

**PAK OMAN INVESTMENT
COMPANY LIMITED**

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

**FOR THE FIRST QUARTER
ENDED 31 MARCH 2025**

Pak Oman Investment Company Limited
Consolidated Condensed Interim Statement of Financial Position
As at 31 March 2025

(Unaudited) 31 March 2025 (US Dollar in '000)	(Audited) 31 December 2024		(Unaudited) 31 March 2025 (Rupees in '000)	(Audited) 31 December 2024 (Rupees in '000)
		<i>Note</i>		
ASSETS				
3,850	3,152		1,078,540	883,203
367	155	6	102,806	43,420
4,958	11,733	7	1,389,150	3,287,200
1,097,190	1,260,686	8	307,393,728	353,199,504
52,199	53,593	9	14,624,302	15,014,830
3,618	3,604	10	1,013,634	1,009,776
542	573	11	151,976	160,647
373	376	12	104,403	105,242
1,350	2,176	13	378,261	609,674
63,929	45,587	14	17,910,694	12,771,739
-	-	15	-	-
1,228,376	1,381,635		344,147,494	387,085,235
LIABILITIES				
-	-		-	-
1,103,827	1,247,795	16	309,253,331	349,587,965
44,332	57,696	17	12,420,142	16,164,282
663	676	18	185,674	189,298
-	-		-	-
-	-		-	-
41,943	40,029	19	11,750,837	11,215,078
1,190,765	1,346,196		333,609,984	377,156,623
37,611	35,439		10,537,510	9,928,612
NET ASSETS				
REPRESENTED BY				
21,951	21,951	20	6,150,000	6,150,000
7,161	6,650		2,006,250	1,863,123
6,001	5,439	21	1,681,306	1,523,773
2,494	1,394		698,750	390,452
37,607	35,434		10,536,306	9,927,348
4	5		1,204	1,264
37,611	35,439		10,537,510	9,928,612
CONTINGENCIES AND COMMITMENTS				
		22		

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

Managing Director/
Chief Executive Officer

Chief Financial Officer

Director

Director

Chairman

Pak Oman Investment Company Limited
Consolidated Condensed Interim Profit and Loss Account (Un-Audited)
For the first quarter ended 31 March 2025

31 March 2025	31 March 2024		31 March 2025	31 March 2024
(US Dollar in '000)		Note	(Rupees in '000)	
44,054	65,880	Mark-up / Return / Interest Earned	23	12,342,389
34,837	66,568	Mark-up / Return / Interest Expensed	24	9,760,137
<u>9,217</u>	(688)	Net mark-up / interest income		<u>2,582,252</u>
				18,457,208
				<u>18,649,928</u>
				(192,720)
NON MARK-UP / INTEREST INCOME				
106	142	Fee and commission income	25	29,773
298	22	Dividend income		83,438
-	-	Foreign exchange income		-
-	-	Income / (loss) from derivatives		-
(3,667)	319	(Loss) / gain on securities	26	(1,027,370)
-	-	Net gains/(loss) on derecognition of financial assets measured at amortised cost		-
76	84	Share of profit from associates - net of tax		21,263
31	9	Other income	27	8,699
<u>(3,156)</u>	576	Total non mark-up / interest income		<u>(884,197)</u>
				161,490
<u>6,061</u>	(112)	Total Income		<u>1,698,055</u>
				(31,230)
NON MARK-UP / INTEREST EXPENSES				
1,219	684	Operating expenses	28	341,606
136	50	Other charges	29	38,012
<u>1,355</u>	734	Total non mark-up / interest expenses		<u>379,618</u>
				191,748
				14,109
				205,857
<u>4,706</u>	(846)	Profit / (Loss) before provisions		<u>1,318,437</u>
(433)	666	Credit (loss) / reversal allowance and write offs	30	(121,445)
-	-	Extra ordinary / unusual items		-
<u>4,273</u>	(180)	PROFIT / (LOSS) BEFORE TAXATION		<u>1,196,992</u>
(1,686)	(13)	Taxation	31	(472,284)
<u>2,587</u>	(193)	PROFIT / (LOSS) AFTER TAXATION		<u>724,708</u>
				(50,560)
				(3,581)
				(54,141)
ATTRIBUTABLE TO:				
2,587	(193)	Shareholders of the holding company		724,768
-	-	Non-controlling interest		(60)
<u>2,587</u>	(193)			<u>724,708</u>
				(54,192)
				51
				(54,141)
(US \$)			(Rupees)	
<u>0.0042</u>	(0.0003)	Basic and diluted earnings (loss) per share	32	<u>1.18</u>
				(0.09)

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

Managing Director/
Chief Executive Officer

Chief Financial Officer

Director

Director

Chairman

Pak Oman Investment Company Limited
Consolidated Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the first quarter ended 31 March 2025

31 March 2025	31 March 2024		31 March 2025	31 March 2024
(US Dollar in '000)			(Rupees in '000)	
2,587	(193)	Profit / (loss) after taxation for the period	724,708	(54,141)
		Other comprehensive income		
		Items that may be reclassified to profit and loss account in subsequent periods:		
574	(4,337)	Movements in (deficit) / surplus on revaluation of debt investments through FVOCI-net of tax	160,940	(1,214,992)
		Items that will not be reclassified to profit and loss account in subsequent periods:		
(12)	(12)	Movement in surplus on revaluation of property and equipment - net of tax	(3,407)	(3,406)
-	-	Movement in surplus on revaluation of non-banking assets- net of tax	-	-
(12)	(12)		(3,407)	(3,406)
<u>3,149</u>	<u>(4,542)</u>	Total comprehensive income / (loss)	<u>882,241</u>	<u>(1,272,539)</u>
		ATTRIBUTABLE TO:		
3,149	(4,542)	Shareholders of the holding company	882,301	(1,272,590)
-	-	Non-controlling interest	(60)	51
<u>3,149</u>	<u>(4,542)</u>		<u>882,241</u>	<u>(1,272,539)</u>

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

**Managing Director/
Chief Executive Officer**

Chief Financial Officer

Director

Director

Chairman

Pak Oman Investment Company Limited
Consolidated Condensed Interim Statement of Changes in Equity (Un-Audited)
For the first quarter ended 31 March 2025

