



PAK BRUNEI INVESTMENT COMPANY LTD.

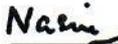
**UNCONSOLIDATED CONDENSED INTERIM FINANCIAL
STATEMENTS (UN-AUDITED)**

FOR THE PERIOD ENDED SEPTEMBER 30, 2024

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024

September 30, 2024	December 31, 2023		(Un-audited) September 30, 2024	(Audited) December 31, 2023
----- USD in '000 -----		Note	----- Rupees in '000 -----	
ASSETS				
2,514	2,479	Cash and balances with treasury banks	698,024	688,559
356	864	Balances with other banks	98,954	239,927
91,587	-	Lendings to financial institutions	25,434,850	-
600,928	571,349	Investments	166,885,546	158,671,066
74,229	70,612	Advances	20,614,485	19,609,901
143	192	Property and equipment	39,666	53,320
235	61	Right of use assets	65,132	16,863
33	45	Intangible assets	9,155	12,521
2,571	4,068	Deferred tax assets	713,865	1,129,621
53,720	26,488	Other assets	14,918,638	7,356,144
1,052	1,052	Assets classified as held-for-sale	292,279	292,279
827,368	677,210		229,770,594	188,070,201
LIABILITIES				
-	-	Bills payable	-	-
771,525	628,685	Borrowings	214,262,711	174,593,998
2,397	-	Deposits and other accounts	665,705	-
129	10	Lease liabilities	35,894	2,765
-	-	Subordinated debt	-	-
-	-	Deferred tax liabilities	-	-
10,082	9,486	Other liabilities	2,799,266	2,634,490
784,133	638,181		217,763,576	177,231,253
43,235	39,029	NET ASSETS	12,007,018	10,838,948
REPRESENTED BY				
21,605	21,605	Share capital	6,000,000	6,000,000
8,976	8,606	Reserves	2,492,822	2,390,092
462	(2,954)	Deficit on revaluation of assets	128,390	(820,467)
12,192	11,772	Unappropriated profit	3,385,806	3,269,323
43,235	39,029		12,007,018	10,838,948
CONTINGENCIES AND COMMITMENTS				
			24	

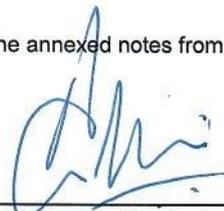
The annexed notes from 1 to 42 form an integral part of these condensed interim unconsolidated financial statements.

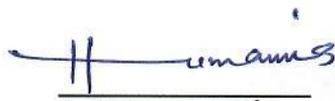
				
Managing Director/ Chief Executive	Chief Financial Officer	Director	Director	Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED SEPTEMBER 30, 2024

Nine months period ended		September 30, September 30,		2024		2023		Nine months period ended		Quarter ended		September 30, September 30,		2024		2023	
----- USD in '000 -----								----- Rupees in '000 -----									
109,181	56,596	Mark-up / return / interest earned	25	30,320,875	15,717,333	9,596,606	6,224,749										
107,019	52,589	Mark-up / return / interest expensed	26	29,720,608	14,604,595	9,205,660	5,733,024										
2,162	4,007	Net mark-up / interest income		600,267	1,112,738	390,946	491,725										
		Non mark-up / interest income															
369	306	Fee and commission income	27	102,550	84,925	45,452	39,786										
1,190	348	Dividend income		330,497	96,617	107,005	24,305										
997	308	Gain / (loss) on securities	28	276,894	85,523	26,156	48,769										
-	355	Other income	29	30	98,497	17	-										
2,556	1,317	Total non-markup / interest income		709,971	365,562	178,630	112,860										
4,718	5,324	Total income		1,310,238	1,478,300	569,576	604,585										
		Non mark-up / interest expenses															
1,590	1,431	Operating expenses	30	441,682	397,526	170,619	127,176										
60	68	Sindh Workers' Welfare Fund	32	16,884	18,924	7,591	9,664										
-	-	Other charges		-	-	-	-										
1,650	1,499	Total non mark-up / interest expenses		458,566	416,450	178,210	136,840										
3,068	3,825	Profit before credit loss allowance		851,672	1,061,850	391,366	467,745										
88	477	Credit loss allowance and write offs - net	33	24,329	132,386	19,368	(7,979)										
-	-	Extraordinary / unusual items		-	-	-	-										
2,980	3,348	PROFIT BEFORE LEVIES AND TAXATION		827,343	929,464	371,998	475,724										
1,504	30	Levies	31	417,786	8,458	150,847	1,003										
1,476	3,318	PROFIT BEFORE TAXATION		409,557	921,006	221,151	474,721										
(375)	1,133	Taxation	34	(104,088)	314,766	(31,069)	98,998										
1,851	2,185	Profit after taxation		513,645	606,240	252,220	375,723										
----- USD -----								----- Rupees -----									
0.00308	0.00364	Basic earnings per share	35	0.86	1.01	0.42	0.63										
		Diluted earnings per share	35.1	-	-	-	-										

The annexed notes from 1 to 42 form an integral part of these condensed interim unconsolidated financial statements.


Managing Director/
Chief Executive


Chief Financial Officer


Director

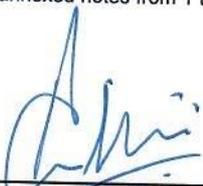

Director


Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
 CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
 FOR THE NINE MONTHS PERIOD AND QUARTER ENDED SEPTEMBER 30, 2024

<u>Nine months period ended</u>			<u>Nine months period ended</u>		<u>Quarter ended</u>	
<u>September 30,</u>	<u>September 30,</u>		<u>September 30,</u>	<u>September 30,</u>	<u>September 30,</u>	<u>September 30,</u>
<u>2024</u>	<u>2023</u>		<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
----- USD in '000 -----			----- Rupees in '000 -----			
1,851	2,185	Profit after taxation for the period	513,645	606,240	252,220	375,723
		Other comprehensive income				
		<i>Items that may be reclassified to profit and loss account in subsequent periods:</i>				
3,095	(1,123)	Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	859,598	(311,828)	978,674	(16,492)
		<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	-	-	-	-
321	1,755	Movement in surplus / (deficit) on revaluation of equity investments - net of tax	89,259	487,316	(202,901)	158,993
20	(1,652)	Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	5,568	(458,862)	(7,530)	1,645
5,287	1,165	Total comprehensive income / (loss)	1,468,070	322,866	1,020,464	519,869

The annexed notes from 1 to 42 form an integral part of these condensed interim unconsolidated financial statements.

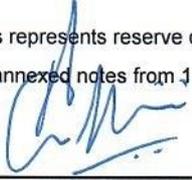
 _____ Managing Director/ Chief Executive	 _____ Chief Financial Officer	 _____ Director	 _____ Director	 _____ Director
---	---	--	--	--

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

	Share capital	Capital reserve* Statutory reserve	General reserve	Surplus / (deficit) on revaluation of assets	Revenue reserve* Unappropriated profit	Total
	Rupees in '000					
Balance as at January 1, 2023 (audited)	6,000,000	1,820,621	300,000	(1,501,592)	3,384,198	10,003,227
Impact of first time adoption of IFRS 9	-	-	-	-	(247,707)	(247,707)
Total comprehensive income for the period						
Profit after taxation for the period ended September 30, 2023	-	-	-	-	606,240	606,240
Other comprehensive loss						
- Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	(458,862)	(458,862)
- Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(311,828)	-	(311,828)
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	487,316	-	487,316
Total other comprehensive income / (loss) - net of tax	-	-	-	175,488	147,378	322,866
Transfer to statutory reserve	-	121,248	-	-	(121,248)	-
Transfer to general reserve	-	-	100,000	-	(100,000)	-
Transactions with owners, recorded directly in equity						
Final cash dividend paid for the year ended December 31, 2022	-	-	-	-	-	-
Balance as at September 30, 2023 (un-audited)	6,000,000	1,941,869	400,000	(1,326,104)	3,062,621	10,078,386
Total comprehensive income for the period						
Profit after taxation for the year ended December 31, 2023	-	-	-	-	241,114	241,114
Other comprehensive income / (loss)						
- Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	3,314	3,314
- Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	10,497	10,497
- Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	382,696	-	382,696
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	122,941	-	122,941
Total other comprehensive income - net of tax	-	-	-	505,637	254,925	760,562
Transfer to statutory reserve	-	48,224	-	-	(48,224)	-
Balance as at December 31, 2023 (audited)	6,000,000	1,990,093	400,000	(820,467)	3,269,322	10,838,948
Total comprehensive income for the period						
Profit after taxation for the period ended September 30, 2024	-	-	-	-	513,645	513,645
Other comprehensive income						
- Loss on disposal of securities classified as fair value through other comprehensive income - net of tax	-	-	-	-	5,568	5,568
- Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	859,598	-	859,598
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	89,259	-	89,259
Total other comprehensive income - net of tax	-	-	-	948,857	519,213	1,468,070
Transfer to statutory reserve	-	102,729	-	-	(102,729)	-
Final cash dividend paid for the year ended December 31, 2023 @ Re. 0.50 per share	-	-	-	-	(300,000)	(300,000)
Balance as at September 30, 2024 (un-audited)	6,000,000	2,092,822	400,000	128,390	3,385,806	12,007,018

* This represents reserve created under section 21(i)(a) of the Banking Companies Ordinance, 1962.

