

# DIRECTORS' REPORT

The Directors of Pak Oman Investment Company Limited (the Company) are pleased to present the Financial Statements for the half year ended June 30, 2025.

## Macroeconomic overview

Pakistan's economy and external inflows continued to move toward stabilization, reinforced by favorable assessments from the International Monetary Fund (IMF) following the second quarterly review of the Extended Fund Facility (EFF). In response, the IMF released the second tranche of US\$1bn under the EFF and approved an additional US \$ 1.4 bn under the Resilience and Sustainability Facility (RSF).

IMF projects Pakistan's GDP to grow by 3.6% in FY26, with average Consumer Price Index (CPI) inflation forecast at 7.7%, and a current account deficit equivalent to 0.4% of GDP.

The Federal government has announced a Rs 17.6 trn Federal Budget for FY26, targeting revenue of Rs 19.3trn. The fiscal deficit is expected to be 3.9% of GDP, while the primary surplus is projected at 2.4%. Total tax revenues are estimated at Rs 14.1 trn, reflecting a 19% YoY increase.

The State Bank of Pakistan kept its policy rate unchanged at 11% during its Monetary Policy Committee meeting, citing volatility in global commodity prices due to ongoing geopolitical unrest. With the low-base effect fading, CPI readings began to normalize, exceeding 3% since May 2025. On an average annual basis, CPI inflation for FY25 stood at 4.5%, a sharp decline from over 24% in FY24.

The current account recorded a surplus of US \$2.1 billion in FY25, largely supported by a 27% YoY increase in remittances, which rose to US \$ 38.3 billion.

S&P Global recently upgraded Pakistan's sovereign credit rating from 'CCC+' to 'B-' and assigned it a 'stable' outlook. This development supports the country's plans to re-enter the international bond market, beginning with the issuance of Panda Bonds.

Moody's has also upgraded Pakistan's sovereign credit rating by one notch to 'Caa1' from 'Caa2' due to an improving external financial position and assigned it a "stable" outlook.

## Financial Performance

June 2025	June 2024		June 2025	June 2024
<b>\$ in millions</b>			<b>Rs in millions</b>	
<b>13.876</b>	(5.399)	Profit / (loss) before provision	3,938	(1,532)
<b>(1.346)</b>	1.721	(Provisions) / Reversal and write offs - net	(382)	488
<b>12.530</b>	<b>(3.678)</b>	<b>Profit / (loss) before taxation</b>	<b>3,556</b>	<b>(1,043)</b>
(4.984)	2.583	Taxation	(1,414)	732
<b>7.546</b>	<b>(1.095)</b>	<b>Profit / (loss) after taxation</b>	<b>2,141</b>	<b>(311)</b>
<b>0.0123</b>	(0.0018)	Earnings / (loss) per share	3.48	(0.51)

For the half-year period ended June 30, 2025, the company achieved a notable turnaround in profit after tax. Rebounding from a loss of PKR 311 million in the corresponding period last year, it reported a profit after tax of PKR 2,141 million showcasing strong overall performance. This significant improvement highlights the management’s strategic foresight and timely decisions, particularly in responding to a declining interest rate environment through effective management of the investment portfolio. Despite a sharp drop in the policy rate, the company successfully generated a net interest income of PKR 3.87 billion (US \$13.654 million) supported by timely repositioning, repricing strategies, sustained volumetric growth, and an optimized funding and placement mix.

Non-mark-up income registered a moderate increase of 5.6% compared to the corresponding period last year, reaching PKR 842.3 million from PKR 797.7 million. This growth was primarily driven by a significant rise in fee and commission income, which more than doubled to PKR 75.6 million from PKR 36.6 million. Although gains on the sale of securities declined to PKR 505.3 million from PKR 707 million, the shortfall was offset by a substantial increase in dividend income, which emerged as the largest contributor, rising to PKR 244.8 million from PKR 49.2 million. This overall uptick reflects improved diversification in revenue streams beyond core lending activities.

### Financial Position

June 2025	December 2024		June 2025	December 2024
<i>\$ in millions</i>			<i>Rs in millions</i>	
47	36	Shareholders’ equity	13,249	10,073
55	53	Advances	15,577	15,015
950	1,245	Investments	269,453	353,410
1,045	1,364	Total Assets	296,624	387,117

The Company’s total assets declined by PKR 90 billion and came to a close of PKR 296,624 million (US\$ 1,045 million) as against PKR 387,117 million (US\$ 1,364 million) of total asset as of December 2024, reflecting a decline of 23%. This decrease was primarily driven by a reduction in investments in government securities.

Meanwhile Advances saw a marginal rise of PKR 562 million, maintaining a breakeven position. This slight uptick in the portfolio reflects a cautious and measured response to the improving credit demand within the economy. With early signs of stabilization in macroeconomic indicators and a gradual recovery in business activity, the company has strategically expanded credit to resilient and high-potential sectors, maintaining a strong focus on credit quality and prudent risk management over aggressive growth. While sustained balance sheet growth remains a strategic objective for management, they are aligned in their commitment to ensuring that such growth is not realized at the detriment of

asset quality. With all the challenges, management anticipates the momentum to continue on the back of the healthy pipeline that the business team has worked on.

Your Company's capital adequacy ratio (CAR) stood at 34.74% as of June 30, 2025, well above the minimum domestic regulatory benchmark of 11.50%.

### **Credit Rating**

The Company's credit ratings were re-affirmed by VIS Credit Rating Company Limited at AA+(Double A plus) for long-term and A1+ (A one Plus) for short-term.

The assigned ratings reflect the Company's diversified operations, healthy financial risk profile, strong sponsors, existing market presence and its relative position amongst peer group institutions. These ratings denote a very low expectation of credit risk, a strong capacity for timely payment of financial commitments in the long term and the highest capacity for timely repayment in the short term.

### **Corporate Governance Rating**

Your Company's well-established Corporate Governance Framework supported by Board & Management Committees leading to a strong financial transparency has been acknowledged by VIS Credit Rating Company Limited. Resultantly, Corporate Governance Rating (CGR) has been upgraded to CGR – 9+, which signifies very high level of corporate governance.

### **Appreciation and Acknowledgement**

The Board of Directors would like to express its sincere gratitude to the respective Governments of the Sultanate of Oman and Islamic Republic of Pakistan for their support, as well as the State Bank of Pakistan and the Securities and Exchange Commission of Pakistan for their continued guidance and cooperation.

The Board would also like to extend its appreciation to the management and employees for their dedication, teamwork and commitment.

On behalf of the Board

**Nauman Ansari**  
**Managing Director /**  
**Chief Executive Officer**

**Juland Jaifar Salim Al Said**  
**Chairman**

Karachi, August 28, 2025

# ڈائریکٹرز کی رپورٹ

پاک عمان انویسٹمنٹ کمپنی لمیٹڈ (کمپنی) کے ڈائریکٹرز 30 جون 2025ء کو ختم ہونے والے ششماہی کے مالیاتی گوشوارے پیش کرتے ہوئے خوش ہیں۔

## میکرو اکنامک جائزہ

پاکستان کی معیشت اور بیرونی سرمایہ کاری استحکام کی جانب گامزن ہے جس کو بین الاقوامی مالیاتی فنڈ (آئی ایم ایف) کی جانب سے توسیعی فنڈ سہولت (ای ایف ایف) کے دوسرے سہ ماہی جائزے کے بعد سازگار جائزوں سے تقویت ملی ہے۔ اس کے جواب میں آئی ایم ایف نے ای ایف ایف کے تحت ایک ارب ڈالر کی دوسری قسط جاری کی اور ریزیلینس اینڈ سسٹین ایبلٹی سہولت (آر ایس ایف) کے تحت مزید 1.4 ارب ڈالر کی منظوری دی۔

آئی ایم ایف نے مالی سال 26 میں پاکستان کی جی ڈی پی میں 3.6 فیصد اضافے کا تخمینہ لگایا ہے، اوسط کنزیومر پرائس انڈیکس (سی پی آئی) افراط زر کی پیش گوئی 7.7 فیصد اور کرنٹ اکاؤنٹ خسارہ جی ڈی پی کے 0.4 فیصد کے مساوی ہے۔

وفاقی حکومت نے مالی سال 26 کے لئے 17.6 ٹریلین روپے کے وفاقی بجٹ کا اعلان کیا ہے جس میں 19.3 ٹریلین روپے کے محصولات کا ہدف رکھا گیا ہے۔ مالی خسارہ جی ڈی پی کا 3.9 فیصد رہنے کی توقع ہے جبکہ پرائمری سرپلس کا تخمینہ 2.4 فیصد لگایا گیا ہے۔ مجموعی ٹیکس آمدنی کا تخمینہ 14.1 ٹریلین روپے لگایا گیا ہے جو سال بہ سال 19 فیصد اضافے کی عکاسی کرتا ہے۔

اسٹیٹ بینک آف پاکستان نے مانیٹری پالیسی کمیٹی کے اجلاس کے دوران جاری جیو پولیٹیکل بدامنی کی وجہ سے عالمی اجناس کی قیمتوں میں اتار چڑھاؤ کا حوالہ دیتے ہوئے اپنی پالیسی ریٹ کو 11 فیصد پر برقرار رکھا۔ کم بنیاد کے اثر کے ساتھ، سی پی آئی ریڈنگ معمول پر آنا شروع ہوگئی، جو مئی 2025 کے بعد سے 3 فیصد سے زیادہ ہے۔ سالانہ بنیادوں پر سی پی آئی افراط زر کی شرح 4.5 فیصد رہی جو مالی سال 24 کے 24 فیصد سے کم ہے۔

کرنٹ اکاؤنٹ نے مالی سال 25 میں 2.1 بلین امریکی ڈالر سرپلس ریکارڈ کیا، جس کی بڑی وجہ ترسیلات زر میں سال بہ سال 27 فیصد اضافہ تھا، جو بڑھ کر 38.3 بلین امریکی ڈالر تک پہنچ گیا۔

ایس اینڈ پی گلوبل نے حال ہی میں پاکستان کی خودمختار کریڈٹ ریٹنگ کو 'سی سی سی پلس' سے 'بی' میں اپ گریڈ کیا ہے اور اسے 'مستحکم' نقطہ نظر تفویض کیا ہے۔ یہ پیش رفت پانڈا بانڈز کے اجراء سے شروع ہونے والے بین الاقوامی بانڈ مارکیٹ میں دوبارہ داخل ہونے کے ملک کے منصوبوں کی حمایت کرتی ہے۔

