

**PAK OMAN INVESTMENT  
COMPANY LIMITED**

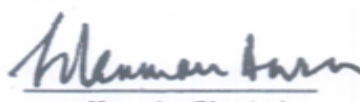
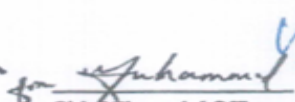
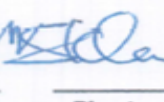


**UNCONSOLIDATED  
CONDENSED INTERIM  
FINANCIAL STATEMENTS  
(UN-AUDITED)**

**FOR THE FIRST QUARTER  
ENDED 31 MARCH 2024**

**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Statement of Financial Position**  
**As at 31 March 2024**

(Un-audited) 31 March 2024 (US Dollar in '000)	(Audited) 31 December 2023		(Un-audited) 31 March 2024 (Rupees in '000)	(Audited) 31 December 2023
		Note		
<b>ASSETS</b>				
2,527	1,917		702,284	532,767
238	472	6	66,121	131,113
-	-	7	-	-
1,286,919	1,207,913	8	357,695,539	335,736,123
50,709	58,212	9	14,094,542	16,179,969
3,136	3,046	10	871,519	846,505
297	313	11	82,665	87,089
-	-	12	-	-
7,730	5,024	13	2,148,499	1,396,492
54,345	43,508	14	15,105,034	12,092,961
-	-		-	-
<b>1,405,901</b>	<b>1,320,405</b>		<b>390,766,203</b>	<b>367,003,019</b>
<b>LIABILITIES</b>				
-	-		-	-
1,298,131	1,226,460	15	360,811,860	340,891,244
62,490	43,959	16	17,369,002	12,218,415
7	8	17	2,036	2,267
-	-		-	-
-	-		-	-
19,339	18,535	18	5,375,071	5,151,620
<b>1,379,967</b>	<b>1,288,962</b>		<b>383,557,969</b>	<b>358,263,546</b>
<b>25,934</b>	<b>31,443</b>		<b>7,208,234</b>	<b>8,739,473</b>
<b>NET ASSETS</b>				
<b>REPRESENTED BY</b>				
22,127	22,127	19	6,150,000	6,150,000
6,318	6,302		1,756,082	1,751,681
(2,918)	1,466	20	(810,950)	407,448
407	1,548		113,102	430,344
<b>25,934</b>	<b>31,443</b>		<b>7,208,234</b>	<b>8,739,473</b>
<b>CONTINGENCIES AND COMMITMENTS</b>				
		21		

The annexed notes from 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.

 Managing Director/ Chief Executive Officer	 Chief Financial Officer	 Director	 Director	 Chairman
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**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)**  
**For the first quarter ended 31 March 2024**

31 March 2024 (US Dollar in '000)	31 March 2023		Note	31 March 2024 (Rupees in '000)	31 March 2023
66,386	23,980	Mark-up / return / interest earned	22	18,451,779	6,665,158
67,099	22,608	Mark-up / return / interest expensed	23	18,649,901	6,283,776
(713)	1,372	<b>Net mark-up / return / interest income</b>		(198,122)	381,382
<b>NON MARK-UP / INTEREST INCOME</b>					
54	33	Fee and commission income	24	14,971	9,279
23	-	Dividend income		6,313	-
-	-	Foreign exchange income		-	-
-	-	Income / (loss) from derivatives		-	-
713	(25)	Gain / (Loss) on securities	25	198,168	(7,020)
-	-	Net gains/(loss) on derecognition of financial assets measured at amortised cost		-	-
9	27	Other income	26	2,413	7,525
799	35	Total non mark-up / interest income		221,865	9,784
86	1,407	<b>Total income</b>		23,743	391,166
<b>NON MARK-UP / INTEREST EXPENSES</b>					
617	668	Operating expenses	27	171,569	185,603
-	-	Workers Welfare Fund		-	-
51	39	Other charges	28	14,109	10,910
668	707	Total non mark-up / interest expenses		185,678	196,513
(582)	700	<b>Profit / (loss) before provisions</b>		(161,935)	194,653
671	534	Credit (loss) / reversal allowance and write offs - net	29	186,527	148,322
-	-	Extra ordinary / unusual items		-	-
89	1,234	<b>PROFIT BEFORE TAXATION</b>		24,592	342,975
(9)	(406)	Taxation	30	(2,589)	(112,773)
80	828	<b>PROFIT AFTER TAXATION</b>		22,003	230,202
<b>(US \$)</b>				<b>(Rupees)</b>	
0.0001	0.0013	<b>Basic and diluted earnings per share</b>	31	0.04	0.37

The annexed notes from 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.

  
 Managing Director/  
 Chief Executive Officer

  
 Chief Financial Officer

  
 Director

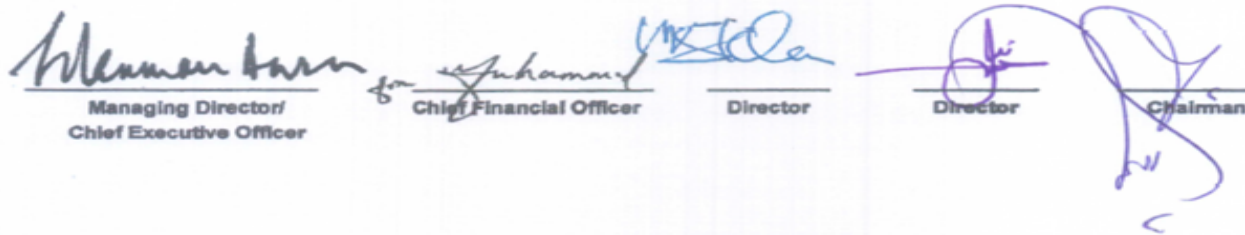
  
 Director

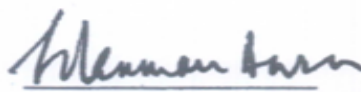
  
 Chairman

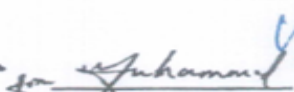
**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)**  
**For the first quarter ended 31 March 2024**