The annexed notes from 1 to 42 form an integral part of these condensed interim unconsolidated financial statements.


**Managing Director/
 Chief Executive**


Chief Financial Officer


Director

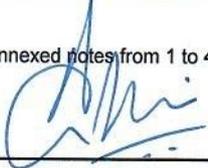

Director

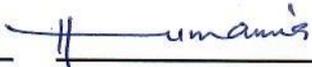

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

Nine months period ended			Note	
September 30, 2024	September 30, 2023		September 30, 2024	September 30, 2023
----- USD in '000 -----			----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES				
2,980	3,348	Profit before levies and taxation	827,343	929,464
1,190	348	Less: Dividend income	330,497	96,617
1,790	3,000		496,846	832,847
Adjustments:				
57	27	Depreciation	30 15,887	7,374
65	70	Depreciation on right-of-use assets	30 18,277	19,337
13	3	Amortisation	30 3,718	838
87	477	Credit loss allowance and write offs - net	33 24,329	132,386
-	(7)	Gain on sale of fixed assets	29 (30)	(1,871)
-	(348)	Gain on sale of assets classified as held-for-sale	29 -	(96,626)
60	68	Provision for Sindh Workers' Welfare Fund	32 16,884	18,924
(31)	(57)	Unrealised loss / (gain) on revaluation of investments classified as fair value through profit and loss - net	28 (8,656)	(15,691)
251	233		70,409	64,671
2,041	3,233		567,255	897,518
(Increase) / decrease in operating assets				
(91,586)	23,621	Landings to financial institutions	(25,434,870)	6,559,967
(34,022)	(123,607)	Net investments in securities held at fair value as classified through profit and loss	(9,448,422)	(34,327,412)
(3,739)	20,939	Advances	(1,038,475)	5,815,147
(16,161)	(5,507)	Others assets (excluding advance taxation)	(4,488,036)	(1,529,457)
(145,508)	(84,553)		(40,409,803)	(23,481,755)
Increase / (decrease) in operating liabilities				
142,841	134,774	Borrowings	39,668,713	37,428,571
2,397	-	Deposits	665,705	-
119	-	Lease liabilities	33,129	-
544	3,121	Other liabilities	150,948	866,868
145,901	137,897		40,518,495	38,295,439
(1,504)	(30)	Levies paid	(417,786)	(8,458)
(11,112)	(3,954)	Income tax paid	(3,085,854)	(1,097,971)
(10,182)	52,593	Net cash flow from operating activities	(2,827,692)	14,604,773
CASH FLOWS FROM INVESTING ACTIVITIES				
10,007	(53,658)	Net (investments) / divestments in securities classified as fair value through other comprehensive income	2,779,035	(14,901,481)
1,031	296	Dividends received	286,245	82,097
(248)	(166)	Investments in property and equipment	(68,842)	(46,007)
(1)	-	Investments in operating intangible assets	(352)	-
-	15	Proceeds from sale of property and equipment	93	4,253
-	1,021	Proceeds from sale assets classified as held-for-sale	-	283,521
10,789	(52,492)	Net cash flow used in investing activities	2,996,179	(14,577,617)
CASH FLOWS FROM FINANCING ACTIVITIES				
(1,080)	-	Dividend paid	(300,000)	-
(1,080)	-	Net cash flow used in financing activities	(300,000)	-
(473)	101	Increase / (decrease) in cash and cash equivalents	(131,513)	27,157
3,343	1,574	Cash and cash equivalents at beginning of the period	928,491	437,224
2,870	1,675	Cash and cash equivalents at end of the period	796,977	464,381

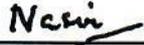
The annexed notes from 1 to 42 form an integral part of these condensed interim unconsolidated financial statements.


**Managing Director/
 Chief Executive**


Chief Financial Officer


Director


Director


Director

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 specific 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 2 offices (2023: 2) one located in Karachi and the other in Lahore.

2 BASIS OF PRESENTATION

2.1 Statement of compliance

These condensed interim unconsolidated 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:

- International Accounting Standards (IAS) 34, 'Interim Financial Reporting', issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Provisions of, and directives issued under the Banking Companies Ordinance, 1962 and Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017, or the directives issued by the SBP and the SECP differ with the requirements of IAS 34, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

2.2 The disclosures made in these unconsolidated 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 unconsolidated financial statement of profit and loss account have been amended by showing separate line item of levies preceding to profit before taxation to comply with requirements of IAS 37, IFRC 21 and guide on IAS 12 issued by Institute of Chartered Accountants of Pakistan (ICAP). These unconsolidated 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 unconsolidated financial statements for the year ended December 31, 2023.

2.3 The SBP through its BSD Circular letter No. 11 dated September 11, 2002 has deferred the implementation of IAS 40 'Investment Property' for banking companies / DFIs till further instructions. Accordingly, the requirements of this standards have not been considered in the preparation of these condensed interim unconsolidated financial statements.

2.4 **Standards, interpretations of and amendments to the published accounting and reporting standards that are effective in the current period:**

There are certain amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations other than certain additional disclosures.

3 MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies applied in the preparation of these condensed interim unconsolidated financial statements are consistent with those applied in the preparation of the annual audited unconsolidated financial statements of the Company for the year ended December 31, 2023 except adoption of new accounting policy as fully described in note 3.1 & 3.2 of these condensed interim unconsolidated financial statements.

3.1 Accounting for minimum taxes and final taxes

As an application resource, a guide was issued by Institute of Chartered Accountants of Pakistan (ICAP) in May 2024 'IAS 12 Application Guidance on Accounting for Minimum taxes and Final taxes' (the guide) applicable for reporting period September 30, 2024 and onwards.

In the given guide it has been stated that minimum taxes and final taxes which are charged as per the provisions of the Income Tax Ordinance, 2001 previously accounted for and presented as income taxes within the scope of IAS 12 'Income taxes' will now be treated as 'Levies' as defined in para BC4 of IFRIC 21 as taxes whose calculation is based on gross amounts such as revenue.

As per IAS 12, income taxes includes all domestic and foreign taxes which are based on taxable profits which is the profit (loss) for a period, determined in accordance with the rules established by the taxation authorities, upon which income taxes are payable (recoverable).

In view of the above clarifications from ICAP, it has been established that minimum tax and final taxes do not meet the criteria of income tax expense as per IAS 12 hence it should be accounted for under IFRIC 21 'Levies' and IAS 37 'Provisions, Contingent Liabilities and Contingent Assets'.

The guide issued by ICAP provides two (2) approaches to account for minimum and final regime taxes, which is a choice of accounting policy of which the Company has chosen the following:

Designate the amount calculated on taxable income using the notified tax rate as an income tax within the scope of IAS 12 'Income Taxes' and recognise it as current income tax expense. Any excess over the amount designated as income tax, is then recognised as a levy falling under the scope of IFRIC 21/IAS 37. Under approach (b) i.e. when the excess is treated as a 'levy', the effective rate of income tax is equal to the enacted rate of income tax.

Similarly, any amount deducted as final taxes will be classified as a levy in the statement of profit or loss and there would be no deferred tax liability / (asset) recognised in case of final taxes.

Super tax charged to entities as per provisions of Income Tax Ordinance, 2001, will be classified as either 'Income Tax' or 'levy' in accordance with guide stated in preceding paragraphs of this guide [i.e. if super tax calculation is based on taxable profits as defined in IAS 12, then, such super tax shall be recognised as 'income tax' otherwise such super tax shall qualify for recognition as 'levy' as per IFRIC 21 / IAS 37].

Advance taxes paid under any section of the Income Tax Ordinance, 2001, except minimum taxes paid under section 113, which are termed as levy as per the above guide will be classified as 'prepaid assets'.

