

## PAİR INVESTMENT COMPANY LIMITED

### DIRECTORS' REPORT FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

On behalf of the Board of Directors, we are pleased to present the Financial Statements of PAİR Investment Company Limited (PAİR) for the 9-month ended September 30, 2024. These Financial Statements have been prepared in compliance with the requirements of BPRD Circular No. 2 of 2023, dated February 09, 2023, and International Accounting Standard (IAS) 34, 'Interim Financial Reporting'.

#### Economic Review

Quarter under review saw positive developments for the economy including conclusion of a short SBA program and approval of USD 7 billion Extended Fund Facility ("EFF") by Executive Board of the International Monetary Fund ("IMF"). The country has already received the first tranche of USD 1.0 billion. In addition, the country has also requested a climate-based funding of around USD 1-1.5 bn with IMF, under the name of Resilience and Sustainability Facility ("RSF"), which will open up another source of concessionary long-term funding. IMF in its press release has acknowledged the implementation of sound policies in short term that played a major role in restoring economic stability. It further noted that significant structural challenges still remain a daunting challenge for which consistent efforts are needed to create a long term resilient economic base. Market sees this re-entry into an extended IMF program as continuation of prudent macro-economic policies. The approval of the EFF has its dominos effect in terms of unlocking funds from other international lenders. Which cumulatively will strengthen the country's foreign exchange ("FX") reserves and provide relief from external pressures.

Interest rate trajectory after peaking at 22% has started its downward journey as the Monetary Policy Committee ("MPC") on September 12, 2024, reduced the policy rate by 200 basis points to 17.5%. The decision was taken into consideration sharp fall in inflation & global oil prices, increase in FX reserves, decline in sovereign yields, and improved business confidence. The current ease in inflation was attributed to the impact of contained demand reinforced by improved supplies of major food items, favorable global commodity prices and delay in upward adjustments in administered energy prices. At the same time MPC also considers that near-term inflation outlook remains susceptible to risks, owing to uncertainty stemming from the timing and magnitude of adjustments in administered energy prices, future course of global commodity prices, and any additional taxation measures to meet the shortfall in revenue collection. While policy rates have been lowered by 4.5% to 17.5% market anticipates further decline in coming monetary policies.

Stock market performance remained sluggish in July and August before offering solid gains in the month of September-24. The benchmark, KSE-100 Index breached the psychological barrier of 82,000 and scaled new highs before settling at 81,114 at month end. While the IMF – EFF has played its role in the upward marching of the PSX, However, the fluid global and regional events including the November 24 US elections, Israel- Palestine tensions spilling the boundaries and entering into a greater Middle East conflict, will continue to weigh on investors' sentiments in the short term. In the medium to long term outlook for equities appears optimistic. The assessment is based on the gradually improving macroeconomic indicators, country's upgraded credit rating, and resilient corporate earnings despite slowing demand and still elevated interest rates. Inflation is expected to range around 7-9% in the near term, creating the basis for downward adjustment in the Policy Rates leading the portfolio shifts from fixed income to the capital markets in an effort the maintain the level of earnings.

## Financial Overview

The company posted increase of PKR 196.657 million or 28% in terms of Profit Before Tax and Levies (“PBTL”) and came to PKR 888.639 million as compared to PKR 695.982 million for the same period last year. Increase in income was mainly driven by funded income where Net Revenue from Fund (“NRFF”) increased by 6% on YOY basis. Performance of NRFF is attributable to the elevated interest rates as well as consistent buildup in the average balances of the remunerative assets. While other income remained lesser than the same period last year. Dividend Income and Gain on sale of securities were lower than same period last year, since the average equity investment remained considerably low as management expects that a reentry in the market will be taken at later stage or in between the intervals when the range bound market corrections are seen. Additional provisions of PKR 82.426 million against non-performing loans and PKR 195.321 million against private debt securities created immense pressure on the bottom line, however recoveries from the legacy non performing loan and reversal in the provisioning requirements under IFRS-9 has counter balanced the same and net reversal of PKR 44.310 million can be seen on the face of the P&L.

Financial position increased from PKR 36.441 billion to PKR 39.181 billion an increase of 8% as at the Sep 30, 2024. Net Investment increased approximately by PKR 2.361 billion whereas net advances decreased by PKR 309.611 million when compared to the December 31, 2023. The increase mainly came from investing in Government securities. As the Interest rate is on reversing long term investments were made in fixed rate PIBs. In terms of adjustment of the downward revision of the returns to be earned and paid, it is pertinent to mention that the liabilities will be adjusted immediately while the assets will reprice on the agreed repricing dates which gives favorable advantage to the company.

## Credit Rating

Pakistan Credit Rating Agency Limited (PACRA) has reaffirmed entity rating long-Term Entity Rating ‘AA’ (Double-A) and a short-term Entity Rating of ‘A1+’ (A-One Plus). These ratings indicate a very low expectation of credit risk emanating a very strong capacity for timely payment of financial commitments. The ratings of PAiR primarily reflect the joint sovereign ownership of Pakistan and Iran.

## Future Outlook

The sharp decline in yields will create pressure on the bottom line, while the excess liquidity available in the market as a result of buy back of Treasury Bills by the Government in recent days as well as lower volumes of take-up in the debt security auctions has left the banking industry with unprecedented levels of liquidity. Asset generation will be a key challenge for the market leaders, further, the fact that these industry players will have to manage their Advances to Deposit Ratios too to save the bottom lines from the additional tax charges. All this will be leading to asset creation specially loaning at exceptionally lower rates crowding out the smaller market participants including PAiR. Having said the foregoing, the management will calibrate and recalibrate its asset acquisition strategy based on macro-economic outlook, interest rate regime, private credit offtake and will focus on acquiring and maintaining quality assets to sustain the profitability of the company.

## Appreciation and Acknowledgement

We take this opportunity to express our gratitude to our customers and business partners for entrusting their confidence in us in these turbulent times and assure them that we remain committed to maintaining high service standards and a strong culture of good corporate governance and compliance in all our endeavors. We offer sincere appreciation to the Iran Foreign Investment Company, Ministry of Finance - Government of Pakistan, State Bank of Pakistan, and Securities & Exchange Commission of Pakistan for their guidance and cooperation

extended to us. Finally, we are also thankful to our associates, staff, and colleagues for all their continued dedication, enthusiasm, and loyalty towards the growth of PAİR.

On Behalf of the Board of Director



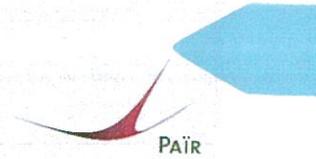
Managing Director / CEO



Chairman of the Board of Directors

Date: 27 October 2024  
Islamabad  
Pakistan

**PAIR Investment Company Limited**  
**Condensed Interim Statement of Financial Position**  
**As at 30 Sept 2024**



**30 September 2024**      **31 December 2023**  
**(Un-audited)**      **(Audited)**

**Note** ----- (Rupees in '000) -----

**ASSETS**

Cash and balances with treasury banks	7	170,935	158,668
Balances with other banks	8	269,576	296,119
Lendings to financial institutions		-	-
Investments	9	25,011,110	22,650,509
Advances	10	10,342,272	10,651,883
Property and equipment	11	565,578	486,364
Intangible assets	12	12,294	9,223
Deferred tax assets	13	306,547	441,163
Other assets	14	2,502,918	1,747,961
<b>Total Assets</b>		<b>39,181,230</b>	<b>36,441,890</b>

**LIABILITIES**

Bills payable		-	-
Borrowings	15	22,966,520	21,789,218
Deposits and other accounts	16	3,893,620	2,724,472
Lease liabilities		-	-
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	17	1,363,309	1,347,042
<b>Total Liabilities</b>		<b>28,223,449</b>	<b>25,860,732</b>
<b>NET ASSETS</b>		<b>10,957,781</b>	<b>10,581,158</b>

**REPRESENTED BY**

Share capital	18	6,000,000	6,000,000
Reserves	19	1,352,158	1,247,496
Surplus on revaluation of assets	20	248,907	124,696
Unappropriated profit		3,356,716	3,208,966
		<b>10,957,781</b>	<b>10,581,158</b>

**CONTINGENCIES AND COMMITMENTS**

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

 **Counsel**  
 **A. Daneshvar**  
**Chief Financial Officer**      **Managing Director / Chief Executive Officer**  
 **Chairman**  
 **Director**  
 **M.A. Mohammadi**  
**Director**

