



PAK BRUNEI INVESTMENT COMPANY LTD.

**UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE PERIOD ENDED MARCH 31, 2026**

DIRECTORS' REPORT

FOR THE PERIOD ENDED MARCH 31, 2026

On behalf of the Board of Directors, we are pleased to present the Condensed Interim Financial Statements of Pak Brunei Investment Company Limited ("the Company") for the period ended March 31, 2026.

ECONOMIC OUTLOOK

Overall economic activity remained subdued amid a challenging macroeconomic backdrop. Recent outbreak of war in Middle East between Iran & USA has resulted in hostile economic and political environment, globally. Fuel prices, along with freight and insurance costs, have risen sharply, exerting pressure on supply chains and fueling global inflation. As a net importer of petroleum products, Pakistan has passed these higher costs on to domestic consumers, resulting in a cost push inflation dynamic. Headline inflation averaged 5.7% during March FY'26 (YoY) and increased to 7.3% in March 2026. In response, the State Bank of Pakistan raised the policy rate by 100 BPS to 11.50% in its recent monetary policy review, signaling a shift toward tighter monetary conditions. External accounts remained under pressure during 9MFY'26 amid a widening trade imbalance. The trade deficit increased by 22.7% YOY to USD 27.8 billion, from USD 22.7 billion. Imports rose by 6.6% on YOY to USD 50.5 billion while exports declined by 8% YOY to USD 22.7 billion. Workers' remittances provided partial support, rising by 8.2% YOY to USD 30.3 billion from USD 28 billion. Despite these inflows, the current account recorded a marginal surplus of USD 8 million in current nine months period, compared to a surplus of USD 1.7 billion YOY, indicating weakening in external buffers.

A staff-level agreement reached in late March 2026 opened the way for about USD 1.2 billion in additional funding, while total liquid foreign exchange reserves stood near USD 21.79 billion as of March 2026, including roughly USD 16.38 billion held by the State Bank of Pakistan. However, these gains face a cautious road ahead; continued US-Iran tensions could heighten market risk aversion and pressure Pakistan's external buffers. Fiscal consolidation continued to anchor Pakistan's macroeconomic strategy. Building on the primary surplus achieved in the previous fiscal year, the FY26 budget aims to further strengthen the primary balance in alignment with IMF benchmarks. So far, fiscal performance appears broadly consistent with these objectives, supported by increased nominal tax revenues.

Going forward, Pakistan's economic situation would depend upon the global geopolitical scenario and resultant impact on commodity prices. The IMF board approval and prudent economic policies would be important in navigating the impacts of regional conflicts.



BUSINESS AND FINANCIAL PERFORMANCE OVERVIEW

During the March 2026, the Company recorded a loss before tax of PKR 152 million, compared to a profit before tax of PKR 731 in the subsequent period last year. The loss is primarily attributable to increased higher expected credit losses particularly on SME customers. SME sector particularly continued to face significant financial stress due to challenging domestic and regional economic conditions. Persistent geopolitical instability in the region, including the prolonged impact of conflicts relating to Afghanistan and heightened tensions involving Iran and the United States, adversely affected trade flows, supply chains, energy prices, and overall business confidence in Pakistan. These developments contributed to inflationary pressures, increased operating costs, reduced consumer demand, and liquidity constraints across various industries. As a consequence, a number of SME customers experienced cash flow difficulties and were unable to meet their financial liabilities at quarter end. However, as discussions toward stabilization and cessation of conflicts have progressed between US and Iran, overall economic and market conditions have started showing signs of easing out gradually. Resultantly, a number of previously stressed clients have started regularizing their accounts and are gradually meeting their outstanding obligations.

Navigating a challenging operating and macroeconomic environment, the Company has been addressing asset quality by maintaining discipline in management of its risk return decisions. Diversification of the loan book across customer segments and robust credit assessment remained the primary focus to effectively manage the credit risk. The non-performing loan (NPLs) base of the Company was reported at PKR 1.913 billion as at March 31, 2026. The coverage and gross infection ratios of the Company were reported at 81.50% and 6.70% respectively. On the financial position side, total assets' base of the Company was reported at Rs. 135 billion; representing a decrease of 5.56% from last year end i.e. December 31, 2025. An analysis of the assets' mix highlights that net investments portfolio decreased by Rs. 11.25 billion (-10.45%) and gross advances increased by Rs. 0.943 billion (+3.41%) respectively, over last year. Return on Assets and Return on Equity reported at -1.25% and -11.84% respectively.

Operating expenses increased by 9%, primarily due to key expenditure outlays relating to staff costs, utilities, and IT related upgrades. However, the cost-to-income ratio of the Company remained efficient at 33.13%, reflecting a disciplined financial management approach amidst continued investment in innovation and talent development.

Management remains focused on maintaining asset quality, strengthening recovery mechanisms, and supporting viable customers through challenging economic conditions while ensuring the long-term stability and sustainability of the financing portfolio.



ENTITY RATING

VIS Credit Company Limited has reaffirmed the entity ratings of Pak Brunei Investment Company Limited at 'AA+/A-1+' (Double A Plus/A-One Plus). The long-term rating of 'AA+' signifies: high credit quality, protection factors are strong. Risk is modest but may vary slightly from time to time because of economic conditions. The short-term rating of 'A-1+' signifies highest certainty of timely payment: short-term liquidity, including internal operating factors and/ or access to alternative sources of funds, is outstanding and safety is just below risk-free Government of Pakistan's short-term obligations. Outlook on the assigned ratings is 'Stable'.

FUTURE OUTLOOK

The US–Iran conflict is likely to remain a key source of geopolitical risk, with implications for energy markets, shipping routes and regional security. At the same time, the structural growth narrative around AI and digital infrastructure should continue to support investment and earnings in technology-intensive sectors, partly offsetting macroeconomic headwinds. For Pakistan, the outlook hinges on policy continuity and the implementation of reforms under the IMF-supported program. Under a baseline of sustained fiscal consolidation, prudent monetary policy and continued external support, growth in FY26 is expected to improve relative to the previous year. Medium-term prospects will depend on progress with structural reforms, particularly broadening the tax base, rationalizing energy pricing, improving the governance of state-owned enterprises and strengthening the business environment. Successful execution would help reduce debt vulnerabilities, create fiscal space for development and social spending, and raise potential growth. Conversely, reform slippages or a sustained spike in energy prices linked to the US–Iran conflict could undermine stabilization gains and re-ignite pressure on inflation, the exchange rate and reserves.

