PAIR Investment Company Limited
Condensed Interim Statement of Financial Position
As at 30 September 2025

PAÏR

	Note	September 30 2025 (Un-audited)	December 31 2024 (Audited)
		------------- (Rupees in '000) -------------	
ASSETS			
Cash and balances with treasury banks	6	**278,011**	213,742
Balances with other banks	7	**490,413**	288,245
Lendings to financial institutions		**-**	-
Investments	8	**27,510,381**	25,923,281
Advances	9	**12,549,176**	10,700,180
Property and equipment	10	**518,575**	557,055
Intangible assets	11	**12,117**	12,234
Deferred tax assets	12	**579,573**	576,030
Other assets	13	**2,691,737**	2,165,681
Total Assets		**44,629,983**	40,436,448
LIABILITIES			
Bills payable		**-**	-
Borrowings	14	**26,291,578**	23,798,678
Deposits and other accounts	15	**5,786,872**	4,501,237
Lease liabilities		**-**	-
Subordinated debt		**-**	-
Deferred tax liabilities		**-**	-
Other liabilities	16	**1,286,039**	1,253,335
Total Liabilities		**33,364,489**	29,553,250
NET ASSETS		**11,265,494**	10,883,198
REPRESENTED BY			
Share capital	17	**6,000,000**	6,000,000
Reserves	18	**1,419,334**	1,327,571
Surplus on revaluation of assets	19	**320,208**	280,885
Unappropriated profit		**3,525,952**	3,274,742
		11,265,494	10,883,198
CONTINGENCIES AND COMMITMENTS	20		

The annexed notes 1 to 40 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 period ended 30 September 2025

PAÏR

	Note	Quarter ended		Nine month period ended	
		July - September 2025	July - September 2024	**January - September 2025**	January - September 2024
		---------------- (Rupees in '000) ----------------			
Mark-up / return / interest earned	23	**1,228,061**	1,677,855	**3,769,163**	4,955,237
Mark-up / return / interest expensed	24	**872,265**	1,224,411	**2,624,780**	3,727,903
Net mark-up / interest income		**355,796**	453,444	**1,144,383**	1,227,334
NON MARK-UP / INTEREST INCOME					
Fee and commission income	25	**4,207**	2,021	**23,442**	17,735
Dividend income		**2,812**	5,739	**9,039**	51,598
Gain on sale of securities	26	**24,481**	(1,749)	**54,282**	6,746
Other income	27	**(292)**	(556)	**(1,468)**	3,391
Total non mark-up / interest income		**31,208**	5,455	**85,295**	79,470
Total Income		**387,004**	458,899	**1,229,678**	1,306,804
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	28	**167,781**	208,722	**567,150**	444,682
Workers Welfare Fund		**4,836**	6,811	**11,750**	17,793
Other charges		**-**	-	**-**	
Total non mark-up / interest expenses		**172,617**	215,533	**578,900**	462,475
PROFIT BEFORE CREDIT LOSS ALLOWANCE		**214,387**	243,366	**650,778**	844,329
Credit loss allowance and write offs - net	29	**(11,303)**	(30,729)	**64,649**	(44,310)
PROFIT BEFORE LEVIES AND TAXATION		**225,690**	274,095	**586,129**	888,639
Levies	30	**32,490**	61,323	**43,540**	90,226
PROFIT BEFORE INCOME TAX		**193,200**	212,772	**542,589**	798,413
Taxation	31	**(62,660)**	38,353	**83,772**	275,101
PROFIT AFTER TAXATION		**255,860**	174,419	**458,817**	523,312
Basic and diluted earnings per share - (Rupees)	32	**1.71**	1.16	**1.02**	1.16

The annexed notes 1 to 40 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 period ended 30 September 2025

PAÏR

	Quarter ended		Nine month period ended	
	July - September 2025	July - September 2024	**January - September 2025**	January - September 2024
	(Rupees in '000)			
Profit after taxation for the period	**255,860**	174,419	**458,817**	523,312
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	**(37,897)**	214,971	**61,158**	184,290
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	**3,654**	(30,168)	**(21,835)**	(60,079)
Gain on securities classified as FVOCI	**45,663**	36,561	**84,156**	179,100
Total comprehensive income	**267,280**	395,783	**582,296**	826,623

The annexed notes 1 to 40 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 period ended 30 September 2025

