PAK OMAN INVESTMENT COMPANY LIMITED

UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED MARCH 31, 2026

DIRECTORS' REPORT

The Directors of Pak Oman Investment Company Limited (the Company) are pleased to present the Financial Statements for the first quarter ended March 31, 2026.

Macroeconomic overview

Global Economic Performance

The global economy remained resilient during 1QCY26 despite an uncertain trade environment. Moderating inflation through February and a more accommodative monetary policy initially provided support, though energy shock in March reasserted inflationary pressures. Moreover, despite the US Supreme Court's ruling on 20 February invalidating Trump's reciprocal tariffs, trade uncertainty and geopolitical risks continue to weigh on consumer and business sentiment.

Notably, international oil prices surged to a four-year high of US$118 per barrel in March 2026, as oil and gas flows through the Strait of Hormuz, which typically carries around 20% of global oil consumption, were disrupted by war, alongside multiple attacks on energy facilities across the Middle East. Pakistan hosted the first round of talks between the US and Iran, but a conclusion is yet to be reached.

Reflecting these heightened risks, the IMF downgraded its global growth forecast to 3.1% in April 2026, citing increased risks from geopolitical tensions, particularly energy price volatility.

Pakistan Economic Performance

Pakistan secured a staff-level agreement on its third review under the IMF's Extended Fund Facility (EFF), following which the country is expected to receive a US$1.2bn tranche in the coming quarter.

Pakistan's trade deficit widened to US$25.7bn 9MFY26, with exports declining by 5.8% YoY while imports increased by 8% YoY. The drop in exports reflects an overall slowdown in global demand for consumer and textile goods, whereas the rise in imports indicates a pickup in domestic economic activity.

Remittances, which recorded 8% YoY growth in 9MFY26, continued to support the current account, which posted a surplus of US$1.4bn during 1QCY26, taking 9MFY26 cumulative current account balance to a US$8mn surplus.

Pakistan's central bank foreign exchange reserves remained comfortable at above US$16bn. Despite delays in the issuance of planned Panda Bonds and other global bonds, the country remains well-positioned to meet US$5bn expected outflow before the end of the fiscal year.

The State Bank of Pakistan (SBP) maintained the policy rate at 10.5% during 1QCY26, citing comfort in its outlook for external flows, inflation, GDP growth, and foreign exchange reserves. However, the central bank highlighted risks to inflation and the fiscal account stemming from the intensity and duration of the US–Iran conflict.

Domestic petrol prices also surged in-line with increase in global oil prices amid escalating tensions, disrupting energy supplies from the Middle East. Resultantly we saw increasing expectations of potential hike in inflation and interest rates, adversely impacting capital markets.

Financial Performance

March 2026	March 2025		March 2026	March 2025
US$ in million			***PKR in million***	
1.195	4.691	Profit before provision	334	1,309
0.499	(0.435)	Reversal / (Provisions) and write offs - net	139	(121)
1.694	**4.256**	**Profit before taxation**	**473**	**1,188**
(0.712)	(1.691)	Taxation	(199)	(472)
0.982	**2.565**	**Profit after taxation**	**274**	**716**
0.0016	0.0042	Earnings per share	0.45	1.16

For the first quarter ended March 31, 2026, the Company delivered a mixed but overall stable performance, with profitability supported by net reversals on provisions. Funding costs normalized during the period compared to a relatively favourable cost environment in the corresponding quarter last year, which is reflected in profit before taxation of PKR 473 million (March 2025: PKR 1,188 million). Net interest income for the quarter stood at PKR 904 million (US$ 3.240 million), compared to PKR 2,582 million (US$ 9.251 million)in the corresponding period last year. The stronger results in the prior year were driven by strategic treasury actions, including investments in higher-yield government securities, which continued to generate above-market interest income as market interest rates declined. The current period's performance reflects a normalized funding and operational environment, supported by continued portfolio optimization, disciplined repricing, and a balanced funding and deployment mix.

The quarter also benefited from net reversals on provisions and write-offs of PKR 139 million (March 2025: net provisions of PKR 121 million), which provided support to the bottom line. Consequently, profit after taxation stood at PKR 274 million (March 2025: PKR 716 million), translating into earnings per share of PKR 0.45 (March 2025: PKR 1.16).

Financial Position

March 2026	December 2025		March 2026	December 2025
US $ in million			***PKR in million***	
45	54	Shareholders' equity	12,623	15,204
70	72	Advances	19,428	20,166
1,047	912	Investments	292,290	254,686
1,168	1,027	Total Assets	326,000	286,568

The Company's total assets grew by PKR 39 billion and came to a close of PKR 326 billion (US$ 1,168 million) as against PKR 287 billion (US$ 1,027 million) of total assets as of December 2025, reflecting a 14% increase. This growth was primarily driven by investments in government securities.

The decline in advances reflects a marginal contraction in the loan portfolio during the period, driven primarily by net repayments exceeding new disbursements, resulting in a slight reduction in outstanding credit exposure.

This also reflects a more cautious lending environment amid prevailing global uncertainties, including volatile interest rate conditions, geopolitical tensions, and a subdued international economic outlook. In response, both borrowers and lenders adopted a conservative stance, leading to muted credit demand and selective loan origination. Consequently, the advances book recorded a modest decline during the period.