	Share capital	Statutory reserve	General reserve	Surplus / (deficit) on revaluation		Unappropriated profit	Sub total	Non-controlling interest	Total
				Investments	Property and equipment / Non-banking assets				
(Rupees in '000)									
Opening balance as at 01 January 2024	6,150,000	1,751,681	-	117,846	289,602	244,685	8,553,814	1,299	8,555,113
Profit after taxation	-	-	-	-	-	(54,192)	(54,192)	51	(54,141)
Other comprehensive income / (loss) - net of tax									-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(1,214,992)	-	-	(1,214,992)	-	(1,214,992)
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	-	-	-	-	(3,406)	-	(3,406)	-	(3,406)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	(1,214,992)	(3,406)	-	(1,218,398)	-	(1,218,398)
Transfer from general reserve	-	-	-	-	-	-	-	-	-
Transfer to statutory reserve	-	4,401	-	-	-	(4,401)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	3,406	3,406	-	3,406
Transaction with owners recorded directly in equity									
Final cash dividend - 31 December 2023 declared subsequent to the year end (Rs. 0.55 per share)	-	-	-	-	-	(338,250)	(338,250)	-	(338,250)
Opening balance as at 01 April 2024	6,150,000	1,756,082	-	(1,097,146)	286,196	(148,752)	6,946,380	1,350	6,947,730
(Loss) / profit after taxation	-	-	-	-	-	651,900	651,900	(86)	651,814
Other comprehensive income / (loss) - net of tax									
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	2,078,895	-	-	2,078,895	-	2,078,895
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	-	94,485
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	(15,875)	(15,875)	-	(15,875)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	161,343	-	161,343	-	161,343
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	2,173,380	161,343	(15,875)	2,318,848	-	2,318,848
Transfer to statutory reserve	-	107,041	-	-	-	(107,041)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	10,220	10,220	-	10,220

	Share capital	Statutory reserve	General reserve	Surplus / (deficit) on revaluation		Unappropriated profit	Sub total	Non-controlling interest	Total
				Investments	Property and equipment / Non-banking assets				
(Rupees in '000)									
Opening balance as at 01 January 2025	6,150,000	1,863,123	-	1,076,234	447,539	390,452	9,927,348	1,264	9,928,612
Profit after taxation	-	-	-	-	-	724,768	724,768	(60)	724,708
Other comprehensive income / (loss) - net of tax									
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	160,940	-	-	160,940	-	160,940
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	-	-	-	-	(3,407)	-	(3,407)	-	(3,407)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	160,940	(3,407)	-	157,533	-	157,533
Transfer to statutory reserve	-	143,127	-	-	-	(143,127)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	3,407	3,407	-	3,407
Transaction with owners recorded directly in equity									
Final cash dividend - 31 December 2024 declared subsequent to the year end (Rs. 0.45 per share)	-	-	-	-	-	(276,750)	(276,750)	-	(276,750)
Closing balance as at 31 March 2025	6,150,000	2,006,250	-	1,237,174	444,132	698,750	10,536,306	1,204	10,537,510

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

**Managing Director/
Chief Executive Officer**

Chief Financial Officer

Director

Director

Chairman

Pak Oman Investment Company Limited
Consolidated Condensed Interim Cash Flow Statement (Un-Audited)
For the first quarter ended 31 March 2025

31 March 2025	31 March 2024		Note	31 March 2025	31 March 2024
(US Dollar in '000)				(Rupees in '000)	
CASH FLOW FROM OPERATING ACTIVITIES					
4,273	(180)	Profit / (loss) before taxation		1,196,992	(50,560)
(298)	(22)	Less: Dividend income		(83,438)	(6,235)
3,975	(202)			1,113,554	(56,795)
Adjustments:					
107	75	Depreciation		29,946	20,980
63	22	Depreciation on right-of-use assets		17,565	6,157
3	-	Amortization		839	34
433	(682)	Credit (reversal) / loss allowance and write offs - net	30	121,445	(191,184)
(2)	-	(Gain) on sale of property and equipment - net		(545)	-
(76)	(84)	Share of (profit) from associates - net of tax		(21,263)	(23,600)
34	12	Mark-up / return / profit / interest expensed on lease liability against right-of-use assets		9,430	3,441
1	1	Finance charges on leased assets		243	271
(544)	(39)	Unrealised (gain) on revaluation of investments classified as held-for-trading		(152,493)	(10,874)
19	(695)			5,167	(194,775)
3,994	(897)			1,118,721	(251,570)
(Increase) / Decrease in operating assets					
6,775	-	Lendings to financial institutions		1,898,050	-
(62,780)	117,142	Securities classified as FVPL		(17,588,702)	32,818,984
1,106	8,159	Advances		309,843	2,285,825
(19,427)	(9,629)	Other assets (excluding advance taxation)		(5,442,743)	(2,697,770)
(74,326)	115,672			(20,823,552)	32,407,039
Increase / (decrease) in operating liabilities					
-	-	Bills payable		-	-
(143,968)	71,103	Borrowings		(40,334,634)	19,920,616
(13,364)	18,384	Deposits		(3,744,140)	5,150,587
844	(386)	Other liabilities (excluding current taxation)		236,566	(108,132)
(156,488)	89,101			(43,842,208)	24,963,071
(226,820)	203,876			(63,547,039)	57,118,540
(139)	(1,066)	Income tax paid		(39,029)	(298,655)
(226,959)	202,810	Net cash flow (used in) / from operating activities		(63,586,068)	56,819,885
CASH FLOW FROM INVESTING ACTIVITIES					
227,748	(202,326)	Net Investments in securities classified as FVOCI		63,807,045	(56,684,485)
43	88	Investments in associates		12,049	24,544
298	45	Dividend received		83,438	12,692
(153)	(168)	Investments in property and equipment		(42,866)	(46,934)
3	-	Proceeds from sale of property and equipment		713	-
227,939	(202,361)	Net cash flow from / (used in) investing activities		63,860,379	(56,694,183)
CASH FLOW FROM FINANCING ACTIVITIES					
(2)	(2)	Payments of lease obligations		(496)	(502)
(46)	(45)	Payments of lease liability against right-of-use assets		(12,801)	(12,593)
-	-	Dividend paid		-	-
(48)	(47)	Net cash flow (used in) financing activities		(13,297)	(13,095)
932	402	Increase in cash and cash equivalents		261,014	112,607
3,314	2,419	Cash and cash equivalents at beginning of the period		928,466	677,698
4,246	2,821	Cash and cash equivalents at end of the period	33	1,189,480	790,305

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

Managing Director/
Chief Executive Officer

Chief Financial Officer

Director

Director

Chairman

Pak Oman Investment Company Limited
Notes to the Consolidated Condensed Interim Financial Statements (Un-Audited)
For the first quarter ended 31 March 2025

1. STATUS AND NATURE OF BUSINESS

1.1 The Group comprises of Pak-Oman Investment Company Limited - POICL (the "holding company" or "parent"), a subsidiary, Pak Oman Asset Management Company Limited (POAMCL) and associates. The Group is principally engaged in 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 bank, asset management and investment advisory services. Brief profile of the holding company and its subsidiary is as follows:

1.1.1 Holding Company

Pak-Oman Investment Company Limited - POICL (the "holding company" or "parent") was incorporated as a private limited company on 23 July 2001. Subsequently, on 17 March 2004 the holding 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 inter alia 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 holding company operates a branch at Lahore and other representative offices at Islamabad, Gwadar and Muscat. The holding company is designated as a Development Financial Institution (DFI) under the BPD Circular No. 35 dated 28 October, 2003 issued by the State Bank of Pakistan.