The above changes have been accounted for in these condensed interim unconsolidated financial statements as per the requirements of IAS 8 'Accounting Policies, Changes in Accounting Estimates and Errors'. The adoption of this policy did not result in re-statement of condensed interim unconsolidated financial statements and the application of this guide did not result any material differences except for reclassifications which are presented as below:

	Current Classification	Previous Classification
	----- (Rupees in '000) -----	
Effect on condensed interim unconsolidated statement of profit or loss:		
<i>For the period ended September 30, 2024</i>		
Taxation:		
- Current year	139,904	148,362
Levies		
- Levies	8,458	-
	<u>148,362</u>	<u>148,362</u>

3.2 Taxation / Levies

i. Current

Provision for current taxation is based on taxable income at the enacted / corporate tax rate after taking into account tax credits and rebates available, if any, as per the Income Tax Ordinance, 2001.

ii. Levies

Levies as per IFRIC 21, minimum taxes and final taxes on dividend income.

A levy is an outflow of resources embodying economic benefits that is imposed by governments on entities in accordance with legislation (i.e laws and/or regulations), other than:

- (a) those outflows of resources that are within the scope of other standards.
- (b) fines or other penalties that are imposed for breaches of the legislation.

In these condensed interim unconsolidated financial statements, levy includes minimum taxes differential, if any, final taxes and super taxes which are based on other than taxable profits. The corresponding advance tax paid, except for minimum taxes under section 113, which are treated as levy are recognised in prepaid assets as 'prepaid levies'.

iii. Deferred

Deferred tax is provided using the liability method for all temporary differences at the reporting date between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes after considering, the effective rate of tax as determined in approach (b) to the guide issued by ICAP.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax asset is recognised for all deductible temporary differences and carried forward unused tax losses, if any, to the extent that it is probable that taxable profit will be available against which such temporary differences and tax losses can be utilised.

Deferred tax assets and liabilities are measured at enacted tax rate that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the reporting date.

4 BASIS OF MEASUREMENT

These condensed interim unconsolidated financial statements have been prepared under the historical cost convention except for the following:

- Certain investments are marked to market and carried at fair value; and
- Obligation in respect of staff retirement benefits and lease liabilities which have been carried at present value and right-of-use assets which are initially measured at an amount equal to the corresponding lease liabilities (adjusted for any lease payments and certain specified costs) and depreciated over the respective lease terms.

5 FUNCTIONAL AND PRESENTATION CURRENCY

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

The US dollar amounts shown in the condensed interim unconsolidated statement of financial position, condensed interim unconsolidated statement of profit and loss account, condensed interim unconsolidated statement of comprehensive income and condensed interim unconsolidated cash flow statement are provided as additional information solely for the convenience of users of the financial statements. For the purpose of conversion to US Dollars, the rate of Rs. 277.71 to US Dollars has been used for 2024 and 2023 as it was the prevalent rate on September 30, 2024.

6 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim unconsolidated financial statements in conformity with the accounting and reporting standards requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires management to exercise judgment in the application of its accounting policies. The estimates and 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 significant judgments and estimates made by the management in applying its accounting policies and the key sources of estimation uncertainty were the same as those applied to the annual audited unconsolidated financial statements of the Company for the year ended December 31, 2023.

7 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the annual audited unconsolidated financial statements for the year ended December 31, 2023.

		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	----- Rupees in '000 -----	
8 CASH AND BALANCES WITH TREASURY BANKS			
Cash in hand		80	-
With State Bank of Pakistan in:			
Local currency current account	8.1	<u>697,944</u>	<u>688,559</u>
		<u>698,024</u>	<u>688,559</u>
8.1	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.		
		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	----- Rupees in '000 -----	
9 BALANCES WITH OTHER BANKS			
In Pakistan			
In deposit accounts	9.1	98,955	239,929
Less: Credit loss allowance held against balances with other banks		<u>(1)</u>	<u>(2)</u>
Balances with other banks - net of credit loss allowance		<u>98,954</u>	<u>239,927</u>
9.1	These carry mark-up at the rate of 18% per annum (December 31, 2023: 20.50% to 20.51% per annum).		
		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	----- Rupees in '000 -----	
10 LENDINGS TO FINANCIAL INSTITUTIONS			
Repurchase agreement lendings (reverse repo)	10.2	25,434,870	-
Term deposit receipts (TDRs)		-	-
		<u>25,434,870</u>	<u>-</u>
Less: Credit loss allowance held against lending to financial institutions		<u>(20)</u>	<u>-</u>
Lendings to financial institutions - net of credit loss allowance		<u>25,434,850</u>	<u>-</u>
10.1	These carry mark-up at rates ranging from 17.75% to 18.30% per annum (December 31, 2023: Nil per annum) secured against Pakistan Investment Bonds and Treasury Bills and will mature latest by October 04, 2024 (December 31, 2023: Nil).		

(Un-audited) (Audited)
September 30, 2024 December 31, 2023
----- Rupees in '000 -----

10.2 Particulars of lending

In local currency	25,434,870	-
In foreign currencies	-	-
	25,434,870	-

	(Un-audited)		(Audited)	
	September 30, 2024		December 31, 2023	
	Lending	Credit loss allowance held	Lending	Credit loss allowance held
----- Rupees in '000 -----				
Lending to financial institutions				
- Particulars of credit loss allowance				
Domestic				
Performing	25,434,870	(20)	-	-
Under performing	-	-	-	-
Non-performing				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	25,434,870	(20)	-	-

10.3 Securities held as collateral against lendings to financial institutions

	(Un-audited)			(Audited)		
	September 30, 2024			December 31, 2023		
	Held by Company	Further given as collateral	Total	Held by Company	Further given as collateral	Total
----- Rupees in '000 -----						
Market Treasury Bills	6,500,000	-	6,500,000	-	-	-
Pakistan Investment Bonds	19,515,000	-	19,515,000	-	-	-
Total	26,015,000	-	26,015,000	-	-	-

11 INVESTMENTS

11.1 Investments by type:

	(Un-audited)				(Audited)			
	September 30, 2024				December 31, 2023			
	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
Note ----- Rupees in '000 -----								
DEBT INSTRUMENTS								
- Classified / Measured at FVPL								
Federal government securities								
Pakistan Investment Bonds - Floating Rate	9,606,660	-	94,840	9,701,500	999,932	-	(1,232)	998,700
Non-government debt securities								
Listed companies	948,375	-	(17,710)	930,665	948,375	-	(11,200)	937,175
Unlisted companies	1,250,180	-	-	1,250,180	1,250,188	-	-	1,250,188
	11,805,215	-	77,130	11,882,345	3,198,495	-	(12,432)	3,186,063
- Classified / Measured at FVOCI								
Federal government securities								
Market Treasury Bills	-	-	-	-	17,728,104	-	3,417	17,731,521
Pakistan Investment Bonds - Fixed Rate	7,216,855	-	(826,326)	6,390,528	8,261,346	-	(1,789,356)	6,471,990
Pakistan Investment Bonds - Floating Rate	143,165,568	-	481,083	143,646,651	128,094,144	-	31,520	128,125,664
Non-government debt securities								
Listed companies	14,365	(14,365)	-	-	300,466	(14,361)	-	286,105
Unlisted companies	599,624	(234,630)	-	364,994	241,189	(241,154)	-	35
	150,996,411	(248,995)	(345,243)	150,402,173	154,625,249	(255,515)	(1,754,419)	152,615,315
	162,801,626	(248,995)	(268,113)	162,284,518	157,823,744	(255,515)	(1,766,851)	155,801,378
EQUITY INSTRUMENTS								
- Classified / Measured at FVPL (Non -Reclassifiable)								
Ordinary shares								
Listed companies	841,704	-	(80,908)	760,796	-	-	-	-
- Classified / Measured at FVOCI (Non -Reclassifiable)								
Ordinary shares								
Listed companies	1,386,121	-	437,404	1,823,525	639,085	-	322,231	961,316
Unlisted companies	-	-	-	-	-	-	-	-
	1,386,121	-	437,404	1,823,525	639,085	-	322,231	961,316
Subsidiaries (Measured at cost)								
Primus Leasing Limited	1,000,000	-	-	1,000,000	1,000,000	-	-	1,000,000
Awwal Corporate Restructuring Company Limited	1,016,707	-	-	1,016,707	908,372	-	-	908,372
	2,016,707	-	-	2,016,707	1,908,372	-	-	1,908,372
Total investments	167,046,158	(248,995)	88,383	166,885,546	160,371,201	(255,515)	(1,444,620)	158,671,066