ACKNOWLEDGEMENT AND APPRECIATION

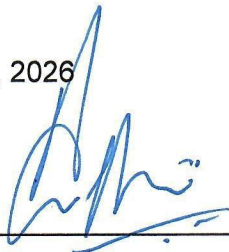
We are grateful to our shareholders – Government of Pakistan and Brunei Investment Agency – for their continued guidance and support. We appreciate the role State Bank of Pakistan and Securities & Exchange Commission of Pakistan continue to play in regulating the financial markets of Pakistan while providing us with an accommodating operating environment supportive of our business dynamics.

We acknowledge and appreciate the sustained performance of our team under the guidance of the Board of Directors. At Pak Brunei Investment Company Limited, we take pride in our staying true to our principle of adding value in all spheres of operations.

For and on behalf of the Board of Directors

Karachi

Date: May 15, 2026



S.M. Aamir Shamim
Managing Director



Dk Noorul Hayati Pg Julaihi
Chairperson

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2026

		(Audited)				(Audited)	
March 31, 2026	December 31, 2025			Note	March 31, 2026	December 31, 2025	
----- USD in '000 -----				----- Rupees in '000 -----			
ASSETS							
3,236	4,463	Cash and balances with treasury banks		6	902,950	1,245,455	
771	1,160	Balances with other banks		7	215,017	323,822	
10,695	-	Lendings to financial institutions		8	2,984,357	-	
345,257	385,555	Investments		9	96,343,867	107,589,021	
95,980	94,559	Advances		10	26,783,197	26,386,616	
148	155	Property and equipment		11	41,234	43,361	
63	108	Right of use assets		12	17,606	30,125	
7	11	Intangible assets		13	2,028	2,985	
1,155	238	Deferred tax assets		14	322,352	66,333	
26,779	28,086	Other assets		15	7,472,771	7,837,428	
605	605	Assets classified as held-for-sale		16	168,904	168,904	
484,696	514,940	Total Assets			135,254,283	143,694,050	
LIABILITIES							
-	-	Bills payable			-	-	
425,294	434,594	Borrowings		17	118,678,325	121,273,464	
-	-	Deposits and other accounts			-	-	
149	146	Lease liabilities			41,521	40,813	
-	-	Subordinated debt			-	-	
-	-	Deferred tax liabilities			-	-	
8,905	24,900	Other liabilities		18	2,485,052	6,949,008	
434,348	459,640	Total Liabilities			121,204,898	128,263,285	
50,348	55,300	NET ASSETS			14,049,385	15,430,765	
REPRESENTED BY							
21,502	21,502	Share capital			6,000,000	6,000,000	
10,387	10,387	Reserves			2,898,531	2,898,531	
2,886	6,273	Surplus on revaluation of assets		19	805,242	1,750,385	
15,573	17,138	Unappropriated profit			4,345,613	4,781,849	
50,348	55,300				14,049,385	15,430,765	
CONTINGENCIES AND COMMITMENTS							
				20			

The annexed notes 1 to 36 forms an integral part of these financial statements.


Managing Director/
Chief Executive


Chief Financial Officer


Director


Director


Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME
FOR THE PERIOD ENDED MARCH 31, 2026

Period Ended			Period Ended	
March 31, 2026	March 31, 2025		March 31, 2026	March 31, 2025
----- USD in '000 -----			----- Rupees in '000 -----	
(1,563)	2,159	(Loss) / profit after taxation for the period	(436,237)	602,104
		Other comprehensive (loss) / income		
		<i>Items that may be reclassified to profit and loss account in subsequent periods:</i>		
(2,122)	(674)	Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	(592,147)	(188,140)
		<i>Items that will not be reclassified to profit and loss account in subsequent periods:</i>		
-	-	Remeasurement loss on defined benefit obligations - net of tax	-	-
(1,265)	(5)	Movement in surplus / (deficit) on revaluation of equity investments - net of tax	(352,996)	(1,309)
-	(33)	Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	(9,085)
<u>(4,950)</u>	<u>1,447</u>	Total comprehensive (loss) / income	<u>(1,381,380)</u>	<u>403,570</u>

The annexed notes 1 to 36 forms an integral part of these financial statements.




Managing Director/
Chief Executive



Chief Financial Officer



Director



Director

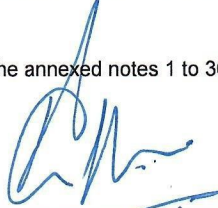






Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED MARCH 31, 2026

	Share capital	Reserves		Deficit on revaluation of investments	Unappropriated profit	Total
		Statutory reserve	General reserve			
----- Rupees in '000 -----						
Opening Balance as at January 01, 2025	6,000,000	2,112,191	400,000	583,165	3,563,017	12,658,373
Comprehensive income for the period						
Profit after taxation for the period ended March 31, 2025	-	-	-	-	602,104	602,104
Other comprehensive loss						
- Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	(9,085)	(9,085)
- Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(188,140)	-	(188,140)
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	(1,309)	-	(1,309)
	-	-	-	(189,449)	593,019	403,570
Transfer to statutory reserve	-	120,421	-	-	(120,421)	-
Final cash dividend paid for the year ended December 31, 2024 @ Re. 0.50 per share	-	-	-	-	(300,000)	(300,000)
Opening Balance as at April 01, 2025	6,000,000	2,232,612	400,000	393,716	3,735,616	12,761,943
Comprehensive income for the year						
Profit after taxation for the year ended December 31, 2025	-	-	-	-	1,329,594	1,329,594
Other comprehensive income / (loss)						
- Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	(607)	(607)
- Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	(16,834)	(16,834)
- Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	705,005	-	705,005
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	651,664	-	651,664
	-	-	-	1,356,669	1,312,153	2,668,822
Transfer to statutory reserve	-	265,919	-	-	(265,919)	-
Opening Balance as at January 01, 2026	6,000,000	2,498,531	400,000	1,750,385	4,781,849	15,430,765
Comprehensive income / (loss) for the period						
Loss after taxation for the period ended March 31, 2026	-	-	-	-	(436,237)	(436,237)
Other comprehensive income / (loss)						
- Gain on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	-	-
- Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(592,147)	-	(592,147)
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	(352,996)	-	(352,996)
	-	-	-	(945,143)	(436,237)	(1,381,380)
Transfer to statutory reserve	-	-	-	-	-	-
Closing Balance as at March 31, 2026	6,000,000	2,498,531	400,000	805,242	4,345,613	14,049,385

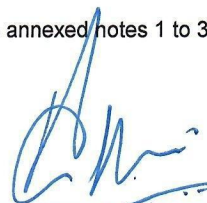



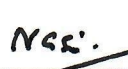
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 Managing Director/ Chief Executive	 Chief Financial Officer	 Director	 Director	 Director
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PAK BRUNEI INVESTMENT COMPANY LIMITED
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE PERIOD ENDED MARCH 31, 2026