1.1.2 Subsidiary Company

Pak-Oman Asset Management Company Limited (the "subsidiary company" or "POAMCL") was incorporated in Pakistan under the repealed Companies Ordinance, 1984 on 28 July 2006 as an unlisted public limited company having its registered office at Icon House, 83-C, 12th Commercial Street Phase- II Extension, DHA Karachi, Pakistan. POAMCL obtained certificate of commencement of business on 31 October 2006. The principal activities of the subsidiary company includes investment advisory and asset management services.

In 2017, the subsidiary company had purchased 100% shares of Askari Investment Management Limited and accordingly two funds of Askari Investment Management Limited are now under the management of the subsidiary company.

1.2 The Group's associates are as follows:

Entity	Country of Incorporation	Nature of business	Holding %	
			31-Mar-25	31-Dec-24
Pak Oman Advantage Islamic Income Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	34.90	27.74
Pak Oman Islamic Asset Allocation fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	97.28	91.31
Pak Oman Advantage Asset Allocation Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	99.48	99.53
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	48.89	47.96
Askari High Yield Scheme	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	41.07	40.80
Askari Cash Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	39.57	29.73
Pak Oman Daily Dividend Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	98.08	98.08
Askari Sovereign Yield Enhancer	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	53.55	33.86
Japan Power Generation Limited	Pakistan	Incorporated under the repealed Companies Ordinance, 1984 and is engaged in generation of power and its supply to WAPDA.	11.29	11.29

2. BASIS OF PREPARATION

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, dated 09 February 2023.

The group believes that there is no significant doubt on the Group's ability to continue as a going concern. Therefore, the consolidated financial statements continue to be prepared on going concern basis.

2.1 STATEMENT OF COMPLIANCE

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

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

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 26 August 2002 till further instructions.

These consolidated 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 consolidated condensed interim statement of financial position, consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income and consolidated condensed interim cash flow statement are stated solely for information purposes. For this purpose the amounts in Pakistan rupees have been converted into US Dollars at a rate of 280.1646 = 1 US dollar for the first quarter ended 31 March 2025 and the corresponding period.

2.2 Standards, interpretations of and amendments to published approved accounting standards that are effective in the current period:

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 2025 but are considered not to be relevant or do not have any significant effect on the Company's operations and therefore not detailed in these consolidated interim financial statements.

2.3 Standards, interpretations of and amendments to accounting and reporting standards as applicable in Pakistan that are not yet effective

There are certain standards, amendments to the accounting standards and interpretations that are mandatory for the Company's accounting periods beginning on or after January 1, 2025, but are considered not to be relevant or expected to have any significant effect on the Company's operations and are therefore, not detailed in these consolidated interim financial statements.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan.

Standard

IFRS 1 – First time adoption of IFRSs

IFRS 17 – Insurance Contracts

IFRS 18 - Presentation and Disclosures in Financial Statements'

IFRS 19 - Subsidiaries without Public Accountability

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied by the Company are the same as those applied in annual consolidated audited financial statements for the year ended December 31, 2024.

The management believes that the new policy provides reliable and more relevant information to the user of the consolidated condensed interim financial statements.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the company are consistent with those disclosed in the audited annual consolidated financial statements for the year ended December 31, 2024.

		(Un-audited) 31 March 2025 (Rupees in '000)	(Audited) 31 December 2024
6. CASH AND BALANCES WITH TREASURY BANKS	<i>Note</i>		
In hand			
local currency		213	184
foreign currency		398	398
		611	582
With State Bank of Pakistan in			
Local currency current account	6.1	1,077,816	882,508
With National Bank of Pakistan in			
Local currency current account		113	113
Less: Credit loss allowance held against cash and balances with treasury banks		-	-
		<u>1,078,540</u>	<u>883,203</u>
6.1	This represent the amount required to be maintained by the holding company in accordance with the SBP's Regulations.		
7. BALANCES WITH OTHER BANKS			
In Pakistan:			
In current accounts		96,759	12,759
In deposit accounts		6,144	8,099
		<u>102,903</u>	<u>20,858</u>
Outside Pakistan:			
In current accounts		8,037	24,405
Less: Credit loss allowance held against balances with other banks		(8,134)	(1,843)
		<u>102,806</u>	<u>43,420</u>
8. LENDINGS TO FINANCIAL INSTITUTIONS			
Placements		-	1,900,000
Repurchase agreement lendings (Reverse Repo)		1,389,150	1,387,200
Less: Credit loss allowance held against lending to financial institutions		-	-
		<u>1,389,150</u>	<u>3,287,200</u>

9 INVESTMENTS

	31 March 2025 (Unaudited)				31 December 2024 (Audited)			
	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value
----- (Rupees in '000) -----								
9.1 Investments by types								
FVTPL								
Federal Government securities	47,986,063	-	149,239	48,135,302	30,396,583	-	(4,423)	30,392,160
Shares	498,816	-	273,007	771,823	499,594	-	274,176	773,770
Non-Government debt securities	-	-	-	-	-	-	-	-
	48,484,879	-	422,246	48,907,125	30,896,177	-	269,753	31,165,930
FVOCI								
Federal Government securities	252,280,328	-	1,600,553	253,880,881	316,008,838	-	1,341,405	317,350,243
Shares	522,092	(111,717)	381,346	791,721	522,092	(111,717)	377,208	787,583
Non-Government debt securities	3,431,911	(548,938)	16,090	2,899,063	3,510,446	(536,912)	16,490	2,990,024
	256,234,331	(660,655)	1,997,989	257,571,665	320,041,376	(648,629)	1,735,103	321,127,850
Associates	914,938	-	-	914,938	905,724	-	-	905,724
Total Investments	305,634,148	(660,655)	2,420,235	307,393,728	351,843,277	(648,629)	2,004,856	353,199,504

9.1.1 Investments given as collateral

	31 March 2025 (Unaudited)				31 December 2024 (Audited)			
	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value
(Rupees in '000)								
Federal Government Securities								
- Pakistan Investment Bonds	249,508,379	-	1,220,042	250,728,421	4,768,445	-	22,599	4,791,044
- Market treasury bills	4,923,815	-	3,853	4,927,668	292,990,383	-	875,187	293,865,570
	<u>254,432,194</u>	-	<u>1,223,895</u>	<u>255,656,089</u>	<u>297,758,828</u>	-	<u>897,786</u>	<u>298,656,614</u>
Shares								
- Listed companies	-	-	-	-	-	-	-	-
- Unlisted companies	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Total investments	<u>254,432,194</u>	-	<u>1,223,895</u>	<u>255,656,089</u>	<u>297,758,828</u>	-	<u>897,786</u>	<u>298,656,614</u>

