677)	(96,509)
(2,644)	(282)	-	(2,926)
(1,512)	(24,352)	-	(25,864)
(20,435)	(25,187)	(79,677)	(125,299)
441,163	214,544	(79,677)	576,030

- 12.1 Deferred tax asset of Rs. 137 million has not been recorded, which pertains to provision for non-performing loans & impairment provision, due to uncertainty of reversal of provision to recover the benefit. Further, the Company has charged deferred tax at the rate of 29% instead of 39% due to management's expectation of the rate that deferred tax would be recovered in future.

13. OTHER ASSETS

- Income / Mark-up accrued in local currency - net of provision
- Advances, deposits, prepayments and other receivables
- Advance taxation (payments less provisions)
- Receivable from defined benefits plan
- Dividend receivable
- Security deposits

Note
31 March 2025
(Un-audited)
----- (Rupees in '000) -----
31 December 2024
(Audited)

Less: Provision held against other assets

Other Assets - total

13.1	1,131,002	842,745
	224,103	93,456
	1,304,287	1,217,656
	8,553	10,091
	1,095	150
	1,583	1,583
	2,670,623	2,165,681
	-	-
	2,670,623	2,165,681

- 13.1 Mark-up suspended amounting to Rs. 2,311.2million (2024: Rs. 2,300.5 million) included in provision against other asset, has been netted off against the markup receivable amount.

31 March 2025 (Un-audited)	31 December 2024 (Audited)
----- (Rupees in '000) -----	

14. BORROWINGS

Secured

Borrowings from State Bank of Pakistan- Under financing facility for:

- Imported & Locally Manufactured Plant & Machinery (LTFF)	14.1	1,111,734	1,184,385
- Renewable Energy Facility (REF)	14.2	562,951	581,788
- Temporary Economic Refinance Facility (TERF)	14.3	1,023,787	1,072,080
- Financing Facility for Storage of Agriculture Produce (FFSAP)	14.4	351,654	368,892
		3,050,126	3,207,145

Borrowings from State Bank of Pakistan - open market operation	14.5	1,111,734	4,888,200
Total Borrowings from State Bank of Pakistan		4,161,860	8,095,345

Repurchase agreement borrowings	14.5	7,230,356	720,000
Term borrowings	14.6	5,161,111	5,383,333
Total Secured		16,553,327	14,198,678

Unsecured

Call borrowings	14.7	11,700,000	9,600,000
Total Unsecured		11,700,000	9,600,000
		28,253,327	23,798,678

- 14.1 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 2.0% to 15% per annum (2024: 2.0% to 15%). These borrowings will mature by 2033 (2024: 2033).
- 14.2 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 (2024: 2.0% to 3.0%). These borrowings will mature by 2034 (2024: 2034).
- 14.3 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 (2024: 1.0%). These borrowings will mature by 2032 (2024: 2032).
- 14.4 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 2.50% per annum (2024: 2.0% to 2.50%). These borrowings will mature by 2030 (2024: 2030).
- 14.5 These carry mark-up at the rates ranging from 12.11% to 12.75% per annum (2024: 13.11% to 13.25% per annum) and are secured against government securities having carrying amount of Rs. 8.310 billion & market value of Rs. 8.343 billion (2024: carrying amount of Rs. 5.572 billion & market value of Rs. 5.621 billion). These borrowings will mature up to April 2025 (2024: January 2025).
- 14.6 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 0.13% per annum. These are repayable in semi annual installments and shall be repaid by 2029. Total available facility is Rs. 6 billion.
- 14.7 These represent clean finances obtained by the Company, These carry mark up at the rates ranging from 11.90% (2024:

13.10% to 13.25% per annum). These borrowings will mature up to April 2025 (2024: January 2025).