PAIR

	Note	Share capital	Statutory reserve	(Deficit) / surplus on revaluation of Investments	Unappropriated profit	Total
		----------	----------	(Rupees in '000)	----------	----------
Opening Balance as at 1 January, 2024 (audited)		**6,000,000**	**1,247,496**	**124,696**	**3,208,966**	**10,581,158**
Profit after tax for the nine month period ended 30 September 2024		-	-	-	523,312	523,312
Other comprehensive income						
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax		-	-	(60,079)	-	(60,079)
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax		-	-	184,290	-	184,290
Realized gain on sale of securities classified as FVOCI		-	-	-	179,100	179,100
Total comprehensive income for the nine month period ended 30 September 2024		-	-	124,211	702,412	826,623
Transfer to statutory reserve	18	-	104,662	-	(104,662)	-
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 1 October 2024 (un-audited)		**6,000,000**	**1,352,158**	**248,907**	**3,356,716**	**10,957,781**
Profit after tax for the three months period ended 31 December 2024		-	-	-	(122,935)	(122,935)
Other comprehensive income						
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax		-	-	36,196	-	36,196
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax		-	-	(4,218)	-	(4,218)
Realized gain on sale of securities classified as FVOCI					19,002	19,002
Remeasurement gain / (loss) on defined benefit obligations - net of tax		-	-	-	(2,628)	(2,628)
Total comprehensive income for the year ended 31 December 2024		-	-	31,978	(106,561)	(74,583)
Transfer to statutory reserve	18	-	(24,587)	-	24,587	-
Opening Balance as at 01 January 2025 (audited)		**6,000,000**	**1,327,571**	**280,885**	**3,274,742**	**10,883,198**
Profit after tax for the nine months period ended 30 September 2025		-	-	-	458,817	458,817
Other comprehensive income						
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax		-	-	(21,835)	-	(21,835)
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax		-	-	61,158	-	61,158
Gain / (loss) on securities classified as FVOCI		-	-	-	84,156	84,156
		-	-	39,323	542,973	582,296
Transfer to statutory reserve	18	-	91,763	-	(91,763)	-
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 30 September 2025 (un-audited)		**6,000,000**	**1,419,334**	**320,208**	**3,525,952**	**11,265,494**

The annexed notes 1 to 40 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 period ended 30 September 2025

	Note	September 30 2025	September 30 2024
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before levies and taxation		**586,129**	888,639
Less: Dividend income		**(9,039)**	(51,598)
		577,090	837,041
Adjustments:			
Depreciation		**46,064**	39,401
Amortisation		**117**	179
Credit loss allowance and write offs	29	**64,649**	(44,310)
Gain on sale of Property and Equipment		**(29)**	(3,646)
Charge for defined benefit plan		**13,843**	10,947
Unrealised (gain) / loss on revaluation of securities classified as FVPL	26	**(2,085)**	299
		122,559	2,870
		699,649	839,911
(Increase) / decrease in operating assets			
Securities classified as FVPL		**(351,673)**	30,884
Advances		**(1,925,105)**	546,881
Others assets (excluding advance taxation)		**(200,332)**	(539,429)
		(2,477,110)	38,336
Increase in operating liabilities			
Borrowings from financial institutions		**2,492,900**	1,177,302
Deposits		**1,285,635**	1,169,148
Other liabilities		**32,704**	16,267
		3,811,239	2,362,717
		2,033,778	3,240,964
Levies paid		**(43,540)**	(90,226)
Income tax paid		**(434,647)**	(438,575)
Defined benefits paid		**(13,843)**	(4,801)
Net cash flows generated from operating activities		**1,541,748**	2,707,362
CASH FLOWS FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI - Debt		**(1,053,053)**	(2,764,333)
Net Investments in securities classified as FVOCI - Equity		**(23,614)**	559,280
Dividends received		**9,039**	51,598
Investments in property and equipment		**(7,650)**	(119,770)
Investment in intangible assets		**-**	(3,250)
Disposal of property and equipment		**93**	4,801
Net cash flows used in investing activities		**(1,075,185)**	(2,271,674)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		**(200,000)**	(450,000)
Net cash flows from financing activities		**(200,000)**	(450,000)
Net increase in cash and cash equivalents		**266,563**	(14,312)
Cash and cash equivalents at beginning of the period		**502,171**	454,921
Cash and cash equivalents at end of the period	33	**768,734**	440,609

The annexed notes 1 to 40 form an integral part of these condensed interim financial statements.

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

1. STATUS AND NATURE OF BUSINESS

PAÏR 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 and reporting 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.

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 has 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 Institute of Chartered Accountants of Pakistan (ICAP). These condensed interim financial statements do not include all the information and disclosures required for annual financial statements and should be read in conjunction with the financial statements for the year ended December 31, 2024.

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 December 31, 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 December 31, 2024.

6. CASH AND BALANCES WITH TREASURY BANKS

	Note	**September 30 2025 (Un-audited)**	December 31 2024 (Audited)
		(Rupees in '000)	
In hand			
Local currency		**70**	67
Foreign currencies		**2,290**	256
		2,360	323
With State Bank of Pakistan in			
Local currency current account	6.1	**274,672**	212,490
With National Bank of Pakistan in			
Local currency current account		**17**	17
Local currency deposit account	6.2	**962**	912
		979	929
		278,011	213,742
Less: Credit loss allowance held against cash and balances with treasury banks		**-**	-
Cash and balances with treasury banks - net of credit loss allowance		**278,011**	213,742

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 9.73% per annum (December 31, 2024: 13.50%).