PAIR Investment Company Limited  
Condensed Interim Statement of Profit and Loss Account (Un-audited)  
For the nine month period ended 30 September 2024



	Note	Quarter ended		Nine month period ended	
		July - September 2024	July - September 2023	January - September 2024	January - September 2023
(Rupees in '000)					
Mark-up / return / interest earned	24	1,677,855	1,567,943	4,955,237	4,160,959
Mark-up / return / interest expensed	25	1,224,411	1,137,426	3,727,903	3,003,364
Net mark-up / interest income		453,444	430,517	1,227,334	1,157,595
<b>NON MARK-UP / INTEREST INCOME</b>					
Fee and commission income	26	2,021	2,630	17,735	12,913
Dividend income		5,739	28,275	51,598	95,636
Foreign exchange income		(301)	(2,752)	-	-
Income / (loss) from derivatives		-	-	-	-
Gain on sale of securities	27	(1,749)	17,610	6,746	19,298
Other income	28	(255)	2,751	3,391	2,769
Total non mark-up / interest income		5,455	48,514	79,470	130,616
<b>Total Income</b>		<b>458,899</b>	<b>479,031</b>	<b>1,306,804</b>	<b>1,288,211</b>
<b>NON MARK-UP / INTEREST EXPENSES</b>					
Operating expenses	29	208,722	124,160	444,682	403,864
Workers Welfare Fund		6,811	3,496	17,793	10,488
Other charges		-	-	-	-
Total non mark-up / interest expenses		215,533	127,656	462,475	414,352
<b>PROFIT BEFORE CREDIT LOSS ALLOWANCE</b>		<b>243,366</b>	<b>351,375</b>	<b>844,329</b>	<b>873,859</b>
Credit loss allowance and write offs - net	31	(30,729)	154,473	(44,310)	177,877
<b>PROFIT BEFORE LEVIES AND TAXATION</b>		<b>274,095</b>	<b>196,902</b>	<b>888,639</b>	<b>695,982</b>
Levies	30	61,323	3,269	90,226	13,185
<b>PROFIT BEFORE INCOME TAX</b>		<b>212,772</b>	<b>193,633</b>	<b>798,413</b>	<b>682,797</b>
Taxation	32	38,353	58,691	275,101	186,228
<b>PROFIT AFTER TAXATION</b>		<b>174,419</b>	<b>134,942</b>	<b>523,312</b>	<b>496,569</b>
Basic and diluted loss / earnings per share - (Rupee	33	0.29	0.22	0.87	0.83

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

 Chief Financial Officer  
 Managing Director / Chief Executive Officer  
 Chairman  
 Director  
 Director

PAIR Investment Company Limited  
 Condensed Interim Statement of Comprehensive Income (Un-audited)  
 For the nine month period ended 30 September 2024



	Quarter ended		Nine month period ended	
	July - September 2024	July - September 2023	January - September 2024	January - September 2023
	(Rupees in '000)			
(Loss) / profit after taxation for the period	174,419	134,942	523,312	496,569
<b>Other comprehensive income</b>				
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>				
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	214,971	(26,202)	184,290	(146,974)
<b>Items that will not be reclassified to profit and loss account in subsequent periods:</b>				
Movement in (deficit) / surplus on revaluation of investments in equity investments - net of tax	(30,168)	158,328	(60,079)	155,006
Gain / (loss) on securities classified as FVOCI	36,561	7,864	179,100	(2,270)
<b>Total comprehensive income / (loss)</b>	<b>395,783</b>	<b>274,932</b>	<b>826,623</b>	<b>502,331</b>

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 Chief Financial Officer

  
 Managing Director /  
 Chief Executive Officer

  
 Chairman

  
 Director

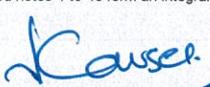
  
 Director

PAIR Investment Company Limited  
Condensed Interim Statement of Changes in Equity (Un-audited)  
For the nine month period ended 30 September 2024



	Share capital	Statutory reserve	(Deficit) / surplus on revaluation of Investments (Rupees in '000)	Unappropriated profit	Total
Opening Balance as at 1 January, 2023	6,000,000	1,093,746	(268,497)	2,947,810	9,773,059
Impact of first time adoption of IFRS-9				(179,110)	(179,110)
Profit after tax for the period ended 30 September 2023	-	-	-	496,569	496,569
<b>Other comprehensive income</b>					
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax	-	-	155,006	-	155,006
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax	-	-	(146,974)	-	(146,974)
Realized gain on sale of securities classified as FVOCI	-	-	-	(2,270)	(2,270)
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-
Transferred to accumulated profit in respect of incremental depreciation for the year	-	-	-	-	-
Surplus on revaluation of non-banking assets	-	-	-	-	-
Transfer of Surplus to Unappropriated Profit - net of tax	-	-	-	-	-
<b>Total comprehensive income for the year ended 30 September, 2023</b>	-	-	8,032	494,299	502,331
Transfer to statutory reserve	-	99,314	-	(99,314)	-
<b>Transactions with owners, recorded directly in equity</b>					
Final cash dividend - 31 December 2022 declared subsequent to the year end				(350,000)	(350,000)
Opening Balance as at 01 October 2023	6,000,000	1,193,060	(260,465)	2,813,685	9,746,280
Profit after tax for the period ended 31 December 2023	-	-	-	272,182	272,182
<b>Other comprehensive income</b>					
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax	-	-	186,909	-	186,909
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax	-	-	198,252	-	198,252
Realized gain on sale of securities classified as FVOCI	-	-	-	166,989	166,989
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	10,546	10,546
Transferred to accumulated profit in respect of incremental depreciation for the year	-	-	-	-	-
Surplus on revaluation of non-banking assets	-	-	-	-	-
Transfer of Surplus to Unappropriated Profit - net of tax	-	-	-	-	-
<b>Total comprehensive income for the year ended 31 December 2023</b>	-	-	385,161	449,717	834,878
Transfer to statutory reserve	19	54,436	-	(54,436)	-
Opening Balance as at 01 January 2024	6,000,000	1,247,496	124,696	3,208,966	10,581,158
Profit after tax for the period ended 30 June 2024	-	-	-	523,312	523,312
<b>Other comprehensive income</b>					
Movement in (deficit) / surplus on revaluation of investments in equity instruments - net of tax	-	-	(60,079)	-	(60,079)
Movement in (deficit) / surplus on revaluation of investments in debts instruments - net of tax	-	-	184,290	-	184,290
Gain / (Loss) on securities classified as FVOCI	-	-	-	179,100	179,100
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-
Movement in surplus on revaluation of non-banking asset - net of tax	-	-	-	-	-
	-	-	124,211	702,412	826,623
Transfer to statutory reserve	19	104,662	-	(104,662)	-
<b>Transactions with owners recognised directly in equity</b>					
Final cash dividend - 31 December 2023 declared subsequent to the year end				(450,000)	(450,000)
<b>Closing Balance as at 30 September 2024</b>	<b>6,000,000</b>	<b>1,352,158</b>	<b>248,907</b>	<b>3,356,716</b>	<b>10,957,781</b>

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






Chief Financial Officer      Managing Director / Chief Executive Officer      Chairman      Director      Director

PAIR Investment Company Limited  
Condensed Interim Cash Flow Statement (Un-audited)  
For the nine month period ended 30 September 2024