		31 March 2025 (Un-audited)	31 December 2024 (Audited)
	Note	----- (Rupees in '000) -----	
15. DEPOSITS AND OTHER ACCOUNTS			
Customers			
Term deposits	15.2	2,849,908	2,608,141
Financial Institutions			
Term deposits	15.3	2,013,124	1,893,096
		4,863,032	4,501,237
15.1 Composition of deposits			
- Individuals	15.4	658,683	642,674
- Public Sector Entities		800,000	750,000
- Non-Banking Financial Institutions		2,013,124	1,893,096
- Private Sector		1,391,204	1,215,467
		4,863,011	4,501,237

15.2 The mark-up rates on these certificate of investments (COI) range between 11.00% to 21.30% per annum (2024: 11.50% to 21.30% per annum). These COIs will mature up to December 2025 (2023: December 2025).

15.3 The mark-up rates on these certificate of investments (COI) is 11.70% to 12.25% per annum (2024:12.25% to 16.50% per annum). These COIs will mature up to June 2025 (2024: March 2025).

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 November 2027 (2023: November 2027). The interest bearing deposits carry interest rates ranging between 11.00% to 21.30% per annum (2024: 11.50% to 21.30% per annum).

		31 March 2025 (Un-audited)	31 December 2024 (Audited)
		----- (Rupees in '000) -----	
16. OTHER LIABILITIES			
Mark-up / Return / Interest payable in local currency		435,883	380,228
Accrued expenses		276,186	19,962
Payable to an associated undertaking		12,397	11,855
Government levies payable		77,578	67,666
Provision for audit fee		1,038	1,998
Advance insurance premium on lease		755	751
Security deposits against finance lease		830,636	770,875
Provision for staff rewards		71,330	-
		1,705,803	1,253,335

17. **SHARE CAPITAL**

17.1 **Authorised capital**

31 March 2025 (Un-audited) (Number of shares)	31 December 2024 (Audited)		31 March 2025 (Un-audited)	31 December 2024 (Audited)
			----- (Rupees in '000) -----	
<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 2025 (Un-audited)		31 December 2024 (Audited)	
	Number of shares held	Percentage of shareholding	Number of shares held	Percentage of shareholding
Government of Pakistan	<u>300,000,000</u>	<u>50%</u>	300,000,000	50%
Iran Foreign Investment Company	<u>300,000,000</u>	<u>50%</u>	300,000,000	50%
	<u>600,000,000</u>	<u>100%</u>	<u>600,000,000</u>	<u>100%</u>

18. **RESERVES**

Statutory reserve

	31 March 2025 (Un-audited)	31 December 2024 (Audited)
	----- (Rupees in '000) -----	
Opening balance	<u>1,327,571</u>	1,247,496
Transfer during the period / year	<u>16,824</u>	80,075
Closing balance	<u>1,344,396</u>	<u>1,327,571</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.

19. **SURPLUS ON REVALUATION OF ASSETS**

Surplus / (deficit) on revaluation of

	Note	31 March 2025 (Un-audited)	31 December 2024 (Audited)
		----- (Rupees in '000) -----	
- Securities measured at FVOCI - Debt	8.1	<u>222,317</u>	299,096
- Securities measured at FVOCI - Equity		<u>38,459</u>	78,298
		<u>260,776</u>	377,394

Deferred tax on surplus / (deficit) on revaluation of:

- Securities measured at FVOCI - Debt	<u>(64,456)</u>	(86,722)
- Securities measured at FVOCI - Equity	<u>(4,807)</u>	(9,787)
	<u>(69,263)</u>	(96,509)
	<u>191,513</u>	<u>280,885</u>

		31 March 2025 (Un-audited)	31 December 2024 (Audited)
		----- (Rupees in '000) -----	
20.	CONTINGENCIES AND COMMITMENTS		
	- Commitments	20.1 - 20.3 8,342,090	5,651,200
	- Other contingent liabilities	20.4 245,280	245,280
		8,587,370	5,896,480
20.1	Commitments in respect of repo transactions		
	Repurchase agreement borrowings	8,342,090	5,608,200
20.2	Direct credit substitutes	-	43,000

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

20.3 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.