Shareholders' equity declined during the period, mainly due to a reduction in surplus on government securities, driven by fluctuations in market yields and changing interest rate conditions, which resulted in adverse mark-to-market adjustments in the investment portfolio.

The Company's capital adequacy ratio (CAR) stood at 24.48% as of March 31, 2026, well above the minimum domestic regulatory benchmark of 11.50%.

Credit Rating

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

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

Corporate Governance Rating

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

Appreciation and Acknowledgement

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

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

On behalf of the Board

Nauman Ansari	**Juland Jaifar Salim Al Said**
Managing Director / Chief Executive Officer	**Chairman**

Karachi, May 19, 2026

Pak Oman Investment Company Limited
Unconsolidated Condensed Interim Statement of Financial Position
As at March 31, 2026

(Un-audited) March 31, 2026	(Audited) December 31, 2025		Note	(Un-audited) March 31, 2026	(Audited) December 31, 2025
(US Dollar in '000)				(Rupees in '000)	
		ASSETS			
3,793	5,211	Cash and balances with treasury banks	6	1,058,910	1,454,616
262	272	Balances with other banks	7	73,262	75,806
-	-	Lendings to financial institutions	8	-	-
1,047,060	912,353	Investments	9	292,290,393	254,686,366
69,597	72,240	Advances	10	19,428,156	20,166,090
3,571	3,353	Property and equipment	11	996,876	936,055
433	465	Right-of-use assets	12	120,966	129,858
114	127	Intangible assets	13	31,920	35,570
2,059	-	Deferred tax assets	14	574,640	-
40,926	32,541	Other assets	15	11,424,579	9,083,844
-	-	Assets held-for-sale		-	-
1,167,815	1,026,562	**Total Assets**		325,999,702	286,568,205
		LIABILITIES			
-	-	Bills payable		-	-
1,065,687	886,568	Borrowings	16	297,489,938	247,488,354
43,035	69,525	Deposits and other accounts	17	12,013,343	19,408,066
603	624	Lease liabilities	18	168,396	174,215
-	-	Subordinated debt		-	-
-	3,328	Deferred tax liabilities	14	-	929,086
13,271	12,053	Other liabilities	19	3,705,112	3,364,740
1,122,596	972,098	**Total Liabilities**		313,376,789	271,364,461
45,219	54,464	**NET ASSETS**		12,622,913	15,203,744
		REPRESENTED BY			
22,031	22,031	Share capital	20	6,150,000	6,150,000
9,179	8,983	Reserves		2,562,322	2,507,509
5,203	13,239	Surplus on revaluation of assets	21	1,452,447	3,695,747
8,806	10,211	Unappropriated profit		2,458,144	2,850,488
45,219	54,464			12,622,913	15,203,744
		CONTINGENCIES AND COMMITMENTS	22		

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

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

Pak Oman Investment Company Limited

Unconsolidated Condensed Interim Profit and Loss Account (Un-audited)

For the first quarter ended March 31, 2026

First quarter ended				First quarter ended	
March 31, 2026	**March 31, 2025**		**Note**	**March 31, 2026**	**March 31, 2025**
(US Dollar in '000)				**(Rupees in '000)**	
31,346	44,214	Mark-up / return / interest earned	23	8,750,248	12,342,377
28,106	34,963	Mark-up / return / interest expensed	24	7,845,827	9,760,137
3,240	9,251	**Net mark-up / return / interest income**		904,421	2,582,240
		NON MARK-UP / INTEREST INCOME			
374	76	Fee and commission income	25	104,371	21,173
140	299	Dividend income		39,094	83,438
-	-	Foreign exchange income		-	-
-	-	Income from derivatives		-	-
(1,211)	(3,680)	Gain / (loss) on securities	26	(337,918)	(1,027,370)
-	-	Net gains on derecognition of financial assets measured at amortised cost		-	-
42	31	Other income	27	11,772	8,699
(655)	(3,274)	Total non mark-up / interest income		(182,681)	(914,060)
2,585	5,977	**Total income**		721,740	1,668,180
		NON MARK-UP / INTEREST EXPENSES			
1,262	1,150	Operating expenses	28	352,345	321,149
53	90	Workers Welfare Fund		14,771	25,061
75	46	Other charges	29	20,960	12,951
1,390	1,286	Total non mark-up / interest expenses		388,076	359,161
1,195	4,691	**Profit before credit loss allowance**		333,664	1,309,019
499	(435)	Credit reversal / (loss) allowance and write offs - net	30	139,279	(121,445)
-	-	Extra ordinary / unusual items		-	-
1,694	4,256	**PROFIT BEFORE TAXATION**		472,943	1,187,574
(712)	(1,691)	Taxation	31	(198,879)	(471,940)
982	2,565	**PROFIT AFTER TAXATION**		274,064	715,634
(US $)				**(Rupees)**	
0.0016	0.0042	**Basic and diluted earnings per share**	32	0.45	1.16

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

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

Pak Oman Investment Company Limited
Unconsolidated Condensed Interim Statement of Comprehensive Income (Un-audited)
For the first quarter ended March 31, 2026