March 31, 2026	March 31, 2025		March 31, 2026	March 31, 2025
----- USD in '000 -----			----- Rupees in '000 -----	
		CASH FLOWS FROM OPERATING ACTIVITIES		
(546)	2,619	(Loss) / profit before taxation	(152,290)	730,898
312	300	Less: Dividend income	87,200	83,672
(858)	2,319		(239,490)	647,226
		Adjustments:		
17	16	Depreciation	4,814	4,332
45	30	Depreciation on right-of-use assets	12,518	8,443
3	4	Amortisation	957	1,233
-	53	Provision for Workers' Welfare Fund	-	14,916
1,967	281	Credit loss allowance and write offs	548,812	78,530
-	-	Gain on sale of fixed assets	-	-
7	6	Financial charges on right of use assets	2,072	1,670
(75)	451	Unrealized (gain) / loss on revaluation of investments classified as FVPL	(20,913)	125,832
1,964	841		548,260	234,956
1,106	3,160		308,770	882,182
		(Increase) / decrease in operating assets		
(10,695)	(9,133)	Lendings to financial institutions	(2,984,358)	(2,548,425)
632	(84,161)	Investments classified as FVPL	176,492	(23,485,168)
(3,380)	2,373	Advances	(943,188)	662,110
1,477	2,933	Others assets (excluding advance taxation and dividend receivable)	412,057	818,490
(11,966)	(87,988)		(3,338,997)	(24,552,993)
		Increase/ (decrease) in operating liabilities		
(9,300)	(139,073)	Borrowings from financial institutions	(2,595,139)	(38,808,288)
-	(635)	Deposits	-	(177,082)
3	(2)	Lease liabilities	708	(505)
(16,016)	6,875	Other liabilities (excluding current taxation)	(4,469,220)	1,918,378
(25,313)	(132,835)		(7,063,651)	(37,067,497)
(157)	(76)	Levies paid	(43,714)	(21,318)
-	(863)	Income tax paid	-	(240,902)
(36,330)	(218,602)	Net cash flow used in operating activities	(10,137,592)	(61,000,528)
		CASH FLOWS FROM INVESTING ACTIVITIES		
34,581	218,076	Net Investments in securities classified as FVOCI	9,649,167	60,854,115
-	-	Net investments in amortized cost securities	-	-
142	195	Dividends received	39,800	54,472
(10)	(5)	Investments in property and equipment	(2,687)	(1,325)
-	-	Right of use assets	-	-
-	(4)	Investments in operating intangible assets	-	(1,172)
-	-	Proceeds from sale of property and equipment	-	-
34,713	218,262	Net cash flow generated from investing activities	9,686,280	60,906,090
		CASH FLOWS FROM FINANCING ACTIVITIES		
-	-	Dividend paid	-	-
-	-	Net cash flow used in financing activities	-	-
(1,617)	(340)	Decrease in cash and cash equivalents	(451,312)	(94,438)
5,624	3,240	Cash and cash equivalents at beginning of the year	1,569,280	904,139
4,007	2,900	Cash and cash equivalents at end of the period / year	1,117,968	809,701

The annexed notes 1 to 36 forms an integral part of these financial statements.

				
Managing Director/ Chief Executive	Chief Financial Officer	Director	Director	Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED MARCH 31, 2026

1 STATUS AND NATURE OF BUSINESS

Pak Brunei Investment Company Limited (the 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 Company is a joint venture between the Government of Pakistan (GoP) and the Brunei Investment Agency (BIA). The 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 Company is situated at Horizon Vista, Plot no. Commercial 10, Block 4, Scheme 5, Clifton, Karachi, Pakistan. The Company is in operation with 3 offices (2025: 2) one located in Karachi and the others in Lahore and Multan.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

These unconsolidated condensed interim 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;
- 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 SBP and the 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 IFRS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular No.2 dated February 09, 2023 and IAS 34 "Interim Financial Reporting". 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, 2026.

2.2 US dollar equivalent

The US dollar amounts shown in the condensed interim unconsolidated statement of financial position, condensed interim unconsolidated profit and loss account, condensed interim unconsolidated statement of comprehensive income and condensed interim unconsolidated cash flow statement are stated as additional information solely for the convenience of readers. For the purpose of conversion to US Dollars, the rate of Rs. 279.05 to US Dollars has been used as it was the prevalent rate as on March 31, 2026.

3 SIGNIFICANT ACCOUNTING POLICIES

The significant accounting policies and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the audited annual financial statements of the Company for the year ended December 31, 2025.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of this condensed interim unconsolidated financial information is the same as that applied in the preparation of the unconsolidated financial statements for the year ended December 31, 2025.

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.

		(Audited)	
		March 31, 2026	December 31, 2025
		----- Rupees in '000 -----	
6	CASH AND BALANCES WITH TREASURY BANKS	Note	
	Cash in hand		180 -
	With State Bank of Pakistan in:		
	Local currency current account	6.1	<u>902,770</u> <u>1,245,455</u>
			<u>902,950</u> <u>1,245,455</u>

6.1 This includes Rs. 902.770 million (2025: Rs. 877.31 million held as minimum cash reserve required to be maintained with the SBP in accordance with the requirement of BSD Circular No. 04 dated May 22, 2004.

		(Audited)	
		March 31, 2026	December 31, 2025
		----- Rupees in '000 -----	
7	BALANCES WITH OTHER BANKS	Note	
	In Pakistan		
	In deposit accounts	7.1	215,018 323,207
	In current accounts		- 618
	Less: Credit loss allowance held against balances with other banks		<u>(1)</u> <u>(3)</u>
	Balances with other banks - net of credit loss allowance		<u>215,017</u> <u>323,822</u>

7.1 These carry mark-up at rate of 5.50% to 10.00% per annum (2025: 4.00% to 9.50% per annum).

		(Audited)	
		March 31, 2026	December 31, 2025
		----- Rupees in '000 -----	
8	LENDINGS TO FINANCIAL INSTITUTIONS	Note	
	Repurchase agreement lendings (reverse repo)		2,984,358 -
	Less: Credit loss allowance held against lending to financial institutions		<u>(1)</u> -
	Lendings to financial institutions - net of credit loss allowance		<u>2,984,357</u> -

8.1 Particulars of lending

In local currency	2,984,358	-
In foreign currencies	-	-
	<u>2,984,358</u>	<u>-</u>

		(Audited)			
		March 31, 2026		December 31, 2025	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
		----- Rupees in '000 -----			
8.2	Lending to Fis- Particulars of credit loss allowance				
Performing	Stage 1	2,984,358	1	-	-
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		<u>2,984,358</u>	<u>1</u>	<u>-</u>	<u>-</u>