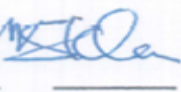
31 March 2024 (US Dollar in '000)	31 March 2023 (US Dollar in '000)		31 March 2024 (Rupees in '000)	31 March 2023 (Rupees in '000)
80	828	<b>Profit after taxation for the period</b>	22,003	230,202
		<b>Other comprehensive income</b>		
		<b>Items that may be reclassified to profit and loss account in subsequent periods</b>		
(4,371)	(2,233)	Movements in (deficit) / surplus on revaluation of debt investments through FVOCI- net of tax	(1,214,992)	(620,637)
		<b>Items that will not be reclassified to profit and loss account in subsequent periods</b>		
(12)	(13)	Movement in surplus on revaluation of property and equipment - net of tax	(3,406)	(3,739)
-	-	Movement in surplus on revaluation of non-banking assets- net of tax	-	-
(12)	(13)		(3,406)	(3,739)
<u>(4,303)</u>	<u>(1,418)</u>	<b>Total comprehensive income</b>	<u>(1,196,395)</u>	<u>(394,174)</u>


The annexed notes from 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.




  
 Managing Director/  
 Chief Executive Officer

  
 Chief Financial Officer

  
 Director

  
 Director

  
 Chairman

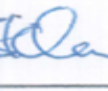
**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)**  
**For the first quarter ended 31 March 2024**

	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 01 January 2023	6,150,000	1,610,659	311,630	(351,972)	333,054	646,307	8,699,678
Impact of adopting IFRS 9 - Note 3	-	-	-	167,440	-	(788,335)	(620,895)
Profit after taxation	-	-	-	-	-	230,202	230,202
Other comprehensive income / (loss) - net of tax	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(620,637)	-	-	(620,637)
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	-	-	-	-	(3,739)	-	(3,739)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	(620,637)	(3,739)	-	(624,376)
Transfer from general reserve	-	-	(311,630)	-	-	311,630	-
Transfer to statutory reserve	-	46,040	-	-	-	(46,040)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	3,739	3,739
<b>Transaction with owners recorded directly in equity</b>							
Final cash dividend - 31 December 2022 declared subsequent to the year end (Rs. 0.50 per share)	-	-	-	-	-	(307,500)	(307,500)
<b>Opening balance as at 01 April 2023</b>	<b>6,150,000</b>	<b>1,656,699</b>	<b>-</b>	<b>(805,169)</b>	<b>329,315</b>	<b>50,003</b>	<b>7,380,848</b>
Profit after taxation	-	-	-	-	-	474,909	474,909
Other comprehensive income / (loss) - net of tax	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	921,183	-	-	921,183
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	1,832	-	-	1,832
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	(7,714)	(7,714)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	(39,713)	-	(39,713)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	923,015	(39,713)	(7,714)	875,588
Transfer to statutory reserve	-	94,982	-	-	-	(94,982)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	8,128	8,128
<b>Opening balance as at 01 January 2024</b>	<b>6,150,000</b>	<b>1,751,681</b>	<b>-</b>	<b>117,846</b>	<b>289,602</b>	<b>430,344</b>	<b>8,739,473</b>
Profit after taxation	-	-	-	-	-	22,003	22,003
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)
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)
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)
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
<b>Transaction with owners recorded directly in equity</b>							
Final cash dividend - 31 December 2023 declared subsequent to the year end (Rs. 0.55 per share)	-	-	-	-	-	(338,250)	(338,250)
<b>Closing balance as at 31 March 2024</b>	<b>6,150,000</b>	<b>1,756,082</b>	<b>-</b>	<b>(1,097,146)</b>	<b>286,196</b>	<b>113,102</b>	<b>7,208,234</b>

The annexed notes from 1 to 39 form an integral part of these unconsolidated condensed interim financial statements.

  
**Managing Director/  
Chief Executive Officer**

  
**Chief Financial Officer**

  
**Director**

  
**Chairman**

**Pak Oman Investment Company Limited**  
**Unconsolidated Condensed Interim Cash Flow Statement (Un-audited)**  
**For the first quarter ended 31 March 2024**

31 March 2024	31 March 2023		Note	31 March 2024	31 March 2023
(US Dollar in '000)				(Rupees in '000)	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>					
89	1,234	Profit before taxation		24,592	342,975
(23)	-	Less: Dividend income		(6,313)	-
66	1,234			18,279	342,975
<b>Adjustments:</b>					
73	49	Depreciation		20,395	13,579
19	19	Depreciation on right-of-use assets		5,253	5,210
-	-	Amortization		-	-
(688)	(534)	Credit loss / (reversal) allowance and write offs - net	29	(191,184)	(148,322)
-	(7)	Gain on sale of property and equipment - net		-	(1,971)
12	11	Mark-up / return / profit / interest expensed on lease liability against right-of-use assets		3,414	3,183
1	1	Finance charges on leased assets		271	222
(39)	43	Unrealised loss / (gain) on revaluation of investments classified as held-for-trading		(10,874)	11,856
(622)	(418)			(172,725)	(116,243)
(556)	816			(154,446)	226,732
<b>(Increase) / Decrease in operating assets</b>					
-	14,804	Lendings to financial institutions		-	4,114,721
118,082	36,179	Securities classified as FVPL		32,820,461	10,055,891
8,224	(1,887)	Advances		2,285,825	(524,592)
(9,700)	9,279	Other assets (excluding advance taxation)		(2,696,202)	2,579,117
116,606	58,375			32,410,084	16,225,137
<b>Increase / (decrease) in operating liabilities</b>					
-	-	Bills payable		-	-
71,671	43,324	Borrowings		19,920,616	12,041,837
18,531	2,830	Deposits		5,150,587	786,491
(396)	(188)	Other liabilities (excluding current taxation)		(109,753)	(52,093)
89,806	45,966			24,961,450	12,776,235
205,856	105,157			57,217,088	29,228,104
(1,069)	(2,754)	Income tax paid		(297,012)	(765,548)
204,787	102,403	<b>Net cash flow (used in) / from operating activities</b>		56,920,076	28,462,556
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>					
(203,940)	(105,321)	Net Investments in securities classified as FVOCI		(56,684,485)	(29,273,559)
-	-	Net investments in amortized cost securities		-	-
(304)	(3)	Investments in associates		(84,560)	(856)
-	-	Investment in subsidiary		-	-
46	-	Dividend received		12,770	-
(166)	(80)	Investments in property and equipment		(46,238)	(22,358)
-	7	Proceeds from sale of property and equipment		-	1,971
(204,364)	(105,397)	<b>Net cash flow from / (used in) investing activities</b>		(56,802,513)	(29,294,802)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>					
(2)	(2)	Payments of lease obligations		(502)	(432)
(45)	(22)	Payments of lease obligation against right-of-use assets		(12,593)	(6,012)
-	-	Dividend paid		-	-
(47)	(24)	<b>Net cash flow (used in) financing activities</b>		(13,095)	(6,444)
376	(3,018)	<b>Increase / (decrease) in cash and cash equivalents</b>		104,468	(838,690)
2,393	7,091	Cash and cash equivalents at beginning of the period		665,107	1,970,858
2,769	4,073	<b>Cash and cash equivalents at end of the period</b>	32	769,575	1,132,168

