



PAK BRUNEI INVESTMENT COMPANY LTD.

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

FOR THE PERIOD ENDED SEPTEMBER 30, 2024

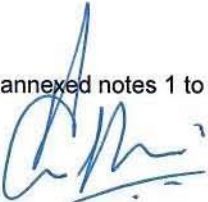
PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024

(Un-audited) September 30, 2024	(Audited) December 31, 2023		(Un-audited) September 30, 2024	(Audited) December 31, 2023
----- US Dollar in '000 -----			----- Rupees in '000 -----	
ASSETS				
2,513	2,479	Cash and balances with treasury banks	698,024	688,559
1,865	2,057	Balances with other banks	517,838	571,384
91,587	-	Lendings to financial and other institutions	25,434,850	-
593,666	564,477	Investments	164,868,839	156,762,694
84,697	80,292	Advances	23,521,438	22,298,274
351	428	Property and equipment	97,573	118,852
253	87	Right-of-use assets	70,152	24,160
34	46	Intangible assets	9,315	12,799
3,024	4,455	Deferred tax assets	839,705	1,237,193
54,003	26,618	Other assets	14,997,700	7,392,212
680	704	Assets classified as held-for-sale	188,848	195,387
832,673	681,643	Total Assets	231,244,282	189,301,514
LIABILITIES				
-	-	Bills payable	-	-
773,014	630,029	Borrowings	214,676,044	174,967,331
2,397	-	Deposits and other accounts	665,705	-
149	34	Lease liabilities	41,346	9,527
-	-	Subordinated debt	-	-
-	-	Deferred tax liabilities	-	-
13,091	12,302	Other liabilities	3,635,441	3,416,400
788,651	642,365	Total Liabilities	219,018,536	178,393,258
44,022	39,278	NET ASSETS	12,225,746	10,908,256
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
12,971	12,066	Unappropriated profit	3,602,308	3,350,949
462	(3,007)	Deficit on revaluation of assets	128,390	(835,029)
44,014	39,270	Total equity attributable to the equity holders of the Holding Company	12,223,520	10,906,012
8	8	Non-controlling interest	2,226	2,244
44,022	39,278		12,225,746	10,908,256

CONTINGENCIES AND COMMITMENTS

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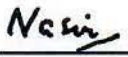
The annexed notes 1 to 39 and annexure I form an integral part of these consolidated financial statements.


**Managing Director/
Chief Executive**


Chief Financial Officer


Director

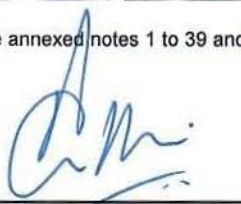

Director

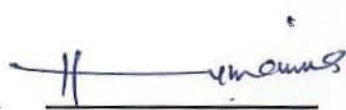

Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE NINE MONTHS AND QUARTER ENDED SEPTEMBER 30, 2024

Nine Months Period Ended		Nine Months Period Ended		Quarter ended		
September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	
----- US Dollar in '000 -----		----- Rupees in '000 -----				
110,723	58,066	22	30,749,066	16,125,737	9,748,577	6,374,525
107,234	52,821	23	29,780,387	14,669,168	9,226,968	5,743,931
3,489	5,245		968,679	1,456,569	521,609	630,594
Non mark-up / interest income						
421	311	24	116,675	86,282	55,402	37,032
984	348		273,074	96,617	107,005	24,305
-	-		-	-	-	-
-	-		-	-	-	-
998	308	25	276,894	85,523	26,156	48,769
1	371	26	30	103,004	(4,665)	(2,800)
2,404	1,338		666,673	371,426	183,898	107,306
5,893	6,583		1,635,352	1,827,995	705,507	737,900
Non mark-up / interest expenses						
1,975	1,724	27	548,619	478,753	207,237	144,124
-	-		-	-	-	-
84	85	28	23,340	23,548	9,282	10,719
2,059	1,809		571,959	502,301	216,519	154,843
3,834	4,774		1,063,393	1,325,694	488,988	583,057
85	477	29	23,668	132,386	17,595	(7,981)
3,749	4,297		1,039,725	1,193,308	471,393	591,038
1,504	30	30	417,786	8,458	150,847	1,003
2,245	4,267		621,939	1,184,850	320,546	590,035
(58)	1,393	31	(16,055)	386,817	(401)	126,081
2,303	2,874		637,994	798,033	320,947	463,954
Discontinued Operations						
38	(83)	16.2	10,634	(23,071)	(7,262)	(23,071)
2,341	2,791		648,628	774,962	313,684	440,883
Attributable to:						
2,336	2,790		648,521	774,806	648,521	440,840
1	1		107	156	107	43
2,337	2,791		648,628	774,962	313,684	440,883
----- USD -----		----- Rupees in '000 -----				
0.00389	0.00465	32	1.08	1.29	0.52	0.73

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


**Managing Director/
Chief Executive**


Chief Financial Officer


Director


Director


Director

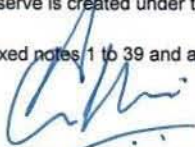
PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024


	Share capital	Capital reserve	Revenue reserve	(Deficit) / surplus on revaluation of assets	Unappropriated profit	Non-controlling interest	Total
		Statutory reserve *	General reserve **				
Rupees in '000							
Balance as at January 01, 2023 (restated)	6,000,000	1,820,621	300,000	(1,516,622)	3,353,115	2,221	9,959,335
Impact of first time adoption of IFRS 9					(247,707)		(247,707)
Comprehensive Income for the period							
Profit after taxation for the nine months period ended September 30, 2023	-	-	-	-	774,806	156	774,962
Other comprehensive income - net of tax							
- 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	-	-	-	(368,039)	-	-	(368,039)
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	558,558	-	-	558,558
	-	-	-	190,519	315,944	156	506,619
Transfer to statutory reserve	-	121,248	-	-	(121,248)	-	-
Transfer to general reserve	-	-	100,000	-	(100,000)	-	-
Balance as at October 01, 2023	6,000,000	1,941,869	400,000	(1,326,103)	3,200,104	2,377	10,218,247
Comprehensive Income for the year							
Profit after taxation for the year ended December 31, 2023	-	-	-	-	185,308	(133)	185,175
Other comprehensive income - net of tax							
- Remeasurement loss on defined benefit obligation - net of tax	-	-	-	-	3,263	-	3,263
- 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	-	-	-	438,907	-	-	438,907
- Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	52,167	-	-	52,167
	-	-	-	491,074	199,068	(133)	690,009
Transfer to statutory reserve		48,223			(48,223)		
Opening Balance as at January 01, 2024	6,000,000	1,990,092	400,000	(835,029)	3,350,949	2,244	10,908,256
Comprehensive Income for the period							
Profit after taxation for the nine months period ended September 30, 2024	-	-	-	-	648,521	107	648,628
Other comprehensive income - net of tax							
- 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	-	-	-	103,821	-	-	103,821
	-	-	-	963,419	654,089	107	1,617,615
Transfer to statutory reserve	-	102,730	-	-	(102,730)	-	-
Final cash dividend paid for the year ended December 31, 2023 @ Re. 0.50 per share	-	-	-	-	(300,000)	-	(300,000)
Dividend payout by Awwal Corporate Restructuring Company Limited @ Rs. 0.5 per share	-	-	-	-	-	(125)	(125)
Closing Balance as at September 30, 2024	6,000,000	2,092,822	400,000	128,390	3,602,308	2,226	12,225,746