7. BALANCES WITH OTHER BANKS

	Note	**September 30 2025 (Un-audited)**	December 31 2024 (Audited)
		(Rupees in '000)	
In Pakistan			
In current accounts		**377,433**	100,258
In deposit accounts	7.1	**113,291**	188,171
		490,724	288,429
Less: Credit loss allowance held against balances with other banks		**(311)**	(184)
Balances with other banks - net of credit loss allowance		**490,413**	288,245

7.1 These deposit accounts carry annual mark-up rate of 6.90% to 9.50% (December 31, 2024: 5.02% to 13.50%).

8. INVESTMENTS

8.1 Investments by type

	September 30, 2025 Un-audited				December 31, 2024 Audited			
	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
	(Rupees in '000)				(Rupees in '000)			
FVTPL								
Shares - listed	621,187	-	18,076	639,263	269,514	-	15,991	285,505
	621,187	-	18,076	639,263	269,514	-	15,991	285,505
FVOCI								
Federal Government Securities	22,146,914	-	382,044	22,528,958	19,970,322	-	292,874	20,263,196
Shares - listed	249,799	-	53,651	303,450	142,029	-	78,298	220,327
Non Government Debt Securities	4,800,750	(764,671)	2,631	4,038,710	5,924,289	(776,258)	6,222	5,154,253
	27,197,463	(764,671)	438,326	26,871,118	26,036,640	(776,258)	377,394	25,637,776
Total investments	27,818,650	(764,671)	456,402	27,510,381	26,306,154	(776,258)	393,385	25,923,281

8.2 Investments given as collateral

	September 30 2025 Un-audited	December 31 2024 Audited
	(Rupees in '000)	
Pakistan Investment Bonds		
Carrying Value	4,784,276	5,571,868
Surplus	53,624	49,092
	4,837,900	5,620,960
Shares		
Carrying Value	26,210	39,624
Surplus	12,688	28,353
	38,898	67,977
Market Treasury Bills		
Carrying Value	623,540	-
Deficit	(1,501)	-
	622,039	-

		September 30 2025 (Un-audited)	December 31 2024 (Audited)
		(Rupees in '000)	
8.3	**Credit loss allowance for diminution in value of investments**		
	Opening balance	**776,258**	51,717
	Charge / (reversals)		
	Charge for the period / year	**6,915**	728,715
	Reversals for the period	**(18,502)**	(4,174)
		(11,587)	724,541
	Closing Balance	**764,671**	776,258

8.4 Particulars of credit loss allowance against debt securities

	September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
Domestic	**Outstanding amount**	**Credit loss allowance Held**	Outstanding amount	Credit loss allowance Held
	(Rupees in '000)			
Performing	**26,043,736**	**42,515**	24,960,305	49,470
Underperforming	**-**	**-**	25,000	476
Non-performing				
Substandard	**400,115**	**316,091**	400,115	316,114
Doubtful	**-**	**-**	471,397	372,404
Loss	**503,813**	**406,065**	37,794	37,794
	903,928	**722,156**	909,306	726,312
Total	**26,947,664**	**764,671**	25,894,611	776,258

		Performing		Non Performing		Total	
		September 30 2025 (Un-audited)	December 31 2024 (Audited)	September 30 2025 (Un-audited)	December 31 2024 (Audited)	September 30 2025 (Un-audited)	December 31 2024 (Audited)
9 ADVANCES	Note	(Rupees in '000)					
Loans, cash credits, running finances, etc.		**12,430,304**	10,614,750	**1,925,991**	1,816,616	**14,356,295**	12,431,366
Islamic financing and related assets		**-**	-	**133,924**	133,749	**133,924**	133,749
Advances - gross	9.1	**12,430,304**	10,614,750	**2,059,915**	1,950,365	**14,490,219**	12,565,115
Credit loss allowance against advances							
-Stage 1		**(115,248)**	(78,504)	**-**	-	**(115,248)**	(78,504)
-Stage 2		**(4,704)**	(21,187)	**(10,629)**	(30,727)	**(15,333)**	(51,914)
-Stage 3		**-**	-	**(1,810,462)**	(1,734,517)	**(1,810,462)**	(1,734,517)
		(119,952)	(99,691)	**(1,821,091)**	(1,765,244)	**(1,941,043)**	(1,864,935)
Advances - net of credit loss allowance		**12,310,352**	10,515,059	**238,824**	185,121	**12,549,176**	10,700,180

These include personal loans and house loans of Rs. 62.497 million (December 31,2024: 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% (December 31, 2024: 3% and 5%) respectively.

		September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
		(Rupees in '000)	
9.1	**Particulars of advances (gross)**		
	In local currency	**14,490,219**	12,565,115
	In foreign currencies	**-**	-
		14,490,219	12,565,115

9.2 Advances include Rs. 2,060 million (31 December 2024: Rs. 1,950 million) which have been placed under non-performing / Stage 3 status as detailed below:-

Category of Classification		Note	September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
			Non Performing Loans	Credit Loss Allowance	Non Performing Loans	Credit Loss Allowance
			(Rupees in '000)			
Domestic						
Other Assets Especially Mentioned (OAEM)			**133,924**	**10,629**	133,749	30,727
Substandard			**-**	**-**	-	-
Doubtful	Stage 3		**508,226**	**401,499**	288,755	228,117
Loss		9.2.1	**1,417,765**	**1,408,963**	1,527,861	1,506,400
			2,059,915	**1,821,091**	1,950,365	1,765,244

9.2.1 This includes security deposit against lease assets placed by the customer with the Company therefore no provision is recorded in accordance with prudential regulations and IFRS 9.