The annexed notes from 1 to 39 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 first quarter ended 31 March 2024**

**1 STATUS AND NATURE OF BUSINESS**

Pak Oman Investment Company Limited (the Company) was incorporated as a private limited company on 23 July 2001. Subsequently, on 17 March 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 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. The registered office of the Company is situated at 1st Floor, Block A, Finance and Trade Centre, Shahrah-e-Faisal, 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 Letter No. 35 dated 28 October 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 unconsolidated financial statements for the year ended 31 December 2023.

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 and have not been accounted for on the basis of reported results and net assets of the investees (equity method) which is incorporated in the consolidated financial statements of the Company.

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 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 profit and loss account, unconsolidated condensed interim statement of comprehensive income and unconsolidated 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 Rs.277.9472 = 1 US dollar for the first quarter ended 31 March 2024 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, 2024 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 unconsolidated interim financial statements.

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

The following IFRS as notified under the Companies Act, 2017 and the amendments thereto will be effective for future periods and not early adopted:

Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Lack of Exchange	January 01, 2025
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The above standards, amendments and improvements are not expected to have any material impact on the unconsolidated financial statements of the Company for the future periods.

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

## **3 SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies applied by the Company are the same as those applied in annual audited financial statements for the year ended December 31, 2023.

## **4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

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 audited annual unconsolidated financial statements for the year ended 31 December 2023.

## **5 FINANCIAL RISK MANAGEMENT**

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

	Note	(Un-audited) 31 March 2024	(Audited) 31 December 2023
(Rupees in '000)			
<b>6 CASH AND BALANCES WITH TREASURY BANKS</b>			
In hand			
local currency		120	120
foreign currency		403	403
		<b>523</b>	523
With State Bank of Pakistan in			
Local currency current account	6.1	<b>701,557</b>	532,146
With National Bank of Pakistan in			
Local currency current account		<b>204</b>	98
Less: Credit loss allowance held against cash and balances with treasury banks		-	-
		<b>702,284</b>	<b>532,767</b>
<b>6.1</b>	This represent the amount required to be maintained by the Company in accordance with the SBP's Regulations.		
<b>7 BALANCES WITH OTHER BANKS</b>			
In Pakistan:			
In current accounts		<b>41,703</b>	111,059
In deposit accounts		<b>3,648</b>	2,563
		<b>45,351</b>	113,622
Outside Pakistan:			
In current accounts		<b>21,940</b>	18,718
Less: Credit loss allowance held against balances with other banks		<b>(1,170)</b>	(1,227)
		<b>66,121</b>	131,113
<b>8 LENDINGS TO FINANCIAL INSTITUTIONS</b>			
Placements		-	-
Repurchase agreement lendings (Reverse Repo)		-	-
Less: Credit loss allowance held against lending to financial institutions		-	-
		-	-

## 9 INVESTMENTS

(Un-audited)				(Audited)			
31 March 2024				31 December 2023			
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	17,383,790	-	(1,529)	17,382,261	50,204,251	-	(12,403)	50,191,848
Non-Government debt securities	-	-	-	-	-	-	-	-
	<b>17,383,790</b>	<b>-</b>	<b>(1,529)</b>	<b>17,382,261</b>	50,204,251	-	(12,403)	50,191,848

## FVOCI

Federal Government securities	337,127,486	-	(2,093,864)	335,033,622	280,759,955	-	(78,846)	280,681,109
Shares	617,284	(111,717)	264,791	770,358	468,385	(111,717)	251,228	607,896
Non-Government debt securities	3,832,432	(442,466)	27,058	3,417,024	3,664,377	(437,328)	20,507	3,247,556
	<b>341,577,202</b>	<b>(554,183)</b>	<b>(1,802,015)</b>	<b>339,221,004</b>	284,892,717	(549,045)	192,889	284,536,561

## Associates

767,627	(70,726)	-	696,901	683,067	(70,726)	-	612,341
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## Subsidiary

681,995	(286,622)	-	395,373	681,995	(286,622)	-	395,373
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## Total Investments

<b>360,410,614</b>	<b>(911,531)</b>	<b>(1,803,544)</b>	<b>357,695,539</b>	336,462,030	(906,393)	180,486	335,736,123
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## 9.1.1 Investments given as collateral

