



PAK BRUNEI INVESTMENT COMPANY LTD.

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE HALF YEAR AND QUARTER ENDED JUNE 30, 2026

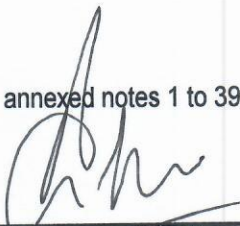
PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

(Audited)		(Audited)		
June 30, 2026	December 31, 2025	June 30, 2026	December 31, 2025	
----- US Dollar in '000 -----		Note	----- Rupees in '000 -----	
ASSETS				
2,013	4,471	6	560,789	1,245,464
1,756	3,639	7	489,065	1,013,551
-	-		-	-
326,258	379,006	8	90,879,060	105,572,314
111,524	105,938	9	31,064,982	29,509,016
275	320	10	76,520	89,232
318	158	11	88,595	43,975
5	12	12	1,428	3,377
901	629	13	251,054	175,095
24,218	28,581	14	6,745,957	7,961,158
606	606	15	168,903	168,904
467,874	523,360		130,326,353	145,782,086
Total Assets				
LIABILITIES				
-	-		-	-
400,762	438,228	16	111,632,209	122,068,464
171	-	17	47,500	-
323	212	18	90,043	59,124
-	-		-	-
-	-		-	-
11,449	28,203	19	3,189,340	7,856,150
412,705	466,643		114,959,092	129,983,738
55,169	56,717		15,367,261	15,798,348
NET ASSETS				
REPRESENTED BY				
21,540	21,540		6,000,000	6,000,000
11,003	10,406		3,064,909	2,898,531
17,853	18,479		4,972,872	5,147,203
4,765	6,284	20	1,327,192	1,750,385
55,161	56,709		15,364,973	15,796,119
8	8		2,288	2,229
55,169	56,717		15,367,261	15,798,348

CONTINGENCIES AND COMMITMENTS

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The annexed notes 1 to 39 and annexure I form an integral part of these consolidated financial statements.

				
Managing Director/ Chief Executive	Chief Financial Officer	Director	Director	Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE HALF YEAR AND QUARTER ENDED JUNE 30, 2026

Half year ended
June 30, June 30,
2026 2025
----- US Dollar in '000 -----

26,598	33,394	Mark-up / return / interest earned
22,885	28,546	Mark-up / return / interest expensed
3,713	4,848	Net mark-up / interest income
		Non mark-up / interest income
261	256	Fee and commission income
450	418	Dividend income
224	1,286	Gain on securities
2	-	Other income
937	1,960	Total non-markup / interest income
4,650	6,808	Total income
		Non mark-up / interest expenses
1,688	1,580	Operating expenses
-	-	Other charges
60	112	Workers' Welfare Fund
1,748	1,692	Total non mark-up / interest expenses
2,902	5,116	Profit before credit loss allowance
465	254	Credit loss allowance and write offs - net
2,437	4,862	Profit before levies and taxation
113	239	Levies
2,324	4,623	Profit before taxation
1,269	1,960	Taxation
1,055	2,663	Profit after taxation for the half year

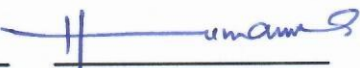
1,056	2,662	Attributable to:
1	1	Equity holders of the Holding Company
1,057	2,663	Non-controlling interest

----- USD -----
0.00176 0.00444
Basic and diluted earnings per share

Note	Half year ended		Quarter ended	
	June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
	----- Rupees in '000 -----			
22	7,408,809	9,302,008	3,823,595	3,642,570
23	6,374,562	7,951,472	3,302,216	3,293,190
	1,034,247	1,350,536	521,379	349,380
24	72,559	71,224	37,019	38,191
	125,100	116,406	37,900	32,734
25	62,167	358,169	9,834	365,627
26	706	3	706	3
	260,532	545,802	85,459	436,555
	1,294,779	1,896,338	606,838	785,935
27	470,086	440,131	229,663	216,310
28	16,650	31,063	14,832	15,344
	486,736	471,194	244,495	231,654
	808,043	1,425,144	362,343	554,281
29	129,160	70,727	(433,400)	(31,044)
	678,883	1,354,417	795,743	585,325
30	31,510	66,695	(14,093)	45,377
	647,373	1,287,722	809,836	539,948
31	353,354	546,078	105,013	442,432
	294,020	741,644	704,824	97,516
	293,961	741,581	704,798	97,479
	59	63	26	37
	294,020	741,644	704,824	97,516
	----- Rupees in '000 -----			
32	0.49	1.24	0.12	0.87

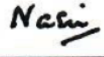
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**Managing Director/
Chief Executive**


Chief Financial Officer


Director

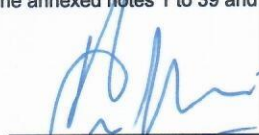

Director

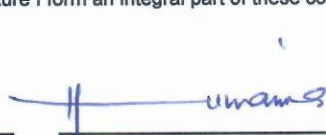

Director

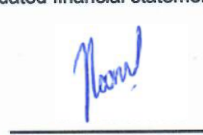
PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE HALF YEAR AND QUARTER ENDED JUNE 30, 2026

Half year ended		Note	Half year ended		Quarter ended	
June 30,	June 30,		June 30,	June 30,	June 30,	June 30,
2026	2025		2026	2025	2026	2025
----- US Dollar in '000 -----			----- Rupees in '000 -----			
1,056	2,662		293,961	741,581	704,798	97,479
1	1		59	63	26	37
1,057	2,663		294,020	741,644	704,824	97,516
Profit after taxation for the half year attributable to:						
Equity holders of the Holding Company						
Non-controlling interest						
Other comprehensive loss						
<i>Items that may be reclassified to consolidated profit and loss account in subsequent periods:</i>						
(1,294)	1,405	20.1	(360,481)	391,554	49,901	801,937
-	-		-	-	-	-
<i>Items that will not be reclassified to consolidated profit and loss account in subsequent periods:</i>						
-	-		-	-	-	-
(225)	546.00		(62,712)	152,012	(45,701)	169,023
(7)	(95.00)		(1,914)	(26,553)	(8,672)	(33,311)
(469)	4,519		(131,087)	1,258,657	700,352	1,035,165
Total comprehensive income						

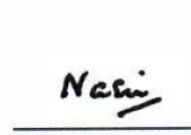
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**Managing Director/
Chief Executive**