First quarter ended			First quarter ended	
March 31, 2026	**March 31, 2025**		**March 31, 2026**	**March 31, 2025**
(US Dollar in '000)			**---------(Rupees in '000)---------**	
982	2,565	**Profit after taxation for the period**	274,064	715,634
		Other comprehensive income		
		Items that may be reclassified to profit and loss account in subsequent periods :		
(8,024)	577	Movements in surplus on revaluation of investments through FVOCI- net of tax	(2,239,895)	160,940
		Items that will not be reclassified to profit and loss account in subsequent periods :		
-	-	Movement in surplus on revaluation of property and equipment - net of tax	-	-
-	-	Movement in surplus on revaluation of non-banking assets- net of tax	-	-
-	-		-	-
(7,042)	3,142	**Total comprehensive income / (loss)**	(1,965,831)	876,574

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

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

Pak Oman Investment Company Limited
Unconsolidated Condensed Interim Statement of Changes in Equity (Un-audited)
For the first quarter ended March 31, 2026

	Share capital	Statutory reserve	General reserve	Surplus / (deficit) on revaluation of Investments	Surplus / (deficit) on revaluation of Property and equipment / Non-banking assets	Unappropriated profit	Total
	----------------	----------------	----------------	(Rupees in '000)	----------------	----------------	----------------
Opening balance as at January 01, 2025	6,150,000	1,863,123	-	1,076,234	447,539	535,614	10,072,510
Profit after taxation	-	-	-	-	-	715,634	715,634
Other comprehensive income - net of tax							-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	160,940	-	-	160,940
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	-
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	160,940	-	-	160,940
Transfer from general reserve	-	-	-	-	-	-	-
Transfer to statutory reserve	-	143,127	-	-	-	(143,127)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(3,407)	3,407	-
Transaction with owners recorded directly in equity							
Final cash dividend - December 31, 2024 declared subsequent to the year end (Rs. 0.45 per share)	-	-	-	-	-	(276,750)	(276,750)
Opening balance as at April 01, 2025	**6,150,000**	**2,006,250**	**-**	**1,237,174**	**444,132**	**834,778**	**10,672,334**
Profit after taxation	-	-	-	-	-	2,506,297	2,506,297
Other comprehensive income - net of tax							
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	2,145,783	-	-	2,145,783
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	(121,115)	-	-	(121,115)
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	445	445
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	2,024,668	-	445	2,025,113
Transfer to statutory reserve	-	501,259	-	-	-	(501,259)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(10,227)	10,227	-

	Share capital	Statutory reserve	General reserve	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
				Investments	Property and equipment / Non-banking assets		
	-- (Rupees in '000)						--
Opening balance as at January 01, 2026	**6,150,000**	**2,507,509**	**-**	**3,261,842**	**433,905**	**2,850,488**	**15,203,744**
Profit after taxation	-	-	-	-	-	274,064	274,064
Other comprehensive income / (loss) - net of tax							
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	(2,239,895)	-	-	(2,239,895)
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	-
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	(2,239,895)	-	-	(2,239,895)
Transfer to statutory reserve	-	54,813	-	-	-	(54,813)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(3,405)	3,405	-
Transaction with owners recorded directly in equity							
Final cash dividend - December 31, 2025 declared subsequent to the year end (Rs. 1 per share)	-	-	-	-	-	(615,000)	(615,000)
Closing balance as at March 31, 2026	**6,150,000**	**2,562,322**	**-**	**1,021,947**	**430,500**	**2,458,144**	**12,622,913**

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

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

Pak Oman Investment Company Limited
Unconsolidated Condensed Interim Cash Flow Statement (Un-audited)
For the first quarter ended March 31, 2026

March 31, 2026	March 31, 2025		Note	March 31, 2026	March 31, 2025
(US Dollar in '000)				(Rupees in '000)	
		CASH FLOW FROM OPERATING ACTIVITIES			
1,694	4,256	Profit before taxation		472,943	1,187,574
(140)	(299)	Less: dividend income		(39,094)	(83,438)
1,554	3,957			433,849	1,104,136
		Adjustments:			
125	106	Depreciation		34,908	29,654
47	62	Depreciation on right-of-use assets		13,200	17,263
13	3	Amortization		3,650	839
(499)	435	Credit (reversal) / loss allowance and write offs - net	30	(139,279)	121,445
-	(2)	(Gain) on sale of property and equipment - net		(52)	(545)
31	34	Mark-up / return / profit / interest expensed on lease liability against right-of-use assets		8,767	9,430
1	1	Finance charges on leased assets		223	243
1,113	(546)	Unrealised loss / (gain) on revaluation of investments measured at FVTPL		310,828	(152,493)
831	93			232,245	25,836
2,385	4,050			666,094	1,129,972
		(Increase) / decrease in operating assets			
-	6,799	Lendings to financial institutions		-	1,898,050
(336,448)	(63,007)	Securities classified as FVPL		(93,920,522)	(17,588,702)
2,748	1,110	Advances		767,155	309,843
(8,917)	(19,493)	Other assets (excluding advance taxation)		(2,489,086)	(5,441,402)
(342,617)	(74,591)			(95,642,453)	(20,822,211)
		Increase / (decrease) in operating liabilities			
-	-	Bills payable		-	-
179,119	(144,489)	Borrowings		50,001,584	(40,334,634)
(26,490)	(13,412)	Deposits		(7,394,723)	(3,744,140)
(657)	850	Other liabilities (excluding current taxation)		(184,269)	237,727
151,972	(157,051)			42,422,592	(43,841,047)
(188,260)	(227,592)			(52,553,767)	(63,533,286)
(489)	(137)	Income tax paid		(136,435)	(38,365)
(188,749)	(227,729)	**Net cash (used in) from operating activities**		(52,690,202)	(63,571,651)
		CASH FLOW FROM INVESTING ACTIVITIES			
187,626	228,573	Net Investments in securities classified as FVOCI		52,376,334	63,807,045
(30)	-	Investments in associates		(8,337)	-
140	299	Dividend received		39,094	83,438
(359)	(153)	Investments in property and equipment		(100,100)	(42,626)
-	3	Disposal of property and equipment		115	713
187,377	228,722	**Net cash flow generated from investing activities**		52,307,106	63,848,570
		CASH FLOW FROM FINANCING ACTIVITIES			
(53)	(48)	Payments of lease obligations		(14,809)	(13,297)
-	-	Dividend paid		-	-
(53)	(48)	**Net cash (used in) financing activities**		(14,809)	(13,297)
(1,425)	945	**Increase in cash and cash equivalents**		(397,905)	263,622
5,487	3,306	Cash and cash equivalents at beginning of the period		1,531,687	922,991
4,062	4,251	**Cash and cash equivalents at end of the period**	33	1,133,782	1,186,613