	(Un-audited) September 30, 2024	(Audited) December 31, 2023
----- Rupees in '000 -----		
11.1.1 Investments given as collateral		
Market Treasury Bills	5,952,204	-
Pakistan Investment Bonds	63,857,333	129,429,497
Term finance / sukuks certificates	569,832	699,776,787
Ordinary shares	119,340	117,090
	<u>70,498,709</u>	<u>829,323,374</u>

11.2 Credit loss allowance for diminution in value of investments

11.2.1 Opening balance	255,515	289,647
Adjustment of provision against shares	-	(21,331)
Charge / (reversals)		
Charge for the period / year	-	-
Reversals on disposals for the period / year	(6,519)	(12,801)
	<u>(6,519)</u>	<u>(12,801)</u>
Closing balance	<u>248,995</u>	<u>255,515</u>

Particulars of credit loss allowance against debt securities	(Un-audited)		(Audited)	
	September 30, 2024		December 31, 2023	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
----- Rupees in '000 -----				
Domestic				
Performing	162,467,768	31	157,483,335	7
Underperforming	-	-	-	-
Non-performing				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	333,858	248,964	340,409	255,508
	<u>333,858</u>	<u>248,964</u>	<u>340,409</u>	<u>255,508</u>
Total	<u>162,801,626</u>	<u>248,995</u>	<u>157,823,744</u>	<u>255,515</u>

11.3 Summary of financial information of subsidiaries

	(Un-audited)							
	September 30, 2024							
	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%	Pakistan	3,061,277	1,802,118	404,412	132,542	132,542	1,000,000
Awwal Corporate Restructuring Company Limited	99.78%	Pakistan	1,120,795	148,891	68,872	49,233	49,233	1,016,707
								<u>2,016,707</u>

	(Audited)							
	December 31, 2023							
	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%	Pakistan	2,886,680	1,760,063	512,411	187,145	187,145	1,000,000
Awwal Corporate Restructuring Company Limited	89.78%	Pakistan	1,125,383	32,551	169,646	63,075	63,024	908,372
								<u>1,908,372</u>

12 ADVANCES

Loans, cash credits, running finances, etc.	12.2
Islamic financing and related assets	
Bills discounted and purchased	
Advances - gross	12.1

Credit loss allowance against advances
-Stage 1
-Stage 2
-Stage 3

Advances - net of credit loss allowance

(Un-audited)		
September 30, 2024		
Performing	Non Performing	Total
(Rupees in '000)		
20,514,852	1,183,061	21,697,913
-	-	-
20,514,852	1,183,061	21,697,913
57,255	-	57,255
12,643	-	12,643
-	1,013,530	1,013,530
69,898	1,013,530	1,083,428
20,444,954	169,532	20,614,485

Loans, cash credits, running finances, etc.
Islamic financing and related assets
Bills discounted and purchased
Advances - gross

Credit loss allowance against advances
-Stage 1
-Stage 2
-Stage 3

Advances - net of credit loss allowance

(Audited)		
December 31, 2023		
Performing	Non Performing	Total
(Rupees in '000)		
19,534,991	1,124,446	20,659,437
-	-	-
19,534,991	1,124,446	20,659,437
58,874	-	58,874
19,736	-	19,736
-	970,926	970,926
78,610	970,926	1,049,536
19,456,381	153,520	19,609,901

12.1 Particulars of advances (gross)

In local currency
In foreign currencies

(Un-audited) September 30, 2024	(Audited) December 31, 2023
(Rupees in '000)	
21,697,913	20,659,437
-	-
21,697,913	20,659,437

- 12.2 Advances include Rs. 1,183.061 million (2023: Rs. 1,124.446 million) which have been placed under the non-performing / stage 3 status as detailed below:

Category of classification in stage 3	Note	(Un-audited)		(Audited)	
		September 30, 2024		December 31, 2023	
		Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
----- Rupees in '000 -----					
Domestic					
Other assets especially mentioned	12.2.1	28,978	17,865	600	400
Substandard		22,848	14,086	29,967	19,995
Doubtful		24,675	15,213	133,776	98,321
Loss		1,106,560	966,366	960,103	852,210
Total		1,183,061	1,013,530	1,124,446	970,926

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

12.3 Particulars of credit loss allowance against advances

	(Un-audited)			
	30 September 2024			
	Stage 3	Stage 2	Stage 1	Total
----- Rupees in '000 -----				
Opening balance	970,926	19,736	58,874	1,049,536
Charge for the period	61,116	-	-	61,116
Reversals during the period	(18,513)	(7,093)	(1,619)	(27,225)
	42,603	(7,093)	(1,619)	33,891
Amount written off	-	-	-	-
Closing balance	1,013,530	12,643	57,255	1,083,428
----- Rupees in '000 -----				
	(Audited)			
	December 31, 2023			
	Stage 3	Stage 2	Stage 1	Total
----- Rupees in '000 -----				
Opening balance	500,622	-	-	500,622
Impact of Adoption of IFRS 9	223,284	14,018	76,434	313,736
Charge for the year	292,776	5,718	-	298,494
Reversals during the year	(27,658)	-	(17,560)	(45,218)
	265,118	5,718	(17,560)	253,276
Amounts written off	(18,098)	-	-	(18,098)
Closing balance	970,926	19,736	58,874	1,049,536

Stage 1 comprises of Exposure At Default (EAD) which includes principal and markup amounting to Rs. 19,651.138 million and ECL of Rs. 57.255 million and stage 2 comprises of EAD (principal plus markup) amounting to Rs. 1337.232 million and ECL of Rs. 12.643 million.

Forced Sale Value (FSV) benefit amounting to Rs. 367.888 million (2023: Rs. 371.280 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.

12.4 Particulars of credit loss allowance

12.4.1 Advances - exposure

(Un-audited)				
September 30, 2024				
Stage 1	Stage 2	Stage 3	Total	
----- Rupees in '000 -----				
Opening balance	19,150,503	384,487	1,124,447	20,659,437
New Advances	4,300,664	55,000	1,308	4,356,972
Advances derecognised or repaid	(3,266,685)	(4,581)	(47,230)	(3,318,496)
Transfer to stage 1	25,000	(25,000)	-	-
Transfer to stage 2	(785,723)	785,723	-	-
Transfer to stage 3	(52,900)	(51,637)	104,537	-
Amounts written off / charged off	-	-	-	-
Changes in risk parameters	-	-	-	-
Closing balance	<u>19,370,860</u>	<u>1,143,993</u>	<u>1,183,062</u>	<u>21,697,913</u>

(Audited)				
December 31, 2023				
Stage 1	Stage 2	Stage 3	Total	
----- Rupees in '000 -----				
Opening balance	23,461,928	364,922	881,635	24,708,485
Impact on adoption of IFRS 9				
New Advances	3,820,754	20,305	138,073	3,979,132
Advances derecognised or repaid	(7,900,429)	(74,966)	(34,687)	(8,010,082)
Transfer to stage 1	95,140	(95,140)	-	-
Transfer to stage 2	(302,624)	302,624	-	-
Transfer to stage 3	(24,266)	(133,258)	157,524	-
Amounts written off / charged off	-	-	(18,098)	(18,098)
Changes in risk parameters	-	-	-	-
Closing balance	<u>19,150,503</u>	<u>384,487</u>	<u>1,124,447</u>	<u>20,659,437</u>

12.4.2 Advances - Credit loss allowance

(Un-audited)				
September 30, 2024				
Stage 1	Stage 2	Stage 3	Total	
----- Rupees in '000 -----				
Opening balance	58,874	19,736	970,926	1,049,536
New Advances	14,019	533	582	15,134
Advances derecognised or repaid	(3,699)	(397)	(16,304)	(20,400)
Transfer to stage 1	88	(88)	-	-
Transfer to stage 2	(2,224)	2,224	-	-
Transfer to stage 3	(321)	(9,263)	9,584	-
	7,864	(6,991)	(6,138)	(5,265)
Amounts written off / charged off	-	-	-	-
Changes in risk parameters	(9,483)	(102)	48,742	39,157
Closing balance	<u>57,255</u>	<u>12,643</u>	<u>1,013,530</u>	<u>1,083,428</u>