موڈیز نے بیرونی مالیاتی صورتحال میں بہتری کی وجہ سے پاکستان کی خودمختار کریڈٹ ریٹنگ کو 'سی اے اے 2' سے ایک درجے بڑھا کر 'سی اے اے 1' کر دیا ہے اور اسے 'مستحکم' نقطہ نظر تفویض کیا ہے۔

## مالی کارکردگی

جون 2025	جون 2024		جون 2025	جون 2024
\$ in millions			PKR in millions	
13.876	(5.399)	نفع / (نقصان) قبل از پروویژن	3,938	(1,532)
(1.346)	1.721	ریورسل / (پروویژن) اور رائٹ آف - نیٹ	(382)	488
12.530	(3.678)	ٹیکس سے پہلے منافع / (نقصان)	3,556	(1,043)
(4.984)	2.583	ٹیکس	(1,414)	732
7.546	(1.095)	ٹیکس کے بعد منافع / (نقصان)	2,141	(311)
0.0123	(0.0018)	فی حصص آمدنی	3.48	(0.51)

30 جون 2025ء کو ختم ہونے والی ششماہی مدت کے دوران کمپنی نے بعد از ٹیکس منافع میں نمایاں تبدیلی حاصل کی۔ گزشتہ سال کے اسی عرصے میں 311 ملین روپے کے خسارے کے مقابلے میں اس نے 2,141 ملین روپے کا بعد از ٹیکس منافع حاصل کیا جو مجموعی طور پر مضبوط کارکردگی کو ظاہر کرتا ہے۔ یہ اہم بہتری انتظامیہ کی اسٹریٹجک دور اندیشی اور بروقت فیصلوں کو اجاگر کرتی ہے، خاص طور پر سرمایہ کاری پورٹ فولیو کے موثر انتظام کے ذریعے گرتی ہوئی شرح سود کے ماحول کا جواب دینے میں۔ پالیسی ریٹ میں تیزی سے کمی کے باوجود کمپنی نے کامیابی کے ساتھ 3.87 بلین روپے (13.654 ملین امریکی ڈالر) کی خالص سود آمدنی حاصل کی جس میں بروقت ری پوزیشننگ، ری پرائسنگ حکمت عملی، مسلسل حجم میں اضافہ، اور بہترین فنڈنگ اور پلیسمنٹ مکس شامل ہیں۔

نان مارک اپ آمدنی میں گزشتہ سال کے اسی عرصے کے مقابلے میں 5.6 فیصد کا معتدل اضافہ ریکارڈ کیا گیا جو 797.7 ملین روپے سے بڑھ کر 842.3 ملین روپے تک پہنچ گئی۔ یہ اضافہ بنیادی طور پر فیس اور کمیشن آمدنی میں نمایاں اضافے کی وجہ سے ہوا، جو 36.6 ملین روپے سے دوگنا سے زیادہ بڑھ کر 75.6 ملین روپے ہو گئی۔ اگرچہ سیکیورٹیز کی فروخت پر منافع 707 ملین روپے سے گھٹ کر 505.3 ملین روپے رہ گیا، لیکن اس کمی کو ڈیویڈنڈ آمدنی میں خاطر خواہ اضافے سے پورا کیا گیا، جو سب سے بڑا شراکت دار کے طور پر ابھرا اور 49.2 ملین روپے سے بڑھ کر 244.8 ملین روپے ہو گیا۔ مجموعی طور پر یہ اضافہ بنیادی قرض دینے کی سرگرمیوں سے آگے آمدنی کے ذرائع میں بہتر تنوع کی عکاسی کرتا ہے۔

#### مالی صورتحال

جون 2025	دسمبر 2024		جون 2025	دسمبر 2024
\$ in millions			PKR in millions	
47	36	شیئر ہولڈرز کی ایکویٹی	13,249	10,073
55	53	قرضہ جات	15,577	15,015
950	1,245	سرمایہ کاری	269,453	353,410
1,045	1,364	کل اثاثہ جات	296,624	387,117

کمپنی کے کل اثاثوں میں 90 ارب روپے کی کمی واقع ہوئی اور یہ 296,624 ملین روپے (1,045 ملین امریکی ڈالر) کے قریب پہنچ گئے جبکہ دسمبر 2024 تک مجموعی اثاثوں کا حجم 387,117 ملین روپے (1,364 ملین امریکی ڈالر) تھا، جو 23 فیصد کمی کو ظاہر کرتا ہے۔ یہ کمی بنیادی طور پر سرکاری سیکورٹیز میں سرمایہ کاری میں کمی کی وجہ سے تھی۔

دریں اثنا ایڈوانسز میں 562 ملین روپے کا معمولی اضافہ دیکھا گیا، جس نے بریک ایون پوزیشن برقرار رکھی۔ پورٹ فولیو میں یہ معمولی اضافہ معیشت کے اندر کریڈٹ کی طلب میں بہتری کے لئے محتاط اور پیمائش شدہ ردعمل کی عکاسی کرتا ہے۔ میکرو اکنامک اشاریوں میں استحکام اور کاروباری سرگرمیوں میں بتدریج بحالی کے ابتدائی اشارے کے ساتھ، کمپنی نے اسٹریٹجک طور پر لچکدار اور اعلیٰ صلاحیت والے شعبوں میں کریڈٹ کو وسعت دی ہے، جس نے جارحانہ ترقی پر کریڈٹ کے معیار اور دانشمندانہ رسک مینجمنٹ پر مضبوط توجہ برقرار رکھی ہے۔ اگرچہ بیلنس شیٹ کی پائیدار نمو مینجمنٹ کے لئے ایک اسٹریٹجک مقصد ہے، لیکن وہ اس بات کو یقینی بنانے کے لئے اپنے عزم میں ہم آہنگ ہیں کہ اثاثوں کے معیار کو نقصان پہنچانے پر اس طرح کی ترقی کا احساس نہ ہو۔ تمام چیلنجوں کے ساتھ، انتظامیہ کو توقع ہے کہ کاروباری ٹیم نے جس صحت مند پائپ لائن پر کام کیا ہے اس کی پشت پر رفتار جاری رہے گی۔

30 جون، 2025 تک آپ کی کمپنی کا کیپیٹل ایڈیکوسی ریشو (سی اے آر) 34.74 فیصد تھا، جو کم از کم ریگولٹری بینچ مارک 11.50 فیصد سے کہیں زیادہ تھا۔

### کریڈٹ کی درجہ بندی

کمپنی کی کریڈٹ ریٹنگ کو وی آئی ایس کریڈٹ ریٹنگ کمپنی لمیٹڈ نے طویل مدتی کے لئے اے اے + (ڈبل اے پلس) اور قلیل مدت کے لئے اے 1 + (اے ون پلس) پر دوبارہ تصدیق کی۔

تفویض کردہ درجہ بندی کمپنی کے متنوع آپریشنز، صحت مند مالیاتی رسک پروفائل، مضبوط سپانسرز، موجودہ مارکیٹ کی موجودگی اور ساتھی گروپ کے اداروں میں اس کی نسبتاً پوزیشن کی عکاسی کرتی ہے۔ یہ درجہ بندی کریڈٹ رسک کی بہت کم توقع، طویل مدت میں مالی وعدوں کی بروقت ادائیگی کی مضبوط صلاحیت اور مختصر مدت میں بروقت ادائیگی کی سب سے زیادہ صلاحیت کی نشاندہی کرتی ہے۔

### کارپوریٹ گورننس کی درجہ بندی

بورڈ اور مینجمنٹ کمیٹیوں کی مدد سے آپ کی کمپنی کے اچھی طرح سے قائم کارپوریٹ گورننس فریم ورک کو وی آئی ایس کریڈٹ ریٹنگ کمپنی لمیٹڈ نے تسلیم کیا ہے۔ نتیجتاً کارپوریٹ گورننس ریٹنگ (سی جی آر) کو سی جی آر - 9 میں اپ گریڈ کیا گیا ہے، جو کارپوریٹ گورننس کی بہت اعلیٰ سطح کی نشاندہی کرتا ہے۔

### تعریف اور اعتراف

بورڈ آف ڈائریکٹرز سلطنت عمان اور اسلامی جمہوریہ پاکستان کی متعلقہ حکومتوں کے ساتھ ساتھ اسٹیٹ بینک آف پاکستان اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کی مسلسل رہنمائی اور تعاون پر ان کا تہ دل سے شکریہ ادا کرنا چاہتے ہیں۔

بورڈ انتظامیہ اور ملازمین کو ان کی لگن، ٹیم ورک اور عزم کے لئے بھی خراج تحسین پیش کرتا ہے۔

بورڈ کی جانب سے

**جلند جیفر سلم آل سعید**  
چیئرمین

**نعمان انصاری**  
مینجنگ ڈائریکٹر اور چیف ایگزیکوٹو

کراچی، 28 اگست 2025



**UNCONSOLIDATED FINANCIAL  
STATEMENTS OF  
PAK OMAN INVESTMENT COMPANY LIMITED  
FOR THE HALF YEAR ENDED  
JUNE 30, 2025**

**BDO Ebrahim & Co. Chartered Accountants**

BDO Ebrahim & Co., a Pakistan registered partnership firm, is a member of BDO International Limited, a UK company limited by guarantee, and forms part of the international BDO network of independent member firms.

## **INDEPENDENT AUDITOR'S REVIEW REPORT TO THE MEMBERS OF PAK OMAN INVESTMENT COMPANY LIMITED**

### **Report on review of Condensed Interim Financial Statements**

#### **Introduction**

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Pak Oman Investment Company Limited ("the Company") as at June 30, 2025, the unconsolidated condensed interim statement of profit and loss account, the unconsolidated condensed interim statement of comprehensive income, the unconsolidated condensed interim cash flow statement and the unconsolidated condensed interim statement of changes in equity, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "unconsolidated interim financial statements"). Management is responsible for the preparation and presentation of this unconsolidated interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed financial statements based on our review.

#### **Scope of Review**

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

#### **Conclusion**

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.



#### Other Matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year ended, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Company. Accordingly, the figures of the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of comprehensive income for the three months period ended June 30, 2025 have not been reviewed by us.

The engagement partner on the review resulting in this independent auditor's review report is Zulfikar Ali Causer.