	(Un-audited)				(Audited)			
	31 March 2024				31 December 2023			
	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	149,928,343	-	(722,707)	149,205,636	144,428,963	-	108,584	144,537,547
- Ijara Sukuk	-	-	-	-	-	-	-	-
- Market Treasury Bills	164,683,598	-	(1,254,121)	163,429,477	160,747,511	-	(177,656)	160,569,855
	<b>314,611,941</b>	<b>-</b>	<b>(1,976,828)</b>	<b>312,635,113</b>	<b>305,176,474</b>	<b>-</b>	<b>(69,072)</b>	<b>305,107,402</b>
<b>Shares</b>								
- Listed companies	-	-	-	-	-	-	-	-
- Unlisted companies	-	-	-	-	-	-	-	-
	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Associates</b>								
Japan Power Generation Limited	70,726	(70,726)	-	-	70,726	(70,726)	-	-
<b>Total investments</b>	<b>314,682,667</b>	<b>(70,726)</b>	<b>(1,976,828)</b>	<b>312,635,113</b>	<b>305,247,200</b>	<b>(70,726)</b>	<b>(69,072)</b>	<b>305,107,402</b>

	(Un-audited)	(Audited)
	31 March 2024	31 December 2023
	(Rupees in '000)	
<b>9.2 Credit loss allowances for diminution in value of investments</b>		
<b>9.2.1 Opening balance</b>	906,393	868,319
<b>Impact of adopting IFRS 9</b>	-	20,072
<b>Charge / (reversal)</b>		
Charge for the period / year	5,307	32,018
Reversals for the period / year	(169)	(14,016)
	5,138	18,002
Transfers - net	-	-
<b>Closing balance</b>	<b>911,531</b>	<b>906,393</b>

## 9.2.2 Particulars of credit loss allowances against debt securities

	(Un-audited)		(Audited)	
	31 March 2024		31 December 2023	
Category of classification	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
	(Rupees in '000)			
<b>Domestic</b>				
<b>Performing</b>	3,167,909	9,076	2,999,855	4,118
<b>Underperforming</b>	219,851	9,166	219,850	8,986
<b>Non-performing</b>	-	-	-	-
Other assets especially mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	444,672	424,224	444,672	424,224
<b>Total</b>	<b>3,832,432</b>	<b>442,466</b>	<b>3,664,377</b>	<b>437,328</b>

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

## 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)
	31 March 2024	31 December 2023	31 March 2024	31 December 2023	31 March 2024	31 December 2023
	(Rupees in '000)					
Loans, cash credits, running finances, etc.	13,924,290	15,044,600	2,324,208	2,535,945	16,248,498	17,580,545
Margin trading	683,899	1,637,677	-	-	683,899	1,637,677
Advances - Gross	14,608,189	16,682,277	2,324,208	2,535,945	16,932,397	19,218,222
Credit loss allowance against advances						
Stage 1	23,676	10,443	-	-	23,676	10,443
Stage 2	633,832	676,586	-	-	633,832	676,586
Stage 3	-	-	2,180,347	2,351,224	2,180,347	2,351,224
	657,508	687,029	2,180,347	2,351,224	2,837,855	3,038,253
Advances - net of credit loss allowance	13,950,681	15,995,248	143,861	184,721	14,094,542	16,179,969

## 10.1 Particulars of advances (Gross)

	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	(Rupees in '000)	
In local currency	16,932,397	19,218,222
In foreign currencies	-	-
	16,932,397	19,218,222

10.2 Advances include Rs. 2,324 million (2023: Rs 2,536 million) which have been placed under the non-performing / Stage 3 status as detailed below:

Category of Classification	(Un-audited)		(Audited)	
	31 March 2024		31 December 2023	
	Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
	(Rupees in '000)			
Domestic	-	-	188,425	150,740
Other Assets Especially Mentioned	-	-	-	-
Substandard	-	-	-	-
Doubtful	462,705	370,164	465,205	372,165
Loss	1,861,503	1,810,183	1,882,315	1,828,319
	2,324,208	2,180,347	2,535,945	2,351,224

## 10.3 Particulars of credit loss allowance against advances

	(Un-audited)				(Audited)			
	31 March 2024				31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	(Rupees in '000)							
Opening balance	10,443	676,586	2,351,224	3,038,253	-	-	854,440	854,440
Impact of adopting IFRS 9	-	-	-	-	25,765	308,791	816,062	1,150,618
Charge for the year	13,233	-	-	13,233	2,570	442,721	798,314	1,243,605
Reversals	-	(42,754)	(166,220)	(208,974)	(17,892)	(74,926)	(117,592)	(210,410)
	13,233	(42,754)	(166,220)	(195,741)	(15,322)	367,795	680,722	1,033,195
Amounts written off	-	-	(4,657)	(4,657)	-	-	-	-
Closing balance	23,676	633,832	2,180,347	2,837,855	10,443	676,586	2,351,224	3,038,253

## 10.4 Advances - Particulars of credit loss allowance

	(Un-audited)				(Audited)			
	31 March 2024				31 December 2023			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	(Rupees in '000)							
Opening balance	10,443	676,586	2,351,224	3,038,253	-	-	854,440	854,440
Impact of adopting IFRS 9	-	-	-	-	25,765	308,791	816,062	1,150,618
New Advances	1,108	-	-	1,108	477	-	-	477
Advances derecognised or repaid	12,125	(65,545)	(166,220)	(219,640)	(17,418)	367,795	308,557	658,934
Transfer to stage 1	-	22,791	-	22,791	1,619	-	-	1,619
Transfer to stage 2	-	-	-	-	-	-	-	-
Transfer to stage 3	-	-	-	-	-	-	372,165	372,165
	13,233	(42,754)	(166,220)	(195,741)	(15,322)	367,795	680,722	1,033,195
Amounts written off / charged off	-	-	(4,657)	(4,657)	-	-	-	-
Changes in risk parameters	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
Closing balance	23,676	633,832	2,180,347	2,837,855	10,443	676,586	2,351,224	3,038,253