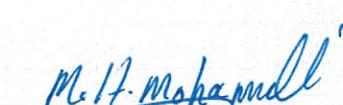
	30 September 2024	30 September 2023
Note	(Rupees in '000)	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before levies and taxation	888,639	695,982
Less: Dividend income	(51,598)	(95,636)
	837,041	600,346
<b>Adjustments:</b>		
Depreciation	39,401	20,139
Amortisation	179	102
Impairment of assets	-	14,495
Credit loss allowance and write offs	(44,310)	163,382
Gain / (loss) on sale of Property and Equipment	(3,646)	(16)
Charge for defined benefit plan	10,947	12,247
Unrealised gain on revaluation of securities classified as FVPL	299	(886)
	2,870	209,463
	839,911	809,809
<b>(Increase) / decrease in operating assets</b>		
Securities classified as FVPL	30,884	(66,268)
Advances	546,881	(874,974)
Others assets (excluding advance taxation)	(539,429)	(708,706)
	38,336	(1,649,948)
<b>Increase in operating liabilities</b>		
Borrowings from financial institutions	1,177,302	1,744,129
Deposits	1,169,148	906,150
Other liabilities	16,267	560,429
	2,362,717	3,210,708
	3,240,964	2,370,569
Levies paid	(90,226)	(13,185)
Income tax paid	(438,575)	(372,540)
Defined benefits paid	(4,801)	(11,749)
Net cash flows used in operating activities	2,707,362	1,973,095
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Net Investments in securities classified as FVOCI - Debt	(2,764,333)	(1,254,081)
Net Investments in securities classified as FVOCI - Equity	559,280	(252,397)
Dividends received	51,598	95,636
Investments in property and equipment	(119,770)	(10,883)
Investment in intangible assets	(3,250)	-
Disposal of property and equipment	4,801	99
Net cash flows generated from investing activities	(2,271,674)	(1,421,626)
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Dividend paid	(450,000)	(350,000)
Net cash flows from financing activities	(450,000)	(350,000)
<b>Net (decrease) / increase in cash and cash equivalents</b>		
Cash and cash equivalents at beginning of the period	(14,312)	201,469
Cash and cash equivalents at end of the period	454,921	196,019
	440,609	397,488

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

  
 Chief Financial Officer

  
 Managing Director /  
 Chief Executive Officer

  
 Chairman

  
 Director

PAIR Investment Company Limited  
Notes to the Condensed Interim Financial Statements (Un-audited)  
For the nine month period ended 30 September 2024

**1. STATUS AND NATURE OF BUSINESS**

PAIR Investment Company Limited, ("the Company") is an unlisted Public Limited Company incorporated in Pakistan on January 15, 2007 under the Companies Ordinance, 1984 (repealed by The Companies Act, 2017). The Company has been notified as a Development Financial Institution by the Ministry of Finance, Government of Pakistan.

The Company is a Joint Venture (50:50) between Government of Pakistan and Iran Foreign Investment Company which is owned by the Government of Iran. The Company's objectives inter alia includes financing for industrial and commercial projects, capital and money market operations and other investment banking activities. Its registered and principal office is situated at 17th Floor Ocean Tower, Clifton, Karachi. The other regional office is situated at Mezzanine Floor, PACE Tower T-27-H Gulberg 2, Lahore.

**2. BASIS OF PREPARATION**

**2.1 Statement of compliance**

These condensed interim financial statements have been prepared in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Approved accounting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the 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 Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS, the requirements of the Companies Act, 2017 and the said directives shall prevail.

- 2.2** The disclosures made in these condensed interim financial statements have been based on the format prescribed by the SBP vide BPRD Circular No.2 dated February 09, 2023 and IAS 34. SBP prescribed format for condensed interim financial statement of profit and loss account have been amended by showing separate line item of levies proceeding to profit before taxation to comply with requirements of IAS 37, IFRC 21 and guide on IAS 12 issued by Insitute of Chartered Accountants of Pakistan (ICAP). These condensed interim financial statements do not include all the information and disclosures required for annual financial statements and should be read in conjunction with the financial statements for the year ended December 31, 2023.

**3. MATERIAL ACCOUNTING POLICY INFORMATION**

The material accounting policy information and methods of computation adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the audited annual financial statements of the Company for the year ended December 31, 2023 except adoption of new accounting policy as fully described in note 4 of these condensed interim financial statements.

**4. ADOPTION OF NEW ACCOUNTING POLICY**

**4.1 Accounting for minimum taxes and final taxes**

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

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

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

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

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

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

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

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

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

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

	Current Classification	Previous Classification
	----- (Rupees in '000) -----	
<b>Effect on statement of profit or loss:</b>		
<i>For the period ended June 30, 2023</i>		
Taxation:		
- Current year	191,673	204,858
Levies:		
-Final tax	13,185	-
	<u>204,858</u>	<u>204,858</u>

#### 4.2 Taxation / Revenue Taxes

##### *i. Current*

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

##### *ii. Levies*

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

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

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

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

iii. *Deferred*

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

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

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

5. **CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The basis for accounting estimates adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the financial statements of the Company for the year ended 31 December 2023.

6. **FINANCIAL RISK MANAGEMENT**

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

		30 September 2024 (Un-audited)	31 December 2023 (Audited)
	Note	----- (Rupees in '000) -----	
<b>7. CASH AND BALANCES WITH TREASURY BANKS</b>			
In hand			
Local currency		90	-
Foreign currencies		3,404	6,138
		3,494	6,138
With State Bank of Pakistan in			
Local currency current account	7.1	166,512	151,715
With National Bank of Pakistan in			
Local currency current account		17	17
Local currency deposit account	7.2	912	798
		929	815
		170,935	158,668
Less: Credit loss allowance held against cash and balances with treasury banks		-	-
Cash and balances with treasury banks - net of credit loss allowance		170,935	158,668

7.1 This represents current account maintained for minimum cash reserve required to be maintained with the State Bank of Pakistan in accordance with its requirements of BSD Circular No. 04 dated May 22, 2004.

7.2 This carries mark-up at the rate 18% per annum (2023: 20.50%).

	Note	30 September 2024 (Un-audited)	31 December 2023 (Audited)
(Rupees in '000)			
<b>8. BALANCES WITH OTHER BANKS</b>			
In Pakistan			
In current accounts		149,967	119,259
In deposit accounts	8.1	119,707	176,994
		<u>269,674</u>	<u>296,253</u>
Less: Credit loss allowance held against balances with other banks		(98)	(134)
Balances with other banks - net of credit loss allowance		<u>269,576</u>	<u>296,119</u>

8.1 These deposit accounts carry annual mark-up rate of 6.50% to 18% (2023: 6.75% to 20.50%).

## 9. INVESTMENTS

### 9.1 Investments by type

	Note	30 September 2024 Un-audited				31 December 2023 Audited			
		Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
(Rupees in '000)									
<b>- Equity instruments</b>									
Classified / Measured at FVTPL									
Shares - listed		47,384	-	(299)	47,085	74,143	-	4,125	78,268
		47,384	-	(299)	47,085	74,143	-	4,125	78,268
Classified / Measured at FVOCI									
Shares		161,907	-	36,932	198,839	643,493	-	114,626	758,119
		161,907	-	36,932	198,839	643,493	-	114,626	758,119
<b>- Debt Instruments</b>									
Classified / Measured at FVOCI									
Federal Government Securities		19,049,669	-	294,596	19,344,265	15,917,301	-	14,496	15,931,797
Non Government Debt Securities	9.3	5,656,081	(244,713)	9,553	5,420,921	5,922,710	(51,717)	11,332	5,882,325
		24,705,750	(244,713)	304,149	24,765,186	21,840,011	(51,717)	25,828	21,814,122
<b>Total investments</b>		<u>24,915,041</u>	<u>(244,713)</u>	<u>340,782</u>	<u>25,011,110</u>	<u>22,557,647</u>	<u>(51,717)</u>	<u>144,579</u>	<u>22,650,509</u>

9.2 Investments by segments

	30 September 2024				31 December 2023			
	Un-audited				Audited			
	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
Note	(Rupees in '000)							
<b>Federal Government securities</b>								
- Market treasury bills	1,458,491	-	9,761	1,468,252	1,705,579	-	5,393	1,710,972
- Pakistan Investment Bonds	17,591,178	-	284,835	17,876,013	14,211,722	-	9,103	14,220,825
	19,049,669	-	294,596	19,344,265	15,917,301	-	14,496	15,931,797
<b>Shares</b>								
- Ordinary Shares of Listed companies	181,682	-	36,633	218,315	700,255	-	103,277	803,532
- Preference Shares of Listed companies	27,609	-	-	27,609	27,609	-	5,246	32,855
	209,291	-	36,633	245,924	727,864	-	108,523	836,387
<b>Non Government Debt Securities</b>								
- Term Finance Certificates - Listed	2,045,677	(12,042)	(4,729)	2,028,906	2,159,676	(12,591)	(6,358)	2,140,727
- Term Finance Certificates - Unlisted	2,098,169	(7,789)	13,320	2,103,700	2,029,841	(6,746)	17,019	2,040,114
- Sukuk bonds - Listed	316,500	(91,919)	878	225,459	372,750	(395)	671	373,026
- Sukuk bonds - Unlisted	1,195,735	(132,963)	84	1,062,856	1,360,443	(31,985)	-	1,328,458
	5,656,081	(244,713)	9,553	5,420,921	5,922,710	(51,717)	11,332	5,882,325
<b>Total investments</b>	<b>24,915,041</b>	<b>(244,713)</b>	<b>340,782</b>	<b>25,011,110</b>	<b>22,567,875</b>	<b>(51,717)</b>	<b>134,351</b>	<b>22,650,509</b>

9.3 This includes Rs. 400 million invested by the company on various dates in Tier II TFC issued by Khushhali Microfinance Bank Limited (the issuer). Delay in payments is due to "lock in event" that has restricted the Issuer to make payment without the approval of the State Bank of Pakistan (SBP) to avoid the Issuer's noncompliance of minimum capital requirement and capital adequacy ratio. In view of the fact that the Issuer is continuing as a going concern without any restriction on its operations from the regulator and also the company has been actively borrowing from the issuer in the inter market during the period under review, management of the Company believes that no provisions is required to be made in condensed interim financial statements.