KARACHI

DATE: AUGUST 28, 2025

UDIN: RR2025100670aIHC4uzi

BDO EBRAHIM & CO.  
CHARTERED ACCOUNTANTS

**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Statement of Financial Position**  
**As at June 30, 2025**

(Un-audited) June 30, 2025 (US Dollar in '000)	(Audited) December 31, 2024		(Un-audited) June 30, 2025 (Rupees in '000)	(Audited) December 31, 2024
		<b>ASSETS</b>		
2,882	3,112	Cash and balances with treasury banks	817,790	883,139
289	134	Balances with other banks	81,901	38,009
-	11,584	Lendings to financial institutions	-	3,287,200
949,567	1,245,433	Investments	269,453,316	353,409,569
54,895	52,913	Advances	15,577,232	15,014,830
3,547	3,533	Property and equipment	1,006,527	1,002,463
506	566	Right-of-use assets	143,551	160,647
26	31	Intangible assets	7,260	8,938
-	2,416	Deferred tax assets	-	685,571
33,607	44,495	Other assets	9,536,419	12,626,148
-	-	Assets held-for-sale	-	-
<b>1,045,319</b>	<b>1,364,217</b>	<b>Total Assets</b>	<b>296,623,996</b>	<b>387,116,514</b>
		<b>LIABILITIES</b>		
-	-	Bills payable	-	-
940,744	1,231,965	Borrowings	266,949,619	349,587,965
39,601	56,964	Deposits and other accounts	11,237,354	16,164,282
652	667	Lease liabilities	185,081	189,298
-	-	Subordinated debt	-	-
2,242	-	Deferred tax liabilities	636,250	-
15,391	39,124	Other liabilities	4,366,934	11,102,459
<b>998,630</b>	<b>1,328,720</b>	<b>Total Liabilities</b>	<b>283,375,238</b>	<b>377,044,004</b>
<b>46,689</b>	<b>35,497</b>	<b>NET ASSETS</b>	<b>13,248,758</b>	<b>10,072,510</b>
		<b>REPRESENTED BY</b>		
21,673	21,673	Share capital	6,150,000	6,150,000
8,075	6,566	Reserves	2,291,386	1,863,123
9,968	5,370	Surplus on revaluation of assets	2,828,641	1,523,773
6,973	1,888	Unappropriated profit	1,978,731	535,614
<b>46,689</b>	<b>35,497</b>		<b>13,248,758</b>	<b>10,072,510</b>
		<b>CONTINGENCIES AND COMMITMENTS</b>	22	

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

**Managing Director/  
Chief Executive Officer**

**Chief Financial Officer**

**Director**

**Director**

**Chairman**

**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Statement of Profit and Loss Account (Un-audited)**  
**For the half year ended June 30, 2025**

Half year ended		Quarter ended		Half year ended	
June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
(US Dollar in '000)		------(Rupees in '000) -----			
76,986	137,876	9,503,514	20,672,529	21,845,891	39,124,308
63,332	142,795	8,211,360	21,870,263	17,971,497	40,520,164
13,654	(4,919)	1,292,154	(1,197,734)	3,874,394	(1,395,856)
		<b>Net mark-up / return / interest income</b>			
<b>NON MARK-UP / INTEREST INCOME</b>					
266	129	54,449	21,620	75,622	36,591
863	173	161,351	42,891	244,789	49,204
-	-	-	-	-	-
-	-	-	-	-	-
1,781	2,492	1,532,728	508,848	505,358	707,016
-	-	-	-	-	-
58	17	7,876	2,413	16,575	4,826
2,968	2,811	1,756,404	575,772	842,344	797,637
		<b>Total non mark-up / interest income</b>			
16,622	(2,108)	3,048,558	(621,962)	4,716,738	(598,219)
		<b>Total income / (loss)</b>			
<b>NON MARK-UP / INTEREST EXPENSES</b>					
2,268	1,472	322,478	246,108	643,627	417,677
256	-	47,503	-	72,564	-
222	1,819	50,060	502,064	63,011	516,173
2,746	3,291	420,041	748,172	779,202	933,850
		<b>Total non mark-up / interest expenses</b>			
13,876	(5,399)	2,628,517	(1,370,134)	3,937,536	(1,532,069)
(1,346)	1,721	(260,454)	301,953	(381,899)	488,480
-	-	-	-	-	-
12,530	(3,678)	2,368,063	(1,068,181)	3,555,637	(1,043,589)
(4,984)	2,583	(942,382)	735,494	(1,414,322)	732,905
7,546	(1,095)	1,425,681	(332,687)	2,141,315	(310,684)
		<b>PROFIT / (LOSS) BEFORE TAXATION</b>			
		<b>PROFIT / (LOSS) AFTER TAXATION</b>			
(US \$)		(Rupees)			
0.0123	(0.0018)	2.32	(0.54)	3.48	(0.51)
		<b>Basic and diluted earnings / (loss) per share</b>			

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

**Managing Director/  
Chief Executive Officer**

**Chief Financial Officer**

**Director**

**Director**

**Chairman**

**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)**  
**For the half year ended June 30, 2025**

<u>Half year ended</u>			<u>Quarter ended</u>		<u>Half year ended</u>	
<u>June 30.</u>	<u>June 30.</u>		<u>June 30.</u>	<u>June 30.</u>	<u>June 30.</u>	<u>June 30.</u>
<u>2025</u>	<u>2024</u>		<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
<u>(US Dollar in '000)</u>			<u>------(Rupees in '000)-----</u>			
7,546	(1,095)	<b>Profit / (loss) after taxation for the period</b>	1,425,681	(332,687)	2,141,315	(310,684)
<b>Other comprehensive income</b>						
<b>Items that may be reclassified to profit and loss account in subsequent periods :</b>						
4,622	(2,231)	Movements in surplus / (deficit) on revaluation of investments through FVOCI-net of tax	1,150,743	581,793	1,311,683	(633,199)
<b>Items that will not be reclassified to profit and loss account in subsequent periods:</b>						
-	-	Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-
-	605	Movement in surplus on revaluation of non-banking assets- net of tax	-	171,562	-	171,562
-	605		-	171,562	-	171,562
<u>12,168</u>	<u>(2,721)</u>	<b>Total comprehensive income / (loss)</b>	<u>2,576,424</u>	<u>420,668</u>	<u>3,452,998</u>	<u>(772,321)</u>

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

**Managing Director/  
Chief Executive Officer**

**Chief Financial Officer**

**Director**

**Director**

**Chairman**

**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)**  
**For the half year ended June 30, 2025**

	Share capital	Statutory reserve	General reserve	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
				Investments	Property and equipment / Non-banking assets		
(Rupees in '000)							
Opening balance as at January 01, 2024	6,150,000	1,751,681	-	117,846	289,602	430,344	8,739,473
Profit / (loss) after taxation	-	-	-	-	-	(310,684)	(310,684)
Other comprehensive income / (loss) - net of tax							-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(633,199)	-	-	(633,199)
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	-
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	171,562	-	171,562
Total comprehensive income - net of tax	-	-	-	(633,199)	171,562	-	(461,637)
Transfer from general reserve	-	-	-	-	-	-	-
Transfer to statutory reserve	-	-	-	-	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(6,813)	6,813	-
<b>Transaction with owners recorded directly in equity</b>							
Final cash dividend - December 31, 2023 declared subsequent to the year end (Rs. 0.55 per share)	-	-	-	-	-	(338,250)	(338,250)
<b>Opening balance as at July 01, 2024</b>	<b>6,150,000</b>	<b>1,751,681</b>	<b>-</b>	<b>(515,353)</b>	<b>454,351</b>	<b>(211,777)</b>	<b>7,628,902</b>
Profit after taxation	-	-	-	-	-	867,895	867,895
Other comprehensive income / (loss) - net of tax							
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	1,497,102	-	-	1,497,102
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	94,485	-	-	94,485
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	(15,875)	(15,875)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	1	-	1
Total comprehensive income - net of tax	-	-	-	1,591,587	1	(15,875)	1,575,713
Transfer to statutory reserve	-	111,442	-	-	-	(111,442)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(6,813)	6,813	-

	Share capital	Statutory reserve	General reserve	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
				Investments	Property and equipment / Non-banking assets		
(Rupees in '000)							
<b>Opening balance as at January 01, 2025</b>	<b>6,150,000</b>	<b>1,863,123</b>	-	<b>1,076,234</b>	<b>447,539</b>	<b>535,614</b>	<b>10,072,510</b>
Profit after taxation	-	-	-	-	-	2,141,315	2,141,315
Other comprehensive income / (loss) - net of tax							
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	1,311,683	-	-	1,311,683
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	-
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	1,311,683	-	-	1,311,683
Transfer to statutory reserve	-	428,263	-	-	-	(428,263)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(6,815)	6,815	-
<b>Transaction with owners recorded directly in equity</b>							
Final cash dividend - December 31, 2024 declared subsequent to the year end (Rs. 0.45 per share)	-	-	-	-	-	(276,750)	(276,750)
<b>Closing balance as at June 30, 2025</b>	<b>6,150,000</b>	<b>2,291,386</b>	-	<b>2,387,917</b>	<b>440,724</b>	<b>1,978,731</b>	<b>13,248,758</b>

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

Managing Director/  
Chief Executive Officer

Chief Financial Officer

Director

Director

Chairman

**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Cash Flow Statement (Un-audited)**  
**For the half year ended June 30, 2025**