Chief Financial Officer


Director


Director


Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2026

	Share capital	Capital reserve Statutory reserve *	Revenue reserve General reserve **	(Deficit) / surplus on revaluation of assets	Unappropriated profit	Non-controlling interest	Total
	Rupees in '000						
Opening Balance as at January 01, 2025	6,000,000	2,112,191	400,000	583,165	3,948,804	2,260	13,046,420
Comprehensive income for the period							
Profit after taxation for the period ended June 30, 2025	-	-	-	-	741,581	63	741,644
Other comprehensive income - net of tax							
- Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	(26,553)	-	(26,553)
- Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	391,554	-	-	391,554
- Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	152,012	-	-	152,012
	-	-	-	543,566	715,028	63	1,258,657
Transfer to statutory reserve	-	166,378	-	-	(166,378)	-	-
Final cash dividend paid for the year ended December 31, 2024 @ Re. 0.50 per share	-	-	-	-	(300,000)	-	(300,000)
Dividend payout by Awwal Corporate Restructuring Company Limited @ Rs. 0.5 per share	-	-	-	-	-	(125)	(125)
Balance as at July 01, 2025	6,000,000	2,278,569	400,000	1,126,731	4,197,454	2,198	14,004,952
Comprehensive income for the year							
Profit after taxation for the year ended December 31, 2025	-	-	-	-	1,169,400	31	1,169,431
Other comprehensive income - net of tax							
- Remeasurement loss on defined benefit obligation - net of tax	-	-	-	-	(323)	-	(323)
- Gain on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	634	-	634
- Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	125,311	-	-	125,311
- Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	498,343	-	-	498,343
	-	-	-	623,654	1,169,711	31	1,793,396
Transfer to statutory reserve	-	219,962	-	-	(219,962)	-	-
Balance as at January 01, 2026	6,000,000	2,498,531	400,000	1,750,385	5,147,203	2,229	15,798,348
Comprehensive income for the period							
Profit after taxation for the period ended June 30, 2026	-	-	-	-	293,961	59	294,020
Other comprehensive income - net of tax							
- Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	(1,914)	-	(1,914)
- Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(360,481)	-	-	(360,481)
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	(62,712)	-	-	(62,712)
	-	-	-	(423,193)	292,047	59	(131,087)
Transfer to statutory reserve	-	166,378	-	-	(166,378)	-	-
Final cash dividend paid for the year ended December 31, 2025 @ Re. 0.50 per share	-	-	-	-	(300,000)	-	(300,000)
Closing Balance as at June 30, 2026	6,000,000	2,664,909	400,000	1,327,192	4,972,872	2,288	15,367,261

* This reserve is created under the requirement of section of 42(2) of SBP Act, 1956.

** This reserve is created under the requirement of Companies Act, 2017 for future losses (if any) and other contingencies.

The annexed notes 1 to 39 and annexure I form an integral part of these consolidated financial statements.

Managing Director /
Chief Executive

Chief Financial
Officer

Director

Director

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE HALF YEAR ENDED JUNE 30, 2026

Half year ended	
June 30, 2026	June 30, 2025
----- US Dollar in '000 -----	

2,437	4,862
449	418
1,988	4,444

60	57
108	79
7	9
60	112
464	254
17	9
(3)	(1)
(55)	31
658	550
2,646	4,994

-	-
(2,668)	6,735
(6,042)	(12,332)
4,040	9,803
(4,670)	4,206

(37,466)	(224,387)
171	(2,954)
111	(18)
(16,847)	(8,231)
(54,031)	(235,590)
-	-
(113)	(239)
(316)	(874)
(56,484)	(227,503)

53,052	226,051
450	418
(15)	(32)
(269)	-
(1)	-
3	1
53,220	226,438

(1,077)	(1,078)
-	(1)
(1,077)	(1,079)
(4,341)	(2,144)
8,110	6,601
3,769	4,457

CASH FLOWS FROM OPERATING ACTIVITIES

Profit before levies and taxation
Less: Dividend income

Adjustments:

Depreciation
Depreciation for Right-of-Use Assets
Amortisation
Provision for Workers' Welfare Fund
Credit loss allowance and write offs - net
Interest expense - lease liability against right-of-use assets
Gain on sale of fixed assets
Unrealized loss on revaluation of investments classified as FVPL

(Increase) / decrease in operating assets

Lendings to financial institutions
Net investments in securities held at fair value as classified through profit or loss
Advances
Others assets (excluding advance taxation)

Increase/ (decrease) in operating liabilities

Borrowings from financial institutions
Deposits
Lease liability
Other liabilities (excluding current taxation, lease liability and WWF)

Workers' Welfare Fund paid

Levies paid

Taxes paid

Net cash used in operating activities

CASH FLOWS FROM INVESTING ACTIVITIES

Net investments in securities classified as fair value through other comprehensive income
Dividends received
Investments in property and equipment
Right-of-use assets
Investments in operating intangible assets
Proceeds from sale of fixed assets

Net cash generated / (used) in investing activities

CASH FLOWS FROM FINANCING ACTIVITIES

Dividend paid to equity shareholders of the Holding Company
Dividend paid to non-controlling interests

Net cash used in financing activities

Increase / (decrease) in cash and cash equivalents

Cash and cash equivalents at beginning of the year

Cash and cash equivalents at end of the half year

Half year ended	
June 30, 2026	June 30, 2025
----- Rupees in '000 -----	

678,883	1,354,417
125,100	116,406
553,783	1,238,011

27	16,644	15,666
27	30,117	22,124
27	2,041	2,529
28	16,650	31,063
29	129,160	70,727
23	4,701	2,458
26	(706)	(3)
25	(15,429)	8,510
	183,178	153,074
	736,961	1,391,085

-	-
(743,257)	1,875,769
(1,683,057)	(3,435,000)
1,125,381	2,730,752
(1,300,933)	1,171,521

(10,436,255)	(62,503,036)
47,500	(822,787)
30,919	(4,932)
(4,692,382)	(2,293,041)
(15,050,218)	(65,623,796)
-	-
(31,510)	(66,695)
(88,117)	(243,405)
(15,733,817)	(63,371,290)

14,777,611	62,966,363
125,100	116,406
(3,986)	(8,706)
(74,737)	-
(92)	-
760	101
14,824,656	63,074,164

(300,000)	(300,000)
-	(125)
(300,000)	(300,125)
(1,209,161)	(597,251)
2,259,018	1,838,806
1,049,857	1,241,555

The annexed notes 1 to 39 and annexure I form an integral part of these consolidated financial statements.

Managing Director/
Chief Executive

Chief Financial Officer

Director

Director

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED JUNE 30, 2026

1 STATUS AND NATURE OF BUSINESS

The "Group" consists of:

Holding Company

Pak Brunei Investment Company Limited (the Holding Company) is a Development Finance Institution (DFI) which was incorporated in Pakistan as an unlisted public limited Company on November 28, 2006 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The State Bank of Pakistan (SBP) granted the approval for commencement of business with effect from August 20, 2007. The Holding Company is a joint venture between the Government of Pakistan (GoP) and the Brunei Investment Agency (BIA). The Holding Company's objectives inter alia include making investments in the industrial and agro-based industrial fields in Pakistan on a commercial basis through carrying out industrial and agro-based industrial projects and marketing of their products in Pakistan and abroad and to undertake other feasible business and to establish and acquire companies to conduct various businesses. The registered office of the Holding Company is situated at Horizon Vista, Plot no. Commercial 10, Block 4, Scheme 5, Clifton, Karachi, Pakistan. The Holding Company is in operation with 3 offices (2025: 2) one located in Karachi and the others in Lahore and Multan.

Subsidiaries

- Primus Leasing Limited (PLL) - 100% holding

Primus Leasing Limited ("PLL") was incorporated in Pakistan as a public unlisted company on July 13, 2017 under the Companies Act, 2017. The registered office of PLL is situated at Horizon Vista, Commercial-10, Block-4, Scheme-5, Clifton, Karachi. The PLL is licensed to carry out leasing business as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP). PLL has two offices with one located in Karachi and the other in Lahore.

The principal objective of PLL is to carry on and undertake the business of leasing of movable property for any purpose whatsoever including but not being limited to industrial, commercial, agricultural and other development purposes on such terms, covenants and conditions and at such rentals as may be deemed fit.

- Awwal Corporate Restructuring Company Limited - 99.78% holding

Awwal Corporate Restructuring Company Limited (ACRCL) is an unlisted public limited company incorporated, under the Companies Act 2017, on December 24, 2021. The registered office of Awwal Corporate Restructuring Company Limited is situated at 3rd floor, Horizon Vista, Plot No. Commercial 10, Block No. 4, Scheme No.5, Clifton, Karachi.

The principal activity of ACRCL is to conduct business as per Corporate Restructuring Act 2016 and Corporate Restructuring Rules 2019 notified by the Securities & Exchange Commission of Pakistan (SECP).