## 10.5 Category of Classification

	(Un-audited)		(Audited)		
	31 March 2024		31 December 2023		
	Outstanding Amount	Credit loss allowance	Outstanding Amount	Credit loss allowance	
	(Rupees in '000)				
Domestic					
Performing	Stage 1	11,223,661	23,676	13,489,847	10,443
Underperforming	Stage 2	3,384,528	633,832	3,192,430	676,586
Non-performing	Stage 3	-	-	188,425	150,740
Other Assets Especially Mentioned		-	-	-	-
Substandard		462,705	370,164	465,205	372,165
Doubtful		1,861,503	1,810,183	1,882,315	1,828,319
Loss		16,932,397	2,837,855	19,218,222	3,038,253

	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	(Rupees in '000)	
<b>11 PROPERTY AND EQUIPMENT</b>		
Capital work-in-progress	42,058	-
Office premises	661,239	670,640
Vehicles, equipment and Furniture and fixtures	168,222	175,865
	<u>871,519</u>	<u>846,505</u>

	(Un-audited) 31 March 2024	(Un-audited) 31 March 2023
	(Rupees in '000)	
<b>11.1 Additions to fixed assets</b>		
The following additions have been made to fixed assets during the period:		
<b>Capital work-in-progress</b>	42,058	10,740
<b>Vehicles, equipment and Furniture and fixtures</b>		
Improvements	-	-
Office equipments	-	120
Computer equipments	1,853	-
Furniture and fixture	1,037	850
Vehicles	1,290	10,648
	<u>4,180</u>	<u>11,618</u>
Total	<u>46,238</u>	<u>22,358</u>

#### 11.2 Disposal of fixed assets

The net book value of fixed assets disposed off during the period is as follows:

Furniture and fixture	-	-
Office equipment	-	-
Improvements	-	-
Vehicles	-	-
Total	<u>-</u>	<u>-</u>

	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	(Rupees in '000)	
<b>12 RIGHT-OF-USE-ASSETS</b>		
As at January 01,		
Cost	160,286	156,112
Accumulated depreciation	(73,197)	(61,176)
Net Carrying amount at January 01,	<u>87,089</u>	<u>94,936</u>
Additions during the year	-	14,440
Deletions during the year	-	(7,594)
Depreciation Charge for the year	(4,424)	(14,693)
Net Carrying amount	<u>82,665</u>	<u>87,089</u>

	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	(Rupees in '000)	
<b>13 DEFERRED TAX ASSETS</b>		
<b>Deductible Temporary Differences on</b>		
Credit loss allowance against investments and others	330,636	327,044
Amortisation of premium on Federal Government Securities	1,895	2,777
Credit loss allowance against advances	1,106,764	1,184,919
Accelerated tax depreciation allowances	34,922	29,745
Revaluation on investments classified as FVTOCI	704,869	(75,043)
Revaluation on investments classified as FVTPL	596	4,837
Difference of Corporate tax & Alternative Corporate Tax (ACT)	34,959	-
Net investment in finance leases	84,711	76,532
	<b>2,299,352</b>	<b>1,550,811</b>
<b>Taxable Temporary Differences on</b>		
Assets subject to finance leases	(44)	(64)
Revaluation on fixed assets	(150,425)	(152,258)
Dividend receivable	(384)	(1,997)
	<b>(150,853)</b>	<b>(154,319)</b>
	<b>2,148,499</b>	<b>1,396,492</b>
<b>14 OTHER ASSETS</b>		
Income / mark-up accrued in local currency - net of provision	8,743,185	6,231,061
Dividend income receivable	1,532	7,989
Mark-up / profit receivable on purchase of securities	2,809,222	2,393,703
Security deposits	14,924	4,824
Prepayments	43,588	35,533
Taxation	3,488,525	3,166,197
Receivables against sale of investments	-	215,768
Non-banking assets acquired in satisfaction of claims	-	-
Defined contribution plan	-	-
Defined benefit plan	-	-
Others	4,058	37,886
	<b>15,105,034</b>	<b>12,092,961</b>
Less: Provision held against other assets	-	-
Other assets (net of provisions)	<b>15,105,034</b>	<b>12,092,961</b>
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	-	-
	<b>15,105,034</b>	<b>12,092,961</b>

	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	(Rupees in '000)	
<b>15 BORROWINGS</b>		
<b>Secured</b>		
Borrowings from the State Bank of Pakistan:		
- Long term financing facility (LTFF)	1,947,161	2,084,778
- Financing Power Plants Using Renewable Energy (REF)	221,269	235,204
- Financing Facility for Storage of Agricultural Produce (FFSAP)	26,923	28,846
- Temporary Economic Refinance Facility (TERF)	186,739	195,946
Repurchase agreement borrowings	317,250,271	292,639,130
Long term borrowings	2,825,000	3,950,000
Short term borrowing	70,498	15,000,000
Bai Muajjal	-	-
<b>Total secured</b>	<b>322,527,861</b>	<b>314,133,904</b>
<b>Unsecured</b>		
Placements	16,010,000	4,220,000
Murabaha financing	22,273,999	22,537,340
<b>Total unsecured</b>	<b>38,283,999</b>	<b>26,757,340</b>
	<b>360,811,860</b>	<b>340,891,244</b>
<b>16 DEPOSITS AND OTHER ACCOUNTS</b>		
	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	In local currency	In local currency
	Total	Total
	(Rupees in '000)	
<b>Certificates of investment</b>		
Financial institutions	5,699,500	705,500
Others	11,669,502	11,512,915
	<b>17,369,002</b>	<b>12,218,415</b>
	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	(Rupees in '000)	
<b>17 LEASE LIABILITIES</b>		
Outstanding amount at the start of the year	2,267	3,139
Additions during the year	-	-
Lease payments including interest	(502)	(1,937)
Interest expense	271	1,065
Outstanding amount	<b>2,036</b>	<b>2,267</b>
<b>17.1 Liabilities outstanding</b>		
Not later than one year	978	955
Later than one year and upto five years	1,058	1,312
	<b>2,036</b>	<b>2,267</b>

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% (2023: 9.17%) per annum. At the end of lease term, the Company has option to acquire the assets, subject to adjustment of security deposit.