8.3 Securities held as collateral against lendings to financial institutions

		(Audited)					
		March 31, 2026			December 31, 2025		
		Held by Company	Further given as collateral	Total	Held by Company	Further given as collateral	Total
		----- Rupees in '000 -----					
Market Treasury Bills		1,530,000	-	1,530,000	-	-	-
Pakistan Investment Bonds		1,500,000	-	1,500,000	-	-	-
Total		<u>3,030,000</u>	<u>-</u>	<u>3,030,000</u>	<u>-</u>	<u>-</u>	<u>-</u>

9 INVESTMENTS

9.1 Investments by type:

Audited							
March 31, 2026				December 31, 2025			
Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value

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

DEBT INSTRUMENTS

Classified / Measured at FVPL

Federal government securities	-	-	-	-	-	-	-
Non-government debt securities	2,188,479	-	(10,575)	2,177,904	2,188,479	-	(37,575)
	2,188,479	-	(10,575)	2,177,904	2,188,479	-	(37,575)

Classified / Measured at FVOCI

Federal government securities	89,352,316	-	366,869	89,719,185	98,831,116	-	1,337,601
Non-government debt securities	694,941	(184,307)	-	510,634	865,308	(185,293)	-
	90,047,257	(184,307)	366,869	90,229,819	99,696,424	(185,293)	1,337,601
	92,235,736	(184,307)	356,294	92,407,723	101,884,903	(185,293)	1,300,026

EQUITY INSTRUMENTS

Classified / Measured at FVPL

Ordinary shares

Listed companies	-	-	-	-	176,492	-	6,087
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Classified / Measured at FVOCI (Non -Reclassifiable)

Ordinary shares

Listed companies **	1,144,168	-	775,269	1,919,437	1,144,168	-	1,245,931
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Subsidiaries

Primus Leasing Limited	1,000,000	-	-	1,000,000	1,000,000	-	-
Awwal Corporate Restructuring Company Ltd.	1,016,707	-	-	1,016,707	1,016,707	-	-
	2,016,707	-	-	2,016,707	2,016,707	-	-

Total investments	95,396,611	(184,307)	1,131,563	96,343,867	105,222,270	(185,293)	2,552,044
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* The Company has shares of Pakistan Mercantile Exchange Limited which were acquired at a cost of Rs. 21.3 million were fully provided as at December 31, 2022. On adoption of IFRS 9, the cost has been net off by provision.

** This amount represents 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.

9.2 Investments by segments:

Audited							
March 31, 2026				December 31, 2025			
Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value

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

Federal government securities

Market Treasury Bills	18,736,111	-	(8,912)	18,727,199	-	-	-
Pakistan Investment Bonds	70,616,205	-	375,781	70,991,986	98,831,116	-	1,337,601
	89,352,316	-	366,869	89,719,185	98,831,116	-	1,337,601

Shares

Listed companies	1,144,168	-	775,269	1,919,437	1,320,660	-	1,252,018
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Non-government debt securities

Listed	877,841	(14,361)	-	863,480	962,736	(14,361)	(37,575)
Unlisted	2,005,579	(169,946)	(10,575)	1,825,058	2,091,051	(170,932)	-
	2,883,420	(184,307)	(10,575)	2,688,538	3,053,787	(185,293)	(37,575)

Subsidiaries

Primus Leasing Limited	1,000,000	-	-	1,000,000	1,000,000	-	-
Awwal Corporate Restructuring Company Ltd.	1,016,707	-	-	1,016,707	1,016,707	-	-
	2,016,707	-	-	2,016,707	2,016,707	-	-

Total investments	95,396,611	(184,307)	1,131,563	96,343,867	105,222,270	(185,293)	2,552,044
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Audited

March 31, 2026			December 31, 2025		
Cost / amortised cost	Surplus / (deficit)	Carrying value	Cost / amortised cost	Surplus / (deficit)	Carrying value
----- Rupees in '000 -----					
Market Treasury Bills	-	-	-	-	-
Pakistan Investment Bonds	20,602,412	267,388	20,869,800	33,700,960	321,640
Ordinary shares	225,907	162,677	388,584	569,790	-
Term finance / sukuks certificates	569,790	-	569,790	225,907	246,661
	21,398,109	430,065	21,828,174	34,496,657	568,301
					35,064,958

9.2.1 Investments given as collateral

9.3 Summary of financial information of subsidiaries

March 31, 2026							
Percentage of holding	Country of incorporation	Total assets	Total liabilities	Revenue	Profit / (loss) after tax	Total comprehensive income / (loss)	Cost
----- Rupees in '000 -----							
Investment in subsidiaries							
Primus Leasing Limited	100.00	Pakistan	3,598,665	2,288,670	94,938	10,217	1,000,000
Awwal Corporate Restructuring Company L	99.78	Pakistan	1,141,732	42,000	38,875	15,218	1,016,707
							2,016,707

December 31, 2025							
Percentage of holding	Country of incorporation	Total assets	Total liabilities	Revenue	Profit / (loss) after tax	Total comprehensive income / (loss)	Cost
----- Rupees in '000 -----							
Investment in subsidiaries							
Primus Leasing Limited	100.00	Pakistan	3,540,759	2,240,981	426,812	114,971	1,000,000
Awwal Corporate Restructuring Company L	99.79	Pakistan	1,127,325	42,811	134,261	41,830	1,016,707
							2,016,707

9.4 Particulars of credit loss allowance against debt securities

Domestic		March 31, 2026		December 31, 2025	
		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
----- Rupees in '000 -----					
Performing	Stage 1	495,413	32	617,662	46
Underperforming	Stage 2	19,652	4,399	-	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		694,941	184,307	865,308	185,293

10 ADVANCES

	Performing		Non-performing		Total	
	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025	March 31, 2026	December 31, 2025
	----- Rupees in '000 -----					
Loans, cash credits, running finances, etc.	23,391,428	23,257,088	1,501,231	673,106	24,892,659	23,930,194
Islamic financing and related assets	3,265,313	3,284,590	411,937	411,937	3,677,250	3,696,527
Advances - gross	26,656,741	23,257,088	1,913,168	1,085,043	28,569,909	27,626,721
Credit loss allowance against advances						
-Stage 1	73,882	79,934	-	-	73,882	79,934
-Stage 2	153,854	130,217	-	-	153,854	130,217
-Stage 3	-	-	1,558,976	1,029,954	1,558,976	1,029,954
	227,736	210,151	1,558,976	1,029,954	1,786,712	1,240,105
Advances - net of credit loss allowance	26,429,005	23,046,937	354,192	55,089	26,783,197	26,386,616