2 BASIS OF PRESENTATION

2.1 These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

2.2 Statement of compliance

These consolidated financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan. These comprise of:

- International Financial Reporting Standards (IFRSs) 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 Banking Companies Ordinance, 1962;
- 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) from time to time.

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017, or the directives issued by the SBP and the SECP differ with the requirements of IFRSs or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

2.3 The disclosures made in these consolidated 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 preceding to profit before taxation to comply with requirements of IAS 37, IFRS 21 and guide on IAS 12 issued by Institute of Chartered Accountants of Pakistan (ICAP). These consolidated 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 consolidated financial statements for the year ended December 31, 2025.

2.4 Critical accounting estimates and judgments

The preparation of the consolidated financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires the management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires the management to exercise judgment in the application of its accounting policies. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of revision and future periods if the revision affects both current and future periods.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future period if the revision affects both current and future periods.

3 BASIS OF MEASUREMENT

3.1 Accounting convention

These consolidated financial statements have been prepared under the historical cost convention except for the following:

- Non-current assets classified as held for sale are valued at lower of carrying amount and fair value less cost to sell;
- Certain investments are marked to market and carried at fair value;
- Obligation in respect of staff retirement benefit is carried at present value of defined benefit obligation; and
- Lease liability against right-of-use assets is carried at present value of rentals.

3.2 US Dollar equivalent

The US dollar amounts shown in the consolidated statement of financial position, consolidated statement of profit and loss account, consolidated statement of comprehensive income and consolidated cash flow statement are provided as additional information solely for the convenience of users of the consolidated financial statements. For the purpose of conversion to US Dollars, the rate of Rs. 278.55 to US Dollars has been used for 2026 and 2025 as it was the prevalent rate on June 30, 2026.

3.3 Functional and presentation currency

Items included in the consolidated financial statements are measured using the currency of the primary economic environment in which the Group operates. These consolidated financial statements are presented in Pakistan Rupee which is the Group's functional and presentation currency.

4 MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies adopted in the preparation of these consolidated financial statements are consistent with those of the previous financial year.

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the unconsolidated financial statements for the year ended December 31, 2025.

	Note	(Un-Audited) June 30, 2026	(Audited) December 31, 2025
		----- Rupees in '000 -----	
6 CASH AND BALANCES WITH TREASURY BANKS			
Cash in hand		182	9
With State Bank of Pakistan in:			
Local currency current account	6.1	560,607	1,245,455
Less: Credit loss allowance held against cash and balances with treasury banks		-	-
Cash and balances with treasury banks - net of credit loss allowance		<u>560,789</u>	<u>1,245,464</u>

- 6.1 This includes the minimum cash reserve required to be maintained with the SBP in accordance with the requirement of BSD Circular No. 04 dated May 22, 2004.

	Note	(Un-Audited) June 30, 2026	(Audited) December 31, 2025
		----- Rupees in '000 -----	
7 BALANCES WITH OTHER BANKS			
In Pakistan			
Cash in hand		-	-
In current accounts		60,249	3,949
In deposit accounts	7.1	428,820	1,009,605
Less: Credit loss allowance held against balances with other banks		(3)	(3)
Balances with other banks - net of credit loss allowance		<u>489,065</u>	<u>1,013,551</u>

- 7.1 These carry mark-up rate of 5.00% to 10.00% per annum (December 31, 2025: 4.00% to 10.00% per annum).

8 INVESTMENTS

8.1 Investments by type:

June 30, 2026 (Un-audited)				December 31, 2025 (Audited)			
Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value

Note ----- Rupees in '000 -----

FVTPL

Federal government securities	605,849	-	(48)	605,801	-	-	-	-
Non Government debt securities	2,188,479	-	(10,575)	2,177,904	2,188,479	-	(37,575)	2,150,904
Shares	313,900	-	(5,436)	308,464	176,492	-	6,087	182,579
	3,108,228	-	(16,059)	3,092,169	2,364,971	-	(31,488)	2,333,483

FVOCI

Federal government securities	84,477,319	-	746,648	85,223,967	98,831,116	-	1,337,601	100,168,717
Non-government debt securities	674,540	(183,139)	-	491,401	865,308	(185,293)	-	680,015
Shares	909,208	-	1,162,315	2,071,523	1,144,168	-	1,245,931	2,390,099
	86,061,067	(183,139)	1,908,963	87,786,891	100,840,592	(185,293)	2,583,532	103,238,831

Total investments

	89,169,295	(183,139)	1,892,904	90,879,060	103,205,563	(185,293)	2,552,044	105,572,314
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* The Holding Company has shares of Pakistan Mercantile Exchange Limited which were acquired at a cost of Rs. 21.3 million were fully provided, On adoption of IFRS 9, the cost has been net off by provision.

* The Holding Company holds unlisted non-convertible redeemable preference shares issued by Agritech Limited (AGL) to settle the outstanding principal of Rs. 53.124 million on Term Finance Certificates (TFCs) held by the Company which are fully provided. These shares were issued as part of a rehabilitation plan under a Scheme of Arrangement sanctioned by the Lahore High Court via its order dated June 3, 2022.

8.1.1 This includes privately placed Corporate Sukuks and Term Finance Certificates (TFCs) amounting to Rs. 1,835.31 million (December 31, 2025: Rs. 2,091 million) which are carried at cost as their market value is not readily available from Mutual Fund Association of Pakistan (MUFAP).

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
	Note	----- Rupees in '000 -----	
8.2 Investments given as collateral			
Pakistan Investment Bonds	8.2.1	41,235,048	34,022,600
Treasury bills	8.2.1	10,257,105	-
Term finance / sukuks certificates	8.2.2	569,776	569,790
Ordinary shares		225,907	472,568
		52,287,836	35,064,958

8.2.1 These carry Pakistan Investment Bonds carry mark-up ranging between 11.54% to 13.79% (December 31, 2025: 7.94% to 13%) per annum on a semi-annual basis and will mature within 2 years (December 31, 2025: 14 years). Market Treasury Bills carry effective yield of 11.6% (December 31, 2025: 10.5% to 10.6%) per annum and will mature in 12 months. (December 31, 2025: 12 months).

8.2.2 These carry mark-up ranging between 12.69% to 13.54% (December 31, 2025: 12.18% to 12.43%) and are due to mature latest by April 23, 2028 (December 31, 2025: April 23, 2028)

	(Un-audited) June 30, 2026	(Audited) December 31, 2025
	----- Rupees in '000 -----	
8.3 Credit loss allowance for diminution in value of investments		
8.3.1 Opening balance	185,293	227,786
Charge / (reversals)		
Charge for the period / year	-	-
Reversals for the period / year	(2,154)	(42,493)
	(2,154)	(42,493)
Closing balance	183,139	185,293

8.3.2 Particulars of credit loss allowance against debt securities

		June 30, 2026 (Un-audited)		December 31, 2025 (Audited)	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Domestic		----- Rupees in '000 -----			
Performing	Stage 1	84,954,515	38	99,426,943	46
Underperforming	Stage 2	17,468	3,225	21,835	5,006
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		179,876	179,876	247,646	180,241
		179,876	179,876	247,646	180,241
Total		85,151,859	183,139	99,696,424	185,293

9 ADVANCES

	Performing		Non-performing		Total	
	June 30, 2026	December 31, 2025	June 30, 2026	December 31, 2025	June 30, 2026	December 31, 2025
----- Rupees in '000 -----						
Loans, cash credits, running finances, etc.	26,830,845	26,204,831	1,303,818	1,119,825	28,134,663	27,324,656
Islamic financing and related assets	4,157,640	3,284,590	411,937	411,937	4,569,577	3,696,527
Advances - gross	30,988,486	29,489,421	1,715,755	1,531,762	32,704,240	31,021,183
Credit loss allowance against advances						
-Stage 1	105,313	97,389	-	-	105,313	97,389
-Stage 2	168,447	134,298	-	-	168,447	134,298
-Stage 3	-	-	1,365,498	1,280,480	1,365,498	1,280,480
	273,760	231,687	1,365,498	1,280,480	1,639,258	1,512,167
Advances - net of credit loss allowance	30,714,726	29,257,734	350,257	251,282	31,064,982	29,509,016

9.1 Particulars of advances (gross)

	(Un-Audited) June 30, 2026	(Audited) December 31, 2025
----- Rupees in '000 -----		
In local currency	32,704,240	31,021,183
In foreign currencies	-	-
	32,704,240	31,021,183

9.2 Advances include Rs. 1,715.755 million (December 31, 2025: Rs. 1,531.762 million) which have been placed under the non-performing status.