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

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

Pak Oman Investment Company Limited
Notes to the Unconsolidated Condensed Interim Financial Statements (Un-audited)
For the first quarter ended March 31, 2026

1 STATUS AND NATURE OF BUSINESS

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

2 BASIS OF PREPARATION

2.1 STATEMENT OF COMPLIANCE

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

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

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IAS 34 or IFAS the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular No. 2 of 2023 dated 09 February 2023 and IAS 34. These unconsolidated condensed interim financial statements do not include all the information and disclosures required for annual unconsolidated financial statements and should be read in conjunction with the annual unconsolidated financial statements as at and for the year ended 31 December 2025.

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

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

2.2 Functional and presentation currency

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

The US dollar amounts shown in the unconsolidated condensed interim statement of financial position, unconsolidated condensed interim statement of profit and loss account, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim cash flow statement are stated as additional information solely for the convenience of readers and have not been subject to review by the external auditors. For this purpose the amounts in Pakistan rupees have been converted into US Dollars at a rate of Rs 279.1533 = 1 US dollar for the first quarter ended March 31, 2026.

2.3 Basis of Measurement

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

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies information and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the annual unconsolidated financial statements of the Company as at and for the year ended December 31, 2025.

3.1 New accounting standards, amendments and IFRS interpretations that are effective for the period ended March 31, 2026

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

	Effective date (annual periods beginning on or after)
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding the classification and measurement of financial	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial instruments	January 01, 2026
Amendments to IFRS 7 'Financial Instruments: Disclosures' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding nature-dependent electricity contracts that are often structured as power purchase agreements (PPAs)	January 01, 2026

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

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

Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Amendments regarding translations to a hyperinflationary presentation currency	January 01, 2027
IFRS 17 Insurance Contracts	January 01, 2027

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

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

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

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

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

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements is the same as that applied in the preparation of the annual unconsolidated financial statements as at and for the year ended December 31, 2025.

5 FINANCIAL RISK MANAGEMENT

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements is the same as that applied in the preparation of the annual unconsolidated financial statements as at and for the year ended December 31, 2025.

		Note	(Un-audited) March 31, 2026	(Audited) December 31, 2025
			(Rupees in '000)	
6	**CASH AND BALANCES WITH TREASURY BANKS**			
	In hand			
	Local currency		182	120
	Foreign currency		398	460
			580	580
	With State Bank of Pakistan in			
	Local currency current account	6.1	1,058,263	1,453,969
	With National Bank of Pakistan in			
	Local currency current accounts		67	67
	Less: Credit loss allowance held against cash and balances with treasury banks		-	-
	Cash and balances with treasury banks - net of credit loss allowance		1,058,910	1,454,616

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

7	**BALANCES WITH OTHER BANKS**			
	In Pakistan:			
	In current accounts		70,460	44,167
	In deposit accounts		3,052	3,954
			73,512	48,121
	Outside Pakistan:			
	In current accounts		1,360	28,950
	Less: Credit loss allowance held against balances with other banks		(1,610)	(1,265)
	Balances with other banks - net of credit loss allowance		73,262	75,806

8	**LENDINGS TO FINANCIAL INSTITUTIONS**			
	Placements		-	-
	Reverse repo agreements		-	-
	Less: Credit loss allowance held against lending to financial institutions		-	-
	Lendings to financial institutions - net of credit loss allowance		-	-