	30 September 2024 Un-audited	31 December 2023 Audited
	----- (Rupees in '000) -----	
<b>9.4 Investments given as collateral</b>		
<b>Market treasury bills</b>		
Carrying Value	-	116,362
Surplus	-	44
	<u>-</u>	<u>116,406</u>
<b>Pakistan Investment Bonds</b>		
Carrying Value	6,816,183	10,197,913
Surplus / (Deficit)	34,378	(15,291)
	<u>6,850,561</u>	<u>10,182,622</u>
<b>Shares</b>		
Carrying Value	23,210	85,670
Impairment	-	-
Surplus	6,009	13,867
	<u>29,219</u>	<u>99,537</u>

**9.5 Credit loss allowance for diminution in value of investments**

Opening balance	51,717	39,311
Impact of Adoption of IFRS 9	-	2,641
<b>Charge / (reversals)</b>		
Charge for the period / year	195,321	11,927
Reversals for the period	(2,325)	(2,162)
	<u>192,996</u>	<u>9,765</u>
<b>Closing Balance</b>	<u>244,713</u>	<u>51,717</u>

**9.6 Particulars of credit loss allowance against debt securities**

		30 September 2024		31 December 2023	
Domestic		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
----- (Rupees in '000) -----					
Performing	Stage 1	24,232,060	9,749	21,798,888	10,594
Underperforming	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		434,047	195,321	-	-
Doubtful		-	-	-	-
Loss		39,643	39,643	41,123	41,123
		<u>473,690</u>	<u>234,964</u>	<u>41,123</u>	<u>41,123</u>
<b>Total</b>		<u>24,705,750</u>	<u>244,713</u>	<u>21,840,011</u>	<u>51,717</u>

	Note	Performing		Non Performing		Total	
		30 September 2024	31 December 2023	30 September 2024	31 December 2023	30 September 2024	31 December 2023
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
----- (Rupees in '000) -----							
<b>10 ADVANCES</b>							
Loans, cash credits, running finances, etc.	10.2	10,087,987	10,458,989	1,878,783	2,244,827	11,966,770	12,703,816
Islamic financing and related assets		-	-	154,038	161,358	154,038	161,358
Bills discounted and purchased		-	-	-	-	-	-
Advances - gross	10.1	10,087,987	10,458,989	2,032,821	2,406,185	12,120,808	12,865,174
Credit loss allowance against advances							
-Stage 1		(41,643)	(172,335)	-	-	(41,643)	(172,335)
-Stage 2		(34,895)	(18,218)	(30,119)	(9,422)	(65,014)	(18,218)
-Stage 3		-	-	(1,671,879)	(2,022,738)	(1,671,879)	(2,022,738)
		(76,538)	(190,553)	(1,701,998)	(2,032,160)	(1,778,536)	(2,213,291)
Advances - net of credit loss allowance		10,011,449	10,268,436	330,823	374,025	10,342,272	10,651,883

10.1 These include personal loans and house loans advanced to employees in accordance with their terms of employment. These personal loans and house loans carry mark-up at the rates of 3% and 5% (31 December 2023: 3% and 5%) respectively.

	30 September 2024	31 December 2023
	(Un-audited)	(Audited)
(Rupees in '000)		
<b>10.2 Particulars of advances (Gross)</b>		
In local currency	12,120,808	12,865,174
In foreign currencies	-	-
	12,120,808	12,865,174

10.3 Advances include Rs. 2,033 million (31 December 2023: Rs. 2,406 million) which have been placed under non-performing / Stage 3 status as detailed below:-

Category of Classification	30 September 2024		31 December 2023	
	(Un-audited)		(Audited)	
	Non Performing Loans	Credit Loss Allowance	Non Performing Loans	Credit Loss Allowance
----- (Rupees in '000) -----				
Domestic				
Other Assets Especially Mentioned (OAEM)	154,038	30,119	161,358	9,422
Substandard	-	-	-	-
Doubtful	349,887	164,188	364,387	163,974
Loss	1,528,896	1,507,691	1,880,440	1,858,764
	2,032,821	1,701,998	2,406,185	2,032,160

10.3.1 This includes security deposit against lease assets placed by the customer with the Company therefore no provision is recorded in accordance with prudential regulations and IFRS 9.

10.4 Particulars of credit loss allowance against advances

Note	30 September 2024 (Un-audited)				31 December 2023 (Audited)		
	Stage 3	Stage 2	Stage 1	Total	Specific	General	Total
	(Rupees in '000)						
Opening balance	2,022,738	18,218	172,335	2,213,291	1,878,498	-	1,878,498
Impact of Adoption of IFRS 9					1,173	175,278	176,451
Charge for the period / year	-	79,864	2,562	82,426	163,945	70,643	234,588
Reversals	(153,374)	(33,068)	(133,254)	(319,696)	(20,878)	(55,368)	(76,246)
	(153,374)	46,796	(130,692)	(237,270)	143,067	15,275	158,342
Amounts written off	10.4.1	(197,485)	-	(197,485)	-	-	-
Closing balance	1,671,879	65,014	41,643	1,778,536	2,022,738	190,553	2,213,291

Credit loss allowance for Stage 1 is Rs. 41.6 million and for Stage 2 is Rs. 65.0 million.

10.4.1 This represents write off as a result of scheme of arrangement as approved by court order.

10.5 Particulars of credit loss allowance against advances

	30 September 2024 (Un-audited)				31 December 2023 (Audited)		
	Stage 3	Stage 2	Stage 1	Total	Specific	General	Total
	(Rupees in '000)						
In local currency	1,671,879	65,014	41,643	1,778,536	2,022,738	190,553	2,213,291
In foreign currencies	-	-	-	-	-	-	-
	1,671,879	65,014	41,643	1,778,536	2,022,738	190,553	2,213,291

10.6 Advances - Particulars of credit loss allowance

	30 September 2024			31 December 2023		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
	(Rupees in '000)					
10.6.1 Opening balance	10,087,772	532,575	2,244,827	8,820,929	597,160	1,902,140
New Advances	3,524,581	-	-	6,632,110	-	-
Advances derecognised or repaid	(3,658,052)	(244,751)	(168,559)	(4,962,005)	(103,460)	(21,700)
Transfer to stage 1	-	-	-	-	-	-
Transfer to stage 2	(401,350)	401,350	-	(190,319)	190,319	-
Transfer to stage 3	-	-	-	(212,943)	(151,444)	364,387
	(534,821)	156,599	(168,559)	1,266,843	(64,585)	342,687
Amounts written off / charged off	-	-	(197,485)	-	-	-
Changes in risk parameters	-	-	-	-	-	-
Closing balance	9,552,951	689,174	1,878,783	10,087,772	532,575	2,244,827

10.6.2 Advances - Category of classification

		30 September 2024		31 December 2023	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Domestic		----- (Rupees in '000) -----			
Performing	Stage 1	9,552,951	(41,643)	10,087,772	(172,335)
Underperforming	Stage 2	689,174	(65,014)	532,575	(18,218)
Non-Performing	Stage 3				
Substandard		-	-	-	-
Doubtful		349,887	(164,188)	364,387	(163,974)
Loss		1,528,896	(1,507,691)	1,880,440	(1,858,764)
		<u>1,878,783</u>	<u>(1,671,879)</u>	<u>2,244,827</u>	<u>(2,022,738)</u>
		<u>12,120,908</u>	<u>(1,778,536)</u>	<u>12,865,174</u>	<u>(2,213,291)</u>