(Un-audited)
31 March
2025

(Audited)
31 December
2024

(Rupees in '000)

9.2 Credit loss allowances for diminution in value of investments

9.2.1 Opening balance

648,629

549,045

Charges / reversals

Charge for the year

Reversals for the year

12,026	99,919
-	(335)
<u>12,026</u>	<u>99,584</u>

Transfers - net

Amounts written off

Closing balance

-	-
-	-
<u>660,655</u>	<u>648,629</u>

9.2.2 Particulars of credit loss allowances against debt securities

Category of classification	31 March 2025		31 December 2024 (Audited)	
	NPI	Provision	NPI	Provision
(Rupees in '000)				
Domestic				
Performing				
Stage 1	2,729,889	14,160	2,808,424	8,863
Underperforming				
Stage 2	107,500	10,182	107,500	7,012
Non-performing				
Stage 3	-	-	-	-
Other assets especially mentioned	-	-	-	-
Substandard	149,850	79,924	149,850	76,365
Doubtful	-	-	-	-
Loss	444,672	444,672	444,672	444,672
Total	<u>3,431,911</u>	<u>548,938</u>	<u>3,510,446</u>	<u>536,912</u>

This does not include investment in Government securities as it is exempt from ECL.

9.2.3 The Group 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)
	31-Mar-25	31-Dec-24	31-Mar-25	31-Dec-24	31-Mar-25	31-Dec-24
	(Rupees in '000)		(Rupees in '000)		(Rupees in '000)	
Loans, cash credits, running finances, etc.	12,569,856	12,954,476	2,969,368	2,908,867	15,539,224	15,863,343
Margin trading	1,920,760	1,906,484	-	-	1,920,760	1,906,484
Advances - Gross	<u>14,490,616</u>	<u>14,860,960</u>	<u>2,969,368</u>	<u>2,908,867</u>	<u>17,459,984</u>	<u>17,769,827</u>
Credit loss allowance against advances						
Stage 1	51,364	34,712	-	-	51,364	34,712
Stage 2	161,876	122,487	-	-	161,876	122,487
Stage 3	-	-	2,622,442	2,597,798	2,622,442	2,597,798
	<u>213,240</u>	<u>157,199</u>	<u>2,622,442</u>	<u>2,597,798</u>	<u>2,835,682</u>	<u>2,754,997</u>
Advances - net of credit loss allowance	<u>14,277,376</u>	<u>14,703,761</u>	<u>346,926</u>	<u>311,069</u>	<u>14,624,302</u>	<u>15,014,830</u>

31-Mar-25 31-Dec-24
(Rupees in '000)

10.1 Particulars of advances (Gross)

In local currency	17,459,984	17,769,827
In foreign currencies	-	-
	<u>17,459,984</u>	<u>17,769,827</u>

10.2 Advances include Rs. 2,547 million (2023: Rs 2,536 million) which have been placed under the non-performing / Stage 3 status as detailed below:

Category of Classification

	31 March 2025		31 December 2024 (Audited)	
	Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
	(Rupees in '000)			
Domestic				
Other Assets Especially Mentioned	-	-	-	-
Substandard	526,564	367,145	473,184	344,707
Doubtful	154,388	120,020	121,517	97,214
Loss	<u>2,288,416</u>	<u>2,135,277</u>	<u>2,314,166</u>	<u>2,155,877</u>
	<u>2,969,368</u>	<u>2,622,442</u>	<u>2,908,867</u>	<u>2,597,798</u>

10.3 Particulars of credit loss allowance against advances

	31 March 2025 (Unaudited)				31 December 2024 (Audited)			
	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	23,211	39,389	48,273	110,873	26,267	29,946	582,581	638,794
Reversals	(6,559)	-	(23,629)	(30,188)	(1,998)	(584,045)	(331,350)	(917,393)
	<u>16,652</u>	<u>39,389</u>	<u>24,644</u>	<u>80,685</u>	<u>24,269</u>	<u>(554,099)</u>	<u>251,231</u>	<u>(278,599)</u>
Amounts written off	-	-	-	-	-	-	(4,657)	(4,657)
Closing balance	<u>51,364</u>	<u>161,876</u>	<u>2,622,442</u>	<u>2,835,682</u>	<u>34,712</u>	<u>122,487</u>	<u>2,597,798</u>	<u>2,754,997</u>

10.4 Advances - Particulars of credit loss allowance

	(Un-audited)				(Audited)			
	31-Mar-25				31-Dec-24			
	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
New Advances	1,969	-	-	1,969	13,316	-	-	13,316
Advances derecognised or repaid	-	-	(23,629)	(23,629)	(1,998)	(584,045)	(331,350)	(917,393)
Transfer to stage 1	-	-	-	-	-	-	-	-
Transfer to stage 2	-	-	-	-	-	23,462	-	23,462
Transfer to stage 3	-	-	48,273	48,273	-	-	582,581	582,581
	1,969	-	24,644	26,613	11,318	(560,583)	251,231	(298,034)
Amounts written off / charged off	-	-	-	-	-	-	(4,657)	(4,657)
Changes in risk parameters	14,683	39,389	-	54,072	12,951	6,484	-	19,435
Other changes	-	-	-	-	-	-	-	-
Closing balance	51,364	161,876	2,622,442	2,835,682	34,712	122,487	2,597,798	2,754,997

10.5 Category of Classification

		31 March 2025		31 December 2024 (Audited)	
		Outstanding Amount	Credit loss allowance	Outstanding Amount	Credit loss allowance
		(Rupees in '000)			
Domestic					
Performing	Stage 1	13,551,110	51,364	13,878,950	34,712
Underperforming	Stage 2	939,506	161,876	982,010	122,487
Non-performing	Stage 3	-	-	-	-
Other Assets Especially Mentioned		-	-	-	-
Substandard		526,564	367,145	473,184	344,707
Doubtful		154,388	120,020	121,517	97,214
Loss		2,288,416	2,135,277	2,314,166	2,155,877
		17,459,984	2,835,682	17,769,827	2,754,997