June 30, 2025 (US Dollar in '000)	June 30, 2024	Note	June 30, 2025 (Rupees in '000)	June 30, 2024
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>				
12,530	(3,678)		3,555,637	(1,043,589)
(863)	(173)		(244,789)	(49,204)
<u>11,667</u>	<u>(3,851)</u>		<u>3,310,848</u>	<u>(1,092,793)</u>
<b>Profit / (loss) before taxation</b>				
<b>Less: dividend income</b>				
<b>Adjustments:</b>				
220	157		62,478	44,597
98	61		27,805	17,241
6	1		1,677	282
1,346	(1,738)	30	381,899	(493,137)
9	-		2,484	-
87	52		24,737	14,703
2	2		485	533
(4,130)	(183)		(1,171,887)	(52,057)
<u>(2,362)</u>	<u>(1,648)</u>		<u>(670,322)</u>	<u>(467,838)</u>
<u>9,305</u>	<u>(5,499)</u>		<u>2,640,526</u>	<u>(1,560,631)</u>
<b>(Increase) / decrease in operating assets</b>				
11,584	-		3,287,200	-
(61,967)	104,503		(17,583,933)	29,654,243
(2,373)	13,361		(673,363)	3,791,439
8,403	(3,802)		2,384,465	(1,078,977)
<u>(44,353)</u>	<u>114,062</u>		<u>(12,585,631)</u>	<u>32,366,705</u>
<b>Increase / (decrease) in operating liabilities</b>				
-	-		-	-
(291,222)	164,631		(82,638,346)	46,716,411
(17,363)	2,825		(4,926,928)	801,756
(24,004)	1,297		(6,811,520)	367,849
<u>(332,589)</u>	<u>168,753</u>		<u>(94,376,794)</u>	<u>47,886,016</u>
<u>(367,637)</u>	<u>277,316</u>		<u>(104,321,899)</u>	<u>78,692,090</u>
(403)	(1,368)		(114,322)	(388,183)
<u>(368,040)</u>	<u>275,948</u>		<u>(104,436,221)</u>	<u>78,303,907</u>
<b>Net cash (used in) / generated from operating activities</b>				
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>				
368,953	(273,659)		104,695,660	(77,654,595)
-	(382)		-	(108,340)
-	-		-	-
374	98		106,077	27,802
(329)	(685)		(93,426)	(194,294)
44	2		12,352	634
<u>369,042</u>	<u>(274,626)</u>		<u>104,720,663</u>	<u>(77,928,793)</u>
<b>Net cash flow generated from / (used in) investing activities</b>				
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>				
(104)	(83)		(29,439)	(23,626)
(975)	(1,192)		(276,750)	(338,250)
<u>(1,079)</u>	<u>(1,275)</u>		<u>(306,189)</u>	<u>(361,876)</u>
<u>(77)</u>	<u>47</u>		<u>(21,747)</u>	<u>13,238</u>
<b>(Decrease) / increase in cash and cash equivalents</b>				
3,253	2,344		922,991	665,107
<u>3,176</u>	<u>2,391</u>	33	<u>901,244</u>	<u>678,345</u>
<b>Cash and cash equivalents at end of the period</b>				

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

**Managing Director/  
Chief Executive Officer**

**Chief Financial Officer**

**Director**

**Director**

**Chairman**

**Pak Oman Investment Company Limited**  
**Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)**  
**For the half year ended June 30, 2025**

**1 STATUS AND NATURE OF BUSINESS**

Pak Oman Investment Company Limited (the Company) was incorporated as a private limited company on July 23, 2001. Subsequently, on March 17, 2004 the Company was converted into a public company. The Company is a joint venture between the Government of Pakistan and the Government of the Sultanate of Oman. The Company's objectives interalia include promotion of the economic growth of Pakistan and Oman through industrial development and agro-based industries on commercial basis and to carry on the business of finance and / or investment company. With effect from October 01, 2024, the registered office of the Company is Office No.35-B, 35th Floor, Sky Tower-West Wing, Dolmen City, Block-4, Clifton, Karachi, Pakistan. The Company operates a branch at Lahore and other representative offices at Islamabad, Gwadar and Muscat. The Company is designated as a Development Financial Institution (DFI) under the BPD Circular No. 35 dated October 28, 2003 issued by the State Bank of Pakistan.

**2 BASIS OF PREPARATION**

**2.1 STATEMENT OF COMPLIANCE**

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

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

Whenever the requirements of the 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 or IFAS the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

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

These unconsolidated condensed interim financial statements do not include all the information and disclosures required for annual unconsolidated financial statements and should be read in conjunction with the annual unconsolidated financial statements as at and for the year ended 31 December 2024.

These unconsolidated condensed interim financial statements are separate financial statements of the Company in which the investments in subsidiary and associates are stated at cost. The consolidated financial statement of company are being issued separately.

SBP has deferred the applicability of International Accounting Standards IAS 40, 'Investment Property' for Banking Companies in Pakistan through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions.

## **2.2 Functional and presentation currency**

These unconsolidated condensed interim financial statements have been presented in Pakistani Rupees, which is the Company's functional and presentation currency.

The US dollar amounts shown in the unconsolidated condensed interim statement of financial position, unconsolidated condensed interim statement of profit and loss account, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim cash flow statement are stated as additional information solely for the convenience of readers and have not been subject to review by the external auditors. For this purpose the amounts in Pakistan rupees have been converted into US Dollars at a rate of Rs.283.7645 = 1 US dollar for the half year ended June 30, 2025.

## **2.3 Basis of Measurement**

These unconsolidated condensed interim statement have been prepared under historical cost convention basis.

## **3 MATERIAL ACCOUNTING POLICY INFORMATION**

The material accounting policies information and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the annual unconsolidated financial statements of the Company as at and for the year ended December 31, 2024.

### **3.1 New accounting standards, amendments and IFRS interpretations that are effective for**

The following standards, amendments and interpretations are effective for the period, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Company's operations or did not have significant impact on the unconsolidated condensed interim financial statements:

	<b>Effective date (annual periods beginning on or after)</b>
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Supplier finance arrangements	January 01, 2024
Amendments to IFRS 16 'Leases' - Amendments to clarify how a seller-lessee subsequently measures sale and leaseback transactions	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Classification of liabilities as current or non-current	January 01, 2024
Amendments to IAS 1 'Presentation of Financial Statements' - Non-current liabilities with covenants	January 01, 2024
Amendments to IAS 7 'Statement of Cash Flows' - Supplier finance arrangements	January 01, 2024

### **3.2 New accounting standards, amendments and interpretations that are not yet effective**

The following standards, amendments and interpretations are only effective for accounting periods, beginning on or after the date mentioned against each of them. These standards, amendments and interpretations are either not relevant to the Company's operations or are not expected to have significant impact on the Company's unconsolidated condensed interim financial

Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchangeability	January 01, 2025
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
IFRS 17 Insurance Contracts	January 01, 2027

Certain annual improvements have also been made to a number of IFRSs and IASs.

IFRS 1 'First-time Adoption of International Financial Reporting Standards' has been issued by IASB effective from July 01, 2009. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 18 'Presentation and Disclosures in Financial Statements' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 19 'Subsidiaries without Public Accountability: Disclosures' has been issued by IASB effective from January 01, 2027. However, it has not been adopted yet locally by Securities and Exchange Commission of Pakistan (SECP)

IFRS 17 - 'Insurance contracts' has been notified by the IASB to be effective for annual periods beginning on or after January 1, 2023. However SECP has notified the timeframe for the adoption of IFRS - 17 which will be adopted by January 01, 2027.

#### 4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements is the same as that applied in the preparation of the annual unconsolidated financial statements as at and for the year ended December 31, 2024.

#### 5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the annual unconsolidated financial statements as at and for the year ended December 31, 2024.

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	(Rupees in '000)	
<b>6 CASH AND BALANCES WITH TREASURY BANKS</b>			
In hand			
Local currency		180	120
Foreign currency		398	398
		578	518
With State Bank of Pakistan in			
Local currency current account	6.1	817,145	882,508
With National Bank of Pakistan in			
Local currency current accounts		67	113
Less: Credit loss allowance held against cash and balances with treasury banks		-	-
Cash and balances with treasury banks - net of credit loss allowance		817,790	883,139

**6.1** This represent the amount required to be maintained by the Company in accordance with the SBP's BSD Circular No. 04 dated May 22, 2004.

	<b>(Un-audited)</b> <b>June 30,</b> <b>2025</b>	<b>(Audited)</b> <b>December 31,</b> <b>2024</b>
	<b>(Rupees in '000)</b>	
<b>7</b>	<b>BALANCES WITH OTHER BANKS</b>	
In Pakistan:		
In current accounts	57,133	12,759
In deposit accounts	5,258	2,688
	<u>62,391</u>	<u>15,447</u>
Outside Pakistan:		
In current accounts	21,063	24,405
Less: Credit loss allowance held against balances with other banks	(1,553)	(1,843)
Balances with other banks - net of credit loss allowance	<u><u>81,901</u></u>	<u><u>38,009</u></u>
<b>8</b>	<b>LENDINGS TO FINANCIAL INSTITUTIONS</b>	
Placements	-	1,900,000
Reverse repo agreements	-	1,387,200
Less: Credit loss allowance held against lending to financial institutions	-	-
Lendings to financial institutions - net of credit loss allowance	<u><u>-</u></u>	<u><u>3,287,200</u></u>

9 INVESTMENTS

9.1 Investments by types:	(Un-audited)				(Audited)			
	June 30, 2025				December 31, 2024			
	Cost / Amortised Cost	Credit loss allowance	Surplus / (deficit)	Carrying Value	Cost / Amortised Cost	Credit loss allowance	Surplus / (deficit)	Carrying Value
	(Rupees in '000)							
<b>FVTPL</b>								
Federal Government securities	47,993,126	-	1,132,483	49,125,609	30,396,583	-	(4,423)	30,392,160
Listed Shares	486,984	-	309,157	796,141	499,594	-	274,176	773,770
	48,480,110	-	1,441,640	49,921,750	30,896,177	-	269,753	31,165,930
<b>FVOCI</b>								
Federal Government securities	211,402,841	-	3,463,694	214,866,535	316,008,838	-	1,341,405	317,350,243
Listed shares	155,014	-	8,866	163,880	175,561	-	127,298	302,859
Unlisted shares	346,266	(111,717)	404,000	638,549	346,266	(111,717)	249,910	484,459
Non-Government debt securities	3,441,330	(630,805)	36,023	2,846,548	3,510,446	(536,912)	16,490	2,990,024
	215,345,451	(742,522)	3,912,583	218,515,512	320,041,111	(648,629)	1,735,103	321,127,585
<b>Associates</b>								
Japan Power Generation Limited	70,726	(70,726)	-	-	70,726	(70,726)	-	-
Pak Oman Advantage Islamic Income Fund	34,107	-	-	34,107	34,107	-	-	34,107
Pak Oman Islamic Asset Allocation Fund	120,128	-	-	120,128	120,128	-	-	120,128
Pak Oman Advantage Asset Allocation Fund	133,455	-	-	133,455	133,455	-	-	133,455
Askari High Yield Scheme	116,408	-	-	116,408	116,408	-	-	116,408
Askari Cash Fund	138,496	-	-	138,496	138,496	-	-	138,496
Pak Oman Daily Dividend Fund	61,796	-	-	61,796	61,796	-	-	61,796
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	116,291	-	-	116,291	116,291	-	-	116,291
	791,407	(70,726)	-	720,681	791,407	(70,726)	-	720,681
<b>Subsidiary</b>								
Pak Oman Asset Management Company Limited	681,995	(386,622)	-	295,373	681,995	(286,622)	-	395,373
<b>Total Investments</b>	265,298,963	(1,199,870)	5,354,223	269,453,316	352,410,690	(1,005,977)	2,004,856	353,409,569