		(Un-audited) 31 March 2024	(Audited) 31 December 2023
		(Rupees in '000)	
<b>18</b>	<b>OTHER LIABILITIES</b>		
	Mark-up/ Return/ Interest payable in local currency	4,415,513	4,422,998
	Accrued expenses	299,455	429,745
	Dividend payable	338,250	-
	Staff gratuity	-	15,062
	Security deposits against investment in finance leases	105,287	109,855
	Taxation	-	-
	Lease liability against right-of-use assets	107,574	116,203
	Withholding tax and sales tax payable	11,934	10,957
	Payable against purchase of shares	47,979	-
	Credit loss allowances against off-balance sheet obligations	5,812	1,679
	Others	43,267	45,121
		<b>5,375,071</b>	<b>5,151,620</b>
<b>19</b>	<b>SHARE CAPITAL</b>		
<b>19.1</b>	<b>Authorized Capital</b>		
		(Unaudited) 31-Mar-24	(Audited) 31-Dec-23
		(Number of shares)	
		<b>1,000,000,000</b>	1,000,000,000
	Ordinary shares of Rs.10 each	<b>10,000,000</b>	10,000,000
<b>19.2</b>	<b>Issued, subscribed and paid-up</b>		
		31-Mar-24	31-Dec-23
		Ordinary shares of Rs. 10 each	
		<b>600,000,000</b>	600,000,000
	- Fully paid in cash	<b>6,000,000</b>	6,000,000
		<b>15,000,000</b>	15,000,000
	- Issued as bonus shares	<b>150,000</b>	150,000
		<b>615,000,000</b>	615,000,000
		<b>6,150,000</b>	6,150,000
<b>19.3</b>	The Ministry of Finance on behalf of the Government of Pakistan and Sultanate of Oman through Oman Investment Authority each holds 307,495,900 (2023: 307,495,900) ordinary shares of the Company, while 4,100 (2023: 4,100) ordinary shares each are held by Secretary – Economic Affairs Division, Government of Pakistan and Ministry of Commerce and Industry, Sultanate of Oman.		
<b>20</b>	<b>(DEFICIT) / SURPLUS ON REVALUATION OF ASSETS</b>		
	Surplus on revaluation of		
	- Securities measured at FVOCI-Debt	<b>(2,066,806)</b>	(58,339)
	- Securities measured at FVOCI-Equity	<b>264,791</b>	251,228
	- Property and equipment	<b>469,173</b>	474,758
	- Non-banking assets acquired in satisfaction of claims	-	-
		<b>(1,332,842)</b>	667,647
	Deferred tax on surplus on revaluation of:		
	- Securities measured at FVOCI-Debt	<b>806,054</b>	22,752
	- Securities measured at FVOCI-Equity	<b>(101,185)</b>	(97,795)
	- Property and equipment	<b>(182,977)</b>	(185,156)
	- Non-banking assets acquired in satisfaction of claims	-	-
		<b>521,892</b>	(260,199)
		<b>(810,950)</b>	407,448

		(Unaudited) 31-Mar-24	(Audited) 31-Dec-23
		(Rupees in '000)	
<b>21</b>	<b>CONTINGENCIES AND COMMITMENTS</b>		
	<b>Transaction related contingent liability:</b>		
	Standby letter of credit	<b>921,005</b>	988,645
	Pledge of shares on behalf of Japan Power Generation Limited	21.1 <b>70,726</b>	70,726
	Commitments for:		
	Purchase of Government securities	-	5,087,589
	Sale of Government securities	<b>29,969</b>	450,282
	Commitments for advances and net investment in finance leases	<b>1,760,000</b>	600,698
<b>21.1</b>	Shares in Japan Power Generation Limited (JPGL) (an associate) aggregating 17,622,878 having a cost of Rs. 70.726 million (2023: 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).		

		(Un-audited)	
		First quarter ended	
Note		31 March 2024	31 March 2023
(Rupees in '000)			
<b>22</b>	<b>MARK-UP / RETURN / INTEREST EARNED</b>		
	On:		
	a) Loans and advances	869,129	751,489
	b) Investments	17,377,753	5,405,018
	c) Lendings to financial institutions	202,803	469,145
	d) Balances with banks	2,094	39,506
		<u>18,451,779</u>	<u>6,665,158</u>
<b>23</b>	<b>MARK-UP / RETURN / INTEREST EXPENSED</b>		
	On:		
	a) Deposits	647,002	460,152
	b) Borrowings	17,999,485	5,820,441
	c) Lease liability against right-of-use assets	3,414	3,183
		<u>18,649,901</u>	<u>6,283,776</u>
<b>24</b>	<b>FEE AND COMMISSION INCOME</b>		
	Credit related fees	6,121	6,205
	Investment banking fees	8,850	2,375
	Commission on guarantees	-	699
	Underwriting commission of Government securities auction	-	-
		<u>14,971</u>	<u>9,279</u>
<b>25</b>	<b>GAIN ON SECURITIES</b>		
	Realised	187,294	4,836
	Unrealised - held for trading	10,874	(11,856)
		<u>198,168</u>	<u>(7,020)</u>
<b>25.1</b>	<b>Realised gain/(loss) on:</b>		
	Federal Government Securities	78,478	3,456
	Non Government debt securities	-	300
	Mutual Funds	109,026	1,080
	Shares	(210)	-
		<u>187,294</u>	<u>4,836</u>
<b>26</b>	<b>OTHER INCOME</b>		
	Gain on sale of property and equipment - net	-	1,971
	Rent on property	2,413	5,554
		<u>2,413</u>	<u>7,525</u>