9.3 Particulars of credit loss allowance against advances

	September 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
	(Rupees in '000)							
Opening balance	**1,734,517**	**51,914**	**78,504**	**1,864,935**	2,022,738	18,218	172,335	2,213,291
Charge for the period / year	**181,506**	**4,704**	**55,609**	**241,819**	64,143	42,493	47,474	154,110
Reversals	**(105,561)**	**(41,285)**	**(18,865)**	**(165,711)**	(154,879)	(8,797)	(141,305)	(304,981)
	75,945	**(36,581)**	**36,744**	**76,108**	(90,736)	33,696	(93,831)	(150,871)
Amounts written off	**-**	**-**	**-**	**-**	(197,485)	-	-	(197,485)
Closing balance	**1,810,462**	**15,333**	**115,248**	**1,941,043**	1,734,517	51,914	78,504	1,864,935

9.3.1 Credit loss allowance for Stage 1 is Rs. 115.2 million and for Stage 2 is Rs. 15.3 million.

9.4 Particulars of credit loss allowance against advances

	September 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
	(Rupees in '000)							
In local currency	**1,810,462**	**15,333**	**115,248**	**1,941,043**	1,734,517	51,914	78,504	1,864,935
In foreign currencies	**-**	**-**	**-**	**-**	-	-	-	-
	1,810,462	**15,333**	**115,248**	**1,941,043**	1,734,517	51,914	78,504	1,864,935

9.5 Advances - Particulars of credit loss allowance

	September 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
	(Rupees in '000)					
9.5.1 Opening balance	**78,504**	**51,914**	**1,734,517**	172,335	18,218	2,022,738
New Advances	**55,609**	**-**	**-**	12,130	8,082	-
Advances derecognised or repaid	**(17,750)**	**(20,463)**	**(96,152)**	(137,527)	(4,476)	(155,094)
Transfer to stage 1	**-**	**-**	**-**	1,559	(4,321)	-
Transfer to stage 2	**(1,115)**	**4,704**	**-**	(3,778)	12,226	-
Transfer to stage 3	**-**	**(20,822)**	**172,097**	-	-	-
	36,744	**(36,581)**	**75,945**	(127,616)	11,511	(155,094)
Amounts written off / charged off	**-**	**-**	**-**	-	-	(197,485)
Changes in risk parameters	**-**	**-**	**-**	33,785	22,185	64,358
Other changes (to be specific)	**-**	**-**	**-**	-	-	-
Closing balance	**115,248**	**15,333**	**1,810,462**	78,504	51,914	1,734,517

9.5.2 Advances - Category of classification

Domestic		September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		---------- (Rupees in '000) ----------			
Performing	Stage 1	**12,285,037**	**(115,248)**	10,303,083	(78,504)
Underperforming	Stage 2	**279,191**	**(15,333)**	445,416	(51,914)
Non-Performing	Stage 3				
Substandard		**-**	**-**	-	-
Doubtful		**508,226**	**(401,499)**	288,755	(228,117)
Loss		**1,417,765**	**(1,408,963)**	1,527,861	(1,506,400)
		1,925,991	**(1,810,462)**	1,816,616	(1,734,517)
		14,490,219	**(1,941,043)**	12,565,115	(1,864,935)

	September 30 2025 (Un-audited)	December 31 2024 (Audited)
	----- (Rupees in '000) -----	

10. PROPERTY AND EQUIPMENT

Property and equipment	**518,575**	557,055

10.1 Additions to property and equipment

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

Property and equipment		
Furniture and fixtures	**384**	-
Electrical office and computer equipment	**7,266**	19,452
Vehicles	**-**	106,678
	7,650	126,130

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		
Furniture and fixtures	**3**	-
Electrical office and computer equipment	**61**	95
Vehicles	**-**	859
	64	954

11. INTANGIBLE ASSETS

Computer Softwares and Licenses	**109**	226
Capital Work in Progress	**12,008**	12,008
	12,117	12,234

12. DEFERRED TAX ASSETS

	(Un-audited)			
	At January 01 2025	Recognised in profit and loss account	Recognised in other comprehensive income	At September 30 2025
	---------- (Rupees in '000) ----------			
Deductible Temporary Differences on				
- Credit loss allowance against advances, off balance sheet, investment etc.	617,915	(98,488)	-	519,427
- Lease assets	80,946	130,490	-	211,436
- Others	2,468	122	-	2,590
	701,329	32,124	-	733,453
Taxable Temporary Differences on				
- Surplus on revaluation of investments	(96,509)	(2,260)	(21,609)	(120,378)
- Post retirement employee benefits	(2,926)	-	-	(2,926)
- Accelerated tax depreciation	(25,864)	(4,712)	-	(30,576)
	(125,299)	(6,972)	(21,609)	(153,880)
	576,030	25,152	(21,609)	579,573

12.1 Deferred tax asset of Rs. 218.11 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 37% due to management's expectation of the rate that deferred tax would be recovered in future.