20.4 Other contingent liabilities

The status of the tax contingencies remain unchanged as disclosed in the note 19.5 of annual audited Financial Statements for the year ended 31 December 2024

21. OFF BALANCE SHEET FINANCIAL INSTRUMENTS

Off balance sheet financial instruments includes 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 buys and sells derivative instruments such as equity futures.

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.

The Company uses equity futures as a hedging instrument to hedge its equity portfolio against equity price risk. Only selected shares are allowed to be traded on futures exchange. Equity futures give flexibility to the Company either to take delivery on the future settlement date or to settle it by adjusting the notional value of the contract based on the current market rates.

	31 March 2025 (Un-audited)	31 March 2024 (Un-audited)
Note	----- (Rupees in '000) -----	
23. MARK-UP / RETURN / INTEREST EARNED		
On loans and advances	338,566	386,384
On investments	973,636	1,236,887
On deposits with financial institutions	332	3,872
On lendings to financial institutions	-	-
	<u>1,312,534</u>	<u>1,627,143</u>
23.1 Interest income (calculated using effective interest rate method) recognised on:		
Financial assets measured at amortised cost;	338,566	386,384
Financial assets measured at fair value through OCI.	973,968	1,240,759
	<u>1,312,534</u>	<u>1,627,143</u>
24. MARK-UP / RETURN / INTEREST EXPENSED		
Deposits	154,515	162,294
Securities sold under repurchase agreements	13,909	86,295
On borrowing from State Bank of Pakistan- Under financing facility		
- Imported & Locally Manufactured Plant & Machinery (LTFF)	7,556	9,548
- Temporary Economic Refinance Facility (TERF)	2,579	2,930
- Renewable Energy (REF)	4,143	4,138
- Financing Facility for Storage of Agriculture Produce (FFSAP)	2,241	2,120
Borrowings from State Bank of Pakistan - open market operation	181,826	285,323
Term Borrowing	175,673	240,427
Clean Borrowing	339,587	423,067
Staff Loans	1,212	
	<u>883,241</u>	<u>1,216,142</u>
24.1 Interest expense calculated using effective interest rate method	<u>883,241</u>	<u>1,216,142</u>
25. FEE & COMMISSION INCOME		
Credit related fees	11,840	12,353
Commission on guarantees	370	824
	<u>12,210</u>	<u>13,177</u>
26. GAIN ON SALE OF SECURITIES - NET		
Realised	7,530	4,761
Unrealised loss - Measured at FVPL	343	(1,435)
	<u>7,873</u>	<u>3,326</u>
26.1 Realised gain on:		
Shares	<u>7,530</u>	<u>4,761</u>

31 March 31 March
2025 2024
(Un-audited) (Un-audited)
 ----- (Rupees in '000) -----

26.2 Net gain / loss on financial assets / liabilities measured at FVPL:

Mandatorily measured at FVPL

Net gain / (loss) on investments in equity instruments designated at FVOCI

	7,530	4,761
	29,765	22,071
	37,295	26,832

27. OTHER INCOME

Other Income

Gain on sale of property and equipment - net

	-	-
	-	(3)
	-	(3)

28. OPERATING EXPENSES

Total compensation expense

177,568

120,872

Property expense

Property taxes

Insurance

Utilities cost

Security (including guards)

Repair & maintenance (including janitorial charges)

Depreciation on owned assets

	362	195
	2,036	1,774
	2,933	3,596
	462	462
	2,492	2,788
	12,537	8,481
	20,822	17,296

Information technology expenses

Software maintenance

Hardware maintenance

Depreciation

Amortisation

Network charges

Others

	1,012	1,660
	15	908
	2,825	1,862
	51	60
	395	2,649
	104	114
	4,402	7,253

Other operating expenses

Directors' fees and allowances

Legal & professional charges

Travelling & conveyance

Training & development

Postage & courier charges

Communication

Stationery & printing

Marketing, advertisement & publicity

Donations

Auditors Remuneration

Commission and brokerage

Others

	4,875	2,750
	1,742	4,569
	3,733	12,182
	317	141
	37	75
	430	396
	330	455
	163	373
	-	-
	146	854
	1,300	1,584
	2,177	2,546
	15,250	25,925
	218,042	171,346

29. Levies

Final tax

29.1

6,306

13,185

29.1 This represents final tax on dividend income and capital gains under section 5 and 37A respectively of the Income Tax Ordinance, 2001. These has been recognised as levies in these condensed interim financial statements as per the requirements of IFRIC 21 / IAS 37 and guide on IAS 12 issued by ICAP.