	(Un-audited) 31 March 2025 ----- (Rupees in '000) -----	(Audited) 31 December 2024
11 PROPERTY AND EQUIPMENT		
Capital work-in-progress	33,535	155,050
Office premises	623,634	633,035
Vehicles, equipment & furniture and fixtures	356,465	221,691
	<u>1,013,634</u>	<u>1,009,776</u>
	(Un-Audited) 31 March 2025	(Un-Audited) 31 March 2024
	----- (Rupees in '000) -----	
11.1 Additions to fixed assets		
The following additions have been made to fixed assets during the period:		
Capital work-in-progress - Advances to suppliers	16,142	8,932
Vehicles, equipment & furniture and fixtures		
Vehicles, equipment & furniture and fixtures		
Improvements	25,654	3,801
Office equipment	240	1,839
Computer equipment	-	3,453
Furniture and fixture	830	1,700
Vehicles	-	119,390
	<u>26,724</u>	<u>130,183</u>
Total	<u>42,866</u>	<u>139,115</u>
11.2 Disposal of fixed assets		
The net book value of fixed assets disposed off during the period is as follows:		
Computer equipments	-	-
Furniture and fixture	-	80
Office equipment	49	-
Improvements	-	3,046
Vehicles	119	1,931
Total	<u>168</u>	<u>5,057</u>
	(Un-audited) 31 March 2025	(Audited) 31 December 2024
	(Rupees in '000)	
12 RIGHT-OF-USE-ASSETS		
As at January 01,		
Cost	212,037	169,935
Accumulated depreciation	(51,390)	(81,339)
Net carrying amount	<u>160,647</u>	<u>88,596</u>
Additions during the period / year	-	134,680
Deletions during the period / year	-	(25,709)
Depreciation charge for the period / year	(8,671)	(36,920)
Net carrying amount	<u>151,976</u>	<u>160,647</u>
13 INTANGIBLE ASSETS		
Computer software	8,099	8,938
Goodwill	96,304	96,304
	<u>104,403</u>	<u>105,242</u>

	(Un-audited) 31 March 2025 ----- (Rupees in '000) -----	(Audited) 31 December 2024
14 DEFERRED TAX ASSETS		
Deductible Temporary Differences on		
Credit loss allowance against investments and others	276,271	260,375
Amortisation of premium on Federal Government Securities	319	686
Credit loss allowance against advances	1,105,916	1,074,449
Accelerated tax depreciation allowances	53,612	44,785
Difference of Corporate tax & Minimum Tax	-	130,928
Net investment in finance leases	46,296	42,866
Accumulated tax losses - POAMCL	35,886	35,886
	1,518,300	1,589,975
Taxable Temporary Differences on		
Assets subject to finance leases	12	1
Revaluation on investments classified as FVTOCI	(760,815)	(658,869)
Revaluation on investments classified as FVTPL	(126,455)	(66,819)
Revaluation on fixed assets / non-banking assets	(252,781)	(254,614)
Dividend receivable	-	-
	(1,140,039)	(980,301)
	378,261	609,674
15 OTHER ASSETS		
Income/ Mark-up accrued in local currency - net of provision	8,011,036	7,471,230
Dividend income receivable	-	-
Mark-up / profit receivable on purchase of securities	5,716,030	860,611
Security deposits	15,818	15,818
Prepayments	86,226	46,838
Prepaid staff cost	54,738	54,738
Receivable against sale of investments	-	-
Taxation	3,107,273	3,411,061
Non-banking assets acquired in satisfaction of claims	543,750	543,750
Receivable from funds under management and investment advisory clients	82,097	82,162
Defined contribution plan	-	-
Defined benefit plan	-	-
Others	12,476	4,281
	17,629,444	12,490,489
Less: Provision held against other assets	-	-
Other assets (net of provisions)	17,629,444	12,490,489
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	281,250	281,250
	17,910,694	12,771,739

	Note	(Un-Audited) 31 March 2025	(Audited) 31 December 2024
19 OTHER LIABILITIES		(Rupees in '000)	
Mark-up / return / interest payable in local currency		10,593,965	10,273,614
Accrued expenses		411,350	482,604
Dividend payable		276,750	-
Staff gratuity		-	28,008
Security deposits against investment in finance leases		180,413	190,582
Sales tax and federal excise duty payable		91,319	89,985
Withholding tax and sales tax payable		13,351	19,074
Payable against purchase of shares		-	-
Credit loss allowances against off-balance sheet obligations	19.1	39,602	17,159
Others		144,087	114,052
		<u>11,750,837</u>	<u>11,215,078</u>
19.1 Credit loss allowance against off-balance sheet obligations			
Opening balance		17,159	1,679
Exchange adjustment		-	-
Charge for the period / year		22,443	15,480
Reversals		-	-
		<u>22,443</u>	<u>15,480</u>
Amount written off		-	-
Closing balance		<u>39,602</u>	<u>17,159</u>
20 SHARE CAPITAL			
20.1 Authorized Capital			
		(Unaudited) 31-Mar-25 (Number of shares)	(Audited) 31-Dec-24 (Rupees in '000)
		<u>1,000,000,000</u>	<u>1,000,000,000</u>
		1,000,000,000	10,000,000
		Ordinary shares of Rs.10 each	
20.2 Issued, subscribed and paid-up			
		31-Mar-25	31-Dec-24
		600,000,000	6,000,000
		15,000,000	150,000
		<u>615,000,000</u>	<u>6,150,000</u>
		600,000,000	6,000,000
		15,000,000	150,000
		Ordinary shares of Rs. 10 each	
		- Fully paid in cash	
		- Issued as bonus shares	
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.	
21 (DEFICIT) / SURPLUS ON REVALUATION OF ASSETS			
Surplus on revaluation of			
- Securities measured at FVOCI-Debt		1,616,643	1,357,895
- Securities measured at FVOCI-Equity		381,346	377,208
- Property and equipment		446,835	452,420
- Non-banking assets acquired in satisfaction of claims		281,250	281,250
		<u>2,726,074</u>	<u>2,468,773</u>
Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI-Debt		(630,491)	(529,579)
- Securities measured at FVOCI-Equity		(130,324)	(129,290)
- Property and equipment		(174,266)	(176,444)
- Non-banking assets acquired in satisfaction of claims		(109,687)	(109,687)
		<u>(1,044,768)</u>	<u>(945,000)</u>
		<u>1,681,306</u>	<u>1,523,773</u>

22	CONTINGENCIES AND COMMITMENTS	Note	(Un-Audited) 31 March 2025	(Audited) 31 December 2024
			(Rupees in '000)	
Transaction related contingent liability:				
Guarantees				
	Financial guarantees		1,310,083	831,917
	Performance guarantees		<u>3,088,250</u>	<u>3,066,250</u>
			4,398,333	3,898,167
	Pledge of shares on behalf of Japan Power Generation Limited	22.1	70,726	70,726
Commitments for:				
	Commitments for advances and net investment in finance leases		1,669,548	853,434
	Sale of Non-banking assets		543,750	543,750
22.1	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).			