9.1.1 Detail of investment in Associates and Subsidiary

As at June 30, 2025				For the year ended June 30, 2025		
Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit after taxation	Total comprehensive income
----- (Rupees in '000) -----						
Japan Power Generation Limited	Pakistan	11.29%	-	-	-	-
Pak Oman Advantage Islamic Income Fund	Pakistan	34.10%	106,472	23,359	19,755	19,755
Pak Oman Islamic Asset Allocation Fund	Pakistan	96.57%	168,863	54,884	45,694	45,694
Pak Oman Advantage Asset Allocation Fund	Pakistan	99.30%	187,965	60,505	51,350	51,350
Askari High Yield Scheme	Pakistan	39.45%	385,426	65,794	55,068	55,068
Askari Cash Fund	Pakistan	44.27%	425,926	73,104	65,754	65,754
Pak Oman Daily Dividend Fund	Pakistan	64.82%	108,418	10,884	9,333	9,333
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	Pakistan	46.46%	267,130	56,923	49,379	49,379

Associates

As at June 30, 2025				For the half year ended June 30, 2025		
Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit after taxation	Total comprehensive income
----- (Rupees in '000) -----						
Pak Oman Asset Management Company Limited	Pakistan	99.46%	341,615	114,604	44,007	(5,366)

Subsidiary

As at December 31, 2024				For the year ended June 30, 2024		
Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit after taxation	Total comprehensive income
----- (Rupees in '000) -----						
Japan Power Generation Limited	Pakistan	11.29%	-	-	-	-
Pak Oman Advantage Islamic Income Fund	Pakistan	27.74%	219,720	6,241	94,177	87,313
Pak Oman Islamic Asset Allocation Fund	Pakistan	91.31%	133,737	10,126	38,507	30,624
Pak Oman Advantage Asset Allocation Fund	Pakistan	99.59%	142,582	8,579	47,716	40,044
Askari High Yield Scheme	Pakistan	40.80%	365,966	54,420	513,206	459,878
Askari Cash Fund	Pakistan	29.73%	750,998	39,000	233,467	218,233
Pak Oman Daily Dividend Fund	Pakistan	98.08%	117,250	1,026	12,557	10,875
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	Pakistan	47.96%	1,420,382	19,142	703,515	647,686

Associates

As at December 31, 2024				For the half year ended June 30, 2024		
Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit after taxation	Total comprehensive income
----- (Rupees in '000) -----						
Pak Oman Asset Management Company Limited	Pakistan	99.46%	344,997	112,619	51,003	1,508

Subsidiary

Pak Oman Asset Management Company Limited	Pakistan	99.46%	344,997	112,619	51,003	1,508
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9.1.2 Investments given as collateral

Note	(Un-audited)				(Audited)			
	June 30, 2025				December 31, 2024			
	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value
	(Rupees in '000)							
<b>Federal Government Securities</b>								
- Pakistan Investment Bonds	212,291,728	-	3,191,988	215,483,716	292,990,383	-	875,187	293,865,570
- Market Treasury Bills	-	-	-	-	4,768,445	-	22,599	4,791,044
	212,291,728	-	3,191,988	215,483,716	297,758,828	-	897,786	298,656,614
<b>Shares</b>								
- Listed companies	-	-	-	-	-	-	-	-
- Unlisted companies	-	-	-	-	-	-	-	-
<b>Associates</b>								
Japan Power Generation Limited	22.3.1	70,726	(70,726)	-	70,726	(70,726)	-	-
<b>Total investments</b>		<u>212,362,454</u>	<u>(70,726)</u>	<u>3,191,988</u>	<u>215,483,716</u>	<u>297,829,554</u>	<u>(70,726)</u>	<u>298,656,614</u>

9.2 Credit loss allowance for diminution in value of investments

9.2.1 Opening balance

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
	1,005,977	906,393

Charge / (reversals)

Charge for the period / year  
Reversals for the period / year

	194,245	99,919
	(352)	(335)
	193,893	99,584
	<u>1,199,870</u>	<u>1,005,977</u>

Closing balance

9.2.2 Particulars of credit loss allowance against debt securities (excluding Government debt securities)

Category of classification

Domestic

Category of classification		(Un-audited)		(Audited)	
		June 30, 2025		December 31, 2024	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		(Rupees in '000)			
Performing	Stage 1	2,758,058	26,033	2,808,424	8,863
Underperforming	Stage 2	88,750	10,250	107,500	7,012
Non-performing	Stage 3	-	-	-	-
Other assets especially mentioned		-	-	-	-
Substandard		-	-	149,850	76,365
Doubtful		-	-	-	-
Loss		594,522	594,522	444,672	444,672
<b>Total</b>		<u>3,441,330</u>	<u>630,805</u>	<u>3,510,446</u>	<u>536,912</u>

9.2.3 The Company does not hold overseas classified debt securities.

\* NPI stands for Non-performing investments.

10 ADVANCES

	Performing		Non-performing		Total	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024
	----- (Rupees in '000) -----					
Loans, cash credits, running finances, etc.	13,642,068	12,954,476	2,842,502	2,908,867	16,484,570	15,863,343
Margin trading	1,958,620	1,906,484	-	-	1,958,620	1,906,484
Advances - gross	15,600,688	14,860,960	2,842,502	2,908,867	18,443,190	17,769,827
Credit loss allowance against advances						
- Stage 1	90,228	34,712	-	-	90,228	34,712
- Stage 2	166,403	122,487	-	-	166,403	122,487
- Stage 3	-	-	2,609,327	2,597,798	2,609,327	2,597,798
	256,631	157,199	2,609,327	2,597,798	2,865,958	2,754,997
Advances - net of credit loss allowance	15,344,057	14,703,761	233,175	311,069	15,577,232	15,014,830
					(Un-audited)	(Audited)
					June 30, 2025	December 31, 2024
					(Rupees in '000)	

10.1 Particulars of advances (gross)

In local currency	18,443,190	17,769,827
In foreign currencies	-	-
	18,443,190	17,769,827

10.2 Advances include Rs.2,842 million (2024: Rs 2,909 million) which have been placed under the non-performing / Stage 3 status as detailed below:

Category of Classification	(Un-audited)		(Audited)	
	June 30, 2025		December 31, 2024	
	Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
	----- (Rupees in '000) -----			
Domestic				
Other Assets Especially Mentioned	-	-	-	-
Substandard	168,500	134,800	473,184	344,707
Doubtful	497,501	398,000	121,517	97,214
Loss	2,176,501	2,076,527	2,314,166	2,155,877
<b>Total</b>	2,842,502	2,609,327	2,908,867	2,597,798

10.3 Particulars of credit loss allowance against advances

	(Un-audited)				(Audited)			
	June 30, 2025				December 31, 2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	----- (Rupees in '000) -----							
Opening balance	34,712	122,487	2,597,798	2,754,997	10,443	676,586	2,351,224	3,038,253
Charge for the year	59,840	43,916	129,110	232,866	26,267	29,946	582,581	638,794
Reversals	(4,324)	-	(117,581)	(121,905)	(1,998)	(584,045)	(331,350)	(917,393)
	55,516	43,916	11,529	110,961	24,269	(554,099)	251,231	(278,599)
Amounts written off	-	-	-	-	-	-	(4,657)	(4,657)
<b>Closing balance</b>	90,228	166,403	2,609,327	2,865,958	34,712	122,487	2,597,798	2,754,997

**10.4 Advances - Particulars of credit loss allowance**

	<b>(Un-audited)</b>				<b>(Audited)</b>			
	<b>June 30, 2025</b>				<b>December 31, 2024</b>			
	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>	<b>Stage 1</b>	<b>Stage 2</b>	<b>Stage 3</b>	<b>Total</b>
	----- (Rupees in '000) -----							
<b>10.4.1</b> Opening balance	34,712	122,487	2,597,798	2,754,997	10,443	676,586	2,351,224	3,038,253
New Advances	16,564	-	-	16,564	13,316	-	-	13,316
Advances derecognised or repaid	(4,323)	-	(117,581)	(121,904)	(1,998)	(584,045)	(331,350)	(917,393)
Transfer to stage 1	-	-	-	-	-	-	-	-
Transfer to stage 2	-	-	-	-	-	23,462	-	23,462
Transfer to stage 3	-	-	72,405	72,405	-	-	582,581	582,581
	12,241	-	(45,176)	(32,935)	11,318	(560,583)	251,231	(298,034)
Amounts written off / charged off	-	-	-	-	-	-	(4,657)	(4,657)
Changes in risk parameters	43,275	43,916	56,705	143,896	12,951	6,484	-	19,435
Other changes	-	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>90,228</b>	<b>166,403</b>	<b>2,609,327</b>	<b>2,865,958</b>	<b>34,712</b>	<b>122,487</b>	<b>2,597,798</b>	<b>2,754,997</b>

	<b>(Un-audited)</b>		<b>(Audited)</b>	
	<b>June 30, 2025</b>		<b>December 31, 2024</b>	
	<b>Outstanding Amount</b>	<b>Credit loss allowance</b>	<b>Outstanding Amount</b>	<b>Credit loss allowance</b>
	----- (Rupees in '000) -----			
<b>Domestic</b>				
<b>Performing</b>				
<b>Underperforming</b>				
<b>Non-performing</b>				
Other Assets Especially Mentioned				
Substandard				
Doubtful				
Loss				
<b>Total</b>	<b>18,443,190</b>	<b>2,865,958</b>	<b>17,769,827</b>	<b>2,754,997</b>

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	(Rupees in '000)	
<b>11 PROPERTY AND EQUIPMENT</b>			
Capital work-in-progress	11.1	57,115	155,050
Property and equipments		949,412	847,413
		<u>1,006,527</u>	<u>1,002,463</u>

### 11.1 Capital work-in-progress

Advance to suppliers	<u>57,115</u>	<u>155,050</u>
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### 11.2 Additions to property and equipments

The following additions have been made to property and equipments during the period:

<b>Capital work-in-progress</b> - Advances to suppliers	43,688	117,163
Vehicles, equipment & furniture and fixtures		

#### Property and equipments

Improvements	11,273	-
Office equipments	23,072	3,699
Computer equipments	150	26,402
Furniture and fixture	876	1,037
Vehicles	14,367	40,924
	<u>49,738</u>	<u>72,062</u>
Total	<u>93,426</u>	<u>189,225</u>

### 11.3 Disposal of property and equipments

The net book value of property and equipments disposed off during the period is as follows:

Computer equipments	635	405
Furniture and fixture	-	229
Office equipment	1,448	-
Improvements	6,617	-
Vehicles	6,136	-
Total	<u>14,836</u>	<u>634</u>

	(Un-audited) June 30, 2025	(Audited) 31 December 2024
<b>(Rupees in '000)</b>		
<b>12 RIGHT-OF-USE-ASSETS</b>		
As at January 01,		
Cost	212,037	160,286
Accumulated depreciation	(51,390)	(73,197)
Net carrying amount	<u>160,647</u>	<u>87,089</u>
Additions during the period / year	-	134,680
Deletions during the period / year	(1,340)	(25,709)
Depreciation charge for the period / year	(15,756)	(35,413)
Net carrying amount	<u><u>143,551</u></u>	<u><u>160,647</u></u>

### 13 INTANGIBLE ASSETS

Computer software	<u>7,260</u>	<u>8,938</u>
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#### 13.1 Additions to intangible assets

The following additions have been made to intangible assets during the period:

Developed internally	-	-
Directly purchased	-	5,069
Through business combinations	-	-
Total	<u>-</u>	<u>5,069</u>

### 14 DEFERRED TAX (LIABILITIES) / ASSETS

#### Deductible Temporary Differences on

Credit loss allowance against investments and others	477,825	372,158
Amortisation of premium on Federal Government Securities	139	686
Credit loss allowance against advances	1,117,724	1,074,449
Accelerated tax depreciation	64,206	44,785
Difference of Corporate tax & Minimum Tax	-	130,928
Assets subject to finance leases	20	1
Net investment in finance leases	46,957	42,866
	<u>1,706,871</u>	<u>1,665,873</u>

#### Taxable Temporary Differences on

Revaluation on investments classified as FVTOCI	(1,524,667)	(658,869)
Revaluation on investments classified as FVTPL	(518,957)	(66,819)
Revaluation on property and equipments / non-banking assets	(250,948)	(254,614)
Dividend receivable	(48,549)	-
	<u>(2,343,121)</u>	<u>(980,302)</u>
	<u><u>(636,250)</u></u>	<u><u>685,571</u></u>

	<b>(Un-audited)</b>	<b>(Audited)</b>
	<b>June 30,</b>	<b>December 31,</b>
	<b>2025</b>	<b>2024</b>
	<b>(Rupees in '000)</b>	
<b>15 OTHER ASSETS</b>		
Income / mark-up accrued in local currency	4,878,266	7,471,230
Dividend income receivable	138,712	-
Mark-up / profit receivable on purchase of securities	1,050,704	860,611
Security deposits	14,724	14,724
Advances, deposits, advance rent and other prepayments	57,654	35,897
Prepaid staff cost	50,069	54,738
Advances taxation	2,515,691	3,359,667
Non-banking assets acquired in satisfaction of claims	543,750	543,750
Others	5,599	4,281
	<u>9,255,169</u>	<u>12,344,898</u>
Less: Credit loss allowance held against other assets	-	-
Other assets (net of credit loss allowance)	<u>9,255,169</u>	<u>12,344,898</u>
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	281,250	281,250
<b>Other assets - total</b>	<u><u>9,536,419</u></u>	<u><u>12,626,148</u></u>

## 16 BORROWINGS

### Secured

Borrowings from the State Bank of Pakistan:		
- Long term financing facility (LTFF)	1,362,675	1,583,576
- Financing Power Plants Using Renewable Energy (REF)	177,012	197,756
- Financing Facility for Storage of Agricultural Produce (FFSAP)	17,308	21,154
- Temporary Economic Refinance Facility (TERF)	141,176	159,420
Repurchase agreement borrowings	114,126,445	-
Long term borrowings	2,241,803	3,091,768
Short term borrowing	100,000,000	275,036,921
Bai Muajjal	-	22,935,065
<b>Total secured</b>	<u>218,066,419</u>	<u>303,025,660</u>

	<b>(Un-audited)</b> <b>June 30,</b> <b>2025</b>	<b>(Audited)</b> <b>December 31,</b> <b>2024</b>
	<b>(Rupees in '000)</b>	
<b>Unsecured</b>		
Placements	-	-
Murabaha financing	48,883,200	46,562,305
<b>Total unsecured</b>	48,883,200	46,562,305
	<u>266,949,619</u>	<u>349,587,965</u>

## 17 DEPOSITS AND OTHER ACCOUNTS

	<b>(Un-audited)</b> <b>June 30, 2025</b>		<b>(Audited)</b> <b>December 31, 2024</b>	
	<b>In local currency</b>	<b>Total</b>	<b>In local currency</b>	<b>Total</b>
	----- (Rupees in '000) -----			
<b>Certificates of investment</b>				
Financial institutions	223,000	223,000	179,500	179,500
Others	11,014,354	11,014,354	15,984,782	15,984,782
	<u>11,237,354</u>	<u>11,237,354</u>	<u>16,164,282</u>	<u>16,164,282</u>

	<b>(Un-audited)</b> <b>June 30,</b> <b>2025</b>	<b>(Audited)</b> <b>December 31,</b> <b>2024</b>
	<b>(Rupees in '000)</b>	
<b>18 LEASE LIABILITIES</b>		
Lease liability against right-of-use assets	184,281	187,986
Liabilities against assets subject to finance lease	800	1,312
	<u>185,081</u>	<u>189,298</u>

### 18.1 Lease liability against right-of-use assets

Outstanding amount at the start of the period / year	187,986	116,203
Additions	-	134,680
Deletion	-	(50,069)
Finance charges	24,737	35,350
Payments	(28,442)	(48,178)
Outstanding amount	<u>184,281</u>	<u>187,986</u>

### 18.2 Liabilities outstanding

Lease liability against right-of-use assets		
Not later than one year	23,004	18,383
Later than one year and upto five years	145,259	154,654
More than five years	16,018	14,949
	<u>184,281</u>	<u>187,986</u>
Liabilities against assets subject to finance lease		
Not later than one year	800	1,048
Later than one year and upto five years	-	264
	<u>800</u>	<u>1,312</u>

The Company has entered into lease agreement with a financial institution for lease of vehicle. Lease rentals are payable in monthly installments. Financial charges included in lease rentals are determined on the basis of discount factors applied at the rate of 9.17% (2024: 9.17%) per annum implicit in the lease. At the end of lease term, the Company has option to acquire the assets, subject to adjustment of security deposit.

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
<b>(Rupees in '000)</b>			
<b>19 OTHER LIABILITIES</b>			
Mark-up / return / interest payable in local currency		3,508,081	10,273,614
Accrued expenses		491,572	481,496
Staff gratuity		-	28,008
Security deposits against lease		185,278	190,582
Withholding tax and sales tax payable		14,122	12,271
Credit loss allowance against off-balance sheet obligations	19.1	94,494	17,159
Others		73,387	99,329
		<u>4,366,934</u>	<u>11,102,459</u>
<b>19.1 Credit loss allowance against off-balance sheet obligations</b>			
Opening balance		17,159	1,679
Exchange adjustment		-	-
Charge for the period / year		77,335	15,480
Reversals		-	-
		77,335	15,480
Amount written off		-	-
Closing balance		<u>94,494</u>	<u>17,159</u>

## 20 SHARE CAPITAL

### 20.1 Authorized Capital

(Unaudited) June 30, 2025	(Audited) December 31, 2024		(Unaudited) June 30, 2025	(Audited) December 31, 2024
(Number of shares)			(Rupees in '000)	
<u>1,000,000,000</u>	<u>1,000,000,000</u>	Ordinary shares of Rs.10 each	<u>10,000,000</u>	<u>10,000,000</u>

### 20.2 Issued, subscribed and paid-up

June 30, 2025	December 31, 2024		June 30, 2025	December 31, 2024
		Ordinary shares of Rs. 10 each		
600,000,000	600,000,000	- Fully paid in cash	6,000,000	6,000,000
15,000,000	15,000,000	- Issued as bonus shares	150,000	150,000
<u>615,000,000</u>	<u>615,000,000</u>		<u>6,150,000</u>	<u>6,150,000</u>

20.3 The Ministry of Finance on behalf of the Government of Pakistan and Sultanate of Oman through Oman Investment Authority each holds 307,495,900 (2024: 307,495,900) ordinary shares of the Company, while 4,100 (2024: 4,100) ordinary shares each are held by Secretary – Economic Affairs Division, Government of Pakistan and Ministry of Commerce and Industry, Sultanate of Oman.

		(Unaudited) June 30, 2025	(Audited) December 31, 2024
	Note	(Rupees in '000)	
<b>21 SURPLUS ON REVALUATION OF ASSETS</b>			
Surplus on revaluation of			
- Securities measured at FVOCI-Debt		3,499,717	1,357,895
- Securities measured at FVOCI-Equity		412,866	377,208
- Property and equipment		441,248	452,420
- Non-banking assets acquired in satisfaction of claims		281,250	281,250
		4,635,081	2,468,773
Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI-Debt		(1,364,890)	(529,579)
- Securities measured at FVOCI-Equity		(159,776)	(129,290)
- Property and equipment		(172,087)	(176,444)
- Non-banking assets acquired in satisfaction of claims		(109,687)	(109,687)
		(1,806,440)	(945,000)
		<u>2,828,641</u>	<u>1,523,773</u>
<b>22 CONTINGENCIES AND COMMITMENTS</b>			
- Guarantees	22.1	4,357,456	3,898,167
- Commitments	22.2	3,802,110	1,397,184
- Other contingent liabilities	22.3	70,726	70,726
		<u>8,230,292</u>	<u>5,366,077</u>
<b>22.1 Guarantees</b>			
Financial guarantees		1,269,206	831,917
Performance guarantees		3,088,250	3,066,250
		4,357,456	3,898,167
<b>22.2 Commitments</b>			
Commitments for:			
advances		3,258,360	853,434
Sale of Non-banking assets		543,750	543,750
		<u>3,802,110</u>	<u>1,397,184</u>
<b>22.3 Other contingent liabilities:</b>			
Pledge of shares on behalf of Japan Power Generation Limited	22.3.1	70,726	70,726
		<u>70,726</u>	<u>70,726</u>

22.3.1 Shares in Japan Power Generation Limited (JPGL) (an associate) aggregating 17,622,878 having a cost of Rs. 70.726 million (2024: Rs. 70.726 million) are pledged as security on behalf of that associate company against a syndicate finance facility obtained by it (the associate company).