	(Un-Audited) June 30, 2026		Audited December 31, 2025	
	Non performing loans	Provision	Non performing loans	Provision
----- Rupees in '000 -----				
Category of classification in stage 3				
Domestic				
Other Assets Especially Mentioned	35,639	9,760	37,213	14,062
Substandard	165,033	38,034	85,845	23,964
Doubtful	118,054	69,510	43,236	18,456
Loss	1,397,028	1,248,195	1,365,469	1,223,999
Total	1,715,755	1,365,498	1,531,762	1,280,480

9.2.1 The 'Other assets especially mentioned' category pertains to small enterprise finance.

9.3 Particulars of credit loss allowance against advances

	30 June 2026 (Unaudited)				December 31, 2025 (Audited)			
	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
----- Rupees in '000 -----								
Opening balance	1,280,480	134,298	97,389	1,512,167	1,169,550	22,497	68,629	1,260,676
Charge for the period	108,936	60,499	41,454	210,889	155,974	159,021	28,760	343,755
Reversals during the period	(23,918)	(26,351)	(33,530)	(83,798)	(45,044)	(47,220)	-	(92,264)
	85,018	34,149	7,924	127,091	110,930	111,801	28,760	251,491
Amount written off	-	-	-	-	-	-	-	-
Closing balance	1,365,498	168,447	105,313	1,639,258	1,280,480	134,298	97,389	1,512,167

Stage 1 comprises of Exposure At Default (EAD) which includes principal and markup amounting to Rs. 29,347 million and ECL of Rs. 105.313 million and stage 2 comprises of EAD (principal plus markup) amounting to Rs. 2,078 million and ECL of Rs. 168.447 million.

Forced Sale Value (FSV) benefit amounting to Rs. 66.925 million (December 31, 2025: Rs. 100.38 million) is available with the Company against certain mortgaged properties held as collateral against non-performing advances. However, the same has not been considered while computing credit loss allowance as at period end as credit loss allowance has been computed under IFRS 9 - Financial Instruments.

9.4 Particulars of credit loss allowance

9.4.1 Exposure

	(Un-Audited)				(Audited)			
	June 30, 2026				December 31, 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000							
Gross carrying amount - opening	28,137,418	1,352,003	1,531,762	31,021,183	22,362,780	1,285,836	1,465,029	25,113,645
New advances	16,027,907	452,498	-	16,480,405	23,375,458	238,256	-	23,613,714
Advances derecognised or repaid	(14,358,383)	(362,660)	(76,304)	(14,797,347)	(17,399,530)	(240,137)	(66,508)	(17,706,176)
Transfer to stage 1	353,461	(353,461)	-	-	148,750	(126,771)	(21,979)	-
Transfer to stage 2	(796,414)	796,414	-	-	(208,143)	211,850	(3,708)	-
Transfer to stage 3	(207,600)	(52,697)	260,297	-	(141,897)	(17,031)	158,928	-
	1,018,971	480,093	183,993	1,683,057	5,774,638	66,167	66,733	5,907,538
Amounts written off / charged off	-	-	-	-	-	-	-	-
Closing balance	29,156,388	1,832,097	1,715,755	32,704,240	28,137,418	1,352,003	1,531,762	31,021,183

9.4.2 Credit loss allowance

	(Un-Audited)				(Audited)			
	June 30, 2026				December 31, 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000							
Opening balance	97,389	134,298	1,280,480	1,512,167	68,629	22,497	1,169,550	1,260,676
New Advances	35,011	35,629	-	70,640	51,930	28,221	-	80,151
Advances derecognised or repaid	(17,504)	(110,717)	(28,413)	(156,634)	(32,756)	(3,457)	(34,869)	(71,082)
Transfer to stage 1	1,589	(1,589)	-	-	647	(525)	(122)	-
Transfer to stage 2	(5,222)	5,222	-	-	(2,285)	2,405	(120)	-
Transfer to stage 3	(5,039)	(1,308)	6,347	-	(3,424)	(362)	3,786	-
	8,835	(72,763)	(22,066)	(85,994)	14,111	26,282	(31,325)	9,069
Amounts written off / charged off	-	-	-	-	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	(911)	106,912	107,084	213,085	14,649	85,519	142,254	242,422
Closing balance	105,313	168,447	1,365,498	1,639,258	97,389	134,298	1,280,479	1,512,167

9.5 Advances - Credit loss allowance details

	(Un-Audited)				(Audited)			
	June 30, 2026				December 31, 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000							
Outstanding gross exposure								
Performing - Stage 1	29,156,389	-	-	29,156,389	28,137,418	-	-	28,137,418
Under Performing - Stage 2	-	1,832,097	-	1,832,097	-	1,352,003	-	1,352,003
Non-performing - Stage 3								
Other Assets Especially Mentioned	-	-	35,639	35,639	-	-	37,213	37,212
Substandard	-	-	165,033	165,033	-	-	85,845	85,845
Doubtful	-	-	118,054	118,054	-	-	43,236	43,236
Loss	-	-	1,397,028	1,397,028	-	-	1,365,469	1,365,469
	-	-	1,715,754	1,715,754	-	-	1,531,762	1,531,762
Total	29,156,389	1,832,097	1,715,754	32,704,240	28,137,418	1,352,003	1,531,762	31,021,183
Corresponding ECL								
Stage 1 and stage 2	105,313	168,447	-	273,760	97,389	134,298	-	231,687
Stage 3	-	-	1,365,498	1,365,498	-	-	1,280,480	1,280,480
	29,051,076	1,663,650	350,256	31,064,982	28,040,029	1,217,705	251,282	29,509,016

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
	Note	----- Rupees in '000 -----	
10 PROPERTY AND EQUIPMENT			
Property and equipment		45,107	52,857
Capital work in progress	10.1	-	-
Ijara assets		31,413	36,375
		76,520	89,232
10.1 Capital work-in-progress			
Civil works		-	-
11 RIGHT-OF-USE ASSETS			
At January 01,			
Cost		221,992	191,166
Accumulated Depreciation		(178,017)	(118,174)
Net Carrying amount at January 01,		43,975	72,992
Additions / reassessment during the period / year		74,737	30,826
Deletions during the period / year		-	-
Reclassified to asset held for sale		-	-
Depreciation Charge for the period / year		(30,117)	(59,843)
Net Carrying amount at June 30, 2026 / December 31, 2025		88,595	43,975
12 INTANGIBLE ASSETS			
Intangible assets		1,428	3,377
Capital work-in-progress		-	-
		1,428	3,377