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

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

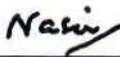
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**Managing Director/
Chief Executive**


Chief Financial Officer


Director


Director


Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

Nine Month Period Ended		Nine Month Period Ended			Nine Month Period Ended	
September 30, 2024	September 30, 2023	September 30, 2024	September 30, 2023	Note	September 30, 2024	September 30, 2023
----- US Dollar in '000 -----					----- Rupees in '000 -----	
CASH FLOWS FROM OPERATING ACTIVITIES						
3,744	4,214	Profit before levies and taxation from continuing operations			1,039,725	1,170,237
38	-	Profit before taxation from discontinued operations			10,634	-
983	348	Less: Dividend income			273,074	96,617
2,799	3,866				777,285	1,073,620
Adjustments:						
96	53	Depreciation		27	26,975	14,473
66	70	Depreciation for Right-of-Use Assets		27	18,277	19,337
14	4	Amortisation		27	3,837	1,096
84	85	Provision for Workers' Welfare Fund		28	23,340	23,548
85	477	Credit loss allowance and write offs - net		29	23,668	132,386
		Interest expense - lease liability against				
4	14	right-of-use assets		23	1,212	3,863
-	(348)	Gain on sale of assets classified as held-for-sale		26	-	(96,626)
-	(14)	Gain on sale of fixed assets		26	(30)	(3,628)
(31)	(57)	Unrealized gain on revaluation of investments				
		classified as FVPL		25	(8,656)	(15,628)
318	284				88,623	78,821
3,117	4,150				865,908	1,152,441
(Increase) / decrease in operating assets						
(91,587)	23,725	Lendings to financial institutions			(25,434,870)	6,588,721
(34,022)	(123,608)	Net investments in securities classified as fair value			(9,448,422)	(34,327,475)
(4,524)	19,310	through profit or loss			(1,256,394)	5,362,377
(16,266)	(5,499)	Advances			(4,517,355)	(1,527,242)
(146,399)	(86,072)	Others assets (excluding advance taxation)			(40,657,041)	(23,903,619)
Increase/ (decrease) in operating liabilities						
142,985	134,270	Borrowings from financial institutions			39,708,713	37,288,571
2,397	-	Deposits			665,705	-
115	(14)	Lease liability			31,819	(3,863)
716	3,460	Other liabilities (excluding current taxation, lease liability			198,758	961,023
146,213	137,716	and WWF)			40,604,995	38,245,731
-	-	Workers' Welfare Fund paid			-	-
(1,504)	(30)	Levies paid			(417,786)	(8,458)
(11,520)	(4,228)	Taxes paid			(3,199,291)	(1,174,042)
(10,093)	51,566	Net cash generated from operating activities			(2,803,215)	14,312,053
CASH FLOWS FROM INVESTING ACTIVITIES						
10,447	(53,523)	Net investments in securities classified as			2,901,932	(14,863,849)
		fair value through other comprehensive income				-
824	296	Net divestments / (investments) in held-to-maturity securities			228,822	82,097
(257)	(220)	Dividends received			(71,240)	(60,844)
(1)	-	Investments in property and equipment			(353)	-
1	22	Investments in operating intangible assets			93	6,010
-	1,021	Proceeds from sale of fixed assets			-	283,521
11,014	(52,404)	Proceeds from sale of assets classified as held for sale			3,059,254	(14,553,065)
		Net cash used in investing activities				

Nine Month Period Ended
September 30, 2024 **September 30, 2023**
 ----- US Dollar in '000 -----

Nine Month Period Ended
September 30, 2024 **September 30, 2023**
 Note ----- Rupees in '000 -----

		CASH FLOWS FROM FINANCING ACTIVITIES			
(1,080)	-	Dividend paid to equity shareholders of the Holding Company	(300,000)	-	
-	-	Dividend paid to non-controlling interests	(125)	-	
-	-	Rentals paid during the year		-	
(1,080)	-	Net cash used in financing activities	(300,125)	-	
(159)	(838)	Increase in cash and cash equivalents	(44,086)	(241,011)	
4,537	3,013	Cash and cash equivalents at beginning of the year	1,259,948	836,622	
4,378	2,175	Cash and cash equivalents at end of the year	1,215,862	595,611	

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**Managing Director/
Chief Executive**



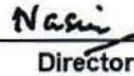
Chief Financial Officer



Director



Director



Director

PAK BRUNEI INVESTMENT COMPANY LIMITED
NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2024

1 STATUS AND NATURE OF BUSINESS

The "Group" consists of:

Holding Company

Pak Brunei Investment Company Limited (the Holding Company) is a Development Finance Institution (DFI) which was incorporated in Pakistan as an unlisted public limited Company on November 28, 2006 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The State Bank of Pakistan (SBP) granted the approval for commencement of business with effect from August 20, 2007. The Holding Company is a joint venture between the Government of Pakistan (GoP) and the Brunei Investment Agency (BIA). The Holding Company's objectives inter alia include making investments in the industrial and agro-based industrial fields in Pakistan on a commercial basis through carrying out industrial and agro-based industrial projects and marketing of their products in Pakistan and abroad and to undertake other feasible business and to establish and acquire companies to conduct various businesses. The registered office of the Holding Company is situated at Horizon Vista, Plot no. Commercial 10, Block 4, Scheme 5, Clifton, Karachi, Pakistan. The Holding Company is in operation with 2 offices (2023: 2) one located in Karachi and the other in Lahore.

Subsidiaries

- **Awwal Modaraba Management Limited (AMML) - 100% holding**

Awwal Modaraba Management Limited (AMML) was incorporated in Pakistan on June 05, 2014 as an unlisted public company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). Subsequently, it was registered as a Modaraba Management Company with the Registrar of Modaraba Companies and Modarabas under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980. AMML is a wholly owned subsidiary of Pak Brunei Investment Company Limited (the Holding Company) with its registered office situated at Horizon Vista, Commercial-10, Block-4, Scheme-5, Clifton, Karachi, Pakistan.

The principal activity of the Company is to engage in the business of floatation of Modarabas and to function as a Modaraba Management Company within the meaning of the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980.