		<b>(Un-audited)</b>	
		<b>Half year ended</b>	
Note		<b>June 30, 2025</b>	<b>June 30, 2024</b>
<b>(Rupees in '000)</b>			
<b>23</b>	<b>MARK-UP / RETURN / INTEREST EARNED</b>		
	On:		
	a) Loans and advances	904,607	1,373,447
	b) Investments	20,582,078	37,399,912
	c) Lendings to financial institutions	352,641	346,201
	d) Balances with banks	6,565	4,748
		<u>21,845,891</u>	<u>39,124,308</u>
<b>23.1</b>	<b>Interest income (calculated using effective interest rate method) recognised on:</b>		
	Financial assets measured at amortised cost	1,263,813	1,724,396
	Financial assets measured at FVPL	3,057,348	3,259,895
	Financial assets measured at FVOCI	17,524,730	34,140,017
		<u>21,845,891</u>	<u>39,124,308</u>
<b>24</b>	<b>MARK-UP / RETURN / INTEREST EXPENSED</b>		
	On:		
	a) Deposits	851,863	1,434,167
	b) Borrowings	17,094,897	39,071,294
	c) Lease liability against right-of-use assets	24,737	14,703
		<u>17,971,497</u>	<u>40,520,164</u>
24.1	Interest expense calculated using effective interest rate method	<u>17,971,497</u>	<u>40,520,164</u>
<b>25</b>	<b>FEE AND COMMISSION INCOME</b>		
	Credit related fees	26,940	16,330
	Investment banking fees	17,119	12,596
	Commission on guarantees	31,563	7,665
		<u>75,622</u>	<u>36,591</u>
<b>26</b>	<b>GAIN ON SECURITIES</b>		
	Realised	26.1 (666,529)	654,959
	Unrealised - measured at FVTPL	1,171,887	52,057
		<u>505,358</u>	<u>707,016</u>

	<b>(Un-audited)</b>	
	<b>Half year ended</b>	
	<b>6,150,000</b>	<b>6,150,000</b>
	-	-
	<b>(Rupees in '000)</b>	
<b>26.1 Realised (loss) / gain on:</b>		
Federal Government securities	(782,913)	537,786
Associates	-	109,026
Shares	116,384	8,147
	<u>(666,529)</u>	<u>654,959</u>
<b>26.2 Net gain on financial assets / liabilities measured at:</b>		
Designated upon initial recognition	-	-
Mandatorily measured at FVPL	(591,486)	288,979
	(591,486)	288,979
Net gain / (loss) on financial assets / liabilities measured at amortised cost	-	-
Net (loss) / gain on financial assets measured at FVOCI	(178,380)	256,954
Net gain / (loss) on investments in equity instruments designated at FVOCI	103,337	-
	<u>(75,043)</u>	<u>256,954</u>
	<u>(666,529)</u>	<u>545,933</u>
<b>27 OTHER INCOME</b>		
Loss on sale of property and equipment - net	(2,484)	-
Rent on property	19,059	4,826
	<u>16,575</u>	<u>4,826</u>
<b>28 OPERATING EXPENSES</b>		
<b>Total compensation expense</b>	447,932	265,736
<b>Property expense</b>		
Utilities cost	3,449	5,536
Security (including guards)	641	645
Repair & maintenance (including janitorial charges)	20,017	16,406
Depreciation on right-of-use assets & improvements	27,805	17,241
Depreciation	18,803	18,803
	70,715	58,631
<b>Information technology expenses</b>		
Software maintenance	627	487
Hardware maintenance	111	-
Depreciation	7,806	4,192
Amortisation	1,677	282
Network charges	1,844	2,170
Others	2,820	2,030
	14,885	9161

		(Un-audited)	
		Half year ended	
		June 30,	June 30,
		2025	2024
		(Rupees in '000)	
	Note		
<b>Other operating expenses</b>			
Directors' fees and allowances		9,600	12,675
Legal & professional charges		16,111	15,630
Travelling & conveyance		8,163	6,597
Depreciation		35,869	21,602
Training & development		1,145	1,654
Postage & courier charges		274	271
Communication		10,819	6,466
Stationery & printing		2,442	660
Marketing, advertisement & publicity		3,491	2,099
Donations		2,060	-
Auditors' remuneration		2,592	2,436
Membership and subscriptions		4,148	2,825
Transportation		2,747	3,410
Insurance		3,266	1,980
Finance charges on leased assets		485	533
Entertainment and canteen expenses		3,590	2,086
Others		3,293	3,225
		110,095	84,149
Total operating expenses		<u>643,627</u>	<u>417,677</u>
<b>29 OTHER CHARGES</b>			
Penalties imposed by State Bank of Pakistan		174	-
Minimum tax differential		-	489,511
Fee, commission and others		62,837	26,662
Loss on sale of fixed assets		-	-
		<u>63,011</u>	<u>516,173</u>
<b>30 CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET</b>			
Credit (loss) / reversal allowance for diminution in value of investments	9.2	(193,893)	(12,736)
Credit (loss)/ reversal allowance against loans & advances	10.3	(110,961)	524,007
Credit (loss) / reversal allowance against balances with other banks	7	290	437
Credit (loss) / reversal allowance against off-balance sheet items	19.1	(77,335)	(23,228)
		<u>(381,899)</u>	<u>488,480</u>
<b>31 TAXATION</b>			
Current		958,298	-
Prior years		-	-
Deferred		456,024	(732,905)
		<u>1,414,322</u>	<u>(732,905)</u>

### 31.1 Tax contingencies

The Income tax Department has amended the deemed assessment orders for the tax years 2004, 2009, 2010, 2011, 2012, 2013, 2014, 2015, 2016, 2017 and 2018, wherein major issues raised by the authorities were related to applicability of Workers Welfare Fund (WWF), disallowance of allocation of common expenses and disallowance of losses claimed on early termination of leased assets. The Company's appeals are pending at various appellate forums. For the tax year 2005 and 2008, the Commissioner Inland Revenue (Appeals) [CIR(A)] has adjudicated that the proceeding initiated by the department under section 122(5A) for respective tax years were barred in time, thereby, the amended assessment order has been annulled. Thereafter, the department being aggravated by the CIR(A) decision, filed appeal before the Appellate Tribunal Inland Revenue for the respective tax years. Further, for the matter of WWF, Supreme Court (SC) in its decision has annulled the amendments made through Finance Act 2006 and 2008. However, Federal Board of Revenue (FBR) has now filed review petition in the SC against the SC decision in the matter of WWF. Management estimates that no provision is required.

<b>(Un-audited)</b>	
<b>Half year ended</b>	
<b>June 30,</b>	<b>June 30,</b>
<b>2025</b>	<b>2024</b>
<b>(Rupees in '000)</b>	

### 32 BASIC AND DILUTED EARNINGS / (LOSS) PER SHARE

Profit / (loss) after taxation	Rupees in '000	<u>2,141,315</u>	<u>(310,684)</u>
Weighted average number of ordinary shares issued	Numbers in '000	<u>615,000</u>	<u>615,000</u>
Basic and diluted earnings / (loss) per share	Rupees	<u>3.48</u>	<u>(0.51)</u>

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

### 33 CASH AND CASH EQUIVALENTS

Cash and balances with treasury banks	817,790	550,650
Balances with other banks	<u>83,454</u>	<u>127,695</u>
	<u>901,244</u>	<u>678,345</u>

## **34 FAIR VALUE MEASUREMENTS**

The fair value of quoted securities other than those classified as held to maturity, is based on held to collect model. Quoted securities classified as held to collect model 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 price earning method of these investments.

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.

Office premises and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty. Accordingly, a qualitative disclosure of sensitivity has not been presented in these condensed interim unconsolidated financial

### **34.1 Fair value of financial assets**

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

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

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

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

The fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since assets and liabilities are either short-term in nature or in the case of customer loans and deposits are frequently repriced.

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)				
As at June 30, 2025				
On balance sheet financial instruments	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
<b>Financial assets - measured at fair value</b>				
Investments				
Federal Government securities	-	263,992,144	-	263,992,144
Shares	960,021	-	-	960,021
Non-Government debt securities	-	2,846,548	-	2,846,548
Mutual funds	-	720,681	-	720,681
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments	-	-	933,922	933,922

(Audited)				
As at December 31, 2024				
On balance sheet financial instruments	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
<b>Financial assets - measured at fair value</b>				
Investments				
Federal Government securities	-	347,742,403	-	347,742,403
Provincial Government Securities	-	-	-	-
Shares	1,076,629	-	-	1,076,629
Non-Government debt securities	-	2,990,024	-	2,990,024
Foreign Securities	-	-	-	-
Others (to be specified)	-	-	-	-
Mutual funds	-	720,681	-	720,681
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments	-	-	879,832	879,832

Fair value is the amount for which an asset could be exchanged, or a liability settled, between knowledgeable willing parties in an arm's length transaction. Fair value of financial instruments is based on:

Federal Government Securities/Non-Government Debt	PKRV / PKFRV rates (MUFAP rates)
Listed securities	PKRV / PKFRV rates (MUFAP rates)
Mutual funds	PSX rates
Unquoted equity investments	Net asset values
	Price Earning Method

In prior years, unquoted equity securities were classified within Level 3 of the fair value hierarchy, as their valuation was based on the break-up value method. During the current period, these unquoted shares have been reclassified to Level 2, as the Company has adopted a valuation approach based on the price-to-earnings ratio, which incorporates observable market