	(Audited)			
	At January 01 2024	Recognised in profit and loss account	Recognised in other comprehensive income	At December 31 2024
	---------- (Rupees in '000) ----------			
Deductible Temporary Differences on				
- Credit loss allowance against advances, off balance sheet, etc.	407,482	210,433	-	617,915
- Lease assets	51,301	29,645	-	80,946
- Others	2,815	(347)	-	2,468
	461,598	239,731	-	701,329
Taxable Temporary Differences on				
- Surplus on revaluation of investments - net	(16,279)	(553)	(79,677)	(96,509)
- Post retirement employee benefits	(2,644)	(282)	-	(2,926)
- Accelerated tax depreciation	(1,512)	(24,352)	-	(25,864)
	(20,435)	(25,187)	(79,677)	(125,299)
	441,163	214,544	(79,677)	576,030

13. OTHER ASSETS

	Note	September 30 2025 (Un-audited)	December 31 2024 (Audited)
		----- (Rupees in '000) -----	
Income / Mark-up accrued in local currency - net of provision	13.1	1,004,533	842,745
Advances, deposits, prepayments and other receivables		132,150	93,606
Advance taxation (payments less provisions)		1,543,380	1,217,656
Receivable from defined benefits plan		10,091	10,091
Security deposits		1,583	1,583
		2,691,737	2,165,681
Less: Provision held against other assets		-	-
Other Assets - total		2,691,737	2,165,681

13.1 Mark-up suspended amounting to Rs. 2,477.0 million (31 December 2024: Rs. 2,300.5 million) included in provision against other asset, has been netted off against the markup receivable amount.

		September 30 2025 (Un-audited)	December 31 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	**970,969**	1,184,385
- Renewable Energy Facility (REF)	14.2	**523,838**	581,788
- Temporary Economic Refinance Facility (TERF)	14.3	**928,919**	1,072,080
- Financing Facility for Storage of Agriculture Produce (FFSAP)	14.4	**317,180**	368,892
		2,740,906	3,207,145
Borrowings from State Bank of Pakistan - open market operation	14.5	**-**	4,888,200
Total Borrowings from State Bank of Pakistan		**2,740,906**	8,095,345
Repurchase agreement borrowings	14.5	**5,461,783**	720,000
Term borrowings	14.6	**5,488,889**	5,383,333
Total Secured		**13,691,578**	14,198,678
Unsecured			
Call borrowings	14.7	**12,600,000**	9,600,000
Total Unsecured		**12,600,000**	9,600,000
		26,291,578	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 (December 31, 2024: 2.0% to 15%). These borrowings will mature by 2033 (December 31, 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 (December 31, 2024: 2.0% to 3.0%). These borrowings will mature by 2034 (December 31, 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 (December 31, 2024: 1.0%). These borrowings will mature by 2032 (December 31, 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 (December 31, 2024: 2.50%). These borrowings will mature by 2030 (December 31, 2024: 2030).

14.5 These carry mark-up at the rates ranging from 11.15% to 11.9% per annum (December 31, 2024: 13.11% to 13.25% per annum) and are secured against government securities having carrying amount of Rs. 5.408 billion & market value of Rs. 5.460 billion (December 31, 2024: carrying amount of Rs. 5.572 billion & market value of Rs. 5.621 billion). These borrowings will mature up to October 2025 (December 31, 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 11.1% to 11.9% (December 31, 2024: 13.10% to 13.25% per annum). These borrowings will mature up to October 2025 (December 31, 2024: January 2025).

	Note	September 30 2025 (Un-audited)	December 31 2024 (Audited)
		------------- (Rupees in '000) -------------	
15. DEPOSITS AND OTHER ACCOUNTS			
Customers			
Term deposits	15.2	**3,665,003**	2,608,141
Financial Institutions			
Term deposits	15.3	**2,121,869**	1,893,096
		5,786,872	4,501,237
15.1 Composition of deposits			
- Individuals	15.4	**841,883**	642,674
- Public Sector Entities		**500,000**	750,000
- Non-Banking Financial Institutions		**2,121,869**	1,893,096
- Private Sector		**2,323,120**	1,215,467
		5,786,872	4,501,237

15.2 The mark-up rates on these certificate of investments (COI) range between 10.60% to 16.50% per annum (December 31, 2024: 11.5% to 21.30% per annum). These COIs will mature up to July 2028 (December 31, 2024: December 2025).

15.3 The mark-up rates on these certificate of investments (COI) is 11.05% per annum (December 31, 2024:12.25% to 16.50% per annum). These COIs will mature up to December 2025 (December 31, 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 July 2028 (December 31, 2024: November 2027). The interest bearing deposits carry interest rates ranging between 10.6% to 16.50% per annum (December 31, 2024: 11.50% to 21.30% per annum).

	September 30 2025 (Un-audited)	December 31 2024 (Audited)
	-------------- (Rupees in '000) ----------	
16. OTHER LIABILITIES		
Mark-up / Return / Interest payable in local currency	**369,781**	380,228
Accrued expenses	**39,422**	19,962
Payable to an associated undertaking	**9,592**	11,855
Government levies payable	**78,816**	67,666
Provision for audit fee	**1,837**	1,998
Advance insurance premium on lease	**759**	751
Security deposits against finance lease	**785,832**	770,875
	1,286,039	**1,253,335**

17. SHARE CAPITAL

17.1 Authorised capital

September 30 2025 (Un-audited)	December 31 2024 (Audited)		September 30 2025 (Un-audited)	December 31 2024 (Audited)
(Number of shares)			(Rupees in '000)	
1,000,000,000	1,000,000,000	Ordinary shares of Rs. 10 each	**10,000,000**	10,000,000