9 INVESTMENTS

9.1 Investments by types:

	(Un-audited) March 31, 2026				(Audited) December 31, 2025			
	Cost / Amortised Cost	Credit loss allowance	Surplus / (deficit)	Carrying Value	Cost / Amortised Cost	Credit loss allowance	Surplus / (deficit)	Carrying Value
	(Rupees in '000)							
FVTPL								
Federal Government securities	161,518,252	-	800,766	162,319,018	68,170,472	-	994,625	69,165,097
Listed Shares	572,742	-	(116,969)	455,773	-	-	-	-
	162,090,994	-	683,797	162,774,791	68,170,472	-	994,625	69,165,097
FVOCI								
Federal Government securities	123,858,880	-	1,134,976	124,993,856	176,257,905	-	4,742,163	181,000,068
Listed shares	184,533	-	34,302	218,835	155,014	-	77,657	232,671
Unlisted shares	367,512	(132,963)	465,000	699,549	367,512	(132,963)	465,000	699,549
Non-Government debt securities	3,243,138	(597,340)	33,173	2,678,971	3,249,966	(621,678)	44,639	2,672,927
	127,654,063	(730,303)	1,667,451	128,591,211	180,030,397	(754,641)	5,329,459	184,605,215
Associates								
Japan Power Generation Limited	70,726	(70,726)	-	-	70,726	(70,726)	-	-
Pak Oman Advantage Islamic Income Fund	69,107	-	-	69,107	34,107	-	-	34,107
Pak Oman Islamic Asset Allocation Fund	120,128	-	-	120,128	120,128	-	-	120,128
Pak Oman Advantage Asset Allocation Fund	133,455	-	-	133,455	133,455	-	-	133,455
Askari High Yield Scheme	116,408	-	-	116,408	116,408	-	-	116,408
Askari Cash Fund	115,064	-	-	115,064	138,496	-	-	138,496
Pak Oman Daily Dividend Fund	20,043	-	-	20,043	61,796	-	-	61,796
Pak Oman Income Fund	106,827	-	-	106,827	116,291	-	-	116,291
Askari Sovereign Yield Enhancer	47,986	-	-	47,986	-	-	-	-
	799,744	(70,726)	-	729,018	791,407	(70,726)	-	720,681
Subsidiary								
Pak Oman Asset Management Company Limited	681,995	(486,622)	-	195,373	681,995	(486,622)	-	195,373
Total Investments	291,226,796	(1,287,651)	2,351,248	292,290,393	249,674,271	(1,311,989)	6,324,084	254,686,366

9.1.1 Detail of investment in Associates and Subsidiary

	As at March 31, 2026				For the nine months ended March 31, 2026		
	Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit / (loss) after taxation	Total comprehensive income
	---(Rupees in '000) ---						
Associates							
Japan Power Generation Limited	Pakistan	11.29%	-	-	-	-	-
Pak Oman Advantage Islamic Income Fund	Pakistan	54.86%	130,949	1,818	6,448	3,947	3,947
Pak Oman Islamic Asset Allocation Fund	Pakistan	96.75%	126,148	3,692	37,357	(1,552)	(1,552)
Pak Oman Advantage Asset Allocation Fund	Pakistan	99.90%	135,334	1,841	40,759	(2,588)	(2,588)
Askari High Yield Scheme	Pakistan	41.40%	340,437	44,183	21,036	13,349	13,349
Askari Cash Fund	Pakistan	31.42%	419,499	22,280	27,905	22,944	22,944
Pak Oman Daily Dividend Fund	Pakistan	98.83%	24,021	720	3,843	2,779	2,779
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	Pakistan	56.58%	202,142	1,477	15,973	12,201	12,201
Askari Sovereign Yield Enhancer	Pakistan	41.45%	127,669	10,903	6,444	4,728	4,728

	As at March 31, 2026				For the first quarter ended March 31, 2026		
	Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit / (loss) after taxation	Total comprehensive income / (loss)
	---(Rupees in '000) ---						
Subsidiary							
Pak Oman Asset Management Company Limited	Pakistan	99.46%	309,652	119,786	10,945	(12,591)	(12,591)

	Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit after taxation	Total comprehensive income
	As at December 31, 2025				For the nine months ended March 31, 2025		
	------------------(Rupees in '000) ------------------						
Associates							
Japan Power Generation Limited	Pakistan	11.29%	-	-	-	-	-
Pak Oman Advantage Islamic Income Fund	Pakistan	37.99%	94,652	1,850	20,711	17,763	17,763
Pak Oman Islamic Asset Allocation Fund	Pakistan	96.75%	156,991	2,747	55,392	48,793	48,793
Pak Oman Advantage Asset Allocation Fund	Pakistan	99.47%	170,699	1,921	59,865	53,251	53,251
Askari High Yield Scheme	Pakistan	41.40%	336,436	44,035	56,291	47,565	47,565
Askari Cash Fund	Pakistan	35.36%	434,835	22,128	62,566	56,633	56,633
Pak Oman Daily Dividend Fund	Pakistan	99.62%	72,384	1,496	9,177	8,054	8,054
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	Pakistan	58.65%	208,894	1,757	50,029	44,033	44,033
Askari Sovereign Yield Enhancer	Pakistan	-	69,040	10,817	15,038	13,161	13,161

	Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit / (loss) after taxation	Total comprehensive income / (loss)
	As at December 31, 2025				For the nine months ended March 31, 2025		
	------------------(Rupees in '000) ------------------						
Subsidiary							
Pak Oman Asset Management Company Limited	Pakistan	99.46%	318,772	116,315	9,813	(10,988)	(10,988)

9.1.2 Investments given as collateral

	Note	(Un-audited) March 31, 2026 Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value	(Audited) December 31, 2025 Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value
		(Rupees in '000)							
Federal Government Securities									
- Pakistan Investment Bonds		209,169,622	-	2,015,915	211,185,537	178,168,827	-	3,878,370	182,047,197
- Market Treasury Bills		9,406,784	-	(4,208)	9,402,576	-	-	-	-
		218,576,406	-	2,011,707	220,588,113	178,168,827	-	3,878,370	182,047,197
Associates									
Japan Power Generation Limited	22.3.1	70,726	(70,726)	-	-	70,726	(70,726)	-	-
Total investments		218,647,132	(70,726)	2,011,707	220,588,113	178,239,553	(70,726)	3,878,370	182,047,197