The Company floated Awwal Modaraba on January 4, 2016 and was managing Awwal Modaraba since then. The Securities and Exchange Commission of Pakistan (SECP) via order no. SC/M/PRDD/KASB/2019/36 dated January 31, 2020, appointed Awwal Modaraba Management Limited as the Management Company of KASB Modaraba, First Prudential Modaraba and First Pak Modaraba with effect from February 3, 2020.

These Modarabas are perpetual in nature and are engaged in providing working capital, term finance, ijarah, musharaka, morabaha and other shariah compliant instruments to credit worthy customers and investment in securities. These Modarabas are listed on the Pakistan Stock Exchange Limited.

As part of the business plan, the Board of Directors of Holding Company in their meeting held on March 11, 2022 approved to merge the Awwal Modaraba with and into Awwal Corporate Restructuring Company Limited (ACRCL) and KASB Modaraba, First Pak Modaraba with and into First Prudential Modaraba. The proposed schemes of arrangement for the mergers were approved / sanctioned by the Sindh High Court on March 02, 2023, effective from December 31, 2021. Consequently, the surviving Modaraba i.e. First Prudential Modaraba is being managed by the Company.

The Board of Directors of Holding Company has decided to proceed with divestment of its total interest in AMML. Accordingly, the Board of Directors in their meeting held on September 30, 2023 directed to disseminate the significant development to relevant authorities and stakeholders in a timely and transparent manner.

The material information was sent to the PSX and SECP of Pakistan on September 30, 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 Holding Company informed the Registrar Modaraba, SECP about the receipt of bids from various parties. The SECP vide letter dated November 21, 2023, directed to apply to the Registrar Modaraba for the transfer of AMML shares and management rights of the modaraba to the proposed acquirer.

As of the reporting date, the process of evaluation / review of the bids, received by the Holding Company, is in progress for selection of successful party. After finalisation of the assessment process the matter shall be forwarded to the Registrar Modaraba to seek permission for transfer of AMML shares along with the management rights of the modaraba as advised by SECP.

Standalone financial statements of AMML have been prepared on a going concern basis as the Modaraba under the Management company is in profitable operations and Holding company's (PBICL) financial support exists at the reporting date. Holding Company would continue its financial support to the Company till divestment of its total interest, however assets and liabilities have been classified under held for sale in these consolidated financial statement. Bids received by the Holding Company indicate that no impairment is required in the assets of the Company.

- Primus Leasing Limited (PLL) - 100% holding

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

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

- Awwal Corporate Restructuring Company Limited - 99.78% holding

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

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

2 BASIS OF PRESENTATION

2.1 These consolidated condensed interim financial statements have been prepared in conformity with the format of financial statements prescribed by the State Bank of Pakistan (SBP) vide BPRD Circular No. 02 of 2023 dated February 09, 2023 effective from the accounting year ending December 31, 2023.

2.2 Statement of compliance

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

- International Financial Reporting Standards (IFRSs) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;

- Provisions of and directives issued under the Banking Companies Ordinance, 1962;
- Provisions of and directives issued under the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP) from time to time.

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

- 2.3** The SBP through its BSD Circular letter No. 11 dated September 11, 2002 has deferred the implementation of IAS 40 'Investment Property' for Non-Banking Financial Institutions (NBFIs) in Pakistan. The Holding Company has adopted IFRS 9 'Financial Instruments' from January 01, 2023. Adoption of IFRS 9 and new format has included IFRS 7 disclosures in these consolidated financial statements therefore the Group has also adopted IFRS 7 from January 01, 2023.

2.4 Critical accounting estimates and judgments

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

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

3 BASIS OF MEASUREMENT

3.1 Accounting convention

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

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

3.2 US Dollar equivalent

The US dollar amounts shown in the consolidated statement of financial position, consolidated statement of profit and loss account, consolidated statement of comprehensive income and consolidated cash flow statement are provided as additional information solely for the convenience of users of the consolidated financial statements. For the purpose of conversion to US Dollars, the rate of Rs. 277.7131 to US Dollars has been used for 2024 and 2023 as it was the prevalent rate on September 30, 2024.

3.3 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICIES INFORMATION

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

4.1 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 consolidated 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.

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, 2023.

6 CASH AND BALANCES WITH TREASURY BANKS

	Note	(Un-Audited) September 30, 2024	(Audited) December 31, 2023
----- Rupees in '000 -----			
Cash in hand		80	-
With State Bank of Pakistan in:			
Local currency current account	6.1	697,944	688,559
Less: Credit loss allowance held against cash and balances with treasury banks		-	-
Cash and balances with treasury banks - net of credit loss allowance		<u>698,024</u>	<u>688,559</u>

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

		(Un-Audited) September 30, 2024	(Audited) December 31, 2023
7	BALANCES WITH OTHER BANKS		
		----- Rupees in '000 -----	
	In Pakistan		
	Cash in hand	-	3.00
	In current accounts	7,107	14,225
	In deposit accounts	510,732	557,158
	Less: Credit loss allowance held against balances with other banks	(1)	(2)
	Balances with other banks - net of credit loss allowance	<u>517,838</u>	<u>571,384</u>

7.1 These carry mark-up rates of 7.23% to 18% per annum (2023: 5.50% to 20.51% per annum).

		(Un-Audited) September 30, 2024	(Audited) December 31, 2023
8	LENDINGS TO FINANCIAL INSTITUTIONS		
		----- Rupees in '000 -----	
	Repurchase agreement lendings (reverse repo)	25,434,870	-
	Term deposit receipts (TDRs)	-	-
		<u>25,434,870</u>	<u>-</u>
	Less: Credit loss allowance held against lending to financial institutions	(20)	-
	Lendings to financial institutions - net of credit loss allowance	<u>25,434,850</u>	<u>-</u>

8.1 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).

8.2 Particulars of lending

In local currency	25,434,870	-
In foreign currencies	-	-
	<u>25,434,870</u>	<u>-</u>

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

8.3 Securities held as collateral against lendings to financial institutions

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

9 INVESTMENTS

9.1 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
	----- Rupees in '000 -----							

DEBT INSTRUMENTS

- Classified / Measured at FVPL

Federal government securities

Market Treasury Bills

Pakistan Investment Bonds - Floating Rate

Non-government debt securities

Listed companies

Unlisted companies

	-	-	-	-	-	-	-	-
	9,606,660	-	94,840	9,701,500	999,932	-	(1,232)	998,700
	948,375	-	(17,710)	930,665	948,375	-	(11,200)	937,175
9.1.1	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

Previously AFS

Federal government securities

Market Treasury Bills

Pakistan Investment Bonds - Fixed Rate

Pakistan Investment Bonds - Floating Rate

Non-government debt securities

Listed companies

Unlisted companies

	-	-	-	-	17,728,104	-	3,417	17,731,521
	7,216,855	-	(826,326)	6,390,528	8,261,346	-	(1,789,356)	6,471,990
	143,165,568	-	481,083	143,646,651	128,094,144	-	31,520	128,125,664
9.1.1	14,365	(14,365)	-	-	300,466	(14,361)	-	286,105
9.1.1	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

- Classified / Measured at FVOCI (Non -Reclassifiable)

Ordinary shares

Listed companies

Unlisted companies *

	841,704	-	(80,908)	760,796	-	-	-	-
	1,386,121	-	437,404	1,823,525	639,085	-	322,231	961,316
	-	-	-	-	-	-	-	-
	1,386,121	-	437,404	1,823,525	639,085	-	322,231	961,316
Total investments	165,029,451	(248,995)	88,383	164,868,839	158,462,829	(255,515)	(1,444,620)	156,762,694

* 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.