17.2 Issued, subscribed and paid-up share capital

600,000,000	600,000,000	Fully paid in cash	**6,000,000**	6,000,000

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

	September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Number of shares held	**Percentage of shareholding**	Number of shares held	Percentage of shareholding
Name of shareholder				
Government of Pakistan	**300,000,000**	**50%**	300,000,000	50%
Iran Foreign Investment Company	**300,000,000**	**50%**	300,000,000	50%
	600,000,000	**100%**	600,000,000	100%

18. RESERVES

	September 30 2025 (Un-audited)	December 31 2024 (Audited)
	(Rupees in '000)	
Statutory reserve		
Opening balance	**1,327,571**	1,247,496
Transfer during the period / year	**91,763**	80,075
Closing balance	**1,419,334**	1,327,571

18.1 According to BPD Circular No. 15 dated May 31 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

	Note	**September 30 2025 (Un-audited)**	December 31 2024 (Audited)
		(Rupees in '000)	
Surplus / (deficit) on revaluation of			
- Securities measured at FVOCI - Debt	8.1	**384,675**	299,096
- Securities measured at FVOCI - Equity		**53,651**	78,298
		438,326	377,394
Deferred tax on surplus / (deficit) on revaluation of:			
- Securities measured at FVOCI - Debt		**(111,143)**	(86,722)
- Securities measured at FVOCI - Equity		**(6,975)**	(9,787)
		(118,118)	(96,509)
		320,208	280,885

		Note	September 30 2025 (Un-audited)	December 31 2024 (Audited)
			----------- (Rupees in '000) -----------	
20.	**CONTINGENCIES AND COMMITMENTS**			
	- Commitments		-	43,000
	- Other contingent liabilities	20.3	227,780	245,280
			227,780	288,280
20.1	**Direct credit substitutes**	20.1	-	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.

20.2 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.

20.3 Other contingent liabilities

20.4.1 The status of tax contingencies remains unchanged from the disclosure in Note 19.5 of the annual audited financial statements for the year ended December 31, 2024, except for the matter relating to super tax for Tax Year 2023. In February 2024, a notice under Section 4C of the Income Tax Ordinance, 2001 was issued, raising a demand of Rs. 73.103 million against the declared super tax of Rs. 23.266 million. The notice was challenged before the Islamabad High Court (IHC), which decided the matter in favor of the Company. The tax department subsequently filed an Intra-Court Appeal (ICA) against the IHC judgment; however, the matter now resides with the Supreme Court and is currently pending adjudication.

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.

		Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
			----------- (Rupees in '000) -----------	
23.	**MARK-UP / RETURN / INTEREST EARNED**			
	On loans and advances		**1,010,525**	1,169,844
	On investments		**2,754,091**	3,775,270
	On deposits with financial institutions		**4,356**	10,069
	On lendings to financial institutions		**191**	54
			3,769,163	4,955,237
23.1	**Interest income (calculated using effective interest rate method) recognised on:**			
	Financial assets measured at amortised cost;		**1,010,525**	1,169,844
	Financial assets measured at fair value through OCI.		**2,758,638**	3,785,393
			3,769,163	4,955,237
24.	**MARK-UP / RETURN / INTEREST EXPENSED**			
	Deposits		**453,786**	549,589
	Securities sold under repurchase agreements		**412,372**	167,911
	On borrowing from State Bank of Pakistan- Under financing facility			
	- Imported & Locally Manufactured Plant & Machinery (LTFF)		**22,250**	27,505
	- Temporary Economic Refinance Facility (TERF)		**7,479**	8,580
	- Renewable Energy (REF)		**12,163**	12,285
	- Financing Facility for Storage of Agriculture Produce (FFSAP)		**6,473**	6,184
	Borrowings from State Bank of Pakistan - open market operation		**548,387**	995,585
	Term Borrowing		**466,629**	682,561
	Clean Borrowing		**691,480**	1,277,703
	Staff Loans		**3,761**	-
			2,624,780	3,727,903
24.1	Interest expense calculated using effective interest rate method		**2,624,780**	3,727,903
25.	**FEE & COMMISSION INCOME**			
	Credit related fees		**23,072**	15,999
	Commission on guarantees		**370**	1,736
			23,442	17,735
26.	**GAIN ON SALE OF SECURITIES - NET**			
	Realised	26.1	**52,197**	7,045
	Unrealised - Measured at FVPL		**2,085**	(299)
			54,282	6,746
26.1	**Realised gain on:**			
	Shares		**52,197**	7,045

	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
	----------- (Rupees in '000) -----------	
26.2 Net gain / loss on financial assets / liabilities measured at FVPL:		
Mandatorily measured at FVPL	**52,197**	7,045
Net gain on investments in equity instruments designated at FVOCI	**84,156**	179,100
	136,353	**186,145**

27. OTHER INCOME

Other Income	**(1,497)**	(255)
(Loss) / gain on sale of property and equipment - net	**29**	3,646
	(1,468)	3,391