9.2 Credit loss allowance for diminution in value of investments

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
9.2.1 Opening balance	1,311,989	1,005,977
Charge / (reversals)		
Charge for the period / year	1,065	308,807
Reversals for the period / year	(25,403)	(2,795)
	(24,338)	306,012
Closing balance	1,287,651	1,311,989

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

Category of classification		(Un-audited) March 31, 2026 Outstanding amount	Credit loss allowance held	(Audited) December 31, 2025 Outstanding amount	Credit loss allowance held
		(Rupees in '000)			
Domestic					
Performing	**Stage 1**	2,615,265	30,819	2,586,857	29,754
Underperforming	**Stage 2**	70,000	8,648	89,833	18,648
Non-performing	**Stage 3**	-	-		
Other assets especially mentioned		-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		557,873	557,873	573,276	573,276
Total		3,243,138	597,340	3,249,966	621,678

9.2.3 The Company does not hold overseas classified debt securities.

* NPI stands for Non-performing investments.

10 ADVANCES

	Performing (Un-audited) March 31, 2026	Performing (Audited) December 31, 2025	Non-performing (Un-audited) March 31, 2026	Non-performing (Audited) December 31, 2025	Total (Un-audited) March 31, 2026	Total (Audited) December 31, 2025
	---	---	(Rupees in '000)	---	---	---
Loans, cash credits, running finances, etc.	19,388,697	18,985,005	2,687,551	2,721,970	22,076,248	21,706,975
Margin trading	308,985	1,445,413	-	-	308,985	1,445,413
Advances - gross	19,697,682	20,430,418	2,687,551	2,721,970	22,385,233	23,152,388
Credit loss allowance against advances						
- Stage 1	159,764	146,418	-	-	159,764	146,418
- Stage 2	151,861	168,234	-	-	151,861	168,234
- Stage 3	-	-	2,645,452	2,671,646	2,645,452	2,671,646
	311,625	314,652	2,645,452	2,671,646	2,957,077	2,986,298
Advances - net of credit loss allowance	19,386,057	20,115,766	42,099	50,324	19,428,156	20,166,090

10.1 Particulars of advances (gross)

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
In local currency	22,385,233	23,152,388
In foreign currencies	-	-
	22,385,233	23,152,388

10.2 Advances include Rs.2,688 million (2025: Rs 2,722 million) which have been placed under the non-performing / Stage 3 status as detailed below:

Category of Classification		(Un-audited) March 31, 2026 Non Performing Loans	(Un-audited) March 31, 2026 Credit loss allowance	(Audited) December 31, 2025 Non Performing Loans	(Audited) December 31, 2025 Credit loss allowance
		---	(Rupees in '000)	---	
Domestic					
Other Assets Especially Mentioned		-	-	-	
Substandard		-	-	-	-
Doubtful	Stage 3	148,500	118,800	153,500	122,800
Loss		2,539,051	2,526,652	2,568,470	2,548,846
Total		2,687,551	2,645,452	2,721,970	2,671,646

10.3 Particulars of credit loss allowance against advances

	(Un-audited) March 31, 2026 Stage 1	Stage 2	Stage 3	Total	(Audited) December 31, 2025 Stage 1	Stage 2	Stage 3	Total
	---	---	---	(Rupees in '000)	---	---	---	---
Opening balance	146,418	168,234	2,671,646	2,986,298	34,712	122,487	2,597,798	2,754,997
Charge for the year	21,334	-	30,000	51,334	119,456	45,747	258,018	423,221
Reversals	(7,988)	(16,373)	(56,194)	(80,555)	(7,750)	-	(184,170)	(191,920)
	13,346	(16,373)	(26,194)	(29,221)	111,706	45,747	73,848	231,301
Amounts written off	-	-	-	-	-	-	-	-
Closing balance	159,764	151,861	2,645,452	2,957,077	146,418	168,234	2,671,646	2,986,298

10.4 Advances - Particulars of credit loss allowance

	(Un-audited)				(Audited)			
	March 31, 2026				December 31, 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	(Rupees in '000)							
10.4.1 Opening balance	146,418	168,234	2,671,646	2,986,298	34,712	122,487	2,597,798	2,754,997
				-				
New Advances	17,016	-	30,000	47,016	119,457	-	-	119,457
Advances derecognised or repaid	(7,988)	-	(56,194)	(64,182)	(5,255)	-	(184,170)	(189,425)
Transfer to stage 1	4,318	(16,373)	-	(12,055)	-	-	-	-
Transfer to stage 2	-	-	-	-	(2,001)	2,001	-	-
Transfer to stage 3	-	-	-	-	(495)	-	495	-
	13,346	(16,373)	(26,194)	(29,221)	111,706	2,001	(183,675)	(69,968)
Amounts written off / charged off	-	-	-	-	-	-	-	-
Changes in risk parameters	-	-	-	-	-	43,746	257,523	301,269
Other changes	-	-	-	-	-	-	-	-
Closing balance	159,764	151,861	2,645,452	2,957,077	146,418	168,234	2,671,646	2,986,298