(Audited)				
December 31, 2023				
Stage 1	Stage 2	Stage 3	Total	
----- Rupees in '000 -----				
Opening balance	-	-	500,622	500,622
Impact of Adoption of IFRS 9	76,434	14,018	223,284	313,736
New Advances	12,285	4,077	138,073	154,435
Advances derecognised or repaid	(9,580)	(5,675)	(9,783)	(25,038)
Transfer to stage 1	957	(957)	-	-
Transfer to stage 2	(936)	936	-	-
Transfer to stage 3	(270)	(4,459)	4,729	-
	2,456	(6,078)	133,019	129,397
Amounts written off / charged off	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	(20,016)	11,796	114,001	105,781
Closing balance	58,874	19,736	970,926	1,049,536

**12.5 Advances - Credit loss allowance details
Internal / external rating / stage classification**

(Un-audited)				
September 30, 2024				
Stage 1	Stage 2	Stage 3	Total	
----- Rupees in '000 -----				
Outstanding gross exposure				
Performing - Stage 1	19,370,860	-	-	19,370,860
Under Performing - Stage 2	-	1,143,993	-	1,143,993
Non-performing - Stage 3				
Other Assets Especially Mentioned	-	-	28,978	28,978
Substandard	-	-	22,848	22,848
Doubtful	-	-	24,675	24,675
Loss	-	-	1,106,560	1,106,560
	-	-	1,183,061	1,183,061
Total	19,370,860	1,143,993	1,183,061	21,697,914
Corresponding ECL				
Stage 1 and stage 2	57,255	12,643	-	69,898
Stage 3	-	-	1,013,530	1,013,530
	19,313,605	1,131,350	169,532	20,614,486
Outstanding gross exposure				
Performing - Stage 1	19,150,504	-	-	19,150,504
Under Performing - Stage 2	-	384,487	-	384,487
Non-performing - Stage 3				
Other Assets Especially Mentioned	-	-	30,567	30,567
Substandard	-	-	133,776	133,776
Doubtful	-	-	960,103	960,103
Loss	-	-	1,124,446	1,124,446
	19,150,504	384,487	1,124,446	20,659,437
Total				
Corresponding ECL	58,874	19,736	-	78,610
Stage 1 and stage 2	-	-	970,926	970,926
Stage 3	19,091,630	364,751	153,520	19,609,901

	(Un-audited) September 30, 2024	(Audited) December 31, 2023
	----- Rupees in '000 -----	
13 PROPERTY AND EQUIPMENT		
Property and equipment	39,666	53,320
	<u>39,666</u>	<u>53,320</u>

	(Un-audited) September 30, 2024	(Un-audited) September 30, 2023
	----- Rupees in '000 -----	
13.1 Additions to property and equipment		
The following additions have been made to property and equipment during the period:		
Property and equipment		
Electrical office and computer equipment	1,900	10,479
Furniture	397	-
Vehicle	-	34,926
Others	-	602
	<u>2,297</u>	<u>46,007</u>

13.2 Disposal of property and equipment		
The net book value of Property and Equipment disposed off during the period is as follows:		
Furniture and fixture	-	-
Electrical office and computer equipment	63	148
Vehicles	-	2,234
Others	-	-
Total	<u>63</u>	<u>2,382</u>

	(Un-audited) September 30, 2024	(Audited) December 31, 2023
	----- Rupees in '000 -----	
14 RIGHT OF USE ASSETS		
At January 01,		
Cost	156,771	154,306
Accumulated depreciation	(139,908)	(114,037)
Net carrying amount at January 01,	<u>16,863</u>	<u>40,269</u>
Additions / modification during the period / year	66,546	2,465
Depreciation charge for the period / year	(18,277)	(25,871)
Net carrying amount at September 30, 2024 / December 31, 2023	<u>65,132</u>	<u>16,863</u>

15 INTANGIBLE ASSETS		
Computer software	9,155	12,521
	<u>9,155</u>	<u>12,521</u>

		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	----- Rupees in '000 -----	
16 DEFERRED TAX ASSETS			
Deductible temporary differences on:			
- Provision for diminution in the value of investments		105,542	108,086
- Provision against advances, other assets, etc.		422,535	409,319
- Deficit on revaluation of investments		134,645	684,223
- Unrealised loss on debt investments (FVPL)		1,473	4,848
- Lease liability against right-of-use asset		13,999	1,078
- Provision for off balance sheet obligations		3,994	5,186
- Provision for bonus		28,525	37,831
- Payable against post retirement employee benefits		1,817	172
- Amortisation of premium on investments		89,495	-
- Net investment in finance lease		40,693	-
		842,718	1,250,743
Taxable temporary differences on:			
- Net investment in finance lease		-	(23,670)
- Amortisation of premium on investments		-	(9,271)
- Unrealised gain on equity investments		(98,416)	(72,502)
- Accelerated tax depreciation		(2,648)	(6,544)
- Post retirement employee benefits		(2,388)	(2,388)
- Right-of-use assets		(25,401)	(6,577)
- Lease receivable against sub-lease		-	(170)
		(128,853)	(121,122)
		713,865	1,129,621
17 OTHER ASSETS			
Income / mark-up accrued in local currency		10,079,395	5,493,259
Advances, deposits, advance rent and other prepayments		47,567	10,168
Advance taxation		4,724,379	1,694,173
Advance against privately placed term finance certificates		-	122,845
Dividend receivable		45,605	1,353
Receivable against sale of shares		14,469	27,261
Receivable from related parties	17.1	7,223	6,648
Lease receivable under IFRS-16	17.2	-	437
		14,918,638	7,356,144
Less: Credit loss allowance held against other assets		-	-
		14,918,638	7,356,144
17.1 Receivable from related parties			
Receivable from Awwal Modaraba Management Company Limited (subsidiary)		4,031	1,843
Receivable from other Modarabas managed by Awwal Modaraba Management Limited (related parties)		-	-
Receivable from Primus Leasing Company Limited (subsidiary)		1,341	3,050
Receivable from Awwal Corporate Restructuring Company Limited (subsidiary)		-	985
		7,223	6,648

17.2 This represents lease receivable against sublease under IFRS-16 amounting to Rs. Nil (December 31, 2023: Rs. 0.437 million) from Primus Leasing Limited.

	Note	(Un-audited) September 30, 2024	(Audited) December 31, 2023
----- Rupees in '000 -----			
18 ASSETS CLASSIFIED AS HELD-FOR-SALE			
<i>Land, building and machinery acquired from:</i>			
Lion Steel Industries (Private) Limited	18.1	168,904	168,904
Awwal Modaraba Management Limited-Investment	18.2	105,000	105,000
Advance against investment in right shares -related party	18.3	40,000	40,000
Impairment loss		(21,625)	(21,625)
		123,375	123,375
Total assets classified as held-for-sale		292,279	292,279

18.1 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.

18.2 The Board of Directors of the Company decided to proceed with divestment of its total interest in Awwal Modaraba Management Limited (AMML). In light of this decision, the Board of Directors of AMML in their meeting held on September 30, 2023 directed to disseminate this significant development to relevant authorities and stakeholders in a timely and transparent manner.

The material information was sent to the Pakistan Stock Exchange (PSX) and Securities and Exchange Commission of Pakistan (SECP) of Pakistan on October 02, 2023.

On October 12, 2023, invitation for expression of Interest was published in the newspaper for complete acquisition of AMML including management rights of the modaraba.

On November 21, 2023, the Company informed the Registrar Modaraba, SECP about the receipt of indicative bids from various parties. The SECP vide letter dated November 28, 2023, advised to apply to the Registrar Modaraba for the transfer of shares of the Modaraba Company along with management rights of the modaraba to the proposed acquirer, who is fit and proper under the Modaraba Law.

On May 09, 2024, the Company informed SECP that it had entered into a Share Purchase Agreement (SPA) dated April 03, 2024 for divestment of 100% of its shareholding in AMML subject to the approval of the SECP and other necessary approvals. On September 19, 2024, Registrar Modaraba, SECP granted approval regarding the transfer of 100% shareholding of AMML from Pak Brunei Investment Company to buyer. The shares of AMML, along with the management rights of the Modaraba will be transferred after completion of applicable corporate formalities.

During the year 2021, the Company has given an advance against right issue to AMML amounting to Rs. 40 million.

The investment in AMML, shares and advance against issue of share, has been classified as assets held for sale. Impairment has been recorded against asset held for sale by comparing cost and estimated fair value.

18.3 The Company has paid an advance against right issue to the Awwal Modaraba Management Limited (Subsidiary Company) amounting to Rs. 40 million against which shares have not been issued as at September 30, 2024.