9.2 Investments given as collateral

	(Un-Audited)			(Audited)		
	September 30, 2024			December 31, 2023		
	Cost / amortised cost	Surplus / (deficit)	Carrying value	Cost / amortised cost	Surplus / (deficit)	Carrying value
----- Rupees in '000 -----						
Pakistan Investment Bonds	64,571,643	(714,310)	63,857,333	131,100,838	(1,671,341)	129,429,497
Market Treasury Bills	5,708,124	244,080	5,952,204	-	-	-
Term finance certificates / sukuks certificates	569,832	-	569,832	699,826,000	(49,213)	699,776,787
Ordinary shares	88,742	30,598	119,340	73,718	43,372	117,090
	<u>70,938,341</u>	<u>(439,632)</u>	<u>70,498,709</u>	<u>831,000,556</u>	<u>(1,677,182)</u>	<u>829,323,374</u>

Above debt securities are pledged against the repurchase borrowings, while shares are pledged with National Clearing Company Pakistan Limited (NCCPL) against ready market exposure.

	(Un-Audited)	(Audited)
	September 30, 2024	December 31, 2023
----- Rupees in '000 -----		
9.3 Credit loss allowance for diminution in value of investments		
Opening balance	255,515	289,647
Adjustment of provision against shares	-	(21,331)
Charge / (reversals)		
Charge for the period / year	-	-
Reversals for the period / year	(6,520)	(12,801)
	<u>(6,520)</u>	<u>(12,801)</u>
Closing balance	<u>248,995</u>	<u>255,515</u>

9.4 Particulars of credit loss allowance against debt securities

	(Un-Audited)		(Audited)	
	September 30, 2024	Credit loss allowance held	December 31, 2023	Credit loss allowance held
----- Rupees in '000 -----				
Performing Stage 1	162,467,768	31	157,483,335	7
Underperforming Stage 2	-	-	-	-
Non-Performing Stage 3				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	333,858	248,964	340,409	255,508
	<u>162,801,626</u>	<u>248,995</u>	<u>157,823,744</u>	<u>255,515</u>

10 ADVANCES

	Performing		Non-performing		Total	
	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023	September 30, 2024	December 31, 2023
	----- Rupees in '000 -----					
Loans, cash credits, running finances, etc.	23,393,004	22,174,618	1,483,061	1,424,446	24,876,065	23,599,064
Advances - gross	23,393,004	22,174,618	1,483,061	1,424,446	24,876,065	23,599,064
Credit loss allowance against advances						
-Stage 1	98,356	81,284	-	-	98,356	81,284
-Stage 2	18,711	24,770	-	-	18,711	24,770
-Stage 3	-	-	1,237,560	1,194,736	1,237,560	1,194,736
	117,067	106,054	1,237,560	1,194,736	1,354,627	1,300,790
Advances - net of credit loss allowance	23,275,937	22,068,564	245,501	229,710	23,521,438	22,298,274

(Un-Audited) (Audited)
September 30, December 31,
2024 2023

10.1 Particulars of advances (gross)

In local currency	24,876,065	23,599,064
In foreign currencies	-	-
	24,876,065	23,599,064

10.2 Particulars of credit loss allowance

10.2.1 Advances - Exposure	(Un-Audited)				(Audited)			
	September 30, 2024				December 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000 -----							
Gross carrying amount - opening	21,656,731	517,887	1,424,446	23,599,064	25,921,643	513,408	1,181,635	27,616,686
New advances	5,218,911	55,000	1,308	5,275,219	4,544,407	118,569	140,483	4,803,460
Advances derecognised or repaid	(3,919,574)	(31,414)	(47,230)	(3,998,218)	(8,581,660)	(145,693)	(75,632)	(8,802,984)
Transfer to stage 1	25,000	(25,000)	-	-	266,466	(266,466)	-	-
Transfer to stage 2	(844,174)	844,174	-	-	(441,305)	441,305	-	-
Transfer to stage 3	(52,900)	(51,637)	104,537	-	(52,820)	(143,237)	196,057	-
	427,264	791,123	58,615	1,277,002	(4,264,912)	4,479	260,909	(3,999,524)
Amounts written off / charged off	-	-	-	-	-	-	(18,098)	(18,098)
Closing balance	22,083,995	1,309,009	1,483,061	24,876,065	21,656,731	517,887	1,424,446	23,599,064

10.2.2 Advances - Credit loss allowance

	(Un-Audited)				(Audited)			
	September 30, 2024				December 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	----- Rupees in '000 -----							
Opening balance	81,284	24,770	1,194,736	1,300,790	22,528	7,562	724,431	754,521
Impact of Adoption of IFRS 9	-	-	-	-	76,434	14,018	223,284	313,736
New Advances	23,308	950	944	25,202	14,545	4,497	138,149	157,191
Advances derecognised or repaid	(9,640)	(1,264)	(28,032)	(38,936)	(9,988)	(6,982)	(98,977)	(115,947)
Transfer to stage 1	88	(88)	-	-	1,003	(1,003)	-	-
Transfer to stage 2	(2,724)	2,724	-	-	(1,050)	1,278	(228)	-
Transfer to stage 3	(321)	(9,263)	9,585	0	(276)	(4,463)	4,739	-
	10,711	(6,942)	(17,503)	(13,734)	4,234	(6,672)	43,683	41,244
Amounts written off / charged off	-	-	-	-	-	-	-	-
Changes in risk parameters (PDs/LGDs/EADs)	6,362	883	60,327	67,571	(21,912)	9,862	203,338	191,289
Closing balance	98,357	18,711	1,237,560	1,354,628	81,284	24,770	1,194,736	1,300,790