10.4.2 Category of Classification

		(Un-audited) March 31, 2026		(Audited) December 31, 2025	
		Outstanding Amount	Credit loss allowance	Outstanding Amount	Credit loss allowance
		(Rupees in '000)			
Domestic					
Performing	Stage 1	18,888,780	159,764	19,398,703	146,418
Underperforming	Stage 2	808,902	151,861	1,031,715	168,234
Non-performing					
Other Assets Especially Mentioned		-	-	-	-
Substandard	Stage 3	-	-	-	-
Doubtful		148,500	118,800	153,500	122,800
Loss		2,539,051	2,526,652	2,568,470	2,548,846
Total		22,385,233	2,957,077	23,152,388	2,986,298

			(Un-audited) March 31, 2026	(Audited) December 31, 2025
			(Rupees in '000)	
11	**PROPERTY AND EQUIPMENT**			
	Capital work-in-progress	11.1	24,689	2,048
	Property and equipments		972,187	934,007
			996,876	936,055
11.1	**Capital work-in-progress**			
	Advance to suppliers		24,689	2,048

		(Un-audited) March 31, 2026	(Un-audited) March 31, 2025
		(Rupees in '000)	
11.2	**Additions to property and equipments**		
	The following additions have been made to property and equipments during the period:		
	Capital work-in-progress - Advances to suppliers Vehicles, equipment & furniture and fixtures	22,641	16,142
	Property and equipments		
	Improvements	415	25,654
	Computer equipments	3,789	-
	Furniture and fixture	-	830
	Vehicles	73,255	-
		77,459	26,484
	Total	100,100	42,626
11.3	**Disposal of property and equipments**		
	The net book value of property and equipments disposed of during the period is as follows:		
	Furniture and fixture	63	-
	Office equipment	-	49
	Vehicles	-	119
	Total	63	168

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	

12 RIGHT-OF-USE-ASSETS

As at January 01,		
Cost	210,066	212,037
Accumulated depreciation	(80,208)	(51,390)
Net carrying amount	129,858	160,647
Additions during the period / year	-	7,718
Deletions during the period / year	-	(4,957)
Depreciation charge for the period / year	(8,892)	(33,550)
Net carrying amount	120,966	129,858

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	

13 INTANGIBLE ASSETS

Computer software	31,920	35,570

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	

14 DEFERRED TAX ASSETS / (LIABILITIES)

Deductible Temporary Differences on		
Credit loss allowance against investments and others	490,993	535,589
Amortisation of premium on Federal Government Securities	748	120
Credit loss allowance against advances	1,153,260	1,164,657
Accelerated tax depreciation	81,866	73,287
Assets subject to finance leases	-	30
Net investment in finance leases	21,780	32
	1,748,647	1,773,715
Taxable Temporary Differences on		
Revaluation on investments classified as FVTOCI	(645,503)	(2,067,617)
Revaluation on investments classified as FVTPL	(283,057)	(387,904)
Revaluation on property and equipments / non-banking assets	(245,447)	(247,280)
	(1,174,007)	(2,702,801)
	574,640	(929,086)

15 OTHER ASSETS

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
Income / mark-up accrued in local currency	4,884,252	4,083,313
Mark-up / profit receivable on purchase of securities	3,730,452	2,067,109
Security deposits	15,567	15,567
Advances, deposits, advance rent and other prepayments	50,666	43,129
Prepaid staff cost	47,907	47,907
Advances taxation	1,752,029	1,896,086
Receivables against sale of investments	3,831	-
Non-banking assets acquired in satisfaction of claims	543,750	543,750
Defined benefit plan	-	1,731
Deferred Fair value loss	93,047	97,341
Others	21,828	6,661
	11,143,329	8,802,594
Less: Credit loss allowance held against other assets	-	-
Other assets (net of credit loss allowance)	11,143,329	8,802,594
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	281,250	281,250
	11,424,579	9,083,844

16 BORROWINGS

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
Secured		
Borrowings from the State Bank of Pakistan:		
- Long term financing facility (LTFF)	1,003,003	1,162,786
- Financing Power Plants Using Renewable Energy (REF)	153,729	168,577
- Financing Facility for Storage of Agricultural Produce (FFSAP)	11,538	13,462
- Temporary Economic Refinance Facility (TERF)	118,767	124,734
Repurchase agreement borrowings	219,621,361	130,355,828
Long term borrowings	945,576	1,316,662
Short term borrowing	-	50,010,012
Total secured	221,853,974	183,152,061
Unsecured		
Placements	8,750,000	4,000,000
Murabaha financing	66,885,964	60,336,293
Total unsecured	75,635,964	64,336,293
	297,489,938	247,488,354

17 DEPOSITS AND OTHER ACCOUNTS

	(Un-audited) March 31, 2026		(Audited) December 31, 2025	
	In local currency	Total	In local currency	Total
	(Rupees in '000)			
Certificates of investment				
Financial institutions	1,573,000	1,573,000	7,973,000	7,973,000
Others	10,440,343	10,440,343	11,435,066	11,435,066
	12,013,343	12,013,343	19,408,066	19,408,066

18 LEASE LIABILITIES

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
Lease liability against right-of-use assets	168,396	173,951
Liabilities against assets subject to finance lease	-	264
	168,396	174,215