		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	----- Rupees in '000 -----	
19	BORROWINGS		
	Secured		
	Borrowings from State Bank of Pakistan:		
	- Long-Term Finance Facility (LTFF) scheme	19.1	2,504,912
	- Power Plants Using Renewable Energy (PPRE) scheme	19.2	147,415
	- Temporary Economic Refinance Facility (TERF)	19.3	671,701
	- Finance for Storage of Agriculture Produce (FSAP) scheme	19.4	301,471
	- Credit Guarantee (CGS) Scheme	19.5	188,509
	- Special Persons (SP) Scheme	19.6	1,855
	- Working capital (WC) Scheme	19.7	1,211,530
	- Balancing, Modernization & Replacement (BMR) scheme	19.8	794,675
		5,822,068	3,163,088
	Repurchase agreement borrowings	19.9	64,400,805
	Borrowings from banks	19.10	78,388,333
	Total secured	148,611,206	148,511,283
	Unsecured		
	Letters of placement	19.11	65,651,505
		214,262,711	26,082,715

19.1 The Company has entered into agreements for financing with the SBP for Long-Term Financing Facility (LTFF) 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, 2023: 2% to 11% per annum). These are secured against demand promissory notes and are repayable within 7 years (December 31, 2023: 8 years).

19.2 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% to 5% per annum (December 31, 2023: 2% to 5% per annum) and are due to mature latest by July 11, 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.

19.3 These represent borrowings from the SBP under scheme for temporary economic refinance facility. The mark-up rates ranging from applicable on these facilities is 1% to 2% per annum (December 31, 2023: 1% to 2% per annum) payable on quarterly basis, with maturities upto May 18, 2032 (December 31, 2023: 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.

19.4 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 rates ranging from 2% to 4% per annum (December 31, 2023: 2% to 4% per annum) and are due to mature latest by February 28, 2030 (December 31, 2023: June 02, 2029).

19.5 These represent borrowings from the SBP under scheme for refinance and credit guarantee schemes. The mark-up rates ranging from applicable on these facilities is 0% to 2% per annum (December 31, 2023: 0% per annum) payable on quarterly basis, with maturities upto August 30, 2029 (December 31, 2023: November, 2028). 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.

- 19.6 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, 2023: 5% per annum) by SBP whereas SBP's refinance rate for this facility is 0% per annum (December 31, 2023: 0% per annum). 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. These borrowings have maturity date of September 30, 2027.
- 19.7 In accordance with the refinance facility for working capital, the Company has entered into agreements for financing with the SBP for extending financing to meet working capital requirements of the customers. The profit rate on this facility is 2% per annum (December 31, 2023: 2%) payable on quarterly basis with maturities upto May 29, 2028 (December 31, 2023: May 29, 2028). As per the agreements, the Company has granted the SBP the right to recover the outstanding amounts from the Company at the date of maturity of the finances by directly debiting the current account maintained by the Company with the SBP.
- 19.8 These represent borrowings from the SBP under scheme for balancing, modernization & replacement scheme. The mark-up rate applicable on these facilities is 2% per annum (December 31, 2023: 1% to 2% per annum) payable on quarterly basis, with maturities upto July 08, 2030 (December 31, 2023: June 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.
- 19.9 These represent collateralised borrowings against Pakistan Investment Bonds and Treasury Bills. The mark-up rates on these borrowings ranging from 17.52% to 18.30% per annum (December 31, 2023: 22.07% to 22.11% per annum).
- 19.10 This represents secured borrowings from commercial banks. These borrowings carry mark-up at rates ranging from 16.30% to 21.71% per annum (December 31, 2023: 21.49% to 23.26% per annum) and are repayable by June 14, 2027 (December 31, 2023: 4 years). These are secured against hypothecation of receivables and floating charge over term finance certificates having a face value of Rs. 579.81 million (December 31, 2023: 2,139 million) and pledge of government securities having a face value of Rs. 5,500 million.
- 19.11 This represents clean borrowings from financial institutions and corporate. These borrowings carry mark-up at rates ranging from 16.50% to 20.85% per annum (2023: 20.70% to 22.35% per annum) and are repayable by November 15, 2024 (2023: May 2024).

	Note	(Un-audited) September 30, 2024	(Audited) December 31, 2023
----- Rupees in '000 -----			
20 DEPOSITS AND OTHER ACCOUNTS			
Customers			
- Certificate of investments (COIs) - In local currency	20.2	665,705	-
	20.1	665,705	-
20.1 Composition of deposits			
- Public sector entities		-	-
- Private sector		665,705	-
		665,705	-
20.2 These Certificate of Investments (COIs) carry mark-up rate from 17.00% to 21.00% per annum (2023: Nil per annum) with maturity on June 05, 2025 (2023: Nil).			

		(Un-audited) September 30, 2024	(Audited) December 31, 2023
	Note	----- Rupees in '000 -----	
21 LEASE LIABILITIES			
Outstanding amount at the start of the period / year		2,765	28,834
Additions during the period / year		66,546	2,465
Lease payments including interest		(34,629)	(32,382)
Interest expense		1,212	3,848
Exchange difference		-	-
Outstanding amount at the end of the period / year		<u>35,894</u>	<u>2,765</u>
Contactual maturity of lease liabilities			
Short-term lease liabilities - within one year		32,759	1,451
Long-term lease liabilities			
- 1 to 5 years		3,135	1,314
- 5 to 10 years		-	-
- More than 10 years		-	-
		<u>3,135</u>	<u>1,314</u>
Total lease liabilities		<u>35,894</u>	<u>2,765</u>
22 OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		2,089,269	1,925,144
Unearned commission and income		21,012	32,359
Accrued expenses		95,782	126,275
Brokerage / commission payable		14,136	2,695
Security deposits against advances		286,444	288,177
Provision for Sindh Worker's Welfare Fund		175,690	173,680
Credit loss allowance against off - balance sheet obligations	22.1	10,241	13,298
Payable to defined benefit plan - related party		4,659	443
Others		102,033	72,419
		<u>2,799,266</u>	<u>2,634,490</u>
22.1 Credit loss allowance against off-balance sheet obligations			
Opening balance		13,297	9,678
Charge for the period / year		5,428	3,619
Reversals		(8,484)	-
		(3,056)	3,619
Amount witten off		-	-
Closing balance		<u>10,241</u>	<u>13,297</u>
23 DEFICIT ON REVALUATION OF ASSETS - NET OF TAX			
Deficit on revaluation of			
- Securities measured at FVOCI-Debt	11.1	(345,243)	(1,754,419)
- Securities measured at FVOCI-Equity		437,404	322,231
		<u>92,161</u>	<u>(1,432,188)</u>
Deferred tax on deficit on revaluation of:			
- Securities measured at FVOCI-Debt		134,645	684,223
- Securities measured at FVOCI-Equity		(98,416)	(72,502)
		<u>128,390</u>	<u>(820,467)</u>

24	CONTINGENCIES AND COMMITMENTS	Note	(Un-audited)	(Audited)
			September 30, 2024	December 31, 2023
			----- Rupees in '000 -----	
	- Guarantees	24.1	-	200,000
	- Commitments	24.2	99,654,249	122,973,308
	- Other contingent liabilities	24.3	-	-
			<u>99,654,249</u>	<u>123,173,308</u>
24.1	Guarantees			
	Financial guarantees		-	200,000
24.2	Commitments			
	Documentary credits and short-term trade-related transactions			
	- letters of credit		1,341,979	1,176,350
	Commitments in respect of:			
	- repo transactions	24.2.1	90,394,470	112,955,959
	- forward lendings	24.2.2	6,940,200	3,884,675
	- future purchase and sale transactions	24.2.3	977,600	4,956,324
	- other commitments		-	-
			<u>99,654,249</u>	<u>122,973,308</u>
24.2.1	Commitments in respect of repo transactions			
	Repurchase of government securities		64,932,701	112,955,959
	Reverse repurchase of government securities		25,461,769	-
			<u>90,394,470</u>	<u>112,955,959</u>
24.2.2	Commitments in respect of forward lendings			
	Undrawn formal standby facilities, credit lines and other commitments to lend*		6,940,200	3,884,675
24.2.3	Commitments in respect of future transactions			
	Purchase		977,600	-
	Sale		-	4,956,324
			<u>977,600</u>	<u>4,956,324</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.