10.2.3 Advances - Category of classification

	(Un-Audited)				(Audited)			
	September 30, 2024				December 31, 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Rupees in '000								
Outstanding gross exposure								
Performing - Stage 1	22,083,995	-	-	22,083,995	21,656,731	-	-	21,656,731
Under Performing - Stage 2		1,309,009	-	1,309,009	-	517,887	-	517,887
Non-performing - Stage 3								
Other Assets Especially Mentioned	-	-	28,978	28,978	-	-	600	600
Substandard	-	-	22,848	22,848	-	-	29,967	29,967
Doubtful	-	-	24,675	24,675	-	-	233,776	233,776
Loss	-	-	1,406,560	1,406,560	-	-	1,160,103	1,160,103
	-	-	1,483,061	1,483,061	-	-	1,424,446	1,424,446
Total	22,083,995	1,309,009	1,483,061	24,876,065	21,656,731	517,887	1,424,446	23,599,064
Corresponding ECL								
Stage 1 and stage 2	98,356	18,711	-	117,067	81,284	24,770	-	106,054
Stage 3	-	-	1,237,560	1,237,560	-	-	1,194,736	1,194,736
	21,985,639	1,290,298	245,501	23,521,438	21,575,447	493,117	229,710	22,298,274

	(Un-Audited)		(Audited)	
	September 30, 2024		December 31, 2023	
	Non performing loans	Provision	Non performing loans	Provision
Rupees in '000				
Domestic				
Other Assets Especially Mentioned	28,978	17,865	600	400
Substandard	22,848	14,086	29,967	19,995
Doubtful	24,675	15,213	233,776	172,131
Loss	1,406,560	1,190,396	1,160,103	1,002,210
Total	1,483,061	1,237,560	1,424,446	1,194,736

10.2.3.1 Category of classification in stage 3

Domestic				
Other Assets Especially Mentioned	28,978	17,865	600	400
Substandard	22,848	14,086	29,967	19,995
Doubtful	24,675	15,213	233,776	172,131
Loss	1,406,560	1,190,396	1,160,103	1,002,210
Total	1,483,061	1,237,560	1,424,446	1,194,736

Advances include Rs. 1,183.061 million (2023: Rs. 1,424.446 million) which have been placed under the non-performing status.

- 10.3** Stage 1 includes loans and advances that have not had a significant increase in credit risk since initial recognition or that have low credit risk at the reporting date. For Stage 1 loans, 12-month expected credit losses ('ECL') are recognised and interest revenue is calculated on the gross carrying amount of the loan amount. 12-month ECL are the expected credit losses that result from default events that are possible within 12 months after the reporting date.
- 10.3.1** Stage 2 includes loans and advances where credit risk is higher since initiation or they have had a significant increase in credit risk since initial recognition but that do not have objective evidence of impairment. For these loans, lifetime ECL are recognised, but interest revenue is still calculated on the gross carrying amount of the loan amount. Lifetime ECL are the expected credit losses that result from all possible default events over the expected life of the loans. Expected credit losses are the weighted average credit losses with the probability of default ('PD') as the weight.
- 10.3.2** Forced Sale Value (FSV) benefit amounting to Rs. 367.88 (2023: Rs. 371.28) 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.

		(Un-audited) September 30, 2024	(Audited) December 31, 2023
----- Rupees in '000 -----			
14	DEFERRED TAX ASSETS		
	Deductible temporary differences on		
	- Lease liability against right-of-use assets	15,580	3,039
	- Carry forward of alternate corporate tax	73,276	-
	- Provision for Bonus	28,525	37,831
	- Provision for diminution in the value of investments	104,742	99,652
	- Provision against advances, other assets, etc.	422,535	496,594
	- Amortisation of premium on investments	89,495	-
	- Net investment in finance lease	89,193	-
	- Deficit on revaluation of investments	134,645	684,223
	- Unrealized loss on debt investments (FVPL)	1,473	4,848
	- Payable against post retirement employee benefits	5,500	172
	- Provision for off-balance sheet obligations	3,994	5,186
		968,958	1,331,545
	Taxable temporary differences on		
	- Net investment in finance lease	-	2,426
	- Right-of-use assets	(26,856)	(9,712)
	- Accelerated tax depreciation	(1,614)	(6,055)
	- Unrealized gain on equity investments	(98,416)	(72,502)
	- Amortisation of discount on investments		(9,271)
	- Lease liability against right-of-use asset		-
	- Lease receivable against sub lease		(170)
	- Post retirement employee benefits	(2,367)	933
		(129,253)	(94,352)
		839,705	1,237,193
15	OTHER ASSETS		
	Income / mark-up accrued in local currency	10,157,019	5,519,040
	Advances, deposits, advance rent and other prepayments	52,100	14,628
	Advance taxation (payments less provisions)	4,732,647	1,695,305
	Dividend receivable	45,605	1,353
	Advance against subscription of privately placed term finance certificates	-	122,845
	Receivable against sale of shares	14,469	27,261
	Receivable against advisory fee	-	27,480
	Receivable from related parties	1,081	9,674
	Others	-	456
		15,002,921	7,418,042
	Less: Provision held against other assets	(5,221)	(25,830)
		14,997,700	7,392,212
16	ASSETS CLASSIFIED AS HELD-FOR-SALE		
		Note	
	Land, building and machinery acquired from:		
	Lion Steel Industries (Private) Limited	16.1	168,903
			168,904
	Subsidiary held for sale	16.2	19,945
			26,483
	Total assets classified as held-for-sale		188,848
			195,387
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.		

16.2 Asset Held For Sale Discontinued Operation

On September 30, 2023, the Group publicly announced the decision of its Board of Directors to sell AMML, a wholly owned subsidiary. The sale of AMML is expected to be completed within a year from the reporting date. At September 30, 2024, AMML is classified as a disposal group held for sale and as a discontinued operation. The results of AMML for the period are presented below:

The major classes of assets and liabilities of AMML classified as held for sale as at September 30, 2024 are, as follows:

	(Un-audited) September 30, 2024	(Audited) December 31, 2023
	----- Rupees in '000 -----	
Assets		
Bank balances	3,941	13,089
Right-of-use assets	-	4,569
Property and equipment	4,114	5,460
Investments	39,277	24,714
Accrued profit	30	68
Prepayments & other receivables	154	57
Taxation - net	-	632
Receivable from Modarabas under management - related parties	3,237	2,166
Assets held for sale	<u>50,753</u>	<u>50,755</u>
Liabilities		
Lease liability under IFRS-16	-	(4,740)
Accrued expenses and other liabilities	(30,808)	(19,532)
Liabilities directly associated with assets held for sale	<u>(30,808)</u>	<u>(24,272)</u>
Net assets directly associated with disposal group	<u><u>19,945</u></u>	<u><u>26,483</u></u>

		(Un-audited)	Audited
		September 30,	December 31,
		2024	2023
		----- Rupees in '000 -----	
17	BORROWINGS		
	Secured		
	Borrowings from State Bank of Pakistan under:		
	- Long-Term Finance Facility (LTFF) scheme	17.2	2,504,912
	- Power Plants Using Renewable Energy (PPRE) scheme	17.3	147,415
	- Temporary Economic Refinance Facility (TERF)	17.4	671,701
	- Finance for Storage of Agriculture Produce (FSAP) scheme	17.5	301,471
	- Credit Guarantee (CGS) Scheme	17.6	188,509
	- Special Persons (SP) Scheme	17.7	1,855
	- Working Capital (WCF) Scheme	17.8	1,211,530
	- Balancing, Modernisation & Replacement (BMR) scheme	17.9	794,675
			5,822,068
	Repurchase agreement borrowings	17.10	64,400,805
	Borrowings from banks	17.11	78,801,666
	Total secured		149,024,539
	Unsecured		
	Letters of placement:	17.12	65,651,505
			214,676,044
17.1	Particulars of borrowings with respect to currencies		
	In local currency		214,676,044
	In foreign currencies		-
			214,676,044
17.2	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).		
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% 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.		
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 (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.		
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 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).		
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% 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.		