		30 September 2024 (Un-audited)	31 December 2023 (Audited)
		----- (Rupees in '000) -----	
		Note	
11. PROPERTY AND EQUIPMENT			
Capital work-in-progress		-	-
Property and equipment		<u>565,578</u>	<u>486,364</u>
Right of use assets		-	-
		<u>565,578</u>	<u>486,364</u>

11.1 Additions to property and equipment

The following additions have been made to fixed assets during the period / year :

Property and equipment	30 September 2024	31 December 2023
Leasehold improvements	-	35,831
Furniture and fixtures	-	169
Electrical office and computer equipment	12,892	7,026
Vehicles	<u>106,878</u>	-
	<u>119,770</u>	<u>43,026</u>

11.2 Disposal of property and equipment

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

Property and equipment	30 September 2024	31 December 2023
Electrical office and computer equipment	95	83
Vehicles	<u>1,060</u>	-
	<u>1,155</u>	<u>83</u>

12. INTANGIBLE ASSETS

Computer Softwares and Licenses	286	465
Capital Work in Progress	<u>12,008</u>	<u>8,758</u>
	<u>12,294</u>	<u>9,223</u>

30 September 2024			
At 01 January 2024	Recognised in profit and loss account	Recognised in other comprehensive income	At 30 September 2024
----- (Rupees in '000) -----			
<b>13. DEFERRED TAX ASSETS</b>			
<b>Deductible Temporary Differences on</b>			
- Provision against advances, off balance sheet, etc.	407,482	(100,788)	-
- Lease assets	51,301	31,932	-
- Deficit on revaluation of investments - net	-	-	-
- Accelerated tax depreciation	(1,512)	14,177	-
- Others	2,815	(2,169)	-
	<b>460,086</b>	<b>(56,848)</b>	<b>-</b>
<b>Taxable Temporary Differences on</b>			
- Surplus on revaluation of investments - net	(16,279)	-	(76,416)
- Post retirement employee benefits	(2,644)	(1,352)	-
	<b>(18,923)</b>	<b>(1,352)</b>	<b>(76,416)</b>
	<b>441,163</b>	<b>(58,200)</b>	<b>(76,416)</b>
			<b>306,547</b>

13.1 Deferred tax asset of Rs. 209 million has not been recorded, which pertains to provision for non-performing loans & impairment provision, due to uncertainty of reversal of provision to recover the benefit. Further, the company has charged deferred tax at the rate of 29% instead of 39% due to its realisability that deferred tax would be recovered in future.

31 December 2023			
At 01 January 2023	Recognised in profit and loss account	Recognised in other comprehensive income	At 31 December 2023
----- (Rupees in '000) -----			
<b>Deductible Temporary Differences on</b>			
- Provision against advances, off balance sheet, etc.	513,833	(106,351)	-
- Lease assets	(9,906)	61,207	-
- Deficit on revaluation of investments - net	2,710	-	(2,710)
- Others	81	2,734	-
	<b>506,718</b>	<b>(42,410)</b>	<b>(2,710)</b>
<b>Taxable Temporary Differences on</b>			
- Surplus on revaluation of investments - net	-	-	(16,279)
- Post retirement employee benefits	1,142	-	(3,786)
- Accelerated tax depreciation	(49,367)	47,855	-
	<b>(48,225)</b>	<b>47,855</b>	<b>(20,065)</b>
	<b>458,493</b>	<b>5,445</b>	<b>(22,775)</b>
			<b>461,598</b>

	Note	30 September 2024 (Un-audited)	31 December 2023 (Audited)
----- (Rupees in '000) -----			
<b>14. OTHER ASSETS</b>			
Income / Mark-up accrued in local currency - net of provision	14.1	1,591,191	1,063,613
Advances, deposits, prepayments and other receivables		33,765	30,752
Advance taxation (payments less provisions)		860,908	639,234
Receivable from defined benefits plan		13,781	12,629
Dividend receivable		1,690	150
Security deposits		1,583	1,583
		<b>2,502,918</b>	<b>1,747,961</b>
Less: Provision held against other assets		-	-
Other Assets - total		<b>2,502,918</b>	<b>1,747,961</b>

14.1 Mark-up suspended amounting to Rs. 2,013 Million (2023: Rs. 2,191.9 Million) included in provision against other assets, has been netted off against the markup receivable amount.

		30 September 2024 (Un-audited)	31 December 2023 (Audited)
----- (Rupees in '000) -----			
<b>15. BORROWINGS</b>			
<b>Secured</b>			
Borrowings from State Bank of Pakistan- Under financing facility for:			
- Imported & Locally Manufactured Plant & Machinery (LTFF)	15.1	1,270,769	1,527,954
- Renewable Energy Facility (REF)	15.2	601,105	581,999
- Temporary Economic Refinance Facility (TERF)	15.3	1,104,523	1,201,748
- Financing Facility for Storage of Agriculture Produce (FFSAP)	15.4	386,129	427,302
		<b>3,362,526</b>	<b>3,739,003</b>
Borrowings from State Bank of Pakistan - open market operation	15.5	<b>6,500,000</b>	<b>8,900,000</b>
<b>Total Borrowings from State Bank of Pakistan</b>		<b>9,862,526</b>	<b>12,639,003</b>
Repurchase agreement borrowings	15.5	395,661	1,572,437
Term borrowings	15.6	3,708,333	3,577,778
<b>Total Secured</b>		<b>13,966,520</b>	<b>17,789,218</b>
<b>Unsecured</b>			
Call borrowings	15.7	9,000,000	4,000,000
<b>Total Unsecured</b>		<b>9,000,000</b>	<b>4,000,000</b>
		<b>22,966,520</b>	<b>21,789,218</b>

15.1 The Company has obtained funds from the SBP for extending Long Term Financing Facility (LTFF) for Imported & Locally Manufactured Plant & Machinery. These borrowings carry mark-up rate of 2.0% to 15.0% per annum (31 December 2023: 2.0% to 15.0%). These borrowings will mature by 2033 (31 December 2023: 2033).

15.2 The Company has obtained funds from the SBP for extending financing facility for renewable energy facility (REF). These borrowings carry mark-up rate of 2.0% to 3% per annum (31 December 2023: 2.0% to 3.0%). These borrowings will mature by 2034 (31 December 2023: 2034).

15.3 The Company has obtained funds from the SBP for extending Temporary Economic Refinance Facility (TERF) for economic relief. These borrowings carry mark-up rate of 1.0% per annum (31 December 2023: 1%). These borrowings will mature by 2032 (31 December 2023: 2032).

15.4 The Company has obtained funds from the SBP for extending Financing Facility for Storage of Agricultural Produce (FFSAP) for economic relief. These borrowings carry mark-up rate of 2.50% per annum (31 December 2023: 2.0% to 2.50%). These borrowings will mature by 2030 (31 December 2023: 2030).

15.5 These carry mark-up at the rates ranging from 17.60% to 18.40% per annum (31 December 2023: 22.10% to 22.30% per annum) and are secured against government securities having carrying amount of Rs. 6.816 billion & market value of Rs. 6.851 billion (31 December 2023: carrying value Rs. 10.314 billion & market value of Rs. 10.299 billion). These borrowings will mature up to October 2024 (31 December 2023: January 2024).

15.6 These represent finances obtained from Allied Bank Limited to finance regular business operations of the Company. These finances are secured against pledge of all present and future movable assets (excluding investments). It carries mark up at the rate of 6 months KIBOR +0.10 to 0.25% per annum. These are repayable in semi annual installments and shall be repaid by 2027. Total available facility is Rs. 6 billion.

15.7 These represent clean finances obtained by the Company, These carry mark up at the rates ranging from 17.50% to 17.65% per annum (31 December 2023: 22.10% per annum. These borrowings will mature up to October 2024 (31 December 2023: January 2024).