24.3 Other contingent liabilities

24.3.1 In 2009, Burj Bank Limited (formerly Dawood Islamic Bank Limited) filed a legal suit amounting to Rs. 200 million for damages against the Company for alleged non-performance of underwriting commitment in respect of issue of shares at a premium. The legal advisors of the Company are of the opinion that the Company has a strong case and that the matter will most likely be decided in favor of the Company.

24.3.2 The returns of income of the Company from tax years 2008 to 2024 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, 2023. 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.

		(Un-audited)	
		Period ended	Period ended
		September 30, 2024	September 30, 2023
		----- Rupees in '000 -----	
25	MARK-UP / RETURN / INTEREST EARNED	Note	
	Loans and advances	2,316,937	2,233,400
	Investments	26,939,959	12,736,271
	Lendings to financial institutions	1,042,286	731,266
	Sub-lease of premises	10	60
	Balances with banks	21,683	16,336
		<u>30,320,875</u>	<u>15,717,333</u>
	Interest income (calculated using effective interest rate method) recognised on:		
	Financial assets measured at amortised cost		
	Financial assets measured at amortised cost;	3,380,906	2,981,002
	Financial assets measured at FVOCI.	26,935,300	10,068,233
		<u>30,316,206</u>	<u>13,049,235</u>
26	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits	20,771	6,145
	Interest expense on lease liability	1,212	3,863
	Borrowings	29,698,625	14,594,587
		<u>29,720,608</u>	<u>14,604,595</u>
27	FEE AND COMMISSION INCOME		
	Advisory / arrangement fee	27,233	19,614
	Processing fee income	33,389	15,212
	Commitment fee	2,546	4,148
	Trustee fee	39,382	45,934
	Front end fee	-	17
		<u>102,550</u>	<u>84,925</u>
28	GAIN / (LOSS) ON SECURITIES		
	Realised gain on sale of securities	264,388	69,895
	Unrealised gain on securities held at fair value through profit and loss	8,656	15,691
	Unrealised gain / (loss) on arbitrage shares	3,850	(63)
		<u>276,894</u>	<u>85,523</u>
28.1	Realised gain on:		
	Federal government securities	206,505	39,131
	Ordinary shares	57,803	30,432
	Non-government debt securities	80	332
		<u>264,388</u>	<u>69,895</u>
29	OTHER INCOME		
	Gain on sale of assets classified as held-for-sale	-	96,626
	Gain on sale of fixed assets - net	30	1,871
		<u>30</u>	<u>98,497</u>

		(Un-audited)	
		Period ended September 30, 2024	Period ended September 30, 2023
		----- Rupees in '000 -----	
30	OPERATING EXPENSES		
	Total compensation expense	222,758	201,858
	Property expense		
	Rent and taxes	629	-
	Insurance	7,131	4,462
	Security	3,001	1,862
	Utilities cost	6,094	5,664
	Repairs and maintenance (including janitorial charges)	7,242	7,657
	Depreciation	18,277	19,337
		42,374	38,982
	Information technology expenses		
	Software maintenance	5,068	191
	Hardware maintenance	643	726
	Depreciation	3,940	3,050
	Amortisation	3,718	838
		13,369	4,805
	Other operating expenses		
	Directors' fees and allowances	4,800	4,800
	Fees and subscription	7,399	3,355
	Legal and professional charges	22,378	15,692
	Outsourced services costs	10,029	6,941
	Travelling and conveyance	39,854	33,215
	Brokerage commission	38,511	19,399
	Depreciation	11,947	4,324
	Training and development	714	1,940
	Postage and courier charges	395	247
	Communication	4,556	2,784
	Stationery and printing	1,418	1,201
	Marketing, advertisement and publicity	632	151
	Donations	500	2,000
	Auditors' remuneration	2,254	2,587
	Expenses incurred on assets held for sale	6,657	42,685
	Service charges for business development - leases	2,911	5,011
	Others	8,226	5,549
		163,181	151,881
		441,682	397,526
31	Levies		
	Final tax	37,493	8,458
	Minimum tax	380,293	-
		417,786	8,458
31.1	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.		
32	SINDH WORKERS' WELFARE FUND		
	Provision for Sindh Workers' Welfare Fund	16,884	18,924

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and input used
Fully paid-up ordinary shares / units of modaraba certificates	Fair values of investments in listed equity securities and units of modaraba certificates 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.
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:

	(Un-audited)			
	September 30, 2024			
	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments	----- Rupees in '000 -----			
Financial assets - measured at fair value				
Investments				
Federal government securities	-	159,738,679	-	159,738,679
Shares	1,823,525	-	-	1,823,525
Non-Government debt securities	-	2,545,839	-	2,545,839
Off-balance sheet financial instruments - measured at fair value				
Future sale and purchase transactions	-	977,600	-	977,600

	(Audited)			
	December 31, 2023			
	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments	----- Rupees in '000 -----			
Financial assets - measured at fair value				
Investments				
Federal government securities	-	153,327,875	-	153,327,875
Ordinary shares	961,316	-	-	961,316
Non-Government debt securities	-	2,473,503	-	2,473,503
Off-balance sheet financial instruments - measured at fair value				
Future sale and purchase transactions	-	4,956,324	-	4,956,324

37

SEGMENT INFORMATION

	(Un-audited)			
	September 30, 2024			
	Corporate finance	Trading and sales	Commercial banking	Total
Condensed interim unconsolidated statement of profit and loss account for the period ended September 30, 2024 (un-audited)	----- Rupees in '000 -----			
Net Mark-up / return / interest income	-	555,540	44,727	600,267
Non mark-up / return / interest income	102,550	607,421	-	709,971
Total income	102,550	1,162,961	44,727	1,310,238
Segment direct expenses	35,891	407,021	15,654	458,566
Total expenses	35,891	407,021	15,654	458,566
Credit loss allowance	-	5,856	18,473	24,329
Profit before levies and taxation	66,659	750,084	10,600	827,343

Condensed interim unconsolidated statement of financial position as at September 30, 2024 (un-audited)

(Un-audited)				
September 30, 2024				
Corporate finance	Trading and sales	Commercial banking	Total	
----- Rupees in '000 -----				
Cash and bank balances	62,378	707,394	27,206	796,978
Investments	-	166,885,546	-	166,885,546
Lendings to financial institutions	-	25,434,850	-	25,434,850
Advances - performing	-	1,293,179	19,151,775	20,444,954
Advances - non-performing	-	28,452	141,080	169,532
Others	8,919	15,436,142	593,674	16,038,735
Total assets	71,297	209,785,563	19,913,735	229,770,594
Borrowings	-	196,682,393	17,580,318	214,262,711
Deposits and other accounts	-	-	665,705	665,705
Lease liabilities	-	34,565	1,329	35,894
Other liabilities	-	2,695,594	103,672	2,799,266
Total liabilities	-	199,412,552	18,351,024	217,763,576
Equity	71,297	10,373,011	1,562,710	12,007,018
Total equity and liabilities	71,297	209,785,563	19,913,734	229,770,594
Contingencies and commitments	-	97,334,670	2,319,579	99,654,249

Unconsolidated condensed interim statement of profit and loss account for the period ended September 30, 2023 (un-audited)

(Un-audited)				
September 30, 2023				
Corporate finance	Trading and sales	Commercial banking	Total	
----- Rupees in '000 -----				
Net mark-up / return / interest income	-	963,082	149,656	1,112,738
Non mark-up / return / interest income	84,925	280,637	-	365,562
Total income	84,925	1,243,719	149,656	1,478,300
Segment direct expenses	23,924	350,367	42,159	416,450
Total expenses	23,924	350,367	42,159	416,450
Credit loss allowance	-	6,172	126,214	132,386
Profit before levies and taxation	61,001	887,180	(18,717)	929,464

Unconsolidated statement of financial position (audited)

(Audited)				
December 31, 2023				
Corporate finance	Trading and sales	Commercial banking	Total	
----- Rupees in '000 -----				
Cash and bank balances	52,273	796,953	79,260	928,486
Investments	-	158,671,066	-	158,671,066
Lendings to financial institutions	-	-	-	-
Advances - performing	-	1,254,440	18,201,941	19,456,381
- non-performing	-	12,129	141,391	153,520
Others	4,656	8,054,978	801,114	8,860,748
Total assets	56,929	168,789,566	19,223,706	188,070,201
Borrowings	-	158,794,054	15,799,944	174,593,998
Deposits and other accounts	-	-	-	-
Lease liabilities	-	2,515	250	2,765
Other liabilities	-	2,396,183	238,307	2,634,490
Total liabilities	-	161,192,752	16,038,501	177,231,253
Equity	56,929	7,596,814	3,185,205	10,838,948
Total equity and liabilities	56,929	168,789,566	19,223,706	188,070,201
Contingencies and commitments	-	116,840,634	6,332,674	123,173,308