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
		----- Rupees in '000 -----	
13	DEFERRED TAX ASSETS		
	Deductible temporary differences on		
	- Provision for diminution in the value of investments	92,143	92,983
	- Provision against advances, other assets, etc.	623,277	579,185
	- Unrealised loss on debt investments (FVPL)	4,124	14,654
	- Impairment in equity Investment	13,281	
	- Amortisation of (discount) / premium on investment	64,211	246,964
	- Accelerated tax depreciation	3,899	(498)
	- Lease liability against right-of-use asset	34,308	21,227
	- Provision for off balance sheet obligations	17,646	15,999
	- Provision for bonus	11,753	29,250
	- Payable against post retirement employee benefits	5,234	3,115
	- Surplus on equity investment - FVPL	1,359	(1,522)
	- Minimum tax liability u/s 113	92,050	92,050
	- Ijara assets	(1,449)	-
		961,837	1,093,408
	Taxable temporary differences on		
	- Net investment in finance lease	(93,071)	(68,862)
	- Right-of-use assets	(34,075)	(15,765)
	- Surplus on revaluation of securities measured at FVOCI - Equity	(290,579)	(311,483)
	- Surplus on revaluation of securities measured at FVOCI - Debt	(291,193)	(521,664)
	- Remeasurement loss on defined benefit plan	(1,865)	(539)
		(710,783)	(918,313)
		251,054	175,095
14	OTHER ASSETS		
	Income / mark-up accrued in local currency	1,801,140	2,702,763
	Advances, deposits, advance rent and other prepayments	67,999	97,507
	Advance taxation (payments less provisions)	4,879,339	4,969,159
	Receivable against sale of shares	-	192,945
	Lease receivable against IFRS 16	-	4,005
		6,751,178	7,966,379
	Less: Provision held against other assets	(5,221)	(5,221)
		6,745,957	7,961,158
15	ASSETS CLASSIFIED AS HELD-FOR-SALE		
	Land, building and machinery acquired from:		
	Lion Steel Industries (Private) Limited	15.1	168,904
	Total assets classified as held-for-sale		168,904
15.1	These assets comprise of land, building and machinery which had been classified as 'non-current assets as held for sale' as at December 31, 2021. The Company acquired these assets through the settlement of outstanding principal and mark-up amounting to Rs. 135 million and Rs. 34 million respectively. Although a sale agreement was executed in June 2022, the disposal has not yet been finalized due to ongoing property related dispute that is beyond management's control. The Company remains committed to completing the sale and continues to actively pursue its disposal, which is expected to be concluded in the near future.		

		(Un-audited) June 30, 2026 ----- Rupees in '000 -----	Audited December 31, 2025
16	BORROWINGS		
	Secured		
	Borrowings from State Bank of Pakistan under:		
	- Long-Term Finance Facility (LTFF) scheme	16.2 1,208,229	1,518,989
	- Power Plants Using Renewable Energy (PPRE) scheme	16.3 81,494	96,822
	- Temporary Economic Refinance Facility (TERF)	16.4 498,414	548,012
	- Finance for Storage of Agriculture Produce (FSAP) scheme	16.5 682,042	764,260
	- Credit Guarantee (CGS) Scheme	16.6 340,543	347,645
	- Special Persons (SP) Scheme	16.7 1,300	1,730
	- Working Capital (WCF) Scheme	16.8 563,375	1,443,841
	- Balancing, Modernisation & Replacement (BMR) scheme	16.9 1,310,153	1,456,873
		4,685,550	6,178,172
	Repurchase agreement borrowings	16.10 51,341,144	33,980,400
	Borrowings from banks	16.11 17,996,666	17,343,333
	Total secured	74,023,360	57,501,905
	Unsecured		
	Letters of placement:	16.12 37,608,849	64,566,559
		111,632,209	122,068,464
16.1	Particulars of borrowings with respect to currencies		
	In local currency	111,632,209	122,068,464
	In foreign currencies	-	-
		111,632,209	122,068,464
16.2	The Company has entered into agreements for financing with the SBP for Long-Term Financing under export oriented projects to customers. According to the terms of the respective agreements, the SBP has the right to receive the outstanding amount from the Company at the due date by directly debiting the current account maintained by the Company with the SBP. The rate of return ranges from 2% to 11% per annum (December 31, 2025: 2% to 11% per annum). These are secured against demand promissory notes and are repayable within 5 years (December 31, 2025: 6 years).		
16.3	These borrowings have been obtained from the SBP under a scheme for financing renewable energy power plants to promote renewable energy projects in the country. These carry mark-up at rates ranging from 2.00% to 3.00% per annum (December 31, 2025: 2.00% to 3.00% per annum) and are due to mature latest by July, 2029 (December 31, 2025: July 2029). As per the terms of the agreement, the Company has granted the SBP a right to recover the outstanding amount from the Company at the respective date of maturity of finances by directly debiting the current account of the Company maintained with the SBP.		
16.4	These represent borrowings from the SBP under scheme for temporary economic refinance facility. The mark-up rate applicable on these facilities is 1% to 2% per annum (December 31, 2025: 1% to 2% per annum) payable on quarterly basis, with maturities upto May, 2032 (December 31, 2025: May 2032). As per the terms of the agreement, the Company has granted the SBP a right to recover the outstanding amount from the Company at the respective date of maturity of finances by directly debiting the current account of the Company maintained with the SBP.		
16.5	These borrowings have been obtained from the SBP under a scheme for financing the storage of agricultural produce to encourage the private sector to establish silos, warehouses and cold storages. These carry mark-up at rate of 2% to 4% per annum (December 31, 2025: 2% to 4% per annum) and are due to be matured by February, 2032 (December 31, 2025: February, 2032)		
16.6	These represent borrowings from the SBP under scheme for refinance and credit guarantee schemes. The mark-up rate applicable on these facilities is 0% per annum (December 31, 2025: 0% per annum) payable on quarterly basis, with maturities upto December 2030 (December 31, 2025: November, 2030). As per the terms of the agreement, the Company has granted the SBP a right to recover the outstanding amount from the Company at the respective date of maturity of finances by directly debiting the current account of the Company maintained with the SBP.		

- 16.7** These represent financing facilities to special persons to meet credit needs for setting up of new business enterprises or for expansion of existing ones and claim refinance from State Bank of Pakistan up to 100% of finance extended by them. The spread is capped at 5% per annum (December 31, 2025: 5% per annum) by SBP whereas SBP's refinance rate for this facility is 0% per annum (December 31, 2025: 0% per annum) with maturities upto September, 2029 (December 31, 2025: September, 2029). In case of default of the counterparty, upto 60% of principal is covered by SBP. As per the terms of the agreement, the Company has granted the SBP a right to recover the outstanding amount from the Company at the respective date of maturity of finances by directly debiting the current account of the Company maintained with the SBP.
- 16.8** These represent borrowings from the SBP under scheme for working capital facilities. The mark-up rate applicable on these facilities is 2% per annum (December 31, 2025: 2% per annum) payable on quarterly basis, with maturities upto December, 2030 (December 31, 2025: September, 2030). As per the terms of the agreement, the Company has granted the SBP a right to recover the outstanding amount from the Company at the respective date of maturity of finances by directly debiting the current account of the Company maintained with the SBP.
- 16.9** These represent borrowings from the SBP under scheme for balancing, modernisation & replacement scheme. The mark-up rate applicable on these facilities is 2% per annum (December 31, 2025: 2% per annum) payable on quarterly basis, with maturities upto June, 2032 (December 31, 2025: January, 2032). As per the terms of the agreement, the Company has granted the SBP a right to recover the outstanding amount from the Company at the respective date of maturity of finances by directly debiting the current account of the Company maintained with the SBP.
- 16.10** These represent borrowings from various financial institutions against sale and repurchase of government securities at mark-up rates ranging from 11.40% to 12.40% per annum (December 31, 2025: 10.50% to 11.00% per annum). Pakistan Investment Bonds and Market Treasury Bills having a value of Rs. 41,235 million (December 31, 2025: 34,023 million) and Rs. 10,257 million (December 31, 2025: Rs. nil) have been given as collateral against these borrowings respectively.
- 16.11** This represents secured borrowings from commercial banks. These borrowings carry mark-up at rates ranging from 11.40% to 12.63% per annum (December 31, 2025: 10.73% to 11.31% per annum) and are repayable within 5 years (December 31, 2025: 3 years). These are secured against pari passu, ranking pari passu, hypothecation of current assets, Floating charge over term finance certificates having a face value of Rs. 569.78 million (December 31, 2025: Rs. 569.79 million).
- 16.12** This represents clean borrowings from financial institutions and corporate. These borrowings carry mark-up at rates ranging from 9.50% to 12.40% per annum (December 31, 2025: 9% to 11.25% per annum) and are repayable by December 15, 2026 (December 31, 2025: 1 year).