	Note	30 September 2024 (Un-audited)	31 December 2023 (Audited)
----- (Rupees in '000) -----			
<b>16. DEPOSITS AND OTHER ACCOUNTS</b>			
<b>Customers</b>			
Term deposits	16.2	1,998,033	1,383,726
<b>Financial Institutions</b>			
Term deposits	16.3	<u>1,895,587</u>	<u>1,340,746</u>
		<u><b>3,893,620</b></u>	<u><b>2,724,472</b></u>
<b>16.1 Composition of deposits</b>			
- Individuals	16.4	698,778	535,704
- Public Sector Entities		150,000	-
- Non-Banking Financial Institutions		1,895,587	1,340,746
- Private Sector		<u>1,265,776</u>	<u>848,022</u>
		<u><b>4,010,141</b></u>	<u><b>2,724,472</b></u>

16.2 The mark-up rates on these certificate of investments (COI) range between 16.50% to 22.50% per annum (31 December 2023: 20.00% to 22.50% per annum). These COIs will mature up to September 2025 (31 December 2023: December 2024).

16.3 The mark-up rates on these certificate of investments (COI) is 17.00% to 19.80% per annum (31 December 2023: 21.30% to 22.35% per annum). These COIs will mature up to December 2024 (31 December 2023: March 2024).

16.4 These includes both interest bearing and non-interest bearing certificate of investments (COI) issued to the employees of the Company maturing up to November 2026 (31 December 2023: November 2026). The interest bearing deposits carry interest rates ranging between 16.50% to 22.50% per annum (31 December 2023: 20.0% to 22.50% per annum).

	30 September 2024 (Un-audited)	31 December 2023 (Audited)
----- (Rupees in '000) -----		
<b>17. OTHER LIABILITIES</b>		
Mark-up / Return / Interest payable in local currency	416,070	442,759
Accrued expenses	51,590	63,971
Provision for compensated absences	-	4,804
Payable to an associated undertaking	12,685	12,713
Government levies payable	71,834	53,074
Provision for audit fee	1,557	2,019
Advance insurance premium on lease	780	758
Security deposits against finance lease	731,723	642,615
Payable Brokerage	-	3,873
Provision for staff rewards	<u>77,070</u>	<u>120,456</u>
	<u><b>1,363,309</b></u>	<u><b>1,347,042</b></u>

18. SHARE CAPITAL

18.1 Authorised capital

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

<u>1,000,000,000</u>	<u>1,000,000,000</u>	Ordinary shares of Rs. 10 each	<u>10,000,000</u>	<u>10,000,000</u>
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18.2 Issued, subscribed and paid-up share capital

<u>600,000,000</u>	<u>600,000,000</u>	Ordinary shares of Rs. 10 each	<u>6,000,000</u>	<u>6,000,000</u>
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<u>600,000,000</u>	<u>600,000,000</u>	Fully paid in cash	<u>6,000,000</u>	<u>6,000,000</u>
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18.3 Major shareholders (holding more than 5% of total paid-up capital)

Name of shareholder	30 June 2024 (Un-audited)		31 December 2023 (Audited)	
	Number of shares held	Percentage of shareholding	Number of shares held	Percentage of shareholding
Government of Pakistan	300,000,000	50%	300,000,000	50%
Iran Foreign Investment Company	300,000,000	50%	300,000,000	50%
	<u>600,000,000</u>	<u>100%</u>	<u>600,000,000</u>	<u>100%</u>

19. RESERVES

Statutory reserve

	30 September 2024 (Un-audited)	31 December 2023 (Audited)
	----- (Rupees in '000) -----	
Opening balance	1,247,496	1,093,746
Transfer during the period / year	<u>104,662</u>	<u>153,750</u>
Closing balance	<u>1,352,158</u>	<u>1,247,496</u>

19.1 According to BPD Circular No. 15 dated 31 May 2004 issued by SBP, an amount not less than 20% of the after tax profits shall be transferred to create a reserve fund till such time the reserve fund equals the amount of the paid-up capital and after that a sum not less than 5% of profit after tax shall be credited to the statutory reserve.

20. SURPLUS ON REVALUATION OF ASSETS

Surplus / (deficit) on revaluation of

	Note	30 September 2024 (Un-audited)	31 December 2023 (Audited)
		----- (Rupees in '000) -----	
- Securities measured at FVOCI - Debt	8.1	304,149	25,828
- Securities measured at FVOCI - Equity		36,932	114,626
		<u>341,081</u>	<u>140,454</u>

Deferred tax on surplus / (deficit) on revaluation of:

- Securities measured at FVOCI - Debt	(87,557)	6,474
- Securities measured at FVOCI - Equity	<u>(4,617)</u>	<u>(22,232)</u>
	<u>(92,174)</u>	<u>(15,758)</u>
	<u>248,907</u>	<u>124,696</u>

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

**21. CONTINGENCIES AND COMMITMENTS**

- Commitments	21.1 - 21.3	7,195,661	10,772,437
- Other contingent liabilities	21.4	<u>245,280</u>	<u>245,280</u>
		<u>7,440,941</u>	<u>11,017,717</u>

**21.1 Commitments in respect of repo transactions**

Repurchase agreement borrowings		<u>6,895,661</u>	<u>10,472,437</u>
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**21.2 Direct credit substitutes**

		<u>300,000</u>	<u>300,000</u>
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The amount represents Standby Letter of Credit and Letter of Comfort facilities issued to the Company's clients in its normal course of business.

**21.3 Commitments to extend credit**

The Company makes commitments to extend credit in the normal course of its business but these being revocable commitments do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

**21.4 Other contingent liabilities**

**21.4.1** The status of the tax contingencies remain unchanged as disclosed in the note 19.5 of annual audited Financial Statements for the year ended 31 December 2023 except for:

"With respect to super tax in tax year 2023, whereby the notice under section 4C of the Income Tax Ordinance, 2001 was issued in Feb 2024 demanding super tax of Rs. 73.103m against declared super tax of Rs. 23.266m. The notice was challenged before the Islamabad High Court(IHC) and IHC has decided the issue in favor of the company. The department has challenged the Judgment of IHC in intra Court Appeal (ICA). The case is pending with ICA. The Company, in consultation with its tax advisor, is confident of a favorable outcome."

**22. OFF BALANCE SHEET FINANCIAL INSTRUMENTS**

Off balance sheet financial instruments includes derivatives, contracts the characteristics of which are derived from those of underlying assets. These include forwards and swaps in money and foreign exchange markets. The Company's exposure in these instruments represents equity futures. The Company also enters into repo transactions against government securities carrying fixed interest rates and having fixed contractual maturities. The credit risk associated with repo transactions is secured through underlying government securities.

**23. DERIVATIVE INSTRUMENTS**

The Company at present does not offer structured derivative products such as interest rate swaps, forward rate swaps, forward rate agreements or forward exchange options. However, the Company buys and sells derivative instruments such as equity futures.

**23.1 Equity futures**

An equity futures contract is a standardized contract, traded on a futures counter of the stock exchange, to buy or sell a certain underlying scrip at a certain date in the future, at a specified price.

The Company uses equity futures as a hedging instrument to hedge its equity portfolio against equity price risk. Only selected shares are allowed to be traded on futures exchange. Equity futures give flexibility to the Company either to take delivery on the future settlement date or to settle it by adjusting the notional value of the contract based on the current market rates.

		30 September 2024 (Un-audited)	30 September 2023 (Un-audited)
	Note	----- (Rupees in '000) -----	
<b>24. MARK-UP / RETURN / INTEREST EARNED</b>			
On loans and advances		1,169,844	978,345
On investments		3,775,270	3,179,466
On deposits with financial institutions		10,069	2,898
On lendings to financial institutions		54	250
		<u>4,955,237</u>	<u>4,160,959</u>
<b>24.1 Interest income (calculated using effective interest rate method) recognised on:</b>			
Financial assets measured at amortised cost;		1,169,844	981,493
Financial assets measured at fair value through OCI.		3,785,393	3,179,466
		<u>4,955,237</u>	<u>4,160,959</u>
<b>25. MARK-UP / RETURN / INTEREST EXPENSED</b>			
Deposits		549,589	345,050
Securities sold under repurchase agreements		167,911	138,480
On borrowing from State Bank of Pakistan- Under financing facility			
- Imported & Locally Manufactured Plant & Machinery (LTFF)		27,505	31,513
- Temporary Economic Refinance Facility (TERF)		8,580	8,980
- Renewable Energy (REF)		12,285	13,416
- Financing Facility for Storage of Agriculture Produce (FFSAP)		6,184	2,440
Borrowings from State Bank of Pakistan - open market operation		995,585	1,409,142
Term Borrowing		682,561	664,693
Clean Borrowing		1,277,703	389,650
		<u>3,727,903</u>	<u>3,003,364</u>
<b>26. FEE &amp; COMMISSION INCOME</b>			
Credit related fees		15,999	11,903
Commission on guarantees		1,736	1,010
		<u>17,735</u>	<u>12,913</u>
<b>27. GAIN ON SALE OF SECURITIES - NET</b>			
Realised	27.1	7,045	20,184
Unrealised loss - Measured at FVPL		(299)	(886)
		<u>6,746</u>	<u>19,298</u>
<b>27.1 Realised gain on:</b>			
Shares		<u>7,045</u>	<u>20,184</u>