38 RELATED PARTY TRANSACTIONS

The Company has related party relationship with its subsidiary companies (Primus Leasing Limited, Awwal Corporate Restructuring Company Limited and Awwal Modaraba Management Limited), First Prudential Modaraba, employees' defined benefit and defined contribution plan, 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 'condensed interim unconsolidated Statement of Changes in Equity'. All other transactions between the Company and its related parties are carried out under normal course of business except employee staff loans that are as per terms of employment. However we understand that there are several transactions with subsidiaries that are based on agreed terms. The details of transactions with related parties during the period and balances with them as at period end, other than those which have been disclosed elsewhere in these condensed interim unconsolidated financial statements, are as follows:

38.1 Balances with related parties

	(Un-audited)				(Audited)			
	September 30, 2024				December 31, 2023			
	Directors	Key management personnel	Subsidiaries	Other related parties	Directors	Key management personnel	Subsidiaries	Other related parties
(Rupees in '000)								
Investments								
Opening balance	-	-	1,908,372	-	-	-	2,013,372	-
Investment made during the period / year	-	-	108,335	-	-	-	-	-
Investment disposed off during the period / year	-	-	-	-	-	-	-	-
Classified as held-for-sale	-	-	-	-	-	-	(105,000)	-
Closing balance	-	-	2,016,707	-	-	-	1,908,372	-
Lending to financial institutions								
Opening balance	-	-	-	-	-	-	-	26,000
Investment	-	-	-	-	-	-	-	301,600
Repayment	-	-	-	-	-	-	-	(327,600)
Closing balance	-	-	-	-	-	-	-	-
Advances								
Opening balance	-	49,810	719,958	159,775	-	72,204	574,803	178,207
Addition during the period / year	-	22,824	755,000	-	-	19,558	395,540	300,000
Repaid during the period / year	-	(14,639)	(898,335)	(350)	-	(41,952)	(250,385)	(318,432)
Transfer in / (out) - net	-	-	-	-	-	-	-	-
Closing balance	-	57,995	576,623	159,425	-	49,810	719,958	159,775
Other assets								
Interest / mark-up accrued	-	-	16,901	1,405	-	-	49,595	288
Lease receivable under IFRS-16	-	-	36,061	-	-	-	437	-
Receivable from defined benefit plan	-	-	-	-	-	-	-	-
Preliminary expense	-	-	-	-	-	-	-	-
Advance against investments in right shares	-	-	-	-	-	-	-	-
Others	-	-	6,422	3,939	-	-	5,877	1,023
	-	-	59,384	5,344	-	-	55,909	1,311
Assets classified as held-for-sale								
Opening balance	-	-	145,000	-	-	-	-	-
Transfer during the period	-	-	-	-	-	-	145,000	-
Disposed off during the year	-	-	-	-	-	-	-	-
Closing balance	-	-	145,000	-	-	-	145,000	-
Borrowings								
Opening balance	-	-	-	4,827	-	-	-	-
Borrowings during the period / year	-	-	-	126,755	-	-	-	73,156
Settled during the period / year	-	-	-	(131,582)	-	-	-	(68,329)
Closing balance	-	-	-	-	-	-	-	4,827
Other liabilities								
Interest / mark-up payable	-	-	-	-	-	-	-	6
Payable to defined benefit plan	-	-	-	4,659	-	-	-	443
Other liabilities	-	-	-	-	-	-	-	-
	-	-	-	4,659	-	-	-	449

32.1 SWWF Act had been passed by the Government of Sindh in May 2015 as a result of which every industrial establishment located in the Province of Sindh, the total income of which in any accounting year is not less than Rs. 0.50 million, is required to pay Sindh Workers' Welfare Fund (SWWF) in respect of that year a sum equal to two percent of such income. Accordingly, as a matter of abundant caution, the management has maintained a provision for SWWF in the condensed interim unconsolidated financial statements amounting to Rs. 175.690 million which includes a provision of Rs. 16.884 million for the current period.

		(Un-audited)	
		Period ended September 30, 2024	Period ended September 30, 2023
		----- Rupees in '000 -----	
33	Credit loss allowance and write offs - net	Note	
	Credit loss allowance against balances with other banks	9.1	(5) -
	Credit loss allowance against lending to financial institutions	10.2	20 -
	Credit loss allowance for diminution in value of investments	11.3	(6,520) (9,657)
	Credit loss allowance against loans and advances	12.3	33,891 138,888
	Credit loss allowance against off balance sheet obligations	22.1	(3,056) 3,155
			<u>24,329</u> <u>132,386</u>
34	TAXATION		
	Current		55,649 139,904
	Deferred		(159,737) 174,862
			<u>(104,088)</u> <u>314,766</u>
35	BASIC EARNINGS PER SHARE		
	Profit for the period		<u>513,645</u> <u>606,240</u>
			Number of shares
	Weighted average number of ordinary shares		<u>600,000</u> <u>600,000</u>
			----- Rupees -----
	Basic earnings per share		<u>0.86</u> <u>1.01</u>

35.1 Diluted earnings per share

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

36 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.

36.1 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).

38.2 RELATED PARTY TRANSACTIONS

	(Un-audited) September 30, 2024				(Un-audited) September 30, 2023			
	Directors	Key management personnel	Subsidiaries	Other related parties	Directors	Key management personnel	Subsidiaries	Other related parties
(Rupees in '000)								
Income								
Mark-up / return / interest earned	-	1,133	(8,860)	27,413	-	2,376	73,001	24,585
Dividend	-	-	57,423	-	-	-	-	-
Expense								
Mark-up / return / interest expense	-	-	-	1,759	-	-	-	93
Operating expenses	4,800	74,973	-	-	3,200	116,989	-	-
Reimbursement of expenses	-	18,900	2,911	-	-	12,614	4,890	122
Expenses charged	-	-	18,346	7,342	-	-	17,941	6,981
Fixed assets disposal	-	-	-	-	-	2,214	-	-
							(Un-audited) September 30, 2024	(Audited) December 31, 2023
							----- Rupees in '000 -----	

39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):

Paid-up capital	<u>6,000,000</u>	<u>6,000,000</u>
-----------------	------------------	------------------

Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	<u>9,776,072</u>	8,225,128
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	<u>9,776,072</u>	8,225,128
Eligible Tier 2 Capital	-	-
Total Eligible Capital (Tier 1 + Tier 2)	<u>9,776,072</u>	8,225,128

Risk Weighted Assets (RWAs):

Credit Risk	<u>23,948,822</u>	20,606,797
Market Risk	<u>8,768,903</u>	7,704,183
Operational Risk	<u>2,634,080</u>	2,634,080
Total	<u>35,351,805</u>	30,945,060

Common Equity Tier 1 Capital Adequacy ratio - percentage	<u>27.65%</u>	<u>26.58%</u>
--	---------------	---------------

Tier 1 Capital Adequacy Ratio - percentage	<u>27.65%</u>	<u>26.58%</u>
--	---------------	---------------

Total Capital Adequacy Ratio - percentage	<u>27.65%</u>	<u>26.58%</u>
---	---------------	---------------

Leverage Ratio (LR):

Eligible Tier-1 Capital	<u>9,776,072</u>	8,225,128
Total Exposures	<u>220,442,564</u>	153,919,681
Leverage Ratio (%)	<u>4.43%</u>	5.34%

Liquidity Coverage Ratio (LCR):

Total High Quality Liquid Assets	<u>51,438,639</u>	17,914,626
Total Net Cash Outflow	<u>55,581,388</u>	17,581,217
Liquidity Coverage Ratio (Ratio)	<u>92.55%</u>	101.90%

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	<u>24,472,276</u>	24,490,814
Total Required Stable Funding	<u>23,088,197</u>	18,812,749
Net Stable Funding Ratio (%)	<u>105.99%</u>	130.18%

40 **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 unconsolidated financial statements during the period.

41 **GENERAL**

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

42 **EVENTS AFTER THE REPORTING DATE**

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

42 **DATE OF AUTHORISATION FOR ISSUE**

These condensed interim unconsolidated financial statements were authorised for issue on November 6, 2024 by the Board of Directors of the Company.

Managing Director/
Chief Executive

Chief Financial Officer

Director

Director

Director