- 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 (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.
- 17.8 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.
- 17.9 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.
- 17.10 These represent collateralised borrowings against Pakistan Investment Bonds. The mark-up rates on these borrowings ranges from 17.52% to 18.30% per annum (December 31, 2023: 22.07% to 22.11% per annum).
- 17.11 These represent borrowings from various financial institutions at mark-up rates ranging from 16.30% to 21.71% per annum (2023: 21.49% to 23.26% per annum) with maturities upto June 2027 (2023: June 2027).

17.12 Particulars of borrowings

Letters of placement:
- Others

2024		
Minimum (%)	Maximum (%)	Tenor

16.50	20.85	2 months
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Letters of placement:
- Others

2023		
Minimum (%)	Maximum (%)	Tenor

20.70	22.35	5 months
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18 DEPOSITS AND OTHER ACCOUNTS

Note	(Un-audited)			(Audited)		
	September 30, 2024			December 31, 2023		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	----- Rupees in '000 -----					
Deposit (Ijara arrangement)	18.1	-	-	-	-	-
Customers						
- Certificate of investments (COIs)		665,705	-	665,705	-	-
Financial institutions						
- Certificate of investments (COIs)		-	-	-	-	-
	18.2	<u>665,705</u>	<u>-</u>	<u>665,705</u>	<u>-</u>	<u>-</u>

18.1 This represents sum received under ijara lease arrangement, adjustable at the expiry of the lease period.

Note	(Un-audited)	(Audited)
	September 30,	December 31,
	2024	2023
	----- Rupees in '000 -----	
18.2 Composition of deposits		
- Public sector entities	-	-
- Private sector	665,705	54,768
	<u>665,705</u>	<u>54,768</u>

19 OTHER LIABILITIES

Mark-up / return / interest payable in local currency	2,098,225	1,929,378
Unearned commission and income on bills discounted	21,012	32,359
Accrued expenses	107,806	140,229
Brokerage / commission payable	14,136	2,695
Sindh sales tax payable on management fee	-	-
Payable against purchase of shares	-	-
Payable to related party	2,769	4,417
Payable to defined benefit plan - related party	18,457	12,462
Payable to Shari'ah Advisor	900	900
Security deposits against advances	1,046,074	984,780
Provision for Worker's Welfare Fund	202,449	195,727
Provision for off balance sheet obligations	10,241	13,298
Unclaimed dividends	211	189
Tax payable	6,468	24,128
Advance from customers	237	751
Others	106,457	75,087
	<u>3,635,441</u>	<u>3,416,400</u>

20 SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS

Surplus / (Deficit) on revaluation of		
- Securities measured at FVOCI-Debt	9.1	(345,243)
- Securities measured at FVOCI-Equity		437,404
		<u>92,161</u>
Deferred tax on surplus / (deficit) on revaluation of:		(1,446,750)
- Securities measured at FVOCI-Debt		134,645
- Securities measured at FVOCI-Equity		(98,416)
		<u>128,390</u>
		<u>(835,029)</u>

	Note	(Un-audited)	(Audited)
		September 30,	December 31,
		2024	2023
		----- Rupees in '000 -----	
20.1 Movement in revaluation of assets			
Deficit on revaluation as at January 01		(1,446,750)	(2,149,881)
Revaluation deficit recognised during the year		1,538,911	703,131
Deficit on revaluation as at December 31		92,161	(1,446,750)
Less: related deferred tax asset on			
- Revaluation as at January 01		611,721	633,259
- Revaluation recognised during the year		(575,492)	(21,538)
		36,229	611,721
Deficit on revaluation of assets - net of tax		<u>128,390</u>	<u>(835,029)</u>
21 CONTINGENCIES AND COMMITMENTS			
- Guarantees	21.1	-	200,000
- Commitments	21.2	99,654,249	122,973,308
- Other contingent liabilities	21.3	-	-
		<u>99,654,249</u>	<u>123,173,308</u>
21.1 Guarantees			
Financial guarantees		-	200,000
21.2 Commitments			
Documentary credits and short-term trade-related transactions			
- letters of credit		1,341,979	1,176,350
Commitments in respect of:			
- forward lendings	21.2.1	6,940,200	3,884,675
- future purchase and sale transactions	21.2.2	977,600	4,956,324
- repo transactions	21.2.3	90,394,470	112,955,959
		<u>99,654,249</u>	<u>122,973,308</u>
21.2.1 Commitments in respect of forward lendings			
Undrawn formal standby facilities, credit lines and other commitments to lend		<u>6,940,200</u>	<u>3,884,675</u>
These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Company without the risk of incurring significant penalty or expense.			
21.2.2 Commitments in respect of future transactions			
Purchase		977,600	-
Sale		-	4,956,324
		<u>977,600</u>	<u>4,956,324</u>
21.2.3 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>

21.3 Other contingent liabilities

21.3.1 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.

21.3.2 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 (note 13). 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.

	Note	(Un-audited)	
		September 30, 2024	September 30, 2023
----- Rupees in '000 -----			
22 MARK-UP / RETURN / INTEREST EARNED			
On:			
a) Loans and advances		2,696,279	2,489,803
b) Investments		26,939,959	12,841,461
c) Lendings to financial institutions		1,042,286	731,266
d) Sub-lease of premises		10	60
e) Balances with banks		70,532	33,299
		<u>30,749,066</u>	<u>16,095,889</u>
22.1 Interest income (calculated using effective interest rate method) recognised on:			
Financial assets measured at amortised cost;		3,809,097	29,848
Financial assets measured at FVOCI			-
		<u>3,809,097</u>	<u>16,125,737</u>
23 MARK-UP / RETURN / INTEREST EXPENSED			
Deposits		20,771	6,170
Interest expense on lease liability against right-of-use assets		1,212	3,863
Borrowings		29,758,404	14,659,135
		<u>29,780,387</u>	<u>14,669,168</u>
24 FEE AND COMMISSION INCOME			
Processing fee income		36,196	18,874
Advisory / participation fee / management fee		29,475	14,898
Commitment fee		8,629	4,148
Commission of letter of credit		-	-
Trustee fee		39,382	45,934
Front end fee		2,993	2,428
		<u>116,675</u>	<u>86,282</u>