30 September  
2024  
(Un-audited)  
----- (Rupees in '000) -----

30 June  
2023  
(Un-audited)

**27.2 Net gain / loss on financial assets / liabilities measured at FVPL:**

Mandatorily measured at FVPL	7,045	20,184
Net gain / (loss) on investments in equity instruments designated at FVOCI	179,100	(2,270)
	186,145	17,914

**28. OTHER INCOME**

Other Income	(255)	2,753
Gain on sale of property and equipment - net	3,646	16
	3,391	2,769

**29. OPERATING EXPENSES**

**Total compensation expense** 291,504 296,272

**Property expense**

Property taxes	464	626
Insurance	5,341	4,696
Utilities cost	11,580	9,573
Security (including guards)	1,386	1,199
Repair & maintenance (including janitorial charges)	7,919	7,777
Depreciation on owned assets	33,352	14,436
	60,042	38,307

**Information technology expenses**

Software maintenance	4,429	2,506
Hardware maintenance	2,713	1,782
Depreciation	6,049	5,703
Amortisation	179	102
Network charges	7,828	7,639
Others	616	415
	21,814	18,147

**Other operating expenses**

Directors' fees and allowances	10,875	8,375
Legal & professional charges	15,273	6,128
Travelling & conveyance	27,986	22,242
Training & development	301	849
Postage & courier charges	200	209
Communication	1,256	1,290
Stationery & printing	1,461	1,506
Marketing, advertisement & publicity	847	825
Donations	1,015	-
Auditors Remuneration	2,330	2,178
Commission and brokerage	3,201	2,082
Others	6,577	5,457
	71,322	51,141

**444,682** **403,864**

**30. Levies**

Final tax 30.1 90,226 13,185

**30.1** This represents final tax on dividend income and capital gains under section 5 and 37A respectively of the Income Tax Ordinance, 2001. These has been recognised as levies in these condensed interim financial statements as per the requirements of IFRIC 21 / IAS 37 and guide on IAS 12 issued by ICAP.

		30 September 2024 (Un-audited)	30 September 2023 (Un-audited)
----- (Rupees in '000) -----			
<b>31. CREDIT LOSS ALLOWANCE &amp; WRITE OFFS - NET</b>			
Credit loss allowance / (reversal) against balances with other banks		(36)	-
Credit loss allowance for diminution in value of investments	9.5	192,996	14,495
Credit loss allowance / (reversal) against loans & advances	10.4	(434,755)	163,382
Other credit loss allowance / write offs	10.4.1	197,485	-
		<u>(44,310)</u>	<u>177,877</u>

		30 September 2024 (Un-audited)	30 September 2023 (Un-audited)
(Rupees in '000)			
<b>32. TAXATION</b>			
Current		230,432	191,673
Prior period		(13,531)	-
Deferred		58,200	(5,445)
		<u>275,101</u>	<u>186,228</u>

### 33. BASIC & DILUTED EARNINGS PER SHARE

Profit for the period	<u>523,312</u>	<u>496,569</u>
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#### (Number of Shares in '000)

Weighted average number of ordinary shares	<u>600,000</u>	<u>600,000</u>
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Basic & diluted earnings per share	<u>0.87</u>	<u>0.83</u>
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### 34. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as amortised cost, is based on quoted market price. Quoted securities classified under held to collect model are carried at amortised cost.

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.

#### 34.1 Fair value of financial assets

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

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

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

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

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

Government securities	PKRV / PKFRV rates (MUFAP rates)
Term finance certificates and sukuk bonds (other than government)	MUFAP rates
Listed securities	PSX rates

In the opinion of the management, the fair value of the remaining financial assets and liabilities is not significantly different from their carrying values.

34.2 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 measured is categorised.

**On balance sheet financial instruments**

	30 September 2024			
	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in 000) -----			
<b>Financial assets measured at fair value</b>				
Federal Government Securities	15,487,410	3,856,855	-	19,344,265
Shares in listed companies	245,924	-	-	245,924
Non Government Debt Securities	2,254,365	3,166,556	-	5,420,921
	<u>17,987,699</u>	<u>7,023,411</u>	<u>-</u>	<u>25,011,110</u>

	31 December 2023			
	Fair value			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in 000) -----			
<b>Financial assets measured at fair value</b>				
Federal Government Securities	12,956,862	2,974,935	-	15,931,797
Shares in listed companies	836,387	-	-	836,387
Non Government Debt Securities	2,513,753	3,368,572	-	5,882,325
	<u>16,307,002</u>	<u>6,343,507</u>	<u>-</u>	<u>22,650,509</u>

35. SEGMENT INFORMATION

Segment Details with respect to Business Activities	30 September 2024				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
(Rupees in '000)					
<b>Profit &amp; Loss</b>					
Net mark-up/return/profit	925,311	320,821	-	(18,798)	1,227,334
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	17,735	-	58,344	3,391	79,470
<b>Total Income</b>	<b>943,046</b>	<b>320,821</b>	<b>58,344</b>	<b>(15,407)</b>	<b>1,306,804</b>
Segment direct expenses	50,655	20,966	18,429	372,425	462,475
Inter segment expense allocation	-	-	-	-	-
<b>Total expenses</b>	<b>50,655</b>	<b>20,966</b>	<b>18,429</b>	<b>372,425</b>	<b>462,475</b>
Provisions	(44,419)	145	-	(36)	(44,310)
<b>Profit before levies and taxation</b>	<b>936,810</b>	<b>299,710</b>	<b>39,915</b>	<b>(387,796)</b>	<b>888,639</b>

Balance Sheet	30 September 2024				
	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
(Rupees in '000)					
Cash & Bank balances	-	-	-	440,511	440,511
Investments	5,448,533	19,344,262	218,315	-	25,011,110
Net inter segment lending	-	-	-	-	-
Lendings to financial institutions	-	-	-	-	-
Advances - performing	9,912,497	-	-	98,952	10,011,449
- non-performing	330,823	-	-	-	330,823
Others	421,836	1,169,356	1,690	1,794,455	3,387,337
<b>Total Assets</b>	<b>16,113,689</b>	<b>20,513,618</b>	<b>220,005</b>	<b>2,333,918</b>	<b>39,181,230</b>
Borrowings	5,713,569	17,208,224	44,727	-	22,966,520
Subordinated debt	-	-	-	-	-
Deposits & other accounts	2,468,513	1,378,145	46,962	-	3,893,620
Net inter segment borrowing	-	-	-	-	-
Others	177,634	238,456	-	947,219	1,363,309
<b>Total liabilities</b>	<b>8,359,716</b>	<b>18,824,825</b>	<b>91,689</b>	<b>947,219</b>	<b>28,223,449</b>
Equity	7,753,973	1,688,793	128,316	1,386,699	10,957,781
<b>Total Equity &amp; liabilities</b>	<b>16,113,689</b>	<b>20,513,618</b>	<b>220,005</b>	<b>2,333,918</b>	<b>39,181,230</b>
Contingencies & Commitments	300,000	6,895,661	-	245,280	7,440,941

30 September 2023

	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
(Rupees in '000)					
<b>Profit &amp; Loss</b>					
Net mark-up/return/profit	1,006,217	241,185	-	(89,807)	1,157,595
Inter segment revenue - net	-	-	-	-	-
Non mark-up / return / interest income	12,913	-	114,934	2,769	130,616
<b>Total Income</b>	<b>1,019,130</b>	<b>241,185</b>	<b>114,934</b>	<b>(87,038)</b>	<b>1,288,211</b>
Segment direct expenses	42,931	23,726	16,319	331,376	414,352
Inter segment expense allocation	-	-	-	-	-
<b>Total expenses</b>	<b>42,931</b>	<b>23,726</b>	<b>16,319</b>	<b>331,376</b>	<b>414,352</b>
Provisions	175,044	2,800	-	33	177,877
<b>Profit before levies and taxation</b>	<b>801,155</b>	<b>214,659</b>	<b>98,615</b>	<b>(418,447)</b>	<b>695,982</b>