31 March 2025 (Un-audited)	31 March 2024 (Un-audited)
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----- (Rupees in '000) -----

30. CREDIT LOSS ALLOWANCE & WRITE OFFS - NET

Credit loss allowance / (reversal) against balances with other banks		-	(82)
Credit loss allowance for diminution in value of investments	8.4	6,438	439
Credit loss allowance / (reversal) against loans & advances	9.4	66,421	(452,026)
Other credit loss allowance / write offs	9.4.1	-	197,485
		72,859	(254,184)

31 March 2025 (Un-audited)	31 March 2024 (Un-audited)
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(Rupees in '000)

31. TAXATION

Current		42,128	99,004
Deferred		25,345	103,716
		67,473	202,720

32. BASIC & DILUTED EARNINGS PER SHARE

Profit for the period		84,118	330,846
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(Number of Shares in '000)

Weighted average number of ordinary shares		600,000	600,000
--	--	----------------	---------

(Rupees per share)

Basic & diluted earnings per share		0.14	0.55
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33. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as amortised cost, is based on quoted market price. Quoted securities classified under held to collect model are carried at amortised cost.

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.

33.1 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.

33.2 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 2025			
	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in 000) -----			
Financial assets measured at fair value				
Federal Government Securities	20,201,290	3,376,747	-	23,578,037
Shares in listed companies	741,901	-	-	741,901
Non Government Debt Securities	1,987,946	3,362,374	-	5,350,320
	22,931,137	6,739,121	-	29,670,258

	31 December 2024			
	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in 000) -----			
Financial assets measured at fair value				
Federal Government Securities	16,941,150	3,322,046	-	20,263,196
Shares in listed companies	505,832	-	-	505,832
Non Government Debt Securities	2,006,801	3,147,452	-	5,154,253
	19,453,783	6,469,498	-	25,923,281

34 SEGMENT INFORMATION

Segment Details with respect to Business Activities	31 March 2025				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Profit & Loss					
Net mark-up/return/profit	281,555	152,359	-	(4,621)	429,293
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	12,210	-	11,153	(401)	22,962
Total Income	293,765	152,359	11,153	(5,022)	452,255
Segment direct expenses	14,102	5,497	4,780	197,120	221,499
Inter segment expense allocation	-	-	-	-	-
Total expenses	14,102	5,497	4,780	197,120	221,499
Provisions	72,679	180	-	-	72,859
Profit before levies and taxation	206,984	146,682	6,373	(202,142)	157,897

	31 March 2025				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Balance Sheet					
Cash & Bank balances	-	-	-	807,662	807,662
Investments	3,779,350	25,149,007	741,901	-	29,670,258
Net inter segment lending	-	-	-	-	-
Lendings to financial institutions	-	-	-	-	-
Advances - performing	10,921,918	-	-	65,001	10,986,919
- non-performing	259,934	-	-	-	259,934
Others	326,515	966,391	1,095	2,511,098	3,805,099
Total Assets	15,287,717	26,115,398	742,996	3,383,761	45,529,872
Borrowings	6,018,926	22,150,979	83,422	-	28,253,327
Subordinated debt	-	-	-	-	-
Deposits & other accounts	2,797,345	1,987,081	78,606	-	4,863,032
Net inter segment borrowing	-	-	-	-	-
Others	167,819	268,387	-	1,269,597	1,705,803
Total liabilities	8,984,090	24,406,447	162,028	1,269,597	34,822,162
Equity	6,303,627	1,708,951	580,968	2,114,164	10,707,710
Total Equity & liabilities	15,287,717	26,115,398	742,996	3,383,761	45,529,872
Contingencies & Commitments	-	8,342,090	-	245,280	8,587,370