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
	Note	Rupees in '000	
17 DEPOSITS AND OTHER ACCOUNTS			
Customers - Private Sector			
- Certificate of investments (COIs) - In local currency	17.1	47,500	-
		<u>47,500</u>	<u>-</u>

17.1 These Certificate of Investments (COIs) carry mark-up rate at 9.00% per annum (December 31, 2025: Nil per annum) with maturity on April 27, 2027 (December 31, 2025: Nil).

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
	Note	Rupees in '000	
18 LEASE LIABILITIES			
Outstanding amount at the start of the period / year		59,124	61,649
Addition / Reassessment of lease		78,290	33,798
Modification in lease		(5,693)	3,967
Interest expense		4,647	12,458
Lease payments including interest		<u>(46,325)</u>	<u>(52,748)</u>
Outstanding amount at the end of the period / year	18.1	<u>90,043</u>	<u>59,124</u>
Contractual maturity of lease liabilities			
Short-term lease liabilities - within one year		44,194	54,184
Long-term lease liabilities			
- 1 to 5 years		45,849	4,940
- 5 to 10 years		-	-
- over 10 years		-	-
		<u>45,849</u>	<u>4,940</u>
Total lease liabilities		<u>90,043</u>	<u>59,124</u>

18.1 The lease liability is measured at the present value of future lease payments, discounted using the entity's incremental borrowing rates ranging from 13.54% to 14.18% at the inception of the lease. The lease agreements include an option to renew for an additional eleven months, exercisable by providing notice at least two months prior to the lease expiry.

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
	Note	Rupees in '000	
19 OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		1,139,658	1,336,198
Unearned commission and income on bills discounted		19,437	35,077
Accrued expenses		68,513	119,686
Brokerage / commission payable		5,515	6,659
Payable against purchase of securities		-	4,692,920
Payable to defined benefit plan - related party		14,980	9,130
Security deposits against advances		1,470,799	1,231,778
Provision for Worker's Welfare Fund		294,029	277,378
Provision for off balance sheet obligations	19.1	45,245	41,022
Unclaimed dividends		233	233
Tax payable		11,313	1,494
Advance from customers		72,274	62,739
Others		47,342	41,836
		<u>3,189,340</u>	<u>7,856,150</u>

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
	Note	----- Rupees in '000 -----	
19.1 Credit loss allowance against off-balance sheet obligations			
Opening balance		41,022	14,744
Charge for the period / year		4,223	26,278
Closing balance		45,245	41,022
20 SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS			
Surplus on revaluation of			
- Securities measured at FVOCI-Debt	8.1	746,648	1,337,601
- Securities measured at FVOCI-Equity	8.1	1,162,315	1,245,931
		1,908,963	2,583,532
Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI-Debt		(291,193)	(521,664)
- Securities measured at FVOCI-Equity		(290,579)	(311,483)
		1,327,192	1,750,385
20.1 Movement in revaluation of assets			
Surplus / (deficit) on revaluation as at January 01		2,583,532	856,853
Revaluation surplus recognised during the period / year		(674,569)	1,726,679
Deficit on revaluation as at December 31		1,908,963	2,583,532
Less: related deferred tax asset on			
- Revaluation as at January 01		(833,147)	(273,688)
Revaluation surplus recognised during the period / year		251,376	(559,459)
		(581,771)	(833,147)
Surplus on revaluation of assets - net of tax		1,327,192	1,750,385
21 CONTINGENCIES AND COMMITMENTS			
- Guarantees	21.1	4,171,144	2,349,295
- Commitments	21.2	58,576,819	41,652,944
- Other contingent liabilities	21.3	-	-
		62,747,963	44,002,239
21.1 Guarantees			
Financial guarantees		4,171,144	2,349,295
21.2 Commitments			
Documentary credits and short-term trade-related transactions			
- letters of credit		714,118	2,390,224
Commitments in respect of:			
- forward lendings	21.2.1	5,443,224	5,233,508
- future purchase and sale transactions	21.2.2	1,007,315	-
- repo transactions	21.2.3	51,412,162	34,029,212
		58,576,819	41,652,944
21.2.1 Commitments in respect of forward lendings			
Undrawn formal standby facilities, credit lines and other commitments to lend *		5,443,224	5,233,508

* These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Company without the risk of incurring significant penalty or expense.

		(Un-audited) June 30, 2026	(Audited) December 31, 2025
	Note	Rupees in '000	
21.2.2 Commitments in respect of future transactions			
Purchase		1,007,315	-
Sale		-	-
		<u>1,007,315</u>	<u>-</u>

These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Company without the risk of incurring significant penalty or expense.

21.2.3 Commitments in respect of repo transactions

Repurchase of government securities	51,412,162	34,029,212
Reverse repurchase of government securities	-	-
	<u>51,412,162</u>	<u>34,029,212</u>

21.3 Other contingent liabilities

21.3.1 The returns of income of the Company from tax years 2008 to 2025 had been filed with the tax authorities. From tax year 2008 up to tax year 2020, these returns have been revised and additional tax demands have been raised of which Rs. 782.07 million are outstanding as at December 31, 2025. The matters which have been raised in these demands mainly included allocation of common expenses to dividend income, taxation of discount income, additions on account of concessional loans to employees and deletion of the charge pertaining to the Workers' Welfare Fund. The Company is contesting these demands and appeals have been filed by the Company against the same which are pending adjudication at various legal and appellate forums. The Company has made partial payments against some of these demands which are being shown as refundable from tax authorities. The management is confident that the matters will eventually be decided in favor of the Company and that the Company will be able to adjust amounts in respect of matters decided against the Company (if any) against the tax refunds currently being claimed by it.

21.3.2 In 2018, the Company signed an agreement with Army Welfare Trust (AWT) which included an indemnity in favor of AWT for a period of 3 years from December 14, 2016 against any financial liability which may arise out of any fraudulent act carried out during the tenure of the Company's management of Primus Investment Management Limited (PIML). The Company received a notice of demand for indemnification from AWT Investments Limited (AWTIL) under the aforesaid agreement for an amount of Rs. 34.362 million. The Company also received a notice of demand for indemnification from AWT on December 13, 2019. The Company, through its legal counsel responded to the said notice on January 28, 2020. As per advice of the legal counsel, the Company has a strong case in this matter and chances of any successful claim against the Company appear to be unlikely.

However, in December 2025, a legal suit has been filed by Army Welfare Trust ("AWT") and Army Welfare Trust Investment ("AWTI") against the Company under section 20 of the Arbitration Act, 1940 on the basis that dispute between the Company and AWT and AWTI to be conducted in a manner stipulated in the arbitration agreement. The above matter is now on filing of written statement stage.