Audited
March 31, 2026 December 31, 2025

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

10.1 Particulars of advances (gross)

In local currency	28,569,909	27,626,721
In foreign currencies	-	-
	<u>28,569,909</u>	<u>27,626,721</u>

10.2 Advances include Rs. 1,913.168 million (2025: Rs. 1,085.043 million) which have been placed under the non-performing / stage 3 status as detailed below:

Category of classification in stage 3	Note	Audited			
		March 31, 2026		December 31, 2025	
		Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
		----- Rupees in '000 -----			
Domestic					
Other Assets Especially Mentioned	10.2.1	168,384	107,311	10,496	6,689
Substandard		690,381	439,980	21,300	13,575
Doubtful	Stage 3	18,242	11,626	21,710	13,836
Loss		1,036,161	1,000,059	1,031,537	995,854
Total		<u>1,913,168</u>	<u>1,558,976</u>	<u>1,085,043</u>	<u>1,029,954</u>

10.2.1 The 'Other Assets Especially Mentioned' category pertains to small enterprise finance.

10.3 Particulars of credit loss allowance

10.3.1 Advances - Exposure

	March 31, 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	25,317,560	1,224,118	1,085,043	27,626,721	19,970,071	1,100,799	1,069,645	22,140,515
New advances	6,355,167	109,003	10,000	6,474,170	21,601,655	238,256	-	21,839,911
Advances derecognised or repaid	(5,440,720)	(80,950)	(9,312)	(5,530,981)	(16,088,529)	(237,533)	(27,643)	(16,353,705)
Transfer to stage 1	106,824	(106,824)	-	-	72,224	(72,224)	-	-
Transfer to stage 2	(206,319)	206,319	-	-	(208,143)	211,850	(3,708)	-
Transfer to stage 3	(673,135)	(154,301)	827,437	-	(29,718)	(17,030)	46,748	-
	141,817	(26,754)	828,125	943,188	5,347,489	123,319	15,398	5,486,206
Amounts written off / charged off	-	-	-	-	-	-	-	-
Closing balance	<u>25,459,377</u>	<u>1,197,364</u>	<u>1,913,168</u>	<u>28,569,909</u>	<u>25,317,560</u>	<u>1,224,118</u>	<u>1,085,043</u>	<u>27,626,721</u>

10.3.2 Advances - Credit loss allowance

	March 31, 2026				December 31, 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000 -----							
Opening balance	79,934	130,218	1,029,954	1,240,105	61,619	19,723	917,816	999,158
New Advances	14,859	39,597	6,373	60,829	50,984	28,221	-	79,205
Advances derecognised or repaid	(5,536)	(1,902)	(13,597)	(21,035)	(23,229)	(3,374)	(25,615)	(52,218)
Transfer to stage 1	263	(263)	-	-	304	(304)	-	-
Transfer to stage 2	(1,089)	1,089	-	-	(2,284)	2,405	(121)	-
Transfer to stage 3	(6,393)	(9,516)	15,909	-	(152)	(362)	514	-
	2,105	29,004	8,685	39,795	25,623	26,587	(25,222)	26,988
Amounts written off / charged off	-	-	-	-	-	-	-	-
Changes in risk parameters	(8,156)	(5,368)	520,337	506,812	(7,308)	83,908	137,360	213,960
Closing balance	73,882	153,854	1,558,976	1,786,712	79,934	130,218	1,029,954	1,240,105

10.4 Advances - Credit loss allowance details

Internal / External rating / Stage classification

	March 31, 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	25,459,377	-	-	25,459,377	25,317,560	-	-	25,317,560
Underperforming - Stage 2	-	1,197,364	-	1,197,364	-	1,224,118	-	1,224,118
Non-Performing - Stage 3								
Other Assets Especially Mentioned	-	-	168,384	168,384	-	-	10,496	10,496
Substandard	-	-	690,381	690,381	-	-	21,300	21,300
Doubtful	-	-	18,242	18,242	-	-	21,710	21,710
Loss	-	-	1,036,161	1,036,161	-	-	1,031,537	1,031,537
	-	-	1,913,168	1,913,168	-	-	1,085,043	1,085,043
	25,459,377	1,197,364	1,913,168	28,569,910	25,317,560	1,224,118	1,085,043	27,626,721
Corresponding ECL								
Stage 1 and stage 2	73,882	153,854	-	227,736	79,934	130,217	-	210,151
Stage 3	-	-	1,558,976	1,558,976	-	-	1,029,954	1,029,954
	25,385,495	1,043,510	354,192	26,783,197	25,237,626	1,093,901	55,089	26,386,616

10.5 Particulars of credit loss allowance against advances

	March 31, 2026				December 31, 2025			
	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
	----- Rupees in '000 -----							
Opening balance	1,029,954	130,217	79,934	1,240,105	917,816	19,723	61,619	999,158
Charge for the period / year	529,338	42,128	15,123	586,589	138,212	118,005	51,289	307,507
Reversals	(316)	(18,492)	(21,174)	(39,982)	(26,074)	(7,511)	(32,975)	(66,560)
	529,022	23,637	(6,052)	546,607	112,138	110,494	18,314	240,946
Amounts written off against provision	-	-	-	-	-	-	-	-
Closing balance	1,558,976	153,854	73,882	1,786,712	1,029,954	130,217	79,934	1,240,104

10.5.1 Forced Sale Value (FSV) benefit amounting to Rs. 100.38 (2025: Rs. 100.38) 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.