22.2 Pak Oman Asset Management Company Limited

In year 2007, the Pak Oman Asset Management Company Limited ("POAMCL" or "the Company") had launched POBOP Advantage Plus Fund (the Fund) under the capital subscription and fee sharing agreement with The Bank of Punjab (BOP). BOP had subscribed five million core units and ten million non-core units of the aggregate face value of Rs. 250 million and Rs. 500 million respectively. During year 2011 the management rights of the Fund were transferred to another asset management company.

In 2013, BOP filed a suit against the POAMCL before the Honorable High Court of Sindh claiming damages of Rs. 100.4 million in respect of the alleged losses suffered by BOP due to non-honoring of its redemption requests by POAMCL in year 2009 allegedly violating the NBFC regulations and provisions of the trust deed.

The legal advisor of POAMCL has opined that the suit is based on factual inconsistencies and POAMCL has sound defense on legal grounds. During the year ended 31 December 2015, POAMCL had also lodged a counter claim of Rs. 250 million against BOP for damaging the image and reputation of POAMCL.

During the years ended 31 December 2013 and 2014 two former employees of the merged entity served notices to the Company and its former Chief Executive Officer. The employees demanded Rs. 28.5 million for defamation and Rs. 0.723 million against settlement of outstanding dues. Later, the employees also filed cases in the Court of District Judge South at Karachi. The legal advisors of the Company are of the view that although the outcome of the case appears to be favourable, the Company's chances of success cannot currently be determined due to the inherently uncertain nature of the litigation. Furthermore, the management expects that an insignificant amount will be required to settle these cases. Accordingly, provision to the extent of Rs. 0.489 million has been recognised on account of settlement of outstanding dues while no provision has been recognised in respect of defamation claim in the consolidated condensed interim financial statements for the first quarter ended 31 March 2025.

		(Un-Audited)	
		First quarter ended	
		31 March 2025	31 March 2024
		(Rupees in '000)	
23	MARK-UP / RETURN / INTEREST EARNED		
	On:		
	a) On loans and advances	453,640	869,129
	b) On investments	11,734,584	17,380,825
	c) On lendings to financial institutions	151,265	202,803
	d) On balances with banks	2,900	4,451
		<u>12,342,389</u>	<u>18,457,208</u>
24	MARK-UP / RETURN / INTEREST EXPENSED		
	On:		
	a) Deposits	483,486	647,002
	b) Borrowings	9,267,221	17,999,485
	c) Lease liability against right-of-use assets	9,430	3,441
		<u>9,760,137</u>	<u>18,649,928</u>
25	FEE AND COMMISSION INCOME		
	Credit related fees	8,360	6,121
	Investment banking fees	5,147	8,850
	Commission on guarantees	7,666	-
	Underwriting commission of Government securities auction	-	-
	Remuneration from funds under management	8,600	24,792
	Fee from investments advisory services	-	-
		<u>29,773</u>	<u>39,763</u>
26	GAIN ON SECURITIES		
	Realised	26.1 (1,179,863)	78,605
	Unrealised - FVTPL	152,493	10,874
		<u>(1,027,370)</u>	<u>89,479</u>
26.1	Realised gain on:		
	Federal Government securities	(1,185,753)	78,815
	Non Government debt securities	-	-
	Associates	-	-
	Shares	5,890	(210)
		<u>(1,179,863)</u>	<u>78,605</u>
26.2	Net gain on financial assets / liabilities measured at FVPL:		
	Designated upon initial recognition	-	-
	Mandatorily measured at FVPL	(473,014)	(48,283)
		<u>(473,014)</u>	<u>(48,283)</u>
	Net gain / (loss) on financial assets / liabilities measured at amortised cost	-	-
	Net gain / (loss) on financial assets measured at FVOCI	(706,849)	126,888
	Net gain / (loss) on investments in equity instruments designated at FVOCI	-	-
		<u>(706,849)</u>	<u>126,888</u>
		<u>(1,179,863)</u>	<u>78,605</u>
27	OTHER INCOME		
	Gain on sale of property and equipment - net	545	-
	Rent on property	8,154	2,413
	Others	-	-
		<u>8,699</u>	<u>2,413</u>

28 OPERATING EXPENSES	(Un-Audited)	
	First quarter ended	
	31 March 2025	31 March 2024
	(Rupees in '000)	
Total compensation expense	237,025	118,308
Property expense		
Utilities cost	2,184	2,713
Security (including guards)	521	470
Repair & maintenance (including janitorial charges)	9,762	9,055
Depreciation on right-of-use assets & improvements	17,565	6,157
Depreciation	9,402	9,402
	39,434	27,797
Information technology expenses		
Software maintenance	346	211
Hardware maintenance	88	-
Depreciation	4,049	1,223
Amortisation	839	34
Network charges	1,114	936
Others	1,556	186
	7,992	2,590
Other operating expenses		
Directors' fees and allowances	5,475	7,200
Directors' fees and allowances - Subsidiary	360	360
Legal & professional charges	7,368	9,166
Travelling & conveyance	5,125	1,805
Depreciation	16,495	10,355
Training & development	724	665
Postage & courier charges	148	168
Communication	5,314	2,242
Stationery & printing	1,115	545
Marketing, advertisement & publicity	1,802	211
Donations	2,060	-
Auditors' remuneration	1,251	1,218
Membership and subscriptions	2,096	1,645
Transportation	1,719	1,095
Insurance	2,098	1,166
Finance charges on leased assets	243	271
Entertainment and canteen expenses	1,335	1,162
Shahriah advisor fee	-	-
Distribution commission	520	2,482
Others	1,907	1,297
	57,155	43,053
Total operating expenses	341,606	191,748