		(Un-audited) Half year ended	
		June 30, 2026	June 30, 2025
Note		----- Rupees in '000 -----	
22	MARK-UP / RETURN / INTEREST EARNED		
	On:		
	a) Loans and advances	1,749,489	1,388,905
	b) Investments	5,182,387	7,501,982
	c) Lendings to financial institutions	437,467	375,302
	d) Sub-lease of premises	-	-
	e) Balances with banks	39,466	35,819
		<u>7,408,809</u>	<u>9,302,008</u>
22.1	Interest income (calculated using effective interest rate method) recognised on:		
	Financial assets measured at amortised cost;	2,226,422	1,800,026
	Financial assets measured at FVPL	231,509	231,509
	Financial assets measured at FVOCI	7,270,473	7,270,473
		<u>9,728,404</u>	<u>9,302,008</u>
23	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits	754	56,960
	Interest expense on lease liability against right-of-use assets	4,701	2,458
	Borrowings	6,369,107	7,892,054
		<u>6,374,562</u>	<u>7,951,472</u>
24	FEE AND COMMISSION INCOME		
	Processing fee income	33,395	34,352
	Advisory / management fee	2,758	5,238
	Participation / Commitment fee	2,562	2,072
	Trustee fee	30,718	25,426
	Front end fee	3,125	4,136
		<u>72,559</u>	<u>71,224</u>
25	GAIN ON SECURITIES		
	Realised gain	25.1 46,738	366,679
	Unrealised gain / (loss) loss on securities classified as fair value through profit or loss - net	15,429	(8,510)
	Unrealised loss on arbitrage shares	-	-
		<u>62,167</u>	<u>358,169</u>
25.1	Realised gain / (loss) on:		
	Federal government securities	(11,414)	275,292
	Shares	57,152	91,387
	Non-government debt securities	-	-
	Commercial paper	-	-
		<u>45,738</u>	<u>366,679</u>
26	OTHER INCOME		
	Gain on sale of fixed assets - net	706	3
	Others	-	-
		<u>706</u>	<u>3</u>

		(Un-audited) Half year ended	
		June 30, 2026	June 30, 2025
		----- Rupees in '000 -----	
27	OPERATING EXPENSES		
	Total compensation expenses	261,479	247,105
	Property expense		
	Rent and taxes	-	-
	Insurance	5,373	5,268
	Utilities cost	3,868	4,320
	Security (including guards)	2,452	2,118
	Repairs and maintenance (including janitorial charges)	8,568	7,096
	Depreciation on Ijara Assets	4,960	4,960
	Depreciation on Right-of Use Assets	30,117	22,124
		55,338	45,886
	Information technology expenses		
	Software maintenance	13,775	21,954
	Hardware maintenance	462	464
	Depreciation	3,056	2,633
	Amortisation	2,041	2,529
		19,334	27,580
	Other operating expenses		
	Directors' fees and allowances	7,500	14,623
	Fees and subscription	3,216	2,076
	Legal and professional charges	15,455	19,024
	Travelling and conveyance	31,764	27,724
	Brokerage commission	33,502	18,469
	Depreciation	8,628	8,073
	Training and development	459	536
	Postage and courier charges	256	392
	Communication	4,018	4,205
	Outsourced service cost	10,816	-
	Stationery and printing	918	1,681
	Marketing, advertisement and publicity	525	485
	Donations	1,450	2,250
	Auditors' remuneration	2,998	2,779
	Expenses incurred in relation to assets held for sale	4,283	4,254
	Service charges for lease rental recoveries	-	418
	Others	8,146	12,571
		133,934	119,562
		470,086	440,131
28	WORKERS' WELFARE FUND		
	Provision for Workers' Welfare Fund	16,650	31,063

		(Un-audited) Half year ended	
		June 30, 2026	June 30, 2025
Note		----- Rupees in '000 -----	
29	CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET		
	Credit loss allowance against balances with other banks	-	2
	Reversal of provision against investments	8.3.1 (2,154)	(3,700)
	Provisions against loans and advances	9.3 127,091	55,254
	Provision held against other assets	-	-
	Credit loss allowance against off balance sheet obligations	19.1 4,223	19,170
	Advances written off directly	-	-
		<u>129,160</u>	<u>70,727</u>

30 LEVIES

Final tax	30.1	31,510	52,587
Minimum tax		-	14,108
		<u>31,510</u>	<u>66,695</u>

- 30.1** This represents minimum tax differential under section 113 and 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 unconsolidated statements as per the requirements of IFRIC 21 / IAS 37 and guide on IAS 12 issued by ICAP.

		(Un-audited) Half year ended	
		June 30, 2026	June 30, 2025
Note		----- Rupees in '000 -----	
31	TAXATION		
	Current	177,938	519,455
	Deferred	175,416	26,623
		<u>353,354</u>	<u>546,078</u>

32 BASIC EARNINGS PER SHARE

Profit for the year	<u>293,961</u>	<u>741,581</u>
	-----Number of shares in '000----	
Weighted average number of ordinary shares	<u>600,000</u>	<u>600,000</u>
	----- Rupees -----	
Basic earnings per share	<u>0.49</u>	<u>1.24</u>

32.1 Diluted earnings per share

Diluted earnings per share has not been presented separately as the Company does not have any convertible instruments in issue.

33 FAIR VALUE MEASUREMENT

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

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

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); and

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

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and input used
Fully paid-up ordinary shares	Fair values of investments in listed equity securities are valued on the basis of closing quoted market prices available at the stock exchange.
Pakistan Investment Bonds / Market Treasury Bills	Fair values of Pakistan Investment Bonds and Treasury Bills are derived using the PKRV / PKFRV rates (FMA report).
Term finance / sukuks certificates	Investments in listed debt securities (comprising term finance certificates, bonds, sukuk certificates and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the prices announced by the Pakistan Stock Exchange Limited.

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 measurement is categorised:

On balance sheet financial instruments

Financial assets - measured at fair value

Investments

	Level 1	Level 2	Level 3	Total
Federal government securities	-	85,829,768	-	85,829,768
Ordinary shares	2,379,987	-	-	2,379,987
Non-government debt securities	937,800	1,731,505	-	2,669,305

Off-balance sheet financial instruments

Commitments in respect of future purchase and sale transactions	-	1,007,315	-	1,007,315
Commitments in respect of repo transactions	-	51,412,162	-	51,412,162

On balance sheet financial instruments

Financial assets - measured at fair value

Investments

	Level 1	Level 2	Level 3	Total
Federal government securities	-	100,168,717	-	100,168,717
Ordinary shares	2,572,678	-	-	2,572,678
Non-government debt securities	-	2,830,919	-	2,830,919

Off-balance sheet financial instruments

Commitments - future purchase and sale transactions	-	-	-	-
---	---	---	---	---

June 30, 2026			
Level 1	Level 2	Level 3	Total
Rupees in '000			

December 31, 2025			
Level 1	Level 2	Level 3	Total
Rupees in '000			

34 SEGMENT INFORMATION

34.1 Segment details with respect to business activities

Consolidated statement of Profit and Loss Account

Net Mark-up / return / profit
Non mark-up / return / interest income
Total income
Total expenses
Credit loss allowance and write offs - net
Profit before levies and taxation

Consolidated Statement of Financial Position

Cash and bank balances
Investments
Advances - performing
- non-performing
Others
Total assets

Borrowings
Deposits & other accounts
Lease liabilities
Others
Total liabilities
Equity
Total equity and liabilities