31 March 2024

	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
(Rupees in '000)					
Profit & Loss					
Net mark-up/return/profit	339,043	84,654	-	(12,696)	411,001
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	13,177	-	30,719	26	43,922
Total Income	352,220	84,654	30,719	(12,670)	454,923
Segment direct expenses	16,049	6,799	5,823	146,870	175,541
Inter segment expense allocation	-	-	-	-	-
Total expenses	16,049	6,799	5,823	146,870	175,541
Provisions	(254,541)	-	439	(82)	(254,184)
Profit before levies and taxation	590,712	77,855	24,457	(159,458)	533,566

31 December 2024 (Audited)

	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
(Rupees in '000)					
Balance Sheet					
Cash & Bank balances	-	-	-	501,987	501,987
Investments	3,580,921	21,864,137	478,223	-	25,923,281
Net inter segment lending	-	-	-	-	-
Lendings to financial institutions	-	-	-	-	-
Advances - performing	10,448,962	-	-	66,097	10,515,059
Advances - non-performing	185,121	-	-	-	185,121
Others	159,169	683,577	150	2,468,104	3,311,000
Total Assets	14,374,173	22,547,714	478,373	3,036,188	40,436,448
Borrowings	6,447,969	17,264,236	86,473	-	23,798,678
Subordinated debt	-	-	-	-	-
Deposits & other accounts	2,709,793	1,719,140	72,304	-	4,501,237
Net inter segment borrowing	-	-	-	-	-
Others	167,369	212,856	-	873,110	1,253,335
Total liabilities	9,325,131	19,196,232	158,777	873,110	29,553,250
Equity	5,049,042	3,351,482	319,596	2,163,078	10,883,198
Total Equity & liabilities	14,374,173	22,547,714	478,373	3,036,188	40,436,448
Contingencies & Commitments	43,000	5,608,200	-	245,280	5,896,480

35 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 period, other than those which have been disclosed elsewhere in these condensed interim financial statements are as follows:

	31 March 2025 (Un-audited)			31 December 2024 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
Advances						
Opening balance	-	41,801	-	-	47,991	-
Addition during the period / year	-	-	-	-	2,000	-
Repaid during the period / year	-	(2,123)	-	-	(8,190)	-
Closing balance	-	39,678	-	-	41,801	-
Other Assets						
Other receivable	-	-	18,226	-	-	18,077
Deposits and other accounts						
Opening balance	-	136,342	2,173,546	-	73,835	1,551,712
Received during the period / year	-	365,916	957,745	-	1,394,454	8,300,150
Withdrawn during the period / year	-	(361,310)	(834,538)	-	(1,331,947)	(7,678,316)
Closing balance	-	140,948	2,296,753	-	136,342	2,173,546
Other Liabilities						
Interest / mark-up payable	-	985	54,656	-	802	16,818
Other liabilities	-	-	-	-	-	-
- bonus payable to Key Management	-	4,493	-	-	8,871	-
- payable to Iran Foreign Investment Company - associate	-	-	12,397	-	-	11,855
- director fee payable	-	-	-	-	-	-
----- (Rupees in '000) -----						
	31 March 2025 (Un-audited)			31 March 2024 (Un-audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
RELATED PARTY TRANSACTIONS						
Income						
Mark-up / return / interest earned	-	491	-	-	546	-
Expense						
Mark-up / return / interest paid	-	4,329	66,393	-	4,910	93,356
Operating expenses						
Fees for Board & Committee Meeting	4,875	-	-	2,750	-	-
Managerial Remuneration	-	41,694	-	-	44,426	-
Cash Bonus	-	4,378	-	-	4,220	-
Contribution to defined contribution plan	-	2,684	-	-	2,565	-
Rent & house maintenance	-	6,375	-	-	5,177	-
Utilities	-	1,799	-	-	1,234	-
Medical	-	1,740	-	-	5,065	-
Conveyance	-	3,854	-	-	4,215	-
Others	-	161	-	-	141	-
Contribution to the defined contribution plan	-	-	3,967	-	-	3,655
Payment to the defined benefit plan	-	-	3,076	-	-	3,794
Charge for defined benefit plan	-	-	4,614	-	-	3,649
				-	-	