		(Un-audited)	
		September 30, 2024	September 30, 2023
		----- Rupees in '000 -----	
25	GAIN ON SECURITIES		
	Realised gain / (loss)	25.1	264,388
	Unrealised gain on securities classified as fair value through profit or loss - net		69,895
	Unrealised gain on arbitrage shares		8,656
			15,628
			3,850
			-
			276,894
			85,523
25.1	Realised gain / (loss) on:		
	Federal government securities		206,505
	Shares		39,131
	Non-government debt securities		57,803
	Commercial paper		30,432
			-
			332
			-
			-
			264,308
			69,895
26	OTHER INCOME		
	Gain / (loss) on sale of assets classified as held-for-sale		-
	Gain on sale of fixed assets - net		96,626
	Others		30
			3,628
			-
			2,750
			30
			103,004
27	OPERATING EXPENSES		
	Total compensation expenses		288,838
			251,563
	Property expense		
	Rent and taxes		6,442
	Insurance		510
	Utilities cost		8,046
	Security (including guards)		5,365
	Repairs and maintenance (including janitorial charges)		6,893
	Depreciation on Ijara Assets		3,001
	Depreciation on Right-of Use Assets		1,862
			10,569
			9,385
			6,684
			3,307
		12	18,277
			16,030
			59,912
			42,123
	Information technology expenses		
	Software maintenance		5,068
	Hardware maintenance		191
	Depreciation		643
	Amortisation		726
			3,940
			3,050
			3,837
			1,096
			13,488
			5,063
	Other operating expenses		
	Directors' fees and allowances		9,150
	Fees and subscription		5,250
	Legal and professional charges		7,923
	Travelling and conveyance		19,554
	Brokerage commission		26,372
	Depreciation		20,421
	Training and development		44,709
	Postage and courier charges		27,926
	Communication		38,511
	Outsourced service cost		19,399
	Stationery and printing		16,351
	Marketing, advertisement and publicity		11,423
	Donations		1,962
	Auditors' remuneration		1,940
	Expenses incurred in relation to assets held for sale		431
	Service charges for lease rental recoveries		289
	Others		6,096
			4,304
			10,029
			6,941
			2,007
			1,673
			1,629
			232
			500
			2,000
			3,590
			3,354
			6,657
			42,685
			2,911
			5,011
			7,554
			7,602
			186,381
			180,004
			548,619
			478,753

		(Un-audited)	
		September 30, 2024	September 30, 2023
		----- Rupees in '000 -----	
28	WORKERS' WELFARE FUND		
	Provision for Workers' Welfare Fund	28.1	23,340 23,548

28.1 As a consequence of the 18th amendment to the Constitution of Pakistan, the Sindh Workers' Welfare Fund Act, 2014 (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. The matter relating to payment of SWWF is pending before the Sindh High Court and an interim stay order has been obtained by the Holding Company and Primus Leasing Limited. However, as a matter of abundant caution, the management has maintained a provision for SWWF in the consolidated financial statements amounting to Rs. 202.449 million which includes a provision of Rs. 23.340 million for the current period.

		(Un-audited)	
		September 30, 2024	September 30, 2023
		----- Rupees in '000 -----	
29	CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET	Note	
	Credit loss allowance against balances with other banks		(5) -
	Credit loss allowance against lending to financial institutions		20 -
	Credit loss allowance for diminution in value of investments	9.3	(6,520) (9,656)
	Credit loss allowance against loans and advances		33,230 138,887
	Credit loss allowance against off balance sheet obligations		(3,057) 3,155
	Advances written off directly		- -
	Recovery of advances written off		- -
			<u>23,668</u> <u>132,386</u>

30	LEVIES		
	Final tax		37,493 8,458
	Minimum tax	30.1	380,293 -
			<u>417,786</u> <u>8,458</u>

30.1 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.

31	TAXATION		
	Current		161,950 224,704
	Prior years		- -
	Deferred		(178,005) 162,113
			<u>(16,055)</u> <u>386,817</u>

32	BASIC EARNINGS PER SHARE		
	Profit for the year		<u>648,521</u> <u>774,806</u>
			-----Number of shares in '000-----
	Weighted average number of ordinary shares		<u>600,000</u> <u>600,000</u>
			----- Rupees -----
	Basic earnings per share		<u>1.08</u> <u>1.29</u>

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

33 FAIR VALUE MEASUREMENT

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

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

33.1 Fair value of financial assets

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

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

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

Valuation techniques and inputs used in determination of fair values

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

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

On balance sheet financial instruments

September 30, 2024			
Level 1	Level 2	Level 3	Total
----- Rupees in '000 -----			

Financial assets - measured at fair value

Investments

Federal government securities	-	159,738,679	-	159,738,679
Ordinary shares	2,584,321	-	-	2,584,321
Non-government debt securities		930,665	-	930,665

Off-balance sheet financial instruments

Commitments

- future purchase and sale transactions	977,600	977,600	-	1,955,200
-----------------------------------------	---------	---------	---	-----------

December 31, 2023			
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	-	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

Commitments

Forward shares	-	4,956,324	-	4,956,324
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34 SEGMENT INFORMATION

34.1 Segment details with respect to business activities

September 30, 2024				
Corporate finance	Trading and sales	Commercial banking	Total	
-----Rupees in '000-----				
Net Mark-up / return / profit	-	923,952	44,727	968,679
Non mark-up / return / interest income	102,550	564,123	-	666,673
Total income	102,550	1,488,075	44,727	1,635,352
Total expenses	35,891	457,021	79,047	571,959
Credit loss allowance and write offs - net	-	5,856	17,812	23,668
Profit before levies and taxation	66,659	1,025,198	(52,132)	1,039,725
Income from discontinuing operations	-	-	-	-
Expenses from discontinuing operations	2,717	-	-	2,717
Profit before tax from discontinuing operation	(2,717)	-	-	(2,717)
Consolidated Statement of Financial Position				
Cash and bank balances	82,378	1,021,278	112,206	1,215,862
Investments	-	164,868,839	-	164,868,839
Lendings to financial institutions	-	25,434,850	-	25,434,850
Advances - performing	-	4,264,727	19,011,209	23,275,936
- non-performing	-	28,451	217,050	245,501
Others	10,419	15,490,142	702,732	16,203,293
Total assets	92,797	211,108,287	20,043,197	231,244,281
Borrowings	-	197,007,393	17,668,651	214,676,044
Deposits & other accounts	-	-	665,705	665,705
Lease liabilities	-	35,565	5,781	41,346
Others	-	3,245,594	389,847	3,635,441
Total liabilities	-	200,288,552	18,729,984	219,018,536
Equity	71,297	10,373,011	1,781,438	12,225,746
Total equity and liabilities	71,297	210,661,563	20,511,422	231,244,282
Contingencies and commitments	-	91,372,070	8,282,179	99,654,249