		Audited	
		March 31, 2026	December 31, 2025
	Note	----- Rupees in '000 -----	
10.6 Particulars of write offs:			
Against credit loss allowance		-	-
Directly charged to profit and loss account		-	-
		-	-
Write offs of Rs. 500,000 and above			
- Domestic		-	-
- Overseas		-	-
Write offs of Below Rs. 500,000		-	-
		-	-
11 FIXED ASSETS			
Property and equipment		41,234	43,361
Capital work-in-progress		-	-
		<u>41,234</u>	<u>43,361</u>
12 RIGHT OF USE ASSETS			
At January 1, 2026 / 2025			
Cost		180,359	154,667
Accumulated Depreciation		(150,235)	(100,389)
Net Carrying amount at January 1, 2026 / 2025		<u>30,124</u>	<u>54,278</u>
Additions / modification during the period/year		-	25,692
Deletions during the period/year			
Cost		-	-
Accumulated Depreciation		-	-
Depreciation Charge for the period/year		(12,518)	(49,845)
Net Carrying amount at March 31, 2026 / December 31, 2025		<u>17,606</u>	<u>30,125</u>
13 INTANGIBLE ASSETS			
Computer Software		2,028	2,985
Capital work-in-progress		-	-
		<u>2,028</u>	<u>2,985</u>
14 DEFERRED TAX ASSETS			
Deductible temporary differences on			
- Lease liability against right-of-use assets		16,193	15,917
- Provision for Bonus		35,100	29,250
- Credit loss allowance against debt securities		71,880	92,983
- Credit loss allowance against advances		696,818	483,642
- Amortisation of premium on investments		-	246,964
- Deficit on debt investment (FVPL) - Listed		4,124	14,654
- Accelerated tax depreciation		1,344	417
- Payable against post retirement employee benefits		4,384	3,115
- Provision for off-balance sheet obligations		17,244	15,999
- Minimum tax liability u/s 113		92,050	92,050
		<u>939,137</u>	<u>994,991</u>
Taxable temporary differences on			
- Net investment in finance lease		(270,706)	(79,923)
- Right-of-use assets		(6,866)	(11,749)
- Surplus on revaluation of Securities measured at FVOCI - Debt		(143,079)	(521,664)
- Surplus on revaluation of Securities measured at FVOCI - Equity		(193,817)	(311,483)
- Surplus on revaluation of Securities measured at FVPL - Equity		-	(1,522)
- Remeasurement loss on defined benefit plan		(2,317)	(2,317)
		<u>(616,785)</u>	<u>(928,658)</u>
		<u>322,352</u>	<u>66,333</u>

	Note	Audited	
		March 31, 2026	December 31, 2025
----- Rupees in '000 -----			
15 OTHER ASSETS			
Income/ mark-up accrued in local currency		2,366,106	2,601,374
Advances, deposits, advance rent and other prepayments		117,824	85,672
Advance taxation (payments less provisions)		4,936,222	4,954,461
Receivable against sale of shares		-	192,945
Receivable from related parties	15.1	5,219	2,976
Dividend receivable		47,400	-
		<u>7,472,771</u>	<u>7,837,428</u>
Less: Credit loss allowance held against other assets		-	-
Other Assets (Net of credit loss allowance)		<u>7,472,771</u>	<u>7,837,428</u>
15.1 Receivable from related parties			
Receivable from Awwal Corporate Restructuring Company Limited (subsidiary)		1,135	1,093
Receivable from Primus Leasing Company Limited (subsidiary)		4,084	1,883
		<u>5,219</u>	<u>2,976</u>
16 ASSETS CLASSIFIED AS HELD-FOR-SALE			
Lion Steel Industries (Private) Limited	16.1	168,904	168,904
		<u>168,904</u>	<u>168,904</u>

16.1 These represent land, building and machinery which have been classified as 'non-current assets as held for sale' as at December 31, 2021. The Company acquired these assets by settling total outstanding principal and mark-up of Rs. 135 million and Rs. 34 million respectively. It is expected that the process of sale of these assets will be completed in the near future.

		March 31, 2026	Audited December 31, 2025
		----- Rupees in '000 -----	
17	BORROWINGS		
	Secured		
	Borrowings from State Bank of Pakistan		
	- Long-Term Finance Facility (LTFF) scheme	17.2	1,381,038
	- Power Plants Using Renewable Energy (PPRE) scheme	17.3	88,849
	- Temporary Economic Refinance Facility (TERF)	17.4	523,213
	- Finance for Storage of Agriculture Produce (FSAP) scheme	17.5	721,424
	- Credit Guarantee (CGS) Scheme	17.6	370,544
	- Special Persons (SP) Scheme	17.7	1,515
	- Working Capital (WCF) Scheme	17.8	1,191,357
	- Balancing, Modernization & Replacement (BMR) scheme	17.9	1,412,239
		5,690,179	6,178,172
	Repurchase agreement borrowings	17.10	20,877,300
	Borrowings from banks	17.11	16,377,500
	Total secured	42,944,979	56,706,905
	Unsecured		
	Letters of placement:	17.12	75,733,346
		118,678,325	64,566,559
		118,678,325	121,273,464
17.1	Particulars of borrowings with respect to currencies		
	In local currency	118,678,325	121,273,464
	In foreign currencies	-	-
		118,678,325	121,273,464
17.2	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 (2025: 2% to 11% per annum). These are secured against demand promissory notes and are repayable within 5 years (2025: 6 years).		
17.3	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 (2025: 2.00% to 3.00% per annum) and are due to mature latest by July, 2029 (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.		
17.4	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 (2025: 1% to 2% per annum) payable on quarterly basis, with maturities upto May, 2032 (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.		
17.5	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 (2025: 2% to 4% per annum) and are due to be matured by February, 2032 (2025: February, 2032)		
17.6	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 (2025: 0% per annum) payable on quarterly basis, with maturities upto December 2030 (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.		
17.7	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 (2025: 5% per annum) by SBP whereas SBP's refinance rate for this facility is 0% per annum (2025: 0% per annum) with maturities upto September, 2029 (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.		
17.8	These represent borrowings from the SBP under scheme for working capital facilities. The mark-up rate applicable on these facilities is 2% per annum (2025: 2% per annum) payable on quarterly basis, with maturities upto December, 2030 (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.		

- 17.9** 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 (2025: 2% per annum) payable on quarterly basis, with maturities upto June, 2032 (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.
- 17.10** These represent borrowings from various financial institutions at mark-up rates ranging from 10.50% to 11.00% per annum (2025: 10.50% to 11.00% per annum). Pakistan Investment Bonds having a face value of Rs. 21,000 million (2025: 34,000 million) have been given as collateral against these borrowings respectively.
- 17.11** These borrowings carry mark-up at rates ranging from 10.39% to 11.58% per annum (2025: 10.73% to 11.31% per annum) and are repayable within 3 years (2025: 3 years).
- 17.12** These borrowings carry mark-up at rates ranging from 9.50% to 10.90% per annum (2025: 9.00% to 11.25% per annum) and are repayable by December 2026 (2025: 1 years).