31 March 31 December
2025 2024
(Un-audited) (Audited)
----- (Rupees in '000) -----

36. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

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	6,504,081	7,455,982
Eligible Additional Tier 1 (ADT 1) Capital	-	-

Total Eligible Tier 1 Capital	6,504,081	7,455,982
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Eligible Tier 2 Capital	-	-
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Total Eligible Capital (Tier 1 + Tier 2)	6,504,081	7,455,982
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Risk Weighted Assets (RWAs):

Credit Risk	13,409,941	12,487,254
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Market Risk	400,436	1,011,664
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Operational Risk	2,558,700	2,967,610
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Total	16,369,077	16,466,528
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	31 March 2025		31 December 2024	
	Required	Actual	Required	Actual
Common Equity Tier 1 Capital Adequacy ratio (%)	6.00%	39.73%	6.00%	45.28%
Tier 1 Capital Adequacy Ratio (%)	7.50%	39.73%	7.50%	45.28%
Total Capital Adequacy Ratio (%)	11.5%*	39.73%	11.50%	45.28%

*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.

31 March 31 December
2025 2024
(Un-audited) (Audited)
----- (Rupees in '000) -----

36.1 Leverage Ratio (LR):

Eligible Tier-1 Capital	6,504,081	7,455,982
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Total Exposures	40,374,212	41,167,922
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Leverage Ratio	16.11%	18.11%
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	31 March 2025 (Un-audited)	31 December 2024 (Audited)
	----- (Rupees in '000) -----	
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	12,955,042	15,159,901
Total Net Cash Outflow	9,472,865	10,260,112
Liquidity Coverage Ratio (%)	1.37	1.48
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	17,995,168	17,769,062
Total Required Stable Funding	15,233,208	15,186,515
Net Stable Funding Ratio (%)	118%	117%

36.2 State Bank of Pakistan issued Green Banking Guidelines vide IH&SMEFD Circular No. 08 of 2017 with a view to safeguarding against environmental risks emerging from banks and DFIs' businesses and operations. In order to align the DFI with regulatory expectations, PICL has put in place a Green Banking Framework focusing on following three areas:

1) Environmental Risk Management

For increasing financial stability through management and mitigation of environmental Risks of Lending portfolio, PICL has in place integration of environmental risk considerations into the credit risk assessment by introducing an Environmental Risk Rating, which is part of the Credit Risk Assessment.

2) Business Facilitation

The DFI is pursuing a green portfolio through soliciting clients for Renewable Energy related Lending by offering the SBP's Renewable Energy Refinance Scheme.

3) Own Impact Reduction

In order to reduce its own impact on environment, the DFI has set targets to lower its energy consumption, paper and waste reduction, bring energy efficient equipments, and plantation of greenery in surroundings.

37. GENERAL

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

37.2 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.

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

38. EVENTS AFTER THE REPORTING DATE

Subsequent to the reporting date and prior to the approval of these financial statements by the Board of Directors, the Company received a material cash recovery amounting to PKR 160 million against a previously classified non-performing loan. The recovery represents clear and reliable evidence of conditions that existed at the reporting date.

Accordingly, management has assessed this as an adjusting event under IAS 10 Events After the Reporting Period. The financial statements have been adjusted to reflect this recovery, which has resulted in:

A reduction in the provision for expected credit losses by PKR 95.25 million ; and

A corresponding reversal in advances while profit for the period was increased by PKR 64.75 million.

The adjustment has been made to present the financial position and performance of the Company in accordance with the requirements of IFRS and to reflect all material facts known at the time of finalizing these financial statements.

39. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on May 24,2025 by the Board of Directors of the Company.

Chief Financial Officer

Managing Director /
Chief Executive Officer

Chairman

Director

Director