28. OPERATING EXPENSES

	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
Total compensation expense	**412,576**	291,504
Property expense		
Property taxes	**950**	464
Insurance	**6,715**	5,341
Utilities cost	**11,272**	11,580
Security (including guards)	**1,527**	1,386
Repair & maintenance (including janitorial charges)	**8,795**	7,919
Depreciation on owned assets	**37,247**	33,352
	66,506	60,042
Information technology expenses		
Software maintenance	**4,774**	4,429
Hardware maintenance	**2,915**	2,713
Depreciation	**8,817**	6,049
Amortisation	**117**	179
Network charges	**8,769**	7,828
Others	**1,058**	616
	26,450	21,814
Other operating expenses		
Directors' fees and allowances	**11,750**	10,875
Legal & professional charges	**9,251**	15,273
Travelling & conveyance	**21,270**	27,986
Training & development	**456**	301
Postage & courier charges	**199**	200
Communication	**1,290**	1,256
Stationery & printing	**1,492**	1,461
Marketing, advertisement & publicity	**214**	847
Auditors Remuneration	**2,920**	2,330
Commission and brokerage	**7,074**	3,201
Others	**5,702**	6,577
	61,618	71,322
	567,150	444,682

29. CREDIT LOSS ALLOWANCE & WRITE OFFS - NET	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		---------- (Rupees in '000) ----------	
Credit loss allowance / (reversal) against balances with other banks	7.0	**127**	(36)
(Reversal) / credit loss allowance for diminution in value of investments	8.3	**(11,587)**	192,996
Credit loss allowance / (reversal) against loans & advances	9.3	**76,109**	(434,755)
Other credit loss allowance / write offs		**-**	197,485
		64,649	(44,310)

30. Levies	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
Final tax	30.1	**43,540**	28,903

30.1 This represents final tax on dividend income, capital gains and return on investment on sukuk under section 5, 37A and 5AA 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. TAXATION	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		---------- (Rupees in '000) ----------	
Current		**108,924**	230,432
Prior period		**-**	(13,531)
Deferred		**(25,152)**	58,200
		83,772	275,101

32. BASIC & DILUTED EARNINGS PER SHARE	September 30, 2025	September 30, 2024
Profit for the period	**458,817**	523,312
	(Number of Shares in '000)	
Weighted average number of ordinary shares	**600,000**	600,000
Basic & diluted earnings per share	**1.02**	1.16

33. CASH AND CASH EQUIVALENTS	Note	September 30, 2025 (Un-audited)	September 30, 2024 (Un-audited)
		---------- (Rupees in '000) ----------	
Cash and balances with treasury bank	6	**278,011**	170,935
Balances with other banks	7	**490,413**	269,576
Add: Credit loss allowance held against balances with other banks	7	**311**	98
		768,735	440,609

34. 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.

34.1 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.

34.2 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

	September 30, 2025			
	(Un-audited)			
	Fair value			
	Level 1	**Level 2**	**Level 3**	**Total**
	(Rupees in 000)			
Financial assets measured at fair value				
Federal Government Securities	-	**22,528,958**	-	**22,528,958**
Shares in listed companies	**942,713**	-	-	**942,713**
Non Government Debt Securities	**1,256,131**	**2,782,579**	-	**4,038,710**
	2,198,844	**25,311,537**	-	**27,510,381**

	December 31, 2024			
	(Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	(Rupees in 000)			
Financial assets measured at fair value				
Federal Government Securities	-	20,263,196	-	20,263,196
Shares in listed companies	505,832	-	-	505,832
Non Government Debt Securities	2,006,801	3,147,452	-	5,154,253
	2,512,633	23,410,648	-	25,923,281

35. **SEGMENT INFORMATION**

Segment Details with respect to Business Activities	September 30, 2025 (Un-audited)				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Profit & Loss					
Net mark-up/return/profit	718,461	432,817	(10,266)	3,371	1,144,383
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	23,442		63,321	(1,468)	85,295
Total Income	741,903	432,817	53,055	1,903	1,229,678
Segment direct expenses	50,094	25,827	23,580	479,399	578,900
Inter segment expense allocation					-
Total expenses	50,094	25,827	23,580	479,399	578,900
Provisions	76,109	(11,587)	-	127	64,649
Profit before levies and taxation	615,700	418,577	29,475	(477,623)	586,129

	September 30, 2025 (Un-audited)				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Balance Sheet					
Cash & Bank balances	-	274,672	-	493,752	768,424
Investments	2,770,366	23,824,911	915,104	-	27,510,381
Net inter segment lending	-	-	-	-	-
Lendings to financial institutions	-	-	-	-	-
Advances - performing	12,247,855	-	-	62,497	12,310,352
Advances - non performing	238,824	-	-	-	238,824
Others	65,799	1,013,856	1,108	2,721,239	3,802,002
Total Assets	15,322,844	25,113,439	916,212	3,277,488	44,629,983
Borrowings	4,777,284	21,393,539	120,756	-	26,291,579
Subordinated debt	-	-	-	-	-
Deposits & other accounts	5,786,872	-	-	-	5,786,872
Net inter segment borrowing	-	-	-	-	-
Others	1,120,549	40,023	1,307	124,160	1,286,039
Total liabilities	11,684,705	21,433,562	122,063	124,160	33,364,490
Equity	3,638,139	3,679,877	794,149	3,153,328	11,265,493
Total Equity & liabilities	15,322,844	25,113,439	916,212	3,277,488	44,629,983
Contingencies & Commitments	-	-	-	227,780	227,780