31 December 2023 (Audited)

	Corporate Finance & Commercial Banking	Trading & Sales (other than Capital Market)	Capital Markets	Others	Total
(Rupees in '000)					
<b>Balance Sheet</b>					
Cash & Bank balances	-	-	-	454,787	454,787
Investments	4,428,346	17,418,753	803,410	-	22,650,509
Net inter segment lending	-	-	-	-	-
Lendings to financial institutions	-	-	-	-	-
Advances - performing	10,166,941	-	-	101,495	10,268,436
Advances - non-performing	383,447	-	-	-	383,447
Others	421,110	640,636	147	1,622,818	2,684,711
<b>Total Assets</b>	<b>15,399,844</b>	<b>18,059,389</b>	<b>803,557</b>	<b>2,179,100</b>	<b>36,441,890</b>
Borrowings	6,052,634	15,560,416	176,168	-	21,789,218
Subordinated debt	-	-	-	-	-
Deposits & other accounts	1,761,827	828,494	134,151	-	2,724,472
Net inter segment borrowing	-	-	-	-	-
Others	142,129	300,628	-	904,285	1,347,042
<b>Total liabilities</b>	<b>7,956,590</b>	<b>16,689,538</b>	<b>310,319</b>	<b>904,285</b>	<b>25,860,732</b>
Equity	7,443,254	1,369,851	493,238	1,274,815	10,581,158
<b>Total Equity &amp; liabilities</b>	<b>15,399,844</b>	<b>18,059,389</b>	<b>803,557</b>	<b>2,179,100</b>	<b>36,441,890</b>
Contingencies & Commitments	300,000	10,472,437	-	245,280	11,017,717

### 36. RELATED PARTY TRANSACTIONS

Related parties of the Company comprise retirement benefit plan, major shareholders, directors, key management personnel and their close family members.

The Company enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

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

	30 September 2024 (Un-audited)			31 December 2023 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
<b>Advances</b>						
Opening balance	-	47,991	-	-	79,776	-
Addition during the period / year	-	2,000	-	-	6,827	-
Repaid during the period / year	-	(6,085)	-	-	(38,612)	-
Closing balance	-	43,906	-	-	47,991	-
<b>Other Assets</b>						
Other receivable	-	-	18,103	-	-	18,298
<b>Deposits and other accounts</b>						
Opening balance	-	73,835	1,551,712	-	89,441	1,132,111
Received during the period / year	-	990,482	5,118,610	-	1,028,340	5,521,882
Withdrawn during the period / year	-	(915,854)	(4,663,732)	-	(1,043,946)	(5,102,281)
Closing balance	-	148,463	2,006,590	-	73,835	1,551,712
<b>Other Liabilities</b>						
Interest / mark-up payable	-	1,212	99,777	-	758	61,819
Other liabilities	-	-	-	-	-	-
- bonus payable to Key Management	-	8,871	-	-	10,902	-
- payable to Iran Foreign Investment Company - associate	-	-	12,685	-	-	12,713
- director fee payable	-	-	-	-	-	1,500
----- (Rupees in '000) -----						
<b>RELATED PARTY TRANSACTIONS</b>						
	30 September 2024 (Un-audited)			30 June 2023 (Un-audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
----- (Rupees in '000) -----						
<b>Income</b>						
Mark-up / return / interest earned	-	1,591	-	-	1,834	-
<b>Expense</b>						
Mark-up / return / interest paid	-	18,117	287,566	-	9,152	115,752
<b>Operating expenses</b>						
Fees for Board & Committee Meeting	10,875	-	-	5,675	-	-
Managerial Remuneration	-	145,644	-	-	107,958	-
Contribution to defined contribution plan	-	8,097	-	-	4,226	-
Rent & house maintenance	-	18,042	-	-	11,406	-
Utilities	-	4,940	-	-	3,267	-
Medical	-	9,136	-	-	3,062	-
Conveyance	-	14,736	-	-	10,455	-
Others	-	423	-	-	329	-
Contribution to the defined contribution plan	-	-	11,851	-	-	6,916
Payment to the defined benefit plan	-	-	11,236	-	-	6,804
Charge for defined benefit plan	-	-	10,947	-	-	8,165

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

**37. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS**

**Minimum Capital Requirement (MCR):**

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

Eligible Common Equity Tier 1 (CET 1) Capital	6,504,081	6,137,654
Eligible Additional Tier 1 (ADT 1) Capital	-	-
<b>Total Eligible Tier 1 Capital</b>	<b>6,504,081</b>	<b>6,137,654</b>

Eligible Tier 2 Capital	-	-
<b>Total Eligible Capital (Tier 1 + Tier 2)</b>	<b>6,504,081</b>	<b>6,137,654</b>

**Risk Weighted Assets (RWAs):**

Credit Risk	13,409,941	12,543,324
Market Risk	400,436	1,672,774
Operational Risk	2,558,700	2,558,700
<b>Total</b>	<b>16,369,077</b>	<b>16,774,798</b>

	30 September 2024		31 December 2023	
	Required	Actual	Required	Actual
Common Equity Tier 1 Capital Adequacy ratio (%)	6.00%	39.73%	6.00%	36.59%
Tier 1 Capital Adequacy Ratio (%)	7.50%	39.73%	7.50%	36.59%
Total Capital Adequacy Ratio (%)	11.5%*	39.73%	11.50%	36.59%

\*In terms of BPRD Circular Letter No. 12 of 2020 dated March 26, 2020, SBP has reduced Capital Conversion Buffer (CCB) requirement from 2.5% to 1.5% to enable the banks/DFIs to continue funding the real economy during evolving situation of CoVID-19 outbreak.

Standardized Approach of Basel III is used for calculating Capital Adequacy for Credit and Market Risk while Basic indicator Approach is used for calculating Capital Adequacy for Operational Risk.

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

**Leverage Ratio (LR):**

Eligible Tier-1 Capital	6,504,081	6,137,654
Total Exposures	40,374,212	36,821,894
Leverage Ratio	16.11%	16.67%

	30 September 2024 (Un-audited)	31 December 2023 (Audited)
	----- (Rupees in '000) -----	
<b>Liquidity Coverage Ratio (LCR):</b>		
Total High Quality Liquid Assets	12,955,042	4,721,000
Total Net Cash Outflow	9,472,865	2,488,417
Liquidity Coverage Ratio (%)	<u>1.37</u>	<u>1.90</u>
<b>Net Stable Funding Ratio (NSFR):</b>		
Total Available Stable Funding	17,995,168	18,129,032
Total Required Stable Funding	15,233,208	15,611,204
Net Stable Funding Ratio (%)	<u>118%</u>	<u>116%</u>

37.1 State Bank of Pakistan issued Green Banking Guidelines vide IH&SMEFD Circular No. 08 of 2017 with a view to safeguarding against environmental risks emerging from banks and DFIs' businesses and operations. In order to align the DFI with regulatory expectations, PICL has put in place a Green Banking Framework focusing on following three areas:

**1) Environmental Risk Management**

For increasing financial stability through management and mitigation of environmental Risks of Lending portfolio, PICL has in place integration of environmental risk considerations into the credit risk assessment by introducing an Environmental Risk Rating, which is part of the Credit Risk Assessment.

**2) Business Facilitation**

The DFI is pursuing a green portfolio through soliciting clients for Renewable Energy related Lending by offering the SBP's Renewable Energy Refinance Scheme.

**3) Own Impact Reduction**

In order to reduce its own impact on environment, the DFI has set targets to lower its energy consumption, paper and waste reduction, bring energy efficient equipments, and plantation of greenery in surroundings.

**38. GENERAL**

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

38.2 The Pakistan Credit Rating Agency Limited (PACRA) has maintained the long term entity rating to AA (Double A) and the short term rating at A1+ (A one plus) of the Company.

38.3 Comparative information has been re-classified, re-arranged or additionally incorporated in these condensed interim financial statements wherever necessary to facilitate comparison and better presentation.

**39. EVENTS AFTER THE REPORTING DATE**

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

40. DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 27<sup>th</sup> October 2024 by the Board of Directors of the Company.

				
Chief Financial Officer	Managing Director / Chief Executive Officer	Chairman	Director	Director