	Note	March 31, 2026	Audited December 31, 2025
----- Rupees in '000 -----			
18 OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		1,434,440	1,331,470
Unearned commission and income on bills discounted		26,323	35,077
Accrued expenses		123,163	101,838
Brokerage / commission payable		10,906	6,659
Payable against debt securities		-	4,692,920
Security deposits against advances		477,145	382,145
Provision for Sindh Worker's Welfare Fund		245,824	245,824
Pavable to defined benefit plan		11,240	7,987
Credit loss allowance against off-balance sheet obligations	19.1	44,215	41,023
Others		111,796	104,065
		<u>2,485,052</u>	<u>6,949,008</u>
18.1 Credit loss allowance against off-balance sheet obligations			
Opening balance		41,023	14,744
Charge for the period / year		3,192	26,279
Reversals		-	-
		3,192	26,279
Amount written off		-	-
Closing balance		<u>44,215</u>	<u>41,023</u>

	Note	March 31, 2026	Audited December 31, 2025
----- Rupees in '000 -----			
19	DEFICIT ON REVALUATION OF ASSETS		
	Deficit on revaluation of		
	- Securities measured at FVOCI-Debt	9.1 366,869	1,337,601
	- Securities measured at FVOCI-Equity	9.1 775,269	1,245,931
		<u>1,142,138</u>	<u>2,583,532</u>
	Deferred tax on deficit on revaluation of:		
	- Securities measured at FVOCI-Debt	(143,079)	(521,664)
	- Securities measured at FVOCI-Equity	(193,817)	(311,483)
		<u>805,242</u>	<u>1,750,385</u>
20	CONTINGENCIES AND COMMITMENTS		
	- Guarantees	20.1 4,171,144	2,349,295
	- Commitments	20.2 35,873,864	41,652,944
	- Other contingent liabilities	20.3 -	-
		<u>40,045,008</u>	<u>44,002,239</u>
20.1	Guarantees		
	Financial guarantees	<u>4,171,144</u>	<u>2,349,295</u>
20.2	Commitments		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	283,596	2,390,224
	Commitments in respect of:		
	- repo transactions	20.2.1 23,894,628	34,029,212
	- forward lendings	20.2.2 6,717,550	5,233,508
	- future purchase and sale transactions	4,978,090	-
	Other commitments	-	-
		<u>35,873,864</u>	<u>41,652,944</u>
20.2.1	Commitments in respect of repo transactions		
	Repurchase of government securities	20,909,339	34,029,212
	Reverse repurchase of government securities	2,985,290	-
		<u>23,894,628</u>	<u>34,029,212</u>
20.2.2	Commitments in respect of forward lendings		
	Undrawn formal standby facilities, credit lines and other commitments to lend	<u>6,717,550</u>	<u>5,233,508</u>
	These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Comp		
20.2.3	Commitments in respect of future transactions		
	Purchase	4,978,090	-
	Sale	-	-
		<u>4,978,090</u>	<u>-</u>
20.3	Other contingent liabilities		
20.3.1	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.		

20.3.2 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.

	Note	March 31, 2026	March 31, 2025
----- Rupees in '000 -----			
21	MARK-UP / RETURN / INTEREST EARNED		
On:			
	a) Loans and advances	687,161	485,661
	b) Investments	2,580,286	4,841,888
	c) Lendings to financial institutions	193,276	230,024
	d) Balances with banks	4,114	2,362
		<u>3,464,837</u>	<u>5,559,935</u>
Interest income (calculated using effective interest rate method) recognised on:			
	Financial assets measured at amortised cost;	792,792	712,762
	Financial assets measured at fair value through OCI.	2,312,979	4,563,930
		<u>3,105,771</u>	<u>5,276,692</u>
22	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits	-	44,008
	Borrowings	3,041,630	4,612,065
	Interest expense on lease liability against right-of-use assets	2,072	1,670
		<u>3,043,702</u>	<u>4,657,743</u>
23	FEE AND COMMISSION INCOME		
	Advisory / arrangement fee	2,158	188
	Processing fee income	6,034	8,714
	Commitment fee	-	1,050
	Commission on letters of credit	8,893	3,544
	Trustee fee	15,156	12,475
	Front end fee	50	207
		<u>32,291</u>	<u>26,178</u>
24	GAIN / (LOSS) ON SECURITIES		
	Realised	31,420	118,374
	Unrealised gain / (loss) on financial assets at FVPL	20,913	(125,832)
		<u>52,333</u>	<u>(7,458)</u>
24.1	Realised (loss) / gain on:		
	Federal government securities	1,061	16,292
	Shares	29,359	102,082
	Non-government debt securities	1,000	-
		<u>31,420</u>	<u>118,374</u>

25	OPERATING EXPENSES	Note	March 31, 2026	March 31, 2025
			----- Rupees in '000 -----	
	Total compensation expense		107,864	98,045
	Property expense			
	Rent and taxes		-	-
	Insurance		1,588	1,955
	Security		1,811	606
	Utilities cost		733	980
	Repairs and maintenance (including janitorial charges)		3,008	2,856
	Depreciation on leasehold improvements		338	143
	Depreciation on right-of-use assets		12,518	8,443
			19,996	14,983
	Information technology expenses			
	Software maintenance		6,550	15,710
	Hardware maintenance		361	396
	Depreciation		1,514	1,243
	Amortisation		957	1,233
			9,382	18,582
	Other operating expenses			
	Directors' fees and allowances		1,500	1,200
	Fees and subscription		755	760
	Legal and professional charges		9,460	5,477
	Outsourced services costs		5,618	4,197
	Travelling and conveyance		12,679	11,363
	Brokerage commission		17,410	11,616
	Depreciation		2,962	2,946
	Training and development		183	109
	Postage and courier charges		134	200
	Communication		2,007	1,824
	Stationery and printing		448	405
	Marketing, advertisement and publicity		415	18
	Donations		-	1,000
	Auditors' remuneration		989	880
	Expenses incurred in relation to assets held for sale		1,245	1,267
	Service charges for lease rental recoveries		-	418
	Others		3,390	4,950
			59,195	48,630
			196,437	180,240
	26 PROVISION FOR SINDH WORKERS' WELFARE FUND			
	Provision for Sindh Workers' Welfare Fund		-	14,916
	27 CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
			March 31, 2026	March 31, 2025
			----- Rupees in '000 -----	
	Credit loss allowance against balances with other banks		(2)	(1)
	Credit loss allowance against lending to financial institutions		1	3
	Credit loss allowance for diminution in value of investments		(987)	7,280
	Credit loss allowance against loans and advances	10.5	546,607	59,699
	Credit loss allowance against off balance sheet obligations	18.1	3,193	11,549
			548,812	78,530

	Note	March 31, 2026	March 31, 2025
		----- Rupees in '000 -----	
28 LEVIES			
Final tax		-	21,318
Minimum tax		<u>43,714</u>	<u>-</u>
		<u>43,714</u>	<u>21,318</u>
29 TAXATION			
Current		-	240,902
Prior years		-	-
Deferred		<u>240,233</u>	<u>(133,426)</u>
		<u>240,233</u>	<u>107,476</u>
30 BASIC EARNINGS PER SHARE			
Profit for the year		<u>(436,237)</u>	<u>602,104</u>
		-- Number of shares in '000 --	
Weighted average number of ordinary shares		<u>600,000</u>	<u>600,000</u>
		----- Rupee -----	
Basic earnings per share		<u>(0.73)</u>	<u>1.00</u>
30.1 Diluted earnings per share			

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

31 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.