	September 30, 2024 (Un-audited)				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
	(Rupees in '000)				
Profit & Loss					
Net mark-up/return/profit	925,311	320,821	-	(18,798)	1,227,334
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	17,735	-	58,344	3,391	79,470
Total Income	943,046	320,821	58,344	(15,407)	1,306,804
Segment direct expenses	50,655	20,966	18,429	372,425	462,475
Inter segment expense allocation	-	-	-	-	-
Total expenses	50,655	20,966	18,429	372,425	462,475
Provisions	(44,419)	145	-	(36)	(44,310)
Profit before levies and taxation	936,810	299,710	39,915	(387,796)	888,639

	December 31, 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

36. 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:

	September 30, 2025 (Un-audited)			December 31, 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	-	**(5,769)**	-	-	(8,190)	-
Closing balance	-	**36,032**	-	-	41,801	-
Other Assets						
Other receivable	-	-	**28,437**	-	-	28,168
Deposits and other accounts						
Opening balance	-	**136,342**	**2,173,546**	-	73,835	1,551,712
Received during the period / year	-	**1,407,723**	**5,191,372**	-	1,394,454	8,300,150
Withdrawn during the period / year	-	**(1,347,898)**	**(4,943,002)**	-	(1,331,947)	(7,678,316)
Closing balance	-	**196,167**	**2,421,916**	-	136,342	2,173,546
Other Liabilities						
Interest / mark-up payable	-	**1,205**	**66,685**	-	802	16,818
Other liabilities						
- bonus payable to Key Management	-	**4,493**	-	-	8,871	-
- payable to Iran Foreign Investment Company - associate	-	-	**9,592**	-	-	11,855

RELATED PARTY TRANSACTIONS	September 30, 2025 (Un-audited)			September 30, 2024 (Un-audited)		
	Directors	**Key management personnel**	**Other related parties**	Directors	Key management personnel	Other related parties
	---------- (Rupees in '000) ----------					
Income						
Mark-up / return / interest earned	-	**1,419**	-	-	1,591	-
Expense						
Mark-up / return / interest paid	-	**14,442**	**202,114**	-	18,117	287,566
Operating expenses						
Fees for Board & Committee Meeting	**11,750**	-	-	10,875	-	-
Managerial Remuneration	-	**130,385**	-	-	111,499	-
Cash Bonus / Awards		**47,076**		-	34,145	-
Rent & house maintenance	-	**21,901**	-	-	18,042	-
Utilities	-	**7,065**	-	-	4,940	-
Medical	-	**10,643**	-	-	9,136	-
Conveyance	-	**17,264**	-	-	14,736	-
Others	-	**502**	-	-	423	-
Contribution to the defined contribution plan	-	**9,430**	**4,864**	-	8,097	3,754
Charge for defined benefit plan	-	-	**13,843**	-	-	10,947

37. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	September 30 2025 (Un-audited)	December 31 2024 (Audited)
	---------- (Rupees in '000) ----------	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	**6,000,000**	6,000,000
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	**8,376,754**	7,455,982
Eligible Additional Tier 1 (ADT 1) Capital	**-**	-
Total Eligible Tier 1 Capital	**8,376,754**	7,455,982
Eligible Tier 2 Capital	**-**	-
Total Eligible Capital (Tier 1 + Tier 2)	**8,376,754**	7,455,982
Risk Weighted Assets (RWAs):		
Credit Risk	**15,056,041**	12,487,254
Market Risk	**1,885,427**	1,011,664
Operational Risk	**2,967,610**	2,967,610
Total	**19,909,078**	16,466,528

	September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Required	**Actual**	Required	Actual
Common Equity Tier 1 Capital Adequacy ratio (%)	**6.00%**	**42.08%**	6.00%	45.28%
Tier 1 Capital Adequacy Ratio (%)	**7.50%**	**42.08%**	7.50%	45.28%
Total Capital Adequacy Ratio (%)	**11.5%***	**42.08%**	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.

	September 30 2025 (Un-audited)	December 31 2024 (Audited)
	---------- (Rupees in '000) ----------	
Leverage Ratio (LR):		
Eligible Tier-1 Capital	**8,376,754**	7,455,982
Total Exposures	**46,617,153**	41,167,922
Leverage Ratio	**17.97%**	18.11%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	**17,910,372**	15,159,901
Total Net Cash Outflow	**13,251,940**	10,260,112
Liquidity Coverage Ratio (%)	**1.35**	1.48
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	**20,944,480**	17,769,062
Total Required Stable Funding	**16,723,566**	15,186,515
Net Stable Funding Ratio (%)	**125%**	117%

37.1 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.

38. GENERAL

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

38.2 The Pakistan Credit Rating Agency Limited (PACRA) as at June 20, 2025 has maintained the long term entity rating to AA (Double A) and the short term rating at A1+ (A one plus) of the Company.

38.3 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.

39. EVENTS AFTER THE REPORTING DATE

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

40. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 28th October 2025 by the Board of Directors of the Company.

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