	(Un-audited)	
	First quarter ended	
	31 March 2024	31 March 2023
	(Rupees in '000)	
<b>27 OPERATING EXPENSES</b>		
Total compensation expense	106,854	141,166
<b>Property expense</b>		
Utilities cost	2,384	1,190
Security (including guards)	323	259
Repair & maintenance (including janitorial charges)	7,890	2,667
Depreciation on right-of-use assets & improvements	5,253	5,210
Depreciation	9,402	9,402
	<b>25,252</b>	<b>18,728</b>
<b>Information technology expenses</b>		
Software maintenance	211	211
Hardware maintenance	-	448
Depreciation	1,223	766
Network charges	936	589
Others	186	161
	<b>2,556</b>	<b>2,175</b>
<b>Other operating expenses</b>		
Directors' fees and allowances	7,200	6,675
Legal & professional charges	7,761	2,055
Travelling & conveyance	1,570	3,002
Depreciation	9,770	3,411
Training & development	665	63
Postage & courier charges	168	148
Communication	2,242	2,393
Stationery & printing	305	392
Marketing, advertisement & publicity	211	76
Donations	-	30
Auditors' remuneration	1,218	769
Membership and subscriptions	1,645	752
Transportation	1,095	914
Insurance	851	610
Finance charges on leased assets	271	222
Entertainment and canteen expenses	974	903
Others	961	1,119
	<b>36,907</b>	<b>23,534</b>
Total operating expenses	<b>171,569</b>	<b>185,603</b>

		(Un-audited)	
		First quarter ended	
		31 March	31 March
		2024	2023
		(Rupees in '000)	
<b>28</b>	<b>OTHER CHARGES</b>		
	Penalties imposed by State Bank of Pakistan	-	-
	Fee, commission and others	14,109	10,910
		<u>14,109</u>	<u>10,910</u>
<b>29</b>	<b>CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET</b>		
	Credit (loss) / reversal allowance for diminution in value of investments	(5,138)	(1,242)
	Credit (loss)/ reversal allowance against loans & advances	195,741	150,145
	Credit (loss) / reversal allowance against balances with other banks	57	69
	Credit (loss) / reversal allowance against lendings to FIs	-	(30)
	Credit (loss) / reversal allowance against off-balance sheet items	(4,133)	(620)
		<u>186,527</u>	<u>148,322</u>
<b>30</b>	<b>TAXATION</b>		
	Current	(25,316)	72,573
	Prior years	-	-
	Deferred	27,905	40,200
		<u>2,589</u>	<u>112,773</u>

### 30.1 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 and no provision is required.

		(Un-audited)	
		First quarter ended	
		31 March	31 March
		2024	2023
		(Rupees in '000)	
<b>31</b>	<b>BASIC AND DILUTED EARNINGS PER SHARE</b>		
	Profit after taxation	Rupees in '000	<u>22,003</u>
			<u>230,202</u>
	Weighted average number of ordinary shares issued	Numbers in '000	<u>615,000</u>
			<u>615,000</u>
	Basic and diluted earnings per share	Rupees	<u>0.04</u>
			<u>0.37</u>

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

		(Un-audited)	
		First quarter ended	
		31 March	31 March
		2024	2023
		(Rupees in '000)	
<b>32</b>	<b>CASH AND CASH EQUIVALENTS</b>		
	Cash and balances with treasury banks	702,284	587,091
	Balances with other banks	67,291	545,077
		<u>769,575</u>	<u>1,132,168</u>

### 33 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, other than investments in associates and subsidiaries, is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

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

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 statement

#### 33.1 Fair value of financial assets

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

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

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

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:

(Un-audited)				
As at 31 March 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	-	352,415,883	-	352,415,883
Shares	285,899	-	-	285,899
Non-Government debt securities	-	3,417,024	-	3,417,024
Mutual funds	-	696,901	-	696,901
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments	-	-	879,832	879,832
(Audited)				
As at 31 December 2023				
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	-	330,872,957	-	330,872,957
Provincial Government Securities	-	-	-	-
Shares	123,437	-	-	123,437
Non-Government debt securities	-	3,247,556	-	3,247,556
Foreign Securities	-	-	-	-
Others (to be specified)	-	-	-	-
Mutual funds	-	612,341	-	612,341
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments	-	-	879,832	879,832

## 34 SEGMENT DETAIL WITH RESPECT TO BUSINESS ACTIVITIES

	(Un-audited)			
	First quarter ended 31 March 2024			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Profit &amp; loss account</b>				
Net mark-up / return / profit	117,568	(63,020)	(252,670)	(198,122)
Non mark-up / return / interest income	6,121	120,367	95,377	221,865
Total income	123,689	57,347	(157,293)	23,743
Segment direct expenses	104,545	5,465	75,668	185,678
(Provisions) / Reversals	191,608	-	(5,081)	186,527
Profit before tax	210,752	51,882	(238,042)	24,592
	(Un-audited)			
	As at 31 March 2024			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Statement of financial position</b>				
Cash & Bank balances	-	-	768,405	768,405
Investments	-	1,576,733	356,118,806	357,695,539
Lendings to financial institutions	-	-	-	-
Advances - performing	13,266,782	-	683,899	13,950,681
non- performing	143,861	-	-	143,861
Others	1,379,738	76,472	16,751,507	18,207,717
<b>Total assets</b>	14,790,381	1,653,205	374,322,617	390,766,203
Borrowings	13,833,385	1,525,701	345,452,774	360,811,860
Subordinated debt	-	-	-	-
Deposits & other accounts	657,411	73,483	16,638,108	17,369,002
Others	304,824	22,303	5,049,980	5,377,107
<b>Total liabilities</b>	14,795,620	1,621,487	367,140,862	383,557,969
Equity	(5,239)	31,718	7,181,755	7,208,234
<b>Total equity &amp; liabilities</b>	14,790,381	1,653,205	374,322,617	390,766,203
<b>Contingencies &amp; commitments</b>	2,681,005	70,726	29,969	2,781,700
	(Un-audited)			
	First quarter ended 31 March 2023			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Profit &amp; loss account</b>				
Net mark-up / return / profit	67,314	(42,395)	356,463	381,382
Non mark-up / return / interest income	6,904	7,929	(5,049)	9,784
Total income	74,218	(34,466)	351,414	391,166
Segment direct expenses	103,702	12,375	80,436	196,513
Reversals	149,525	-	(1,203)	148,322
Profit before tax	120,041	(46,841)	269,775	342,975
	(Audited)			
	As at 31 December 2023			
	Corporate Banking	Investment Banking	Treasury	Total
	----- (Rupees in '000) -----			
<b>Statement of financial position</b>				
Cash & Bank balances	-	-	663,880	663,880
Investments	-	1,615,610	334,120,513	335,736,123
Lendings to financial institutions	-	-	-	-
Advances - performing	14,357,571	-	1,637,677	15,995,248
non-performing	184,721	-	-	184,721
Others	2,020,088	73,909	12,329,050	14,423,047
<b>Total assets</b>	16,562,380	1,689,519	348,751,120	367,003,019
Borrowings	15,558,082	1,568,473	323,764,689	340,891,244
Subordinated debt	-	-	-	-
Deposits & other accounts	551,402	56,248	11,610,765	12,218,415
Others	337,486	23,220	4,793,181	5,153,887
<b>Total liabilities</b>	16,446,970	1,647,941	340,168,635	358,263,546
Equity	115,410	41,578	8,582,485	8,739,473
<b>Total equity &amp; liabilities</b>	16,562,380	1,689,519	348,751,120	367,003,019
<b>Contingencies &amp; commitments</b>	1,589,343	70,726	5,537,871	7,197,940