Contingencies and commitments

June 30, 2026			
Corporate finance	Trading and sales	Commercial banking	Total
Rupees in '000			
2,170	649,141	382,936	1,034,247
65,572	188,035	6,925	260,532
67,742	837,176	389,861	1,294,779
23,641	309,615	153,480	486,736
-	(2,154)	131,314	129,160
44,101	529,715	105,067	678,883
49,038	642,223	358,593	1,049,854
338,636	89,934,623	605,801	90,879,060
-	-	30,714,726	30,714,726
-	-	350,257	350,257
423,675	5,548,640	1,360,143	7,332,456
811,349	96,125,486	33,389,519	130,326,353
-	88,949,993	22,682,216	111,632,209
-	-	47,500	47,500
4,926	64,509	20,608	90,043
130,345	1,707,050	1,351,944	3,189,339
135,271	90,721,552	24,102,269	114,959,092
676,078	5,403,934	9,287,249	15,367,261
811,349	96,125,486	33,389,518	130,326,353
-	56,855,386	5,892,577	62,747,963

Consolidated statement of Profit and Loss Account

Net mark-up / return / profit
Non mark-up / return / interest income
Total income
Total expenses
Credit loss allowance and write offs - net
Profit before levies and taxation

June 30, 2025			
Corporate finance	Trading and sales	Commercial banking	Total
Rupees in '000			
-	1,004,346	346,190	1,350,536
71,224	474,578	-	545,802
71,224	1,478,924	346,190	1,896,338
13,222	335,377	122,594	471,193
-	(3,698)	74,426	70,728
58,002	1,147,245	149,170	1,354,417

Consolidated Statement of Financial Position

Cash and bank balances
Investments
Advances - performing
Advances - non-performing
Others
Total assets

Borrowings
Deposits and other accounts
Lease liabilities
Others
Total liabilities
Equity
Total equity and liabilities
Contingencies and commitments

December 31, 2025			
Corporate finance	Trading and sales	Commercial banking	Total
Rupees in '000			
27,431	1,311,907	919,677	2,259,015
447,076	105,125,238	-	105,572,314
312,397	-	28,945,337	29,257,734
-	-	251,282	251,282
139,495	6,668,936	1,633,310	8,441,741
926,399	113,106,081	31,749,606	145,782,086
759,475	98,546,959	22,762,030	122,068,464
-	-	-	-
713	34,119	24,292	59,124
121,470	5,806,847	1,927,833	7,856,150
881,658	104,387,926	24,714,155	129,983,738
44,742	8,718,155	7,035,452	15,798,348
926,399	113,106,081	31,749,606	145,782,086
-	34,029,212	9,973,027	44,002,239

34.2 Segment details with respect to geographical location

The operations of the Company are currently based only in Pakistan.

35 RELATED PARTY TRANSACTIONS

The Group has related party relationship with associates, employees' defined benefit and defined contribution plans, its key management personnel and state controlled entities.

There are no transactions with key management personnel other than those carried out as per their terms of employment. Contributions to approved defined benefit and contribution plans are made in accordance with the actuarial valuations / terms of scheme. Transactions with owners have been disclosed in 'Consolidated Statement of Changes in Equity'. All other transactions between the Group and its related parties are carried out under normal course of business except employee staff loans that are as per terms of employment. The details of transactions with related parties during the period / year and balances with them as at period / year end, other than those which have been disclosed elsewhere in these consolidated financial statements, are as follows:

	June 30, 2026			December 31, 2025		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
Advances						
Opening balance	-	51,871	5,808	-	45,670	159,321
Addition during the year	-	40,700	-	-	20,769	-
Repaid during the year	-	(10,515)	(5,808)	-	(14,568)	(3,513)
Transfer in / (out) - net	-	-	-	-	-	(150,000)
Closing balance	-	82,056	-	-	51,871	5,808
Other assets						
Interest / mark-up accrued	-	-	-	-	-	14
Others	-	-	-	-	-	-
	-	-	-	-	-	14
Borrowings						
Opening balance	-	-	-	-	-	-
Borrowings during the year	-	-	34,154	-	-	-
Settled during the year	-	-	(17,000)	-	-	-
Closing balance	-	-	17,154	-	-	-
Other liabilities						
Interest / mark-up payable	-	-	62	-	-	-
Payable to defined benefit plan	-	-	16,539	-	-	9,130
Other liabilities	7,450	-	-	-	-	-
	7,450	-	16,601	-	-	9,130
	June 30, 2026			June 30, 2025		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
Income						
Mark-up / return / interest earned	-	612	-	-	526	9,611
Dividend income	-	-	-	-	-	-
Expense						
Mark-up / return / interest paid	-	-	216	-	-	-
Operating expenses	9,400	139,891	-	10,240	111,450	-
Reimbursement of expenses	-	9,582	-	-	7,518	-
Expenses charged	-	-	-	-	-	5,474
Charge to defined benefit plan	-	-	11,653	-	-	8,123
Charge to employee contribution plan	-	-	8,029	-	-	7,550

CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS**Minimum Capital Requirement (MCR):**

	(Un-audited) June 30 2026	(Audited) December 31 2025
Paid-up capital (net of losses)	6,000,000	6,000,000

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	11,994,963	12,054,316
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	11,994,963	12,054,316
Eligible Tier 2 Capital	1,113,102	1,537,394
Total Eligible Capital (Tier 1 + Tier 2)	13,108,065	13,591,710

Risk Weighted Assets (RWAs):

Credit Risk	31,146,120	32,868,992
Market Risk	10,497,773	9,126,504
Operational Risk	4,736,522	4,736,522
Total	46,380,416	46,732,018

Common Equity Tier 1 Capital Adequacy ratio	25.86%	25.79%
Tier 1 Capital Adequacy Ratio	25.86%	25.79%
Total Capital Adequacy Ratio	28.26%	29.08%

In order to strengthen the solvency of Banks / Development Financial Institutions (DFI), SBP through its BSD Circular No. 19 of 2008 dated September 05, 2008 has asked the DFIs to raise their minimum paid up capital to Rs.6 billion free of losses by the end of financial year 2009.

The paid-up capital and CAR of the Group stands at Rs. 6 billion and 28.26% of its risk weighted exposure as at June 30, 2026.

The Group uses Standardised approach for calculations of Credit and Market Risk Weighted Assets while Basic Indicator approach is used to calculate Operational Risk Weighted assets.

	(Un-audited) June 30 2026	(Audited) December 31 2025
----- Rupees in '000 -----		
Notional minimum capital requirements prescribed by SBP		
CET1 minimum ratio	6.00%	6.00%
Tier 1 minimum ratio	7.50%	7.50%
Total capital minimum ratio	11.50%	11.50%

Leverage Ratio (LR):

Eligible Tier-1 Capital	11,994,963	12,054,316
Total Exposures	145,244,943	145,549,107
Leverage Ratio	8.26%	8.28%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	71,895,179	53,435,857
Total Net Cash Outflow	43,033,903	44,528,301
Liquidity Coverage Ratio	167.07%	120.00%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	32,436,585	30,190,174
Total Required Stable Funding	27,527,535	25,592,555
Net Stable Funding Ratio	117.83%	117.96%

37 CORRESPONDING FIGURES

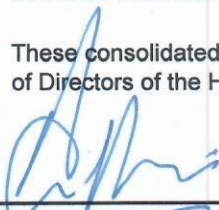
Corresponding figures are rearranged or reclassified, wherever necessary, for the purpose of comparison and better presentation. No significant reclassification or restatement were made in these condensed interim consolidated financial statements during the period.

38 GENERAL

38.1 Figures in these consolidated financial statements have been rounded off to the nearest thousand Rupees unless otherwise stated.

39 DATE OF AUTHORISATION

These consolidated condensed interim financial statements were authorised for issue on September 22, 2026 by the Board of Directors of the Holding Company.



**Managing Director/
Chief Executive**



Chief Financial Officer



Director



Director



Director