Consolidated statement of Profit and Loss Account

September 30, 2023				
Corporate finance	Trading and sales	Commercial banking	Total	
-----Rupees in '000-----				
Net mark-up / return / profit	-	963,082	493,487	1,456,569
Non mark-up / return / interest income	84,925	286,501	-	371,426
Total income	84,925	1,249,583	493,487	1,827,995
Total expenses	23,924	436,218	42,159	502,301
Credit loss allowance and write offs - net	-	6,172	126,214	132,386
Profit before levies and taxation	61,001	807,193	325,114	1,193,308

Consolidated Statement of Financial Position

December 31, 2023				
Corporate finance	Trading and sales	Commercial banking	Total	
-----Rupees in '000-----				
Cash and bank balances	66,163	1,053,139	140,641	1,259,943
Investments	-	156,762,694	-	156,762,694
Lendings to financial institutions	-	-	-	-
Advances - performing	-	1,597,763	20,470,801	22,068,564
Advances - non-performing	-	12,129	217,581	229,710
Others	8,182	7,915,518	1,056,903	8,980,603
Total assets	74,345	167,341,243	21,885,926	189,301,514
Borrowings	-	154,354,160	20,613,171	174,967,331
Deposits and other accounts	-	10,939	1,461	12,400
Lease liabilities	-	8,405	1,122	9,527
Others	-	3,002,970	401,030	3,404,000
Total liabilities	-	157,376,474	21,016,784	178,393,258
Equity	74,345	9,964,769	869,142	10,908,256
Total equity and liabilities	74,345	167,341,243	21,885,926	189,301,514
Contingencies and commitments	-	116,840,634	6,332,674	123,173,308

34.2 Segment details with respect to geographical location

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

35 RELATED PARTY TRANSACTIONS

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

There are no transactions with key management personnel other than those carried out as per their terms of employment. Contributions to approved defined benefit and contribution plans are disclosed in notes 36 and 37 to these consolidated financial statements and are made in accordance with the actuarial valuations / terms of scheme. Remuneration to chief executive, directors and executives is disclosed in note 38 to the consolidated financial statements. Transactions with owners have been disclosed in 'Consolidated Statement of Changes in Equity'. All other transactions between the Group and its related parties are carried out under normal course of business except employee staff loans that are as per terms of employment. The details of transactions with related parties during the year and balances with them as at year end, other than those which have been disclosed elsewhere in these consolidated financial statements, are as follows:

September 30, 2024			December 31, 2023		
Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties

(Rupees in '000)

Lendings

Opening balance	-	-	-	-	26,000
Addition during the year	-	-	-	-	301,600
Repaid during the year	-	-	-	-	(327,600)
Closing balance	-	-	-	-	-

Investments

Opening balance	-	-	-	-	-
Investment made during the year	-	-	-	-	-
Investment disposed off during the year	-	-	-	-	-
Classified as held-for-sale	-	-	-	-	-
Closing balance	-	-	-	-	-

Advances

Opening balance	-	49,810	159,775	-	72,204	178,207
Addition during the year	-	22,824	-	-	19,558	300,000
Repaid during the year	-	(14,639)	(232)	-	(41,952)	(318,432)
Transfer in / (out) - net	-	-	-	-	-	-
Closing balance	-	57,995	159,543	-	49,810	159,775

Other assets

Interest / mark-up accrued	-	-	1,405	-	-	288
Lease receivable under IFRS-16	-	-	-	-	-	-
Receivable from defined benefit plan	-	-	-	-	-	-
Preliminary expense	-	-	-	-	-	-
Advance against investments in right shares	-	-	-	-	-	-
Others	-	-	802	-	-	1,023
	-	-	2,207	-	-	1,311

Assets classified as held-for-sale

Opening balance	-	-	-	-	-	-
Transfer during the year	-	-	-	-	-	-
Disposed off during the year	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-

Borrowings

Opening balance	-	-	4,827	-	-	-
Borrowings during the year	-	-	126,755	-	-	73,156
Settled during the year	-	-	(131,582)	-	-	(68,329)
Closing balance	-	-	-	-	-	4,827

Deposits and other accounts

Opening balance	-	-	-	-	-	-
Received during the year	-	-	-	-	-	-
Withdrawn during the year	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-

Other liabilities

Interest / mark-up payable	-	-	-	-	-	6
Payable to defined benefit plan	-	-	4,659	-	-	12,462
Other liabilities	-	-	-	-	-	-
	-	-	4,659	-	-	12,468

September 30, 2024			September 30, 2023		
Directors	Key management personnel	Other related parties	June 30, 2023	Key management personnel	Other related parties

(Rupees in '000)

Income

Mark-up / return / interest earned	-	1,133	25,762	-	1,683	22,888
Dividend income	-	-	57,423	-	-	-

Expense

Mark-up / return / interest paid	-	-	1,759	-	-	93
Operating expenses	9,150	74,973	-	2,000	87,483	-
Reimbursement of expenses	-	18,900	-	-	9,223	98
Expenses charged	-	-	2,911	-	-	4,672

36 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

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

Minimum Capital Requirement (MCR):

Paid-up capital (net of losses)	6,000,000	6,000,000
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Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	10,750,062	9,441,917
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	10,750,062	9,441,917
Eligible Tier 2 Capital	-	-
Total Eligible Capital (Tier 1 + Tier 2)	10,750,062	9,441,917

Risk Weighted Assets (RWAs):

Credit Risk	24,245,154	21,701,609
Market Risk	8,771,111	7,704,487
Operational Risk	3,131,354	3,131,354
Total	36,147,619	32,537,450

Common Equity Tier 1 Capital Adequacy ratio	29.74%	29.02%
Tier 1 Capital Adequacy Ratio	29.74%	29.02%
Total Capital Adequacy Ratio	29.74%	29.02%

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

The paid-up capital and CAR of the Group stands at Rs. 6 billion and 29.74% of its risk weighted exposure as at September 30, 2024.

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

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

Notional minimum capital requirements prescribed by SBP		
CET1 minimum ratio	6.00%	6.00%
Tier 1 minimum ratio	7.50%	7.50%
Total capital minimum ratio	11.50%	11.50%

Leverage Ratio (LR):

Eligible Tier-1 Capital	10,750,062	9,441,917
Total Exposures	223,254,667	156,629,925
Leverage Ratio	4.82%	6.03%

Liquidity Coverage Ratio (LCR):

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

Net Stable Funding Ratio (NSFR):

Total Available Stable Funding	24,472,276	24,490,814
Total Required Stable Funding	23,088,197	18,812,749
Net Stable Funding Ratio	105.99%	130.18%

37 CORRESPONDING FIGURES

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

38 GENERAL


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

39 DATE OF AUTHORISATION

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



Managing Director /
Chief Executive



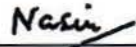
Chief Financial Officer



Director



Director



Director