## 35 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



## 35.2 Related party transactions

	First quarter ended March 31, 2024 (Un-audited)						First quarter ended March 31, 2023 (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	-	621	-	-	-	-	-	521	-	-	-	-
Fee and commission income	-	-	-	-	-	-	-	-	-	-	-	-
Dividend income	-	-	-	78	-	-	-	-	-	-	-	-
Net gain on sale of securities	-	-	-	109,190	(73)	-	-	-	1,080	13	-	-
Other income	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income	-	-	-	-	-	-	-	-	-	-	-	-
<b>Expense</b>												
Mark-up / return / interest paid	-	2,060	-	-	-	-	-	733	-	-	-	-
Operating expenses	-	-	-	-	-	-	-	-	-	-	-	-
Non- Executive Directors' fees and allowances	7,200	-	-	-	-	-	6,675	-	-	-	-	-
Compensation expenses	-	119,968	-	-	-	-	-	77,583	-	-	-	-
Contribution to defined contribution plan	-	-	-	-	6,612	-	-	-	-	4,546	-	-
Charge for defined benefit plan	-	-	-	-	6,340	-	-	-	-	4,550	-	-

## 36 CAPITAL ADEQUACY, LEVERAGE RATIO &amp; LIQUIDITY REQUIREMENTS

	(Un-audited) 31 March 2024	(Audited) 31 December 2023
	(Rupees in '000)	
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	<b>6,150,000</b>	6,150,000
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	<b>4,318,164</b>	6,366,217
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	<b>4,318,164</b>	6,366,217
Eligible Tier 2 Capital	-	-
Total Eligible Capital (Tier 1 + Tier 2)	<b>4,318,164</b>	6,366,217
<b>Risk Weighted Assets (RWAs):</b>		
Credit Risk	<b>17,244,954</b>	18,295,884
Market Risk	<b>6,735,826</b>	19,048,355
Operational Risk	<b>3,745,576</b>	3,745,856
Total	<b>27,726,356</b>	41,090,095
Common Equity Tier 1 Capital Adequacy ratio	<b>15.57%</b>	15.49%
Tier 1 Capital Adequacy Ratio	<b>15.57%</b>	15.49%
Total Capital Adequacy Ratio	<b>15.57%</b>	15.49%
<b>Leverage Ratio (LR):</b>		
Eligible Tier-1 Capital	<b>4,318,164</b>	6,366,217
Total Exposures	<b>380,504,066</b>	349,762,349
Leverage Ratio	<b>1.13%</b>	1.82%
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	<b>48,444,000</b>	20,542,211
Total Net Cash Outflow	<b>46,697,667</b>	27,286,996
Liquidity Coverage Ratio	<b>103.74%</b>	75.28%
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	<b>19,371,272</b>	22,861,964
Total Required Stable Funding	<b>18,996,971</b>	22,191,193
Net Stable Funding Ratio	<b>101.97%</b>	103.02%

**37 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.

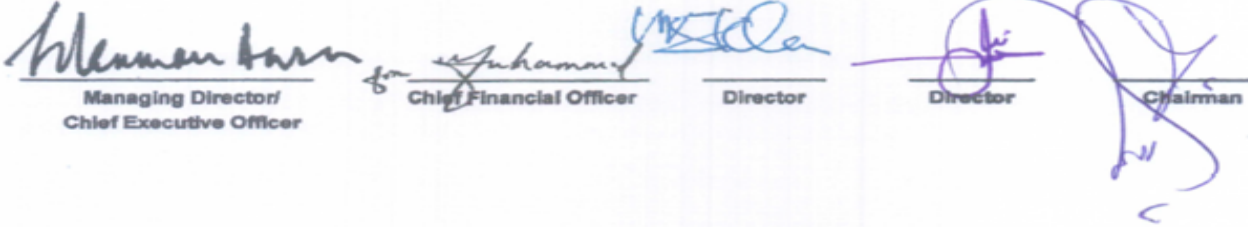
**38 GENERAL**

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

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

**39 DATE OF AUTHORISATION FOR ISSUE**

These unconsolidated financial statements were authorised for issue on 14 May 2024 by the Board of Directors of the Company.



The image shows five handwritten signatures in blue ink, each placed above a horizontal line. Below the lines are the following titles: "Managing Director/ Chief Executive Officer", "Chief Financial Officer", "Director", "Director", and "Chairman".