	(Un-audited)			
	Half year ended June 30, 2025			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Profit &amp; loss</b>				
Net mark-up / return / profit	102,090	(34,414)	3,806,718	3,874,394
Non mark-up / return / interest income	58,503	226,356	557,485	842,344
Total income	160,593	191,942	4,364,203	4,716,738
Segment direct expenses	345,753	92,370	341,079	779,202
Credit (loss) / reversal allowance and write offs - net	(188,296)	(193,893)	290	(381,899)
Profit / (loss) before taxation	(373,456)	(94,321)	4,023,414	3,555,637
	(Un-audited)			
	As at June 30, 2025			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Statement of financial position</b>				
Cash & Bank balances	-	-	899,691	899,691
Investments	-	4,501,151	264,952,165	269,453,316
Lendings to financial institutions	-	-	-	-
Advances - performing	13,385,437	-	1,958,620	15,344,057
Advances - non-performing	233,175	-	-	233,175
Others	1,312,554	105,730	9,275,473	10,693,757
<b>Total assets</b>	14,931,166	4,606,881	277,085,949	296,623,996
Borrowings	13,599,710	4,143,353	249,206,556	266,949,619
Subordinated debt	-	-	-	-
Deposits & other accounts	565,655	174,528	10,497,171	11,237,354
Others	(680,779)	(198,960)	6,068,004	5,188,265
<b>Total liabilities</b>	13,484,586	4,118,921	265,771,731	283,375,238
Equity	1,446,580	487,960	11,314,218	13,248,758
<b>Total equity &amp; liabilities</b>	14,931,166	4,606,881	277,085,949	296,623,996
<b>Contingencies &amp; commitments</b>	8,159,566	70,726	-	8,230,292
	(Un-audited)			
	Half year ended June 30, 2024			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Profit &amp; loss</b>				
Net mark-up / return / profit	33,192	(132,115)	(1,296,933)	(1,395,856)
Non mark-up / return / interest income	23,995	155,917	617,725	797,637
Total income	57,187	23,802	(679,208)	(598,219)
Segment direct expenses	226,848	25,254	192,237	444,339
Credit (loss) / reversal allowance and write offs - net	500,779	-	(12,299)	488,480
Profit / (loss) before taxation and minimum tax differential	331,118	(1,452)	(883,744)	(554,078)
	(Audited)			
	As at December 31, 2024			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Statement of financial position</b>				
Cash & Bank balances	-	-	921,148	921,148
Investments	-	2,677,142	350,732,427	353,409,569
Lendings to financial institutions	-	-	3,287,200	3,287,200
Advances - performing	12,797,277	-	1,906,484	14,703,761
Advances - non-performing	311,069	-	-	311,069
Others	2,499,409	90,422	11,893,936	14,483,767
<b>Total assets</b>	15,607,755	2,767,564	368,741,195	387,116,514
Borrowings	14,278,136	2,497,899	332,811,930	349,587,965
Subordinated debt	-	-	-	-
Deposits & other accounts	651,711	115,561	15,397,010	16,164,282
Others	638,159	79,364	10,574,234	11,291,757
<b>Total liabilities</b>	15,568,006	2,692,824	358,783,174	377,044,004
Equity	39,749	74,740	9,958,021	10,072,510
<b>Total equity &amp; liabilities</b>	15,607,755	2,767,564	368,741,195	387,116,514
<b>Contingencies &amp; commitments</b>	5,295,351	70,726	-	5,366,077

## **36 RELATED PARTY TRANSACTIONS**

The Company has related party relationship with various parties, including its directors, key management personnel (including their associates), associates, subsidiary company, employee benefit plans, and company having common directors.

Contributions to the accounts in respect of staff retirement benefits are made in accordance with actuarial valuation / terms of the contribution plan. Remuneration of the key management personnel are in accordance with the terms of their employment. Advances are given to employees as per the Company Policy. Transactions with other related parties are carried out on commercial terms and as per market rates.

The nature of the relationships and transactions with related parties, other than those which have been specifically disclosed elsewhere in the unconsolidated financial statements are as follows:

### **Subsidiary**

Pak Oman Asset Management Company Limited

### **Associates**

Japan Power Generation Limited  
Pak Oman Advantage Islamic Income Fund  
Pak Oman Islamic Asset Allocation Fund  
Pak Oman Advantage Asset Allocation Fund  
Askari High Yield Scheme  
Askari Cash Fund  
Pak Oman Daily Dividend Fund  
Pak Oman Government Securities Fund

### **Retirement benefit fund**

Defined benefit plan  
Defined contribution plan

### **Other related party**

Orient Power Company (Private) Limited

36.1 Details of transactions with related parties during the period / year, other than those which have been disclosed elsewhere in these financial statements are as follows:

	As at June 30, 2025 (Un-audited)						As at December 31, 2024 (Audited)					
	Directors	Key management personnel	Subsidiaries	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Retirement benefit funds	Other related parties
(Rupees in '000)												
<b>Balances with other banks</b>												
In current accounts	-	-	-	-	-	-	-	-	-	-	-	-
In deposit accounts	-	-	-	-	-	-	-	-	-	-	-	-
<b>Investments</b>												
Opening balance	-	-	681,995	791,407	-	226,000	-	-	681,995	683,067	-	226,000
Investment made during the period / year	-	-	-	-	-	-	-	-	-	729,359	-	-
Investment redeemed / disposed off during the period / year	-	-	-	-	-	-	-	-	-	(621,019)	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	681,995	791,407	-	226,000	-	-	681,995	791,407	-	226,000
Credit loss allowance for diminution in value of investments	-	-	386,622	70,726	-	-	-	-	286,622	70,726	-	-
<b>Advances</b>												
Opening balance	-	106,848	-	68,200	-	-	-	62,503	-	68,200	-	-
Addition during the period / year	-	-	-	-	-	-	-	70,107	-	-	-	-
Repaid during the period / year	-	(12,079)	-	-	-	-	-	(32,153)	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	6,391	-	-	-	-
Closing balance	-	94,769	-	68,200	-	-	-	106,848	-	68,200	-	-
Credit loss allowance held against advances	-	-	-	68,200	-	-	-	-	-	68,200	-	-
(Rupees in '000)												
<b>Other Assets</b>												
Interest / mark-up accrued	-	-	-	-	-	-	-	-	-	-	-	-
Receivable from staff retirement fund	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid fee for services	-	-	-	-	-	-	-	-	-	-	-	-
Other receivable	-	-	-	138,712	-	-	-	-	-	1,855	-	-
	-	-	-	138,712	-	-	-	-	-	1,855	-	-
Credit loss allowance against other assets	-	-	-	-	-	-	-	-	-	-	-	-
<b>Deposits and other accounts</b>												
Opening balance	-	21,811	-	-	-	-	-	40,872	-	-	-	-
Received during the period / year	-	177,075	-	-	-	-	-	262,111	-	-	-	-
Withdrawn during the period / year	-	(162,268)	-	-	-	-	-	(281,172)	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-	-	-
Closing balance	-	36,618	-	-	-	-	-	21,811	-	-	-	-
<b>Other Liabilities</b>												
Interest / mark-up payable	-	235	-	-	-	-	-	343	-	-	-	-
Payable to staff retirement fund	-	-	-	-	-	-	-	-	-	28,008	-	-
Other liabilities	-	-	-	-	-	-	-	-	-	-	-	-
	-	235	-	-	-	-	-	343	-	28,008	-	-
<b>Outright sale of Securities</b>	-	-	-	-	17,109,014	-	-	-	-	-	23,464,604	-
<b>Outright purchase of Securities</b>	-	-	-	-	16,820,206	-	-	-	-	-	22,834,353	-
<b>Contingencies and Commitments</b>												
Other contingencies	-	-	-	70,726	-	-	-	-	-	70,726	-	-

36.2 Related party transactions

	Half Year ended June 30, 2025 (Un-audited)						Half Year ended June 30, 2024 (Un-audited)					
	Directors	Key management personnel	Subsidiaries	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Subsidiaries	Associates	Retirement benefit funds	Other related parties
----- (Rupees in '000) -----												
<b>Income</b>												
Mark-up / return / interest earned	-	1,945	-	-	-	-	-	1,540	-	-	-	-
Fee and commission income	-	-	-	-	-	-	-	-	-	-	-	-
Dividend income	-	-	-	138,712	-	67,800	-	-	-	29,468	-	-
Net gain on sale of securities	-	-	-	-	479	-	-	-	-	109,190	1,109	-
Other income	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
<b>Expense</b>												
Mark-up / return / interest paid	-	1,709	-	-	-	-	-	4,333	-	-	-	-
Operating expenses	-	-	-	-	-	-	-	-	-	-	-	-
Non- Executive Directors' fees and allowances	9,600	-	-	-	-	-	12,675	-	-	-	-	-
Compensation expenses	-	282,761	-	-	-	-	-	177,491	-	-	-	-
Contribution to defined contribution plan	-	-	-	-	16,602	-	-	-	-	-	13,106	-
Charge for defined benefit plan	-	-	-	-	18,232	-	-	-	-	-	12,680	-
Fee and commission expenses	-	-	28,671	-	-	-	-	-	-	-	-	-

### 37 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	(Rupees in '000)	
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	6,150,000	6,150,000
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	9,998,836	8,025,371
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	9,998,836	8,025,371
Eligible Tier 2 Capital	1,725,510	249,634
Total Eligible Capital (Tier 1 + Tier 2)	11,724,347	8,275,005
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	18,502,442	18,004,994
Market Risk	11,255,265	2,710,242
Operational Risk	3,986,692	3,986,692
Total	33,744,399	24,701,928
Common Equity Tier 1 Capital Adequacy ratio	29.63%	32.49%
Tier 1 Capital Adequacy Ratio	29.63%	32.49%
Total Capital Adequacy Ratio	34.74%	33.50%
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	9,998,836	8,025,371
Total Exposures	321,090,554	369,820,306
Leverage Ratio	3.11%	2.17%
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	59,423,165	40,562,189
Total Net Cash Outflow	61,653,699	40,145,215
Liquidity Coverage Ratio	96.38%	101.04%
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	22,554,437	62,867,362
Total Required Stable Funding	16,682,671	17,097,028
Net Stable Funding Ratio	135.20%	367.71%

### **38 CREDIT RATING**

The VIS Credit Rating Company Limited has maintained the Company's rating of AA+ (Double A Plus) in the long term and A-1+ (A One Plus) for the short term vide its report dated June 30, 2025.

### **39 GENERAL**

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

39.2 The comparative figures have been re-arranged for comparison purposes.

### **40 DATE OF AUTHORISATION FOR ISSUE**

These unconsolidated financial statements were authorised for issue on August 28, 2025 by the Board of Directors of the Company.

**Managing Director/  
Chief Executive Officer**

**Chief Financial Officer**

**Director**

**Director**

**Chairman**