		(Un-Audited)	
		First quarter ended	
		31 March 2025	31 March 2024
		(Rupees in '000)	
29	OTHER CHARGES		
	Penalties imposed by State Bank of Pakistan	-	-
	Fees, commission and others	<u>38,012</u>	<u>14,109</u>
		<u>38,012</u>	<u>14,109</u>
30	CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET		
	Credit (loss) / reversal allowance for diminution in value of investments	<u>(12,026)</u>	(5,138)
	Credit (loss)/ reversal allowance against loans & advances	<u>(80,685)</u>	195,741
	Credit loss allowance against balances with other banks	<u>(6,291)</u>	57
	Credit loss allowance against lendings to FIs	-	-
	Credit loss allowance against off-balance sheet items	<u>(22,443)</u>	(4,133)
		<u>(121,445)</u>	<u>186,527</u>
31	TAXATION		
	Current	<u>342,817</u>	(24,324)
	Prior years	-	-
	Deferred	<u>129,467</u>	27,905
		<u>472,284</u>	<u>3,581</u>
31.1	Tax contingencies		
	Pak Oman Investment Company Limited		
	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 sufficient provisions have been made and no provision is required.		
	Pak Oman Asset Management Company Limited		
	As per the requirement of Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of Management Company has been applied effective from 13 June 2013. The management is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law. The matter has been taken up collectively by the Mutual Fund Association of Pakistan and the Honorable High Court of Sindh has issued stay order against such levy.		
	During 2016, the Honorable Sindh High Court, in its judgment dated 30 September 2016, on the Constitutional Petition instituted by MUFAP declared that the provisions of the Federal Excise Act, 2005, insofar as they relate to providing or rendering of services, are ultra vires to the 18th amendment of the Constitution with effect from 01 July 2011, the date on which Sindh Sales Tax on Services Act, 2011 came into force. However, the Federal Board of Revenue (FBR) has right to challenge the decision in the Supreme Court of Pakistan within 90 days of the above decision of the Court, and the petition of the Management Company is still pending in the Court; therefore, as a matter of prudence, the Company has maintained the accumulated provision against FED amounting to Rs. 78.345 million as of 31 March 2025		
	Through Finance Act 2016, FED on services rendered by Non-Banking Financial Institutions (NBFIs) including Asset Management Companies, which are already subject to provincial sales tax, has been withdrawn. Accordingly, no FED has been charged on the remuneration of the Company for period subsequent to 30 June 2016.		
32	BASIC AND DILUTED EARNINGS PER SHARE		
	Profit / (loss) attributable to shareholders of the holding company	<i>Rupees in '000</i>	<u>724,768</u> (54,192)
	Weighted average number of ordinary shares issued	<i>Numbers in '000</i>	<u>615,000</u> 615,000
	Basic and diluted earnings per share attributable to shareholders of holding company	<i>Rupees</i>	<u>1.18</u> (0.09)
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	<u>1,078,540</u>	702,358
	Balances with other banks	<u>110,940</u>	87,947
		<u>1,189,480</u>	<u>790,305</u>

34 FAIR VALUE MEASUREMENTS

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, 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.

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 consolidated financial statement.

34.1 Fair Value of financial assets

The Group 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).

In the opinion of management, 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:

On balance sheet financial instruments	31 March 2025 (Unaudited)			
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	302,016,183	-	302,016,183
Shares	1,079,085	-	-	1,079,085
Non-Government Debt Securities	-	2,899,063	-	2,899,063
Mutual funds	-	914,938	-	914,938
Financial assets - disclosed but not measured at fair value				
Investments	-	-	484,459	484,459
On balance sheet financial instruments	31 December 2024 (Audited)			
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Financial assets - measured at fair value				
Investments				
Federal Government Securities	-	347,742,403	-	347,742,403
Shares	1,076,894	-	-	1,076,894
Non-Government Debt Securities	-	2,990,024	-	2,990,024
Mutual funds	-	905,724	-	905,724
Financial assets - disclosed but not measured at fair value				
Investments	-	-	484,459	484,459

35 SEGMENT DETAIL WITH RESPECT TO BUSINESS ACTIVITIES

	First quarter ended 31 March 2025 (Unaudited)				
	Corporate Banking	Investment Banking	Treasury	Asset Management	Total
	----- (Rupees in '000) -----				
Profit & Loss					
Net mark-up/return/profit	45,513	(16,647)	2,553,374	12	2,582,252
Non mark-up / return / interest income	16,026	102,364	(1,011,187)	8,600	(884,197)
Total Income	61,539	85,717	1,542,187	8,612	1,698,055
Segment direct expenses	164,685	44,872	149,604	20,457	379,618
(Provisions) / Reversals	(103,128)	-	(18,317)	-	(121,445)
Profit before tax	(206,274)	40,845	1,374,266	(11,845)	1,196,992
Balance Sheet					
Cash & Bank balances	-	-	1,178,479	2,867	1,181,346
Investments	-	4,247,821	303,095,003	50,904	307,393,728
Lendings to financial institutions	-	-	1,389,150	-	1,389,150
Advances - performing	12,356,616	-	1,920,760	-	14,277,376
non- performing	346,926	-	-	-	346,926
Others	2,314,580	226,201	16,731,786	286,401	19,558,968
Total Assets	15,018,122	4,474,022	324,315,178	340,172	344,147,494
Borrowings	12,831,490	1,093,290	295,328,550	-	309,253,331
Subordinated debt	-	-	-	-	-
Deposits & other accounts	542,534	161,625	11,715,983	-	12,420,142
Others	689,072	151,534	10,984,447	111,458	11,936,511
Total liabilities	14,063,096	1,406,449	318,028,980	111,458	333,609,984
Equity	955,026	3,067,573	6,286,198	228,714	10,537,510
Total Equity & liabilities	15,018,122	4,474,022	324,315,178	340,172	344,147,494
Contingencies & Commitments	6,611,631	70,726	-	-	6,682,357

	First quarter ended 31 March 2024 (Unaudited)				
	Corporate Banking	Investment Banking	Treasury	Asset Management	Total
	----- (Rupees in '000) -----				
Profit & Loss					
Net mark-up/return/profit	117,568	(63,020)	(252,670)	5,402	(192,720)
Non mark-up / return / interest income	6,121	34,863	95,377	25,129	161,490
Total Income	123,689	(28,157)	(157,293)	30,531	(31,230)
Segment direct expenses	104,545	5,465	75,668	20,179	205,857
(Reversals) / Provisions	191,608	-	(5,081)	-	186,527
Profit before tax	210,752	(33,622)	(238,042)	10,352	(50,560)

	Year ended 31 December 2024				
	Corporate Banking	Investment Banking	Treasury	Asset Management	Total
	----- (Rupees in '000) -----				
Balance Sheet					
Cash & Bank balances	-	-	914,032	12,591	926,623
Investments	-	1,390,183	351,754,893	54,428	353,199,504
Lendings to financial institutions	-	-	3,287,200	-	3,287,200
Advances - performing	12,797,277	-	1,906,484	-	14,703,761
- non-performing	311,069	-	-	-	311,069
Others	2,499,860	(21,366)	11,893,490	285,094	14,657,078
Total Assets	15,608,206	1,368,817	369,756,099	352,113	387,085,235.00
Borrowings	14,290,815	1,236,674	334,060,476	-	349,587,965
Subordinated debt	-	-	-	-	-
Deposits & other accounts	659,264	115,490	15,389,528	-	16,164,282
Others	638,159	79,364	10,574,234	112,619	11,404,376
Total liabilities	15,588,238.00	1,431,528.00	360,024,238.00	112,619.00	377,156,623
Equity	19,968	(62,711)	9,731,861	239,494	9,928,612
Total Equity & liabilities	15,608,206	1,368,817	369,756,099	352,113	387,085,235
Contingencies & Commitments	5,295,351	70,726	-	-	5,366,077