31.1 Fair value of financial assets

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

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

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); 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 rates (Reuters page).
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.
Units of mutual funds	Fair values of investments in units of mutual funds are determined based on redemption prices as at the close of the business day.

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:

	March 31, 2026			
	Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----				

On balance sheet financial instruments

Financial assets - measured at fair value

Investments

Federal government securities	-	89,719,185	-	89,719,185
Ordinary shares	1,919,437	-	-	1,919,437
Non-Government debt securities	863,480	1,825,058	-	2,688,538

Off-balance sheet financial instruments - measured at fair value

Commitments

Commitments in respect of repo transactions	-	23,894,628	-	23,894,628
Commitments in respect of future purchase and sale transactions		4,978,090		

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

On balance sheet financial instruments

Financial assets - measured at fair value

Investments

Federal government securities	-	100,168,717	-	100,168,717
Shares	2,572,678	-	-	2,572,678
Non-Government debt securities	910,800	1,920,119	-	2,830,919

Off-balance sheet financial instruments - measured at fair value

Commitments

Commitments in respect of repo transactions	-	34,029,212	-	34,029,212
Commitments in respect of future purchase and sale transactions	-	-	-	-

Profit and Loss Account

Net mark-up / return / profit
 Non mark-up / return / interest income
 Total income

Segment direct expenses

Total expenses
 Expected credit loss
 Profit before tax

Statement of Financial Position

Cash and bank balances
 Lendings to financial institutions
 Investments
 Advances - performing
 - non-performing
 Others
Total assets

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

Contingencies and commitments

March 31, 2026			
Corporate finance	Trading and sales	Commercial banking	Total
----- Rupees in '000 -----			
5,259	335,259	80,618	421,135
1,274	139,533	31,017	171,824
6,533	474,792	111,635	592,959
2,164	157,291	36,983	196,437
2,164	36,983	196,437	196,437
-	(988)	549,800	548,812
4,369	438,797	(634,603)	(152,290)
12,317	895,173	210,477	1,117,967
-	2,984,357	-	2,984,357
494,954	95,848,913	-	96,343,867
728,243	-	25,700,762	26,429,005
22,547	-	331,645	354,192
88,411	6,425,657	1,510,827	8,024,895
1,346,471	106,154,101	27,753,711	135,254,283
-	96,610,646	22,067,679	118,678,325
-	-	-	-
457	33,247	7,817	41,521
27,378	1,989,820	467,854	2,485,052
27,836	98,633,712	22,543,350	121,204,898
1,318,635	7,520,388	5,210,362	14,049,385
1,346,471	106,154,100	27,753,712	135,254,283
-	28,872,718	11,172,290	40,045,008

Profit and Loss Account

Net mark-up / return / profit
 Non mark-up / return / interest income
 Total income

Segment direct expenses

Total expenses
 Expected credit loss
 Profit before tax

Statement of Financial Position

Cash and bank balances
 Investments
 Lendings to financial institutions
 Advances - performing
 - non-performing
 Others
Total assets

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

Contingencies and commitments

March 31, 2025			
Corporate finance	Trading and sales	Commercial banking	Total
----- Rupees in '000 -----			
-	827,019	75,173	902,192
26,178	76,214	-	102,392
26,178	903,233	75,173	1,004,584
5,086	175,467	14,603	195,156
5,086	175,467	14,603	195,156
-	(5,856)	84,386	78,530
21,093	733,622	(23,816)	730,898
27,431	1,311,907	229,939	1,569,277
447,076	107,141,945	-	107,589,021
-	-	-	-
312,399	-	26,019,128	26,331,527
-	-	55,089	55,089
139,496	6,671,429	1,338,211	8,149,136
926,402	115,125,281	27,642,367	143,694,050
759,475	98,546,959	21,967,029	121,273,463
-	-	-	-
713	34,120	5,980	40,813
121,470	5,809,331	1,018,207	6,949,008
881,659	104,390,410	22,991,216	128,263,284
44,744	10,734,871	4,651,151	15,430,766
926,402	115,125,281	27,642,367	143,694,050
-	34,029,212	9,973,027	44,002,239

(Audited)

December 31, 2025

34 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

March 31, 2026
December 31, 2025
----- Rupees in '000 -----

Minimum Capital Requirement (MCR):
Paid-up capital (net of losses)

<u>6,000,000</u>	<u>6,000,000</u>
------------------	------------------

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital
Eligible Additional Tier 1 (ADT 1) Capital
Total Eligible Tier 1 Capital
Eligible Tier 2 Capital
Total Eligible Capital (Tier 1 + Tier 2)

<u>10,905,936</u>	<u>10,921,708</u>
<u>-</u>	<u>-</u>
<u>10,905,936</u>	<u>10,921,708</u>
<u>559,854</u>	<u>1,533,873</u>
<u>11,465,791</u>	<u>12,455,581</u>

Risk Weighted Assets (RWAs):

Credit Risk
Market Risk
Operational Risk
Total

<u>31,617,393</u>	<u>28,884,953</u>
<u>5,258,493</u>	<u>9,099,213</u>
<u>4,028,022</u>	<u>4,028,022</u>
<u>40,903,908</u>	<u>42,012,188</u>

Common Equity Tier 1 Capital Adequacy ratio

<u>26.66%</u>	<u>26.00%</u>
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Tier 1 Capital Adequacy Ratio

<u>26.66%</u>	<u>26.00%</u>
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Total Capital Adequacy Ratio

<u>28.03%</u>	<u>29.65%</u>
---------------	---------------

Leverage Ratio (LR):

Eligible Tier-1 Capital
Total Exposures
Leverage Ratio - percentage

<u>10,905,936</u>	<u>10,921,708</u>
<u>149,578,311</u>	<u>142,629,225</u>
<u>7.29%</u>	<u>7.66%</u>

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets
Total Net Cash Outflow
Liquidity Coverage Ratio - percentage

<u>79,654,419</u>	<u>53,435,857</u>
<u>43,631,425</u>	<u>44,528,301</u>
<u>182.56%</u>	<u>120.00%</u>

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding
Total Required Stable Funding
Net Stable Funding Ratio - percentage

<u>28,410,291</u>	<u>30,190,174</u>
<u>26,440,438</u>	<u>25,592,555</u>
<u>107.45%</u>	<u>117.96%</u>

35 GENERAL

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

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

36 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on May 15, 2026 by the Board of Directors of the Company.



Managing Director/
Chief Executive



Chief Financial Officer



Director



Director



Director