36 RELATED PARTY TRANSACTIONS

The Group has related party relationship with various parties, including its directors, key management personnel (including their associates), associates, 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 Group's 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 consolidated financial statements are as follows:

Associates

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

	First quarter ended 31 March 2025 (Unaudited)					Year ended 31 December 2024 (Audited)				
	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties
----- (Rupees in '000) -----										
Balances with other banks										
In deposit accounts	-	-	-	-	-	-	-	-	-	-
Investments										
Opening balance	-	-	905,724	-	226,000	-	-	696,324	-	226,000
Investment made during the period / year	-	-	35,147	-	-	-	-	907,000	-	-
Investment redeemed / disposed off during the period / year	-	-	(25,933)	-	-	-	-	(697,600)	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	914,938	-	226,000	-	-	905,724	-	226,000
Provision for diminution in value of investments	-	-	-	-	-	-	-	-	-	-
Advances										
Opening balance	-	106,848	68,200	-	-	-	62,503	68,200	-	-
Addition during the period / year	-	-	-	-	-	-	70,107	-	-	-
Repaid during the period / year	-	(4,626)	-	-	-	-	(32,153)	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	6,391	-	-	-
Closing balance	-	102,222	68,200	-	-	-	106,848	68,200	-	-
Provision held against advances	-	-	68,200	-	-	-	-	68,200	-	-
----- (Rupees in '000) -----										
	First quarter ended 31 March 2025 (Unaudited)					Year ended 31 December 2024 (Audited)				
	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties
----- (Rupees in '000) -----										
Other Assets										
Interest / mark-up accrued	-	-	-	-	-	-	-	-	-	-
Receivable from staff retirement fund	-	-	-	-	-	-	-	82,162	-	-
Other receivable	-	-	82,097	4,219	-	-	-	-	1,855	-
	-	-	82,097	4,219	-	-	-	82,162	1,855	-
Provision against other assets	-	-	-	-	-	-	-	-	-	-
Deposits and other accounts										
Opening balance	-	21,811	-	-	-	-	40,872	-	-	-
Received during the period / year	-	72,547	-	-	-	-	262,111	-	-	-
Withdrawn during the period / year	-	(61,079)	-	-	-	-	(281,172)	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-	-	-
Closing balance	-	33,279	-	-	-	-	21,811	-	-	-
Other Liabilities										
Interest / mark-up payable	-	247	-	-	-	-	343	-	-	-
Payable to staff retirement fund	-	-	-	-	-	-	-	-	28,008	-
Other liabilities	-	-	-	-	-	-	-	-	-	-
	-	247	-	-	-	-	343	-	28,008	-
Outright sale of Securities	-	-	-	6,849,949	-	-	-	-	23,464,604	-
Outright purchase of Securities	-	-	-	6,623,905	-	-	-	-	22,834,353	-
Contingencies and Commitments										
Other contingencies	-	-	70,726	-	-	-	-	70,726	-	-

36.2 Related party transactions

	First quarter ended 31 March 2025 (Un-audited)					First quarter ended 31 March 2024 (Un-audited)				
	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties
----- (Rupees in '000) -----										
Income										
Mark-up / return / interest earned	-	988	-	-	-	-	621	-	-	-
Fee and commission income	-	-	-	-	-	-	-	-	-	-
Dividend income	-	-	-	-	67,800	-	-	78	-	-
Net gain on sale of securities	-	-	-	329	-	-	-	109,190	(73)	-
Other income	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-
Expense										
Mark-up / return / interest paid	-	702	-	-	-	-	2,060	-	-	-
Operating expenses	-	-	-	-	-	-	-	-	-	-
Non-Executive Directors' fees and allowances	5,835	-	-	-	-	7,200	-	-	-	-
Compensation expenses	-	181,055	-	-	-	-	123,268	-	-	-
Contribution to defined contribution plan	-	-	-	8,529	-	-	-	-	7,144	-
Charge for defined benefit plan	-	-	-	9,116	-	-	-	-	6,340	-

37 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Un-Audited) 31 March 2025	(Audited) 31 December 2024
	(Rupees in '000)	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	<u>6,150,000</u>	<u>6,150,000</u>
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	<u>8,368,723</u>	<u>7,875,724</u>
Eligible Additional Tier 1 (ADT 1) Capital	<u>-</u>	<u>-</u>
Total Eligible Tier 1 Capital	<u>8,368,723</u>	<u>7,875,724</u>
Eligible Tier 2 Capital	<u>432,666</u>	<u>239,850</u>
Total Eligible Capital (Tier 1 + Tier 2)	<u>8,801,389</u>	<u>8,115,574</u>
Risk Weighted Assets (RWAs):		
Credit Risk	<u>15,871,547</u>	<u>17,735,983</u>
Market Risk	<u>2,963,742</u>	<u>2,707,257</u>
Operational Risk	<u>3,986,692</u>	<u>3,986,692</u>
Total	<u>22,821,980</u>	<u>24,429,932</u>
Common Equity Tier 1 Capital Adequacy ratio	<u>36.67%</u>	<u>32.24%</u>
Tier 1 Capital Adequacy Ratio	<u>36.67%</u>	<u>32.24%</u>
Total Capital Adequacy Ratio	<u>38.57%</u>	<u>33.22%</u>
Leverage Ratio (LR):		
Eligible Tier-1 Capital	<u>8,368,723</u>	<u>7,875,724</u>
Total Exposures	<u>348,252,018</u>	<u>394,759,675</u>
Leverage Ratio	<u>2.4%</u>	<u>2.0%</u>
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	<u>52,149,667</u>	<u>40,562,189</u>
Total Net Cash Outflow	<u>82,362,667</u>	<u>40,145,215</u>
Liquidity Coverage Ratio	<u>63.3%</u>	<u>101.0%</u>
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	<u>59,579,225</u>	<u>62,867,362</u>
Total Required Stable Funding	<u>16,503,026</u>	<u>17,097,028</u>
Net Stable Funding Ratio	<u>361.0%</u>	<u>367.7%</u>

38 CREDIT RATING

The VIS Credit Rating Company Limited has maintained the holding Company's rating of AA+ (Double A Plus) in the long term and A-1+ (A One Plus) for the short term.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned asset management rating of AM3++ (Stable) to the subsidiary company in the medium and long term.

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 consolidated financial statements were authorised for issue on 23 April 2025 by the Board of Directors of the holding company.

**Managing Director /
Chief Executive Officer**

Chief Financial Officer

Director

Director

Chairman