18.1 Lease liability against right-of-use assets

Outstanding amount at the start of the period / year	173,951	187,986
Additions	-	7,718
Deletion	-	(7,525)
Finance charges	8,767	43,042
Payments	(14,322)	(57,270)
Outstanding amount	168,396	173,951

18.2 Liabilities outstanding

Lease liability against right-of-use assets		
Not later than one year	31,125	28,148
Later than one year and upto five years	120,230	134,992
More than five years	17,041	10,811
	168,396	173,951
Liabilities against assets subject to finance lease		
Not later than one year	-	264
Later than one year and upto five years	-	-
	-	264

		Note	(Un-audited) March 31, 2026	(Audited) December 31, 2025
			(Rupees in '000)	
19	**OTHER LIABILITIES**			
	Mark-up / return / interest payable in local currency		1,849,638	1,979,624
	Accrued expenses		555,273	766,474
	Dividend payable		615,000	-
	Security deposits against lease		510,276	370,750
	Withholding tax and sales tax payable		5,819	7,651
	Credit loss allowance against off-balance sheet obligations	19.1	40,421	130,780
	Others		128,685	109,461
			3,705,112	3,364,740
19.1	**Credit loss allowance against off-balance sheet obligations**			
	Opening balance		130,780	17,159
	Charge for the period / year		-	113,621
	Reversals		(90,359)	-
			(90,359)	113,621
	Amount written off		-	-
	Closing balance		40,421	130,780

20 SHARE CAPITAL

20.1 Authorized Capital

(Unaudited) March 31, 2026	(Audited) December 31, 2025		(Unaudited) March 31, 2026	(Audited) December 31, 2025
(Number of shares)			(Rupees in '000)	
1,000,000,000	1,000,000,000	Ordinary shares of Rs.10 each	10,000,000	10,000,000

20.2 Issued, subscribed and paid-up

March 31, 2026	December 31, 2025		March 31, 2026	December 31, 2025
		Ordinary shares of Rs. 10 each		
600,000,000	600,000,000	- Fully paid in cash	6,000,000	6,000,000
15,000,000	15,000,000	- Issued as bonus shares	150,000	150,000
615,000,000	615,000,000		6,150,000	6,150,000

20.3 The Ministry of Finance on behalf of the Government of Pakistan and Sultanate of Oman through Oman Investment Authority each holds 307,495,900 (2025: 307,495,900) ordinary shares of the Company, while 4,100 (2025: 4,100) ordinary shares each are held by Secretary – Economic Affairs Division, Government of Pakistan and Ministry of Commerce and Industry, Sultanate of Oman.

		(Unaudited) March 31, 2026	(Audited) December 31, 2025
		(Rupees in '000)	

21 SURPLUS ON REVALUATION OF ASSETS

Surplus on revaluation of			
- Securities measured at FVOCI-Debt		1,168,149	4,786,802
- Securities measured at FVOCI-Equity		499,302	542,657
- Property and equipment		424,486	430,069
- Non-banking assets acquired in satisfaction of claims		281,250	281,250
		2,373,187	6,040,778
Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI-Debt		(455,578)	(1,866,853)
- Securities measured at FVOCI-Equity		(189,926)	(200,764)
- Property and equipment		(165,549)	(167,727)
- Non-banking assets acquired in satisfaction of claims		(109,687)	(109,687)
		(920,740)	(2,345,031)
		1,452,447	3,695,747

22 CONTINGENCIES AND COMMITMENTS

- Guarantees	22.1	1,161,514	4,279,582
- Commitments	22.2	3,543,908	10,374,065
- Other contingent liabilities	22.3	70,726	70,726
		4,776,148	14,724,373

22.1 Guarantees

Financial guarantees		1,161,514	1,191,332
Performance guarantees		-	3,088,250
		1,161,514	4,279,582

22.2 Commitments

Commitments in respect of:			
Forward government securities transactions			
Purchase of Government securities		-	5,083,020
		-	5,083,020
Commitments for:			
Advances		3,000,158	4,747,295
Sale of Non-banking assets		543,750	543,750
		3,543,908	10,374,065

22.3 Other contingent liabilities:

Pledge of shares on behalf of Japan Power Generation Limited	22.3.1	70,726	70,726
		70,726	70,726

22.3.1 Shares in Japan Power Generation Limited (JPGL) (an associate) aggregating 17,622,878 having a cost of Rs. 70.726 million (2025: 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).

		Note	(Un-audited) First quarter ended March 31, 2026	March 31, 2025
			(Rupees in '000)	
23	**MARK-UP / RETURN / INTEREST EARNED**			
	On:			
	a) Loans and advances		572,670	453,640
	b) Investments		8,111,343	11,734,584
	c) Lendings to financial institutions		63,171	151,265
	d) Balances with banks		3,064	2,888
			8,750,248	12,342,377
23.1	**Interest income (calculated using effective interest rate method) recognised on:**			
	Financial assets measured at amortised cost		638,905	607,793
	Financial assets measured at FVPL		2,122,020	1,276,458
	Financial assets measured at FVOCI		5,989,323	10,458,126
			8,750,248	12,342,377
24	**MARK-UP / RETURN / INTEREST EXPENSED**			
	On:			
	a) Deposits		391,262	483,486
	b) Borrowings		7,445,798	9,267,221
	c) Lease liability against right-of-use assets		8,767	9,430
			7,845,827	9,760,137
24.1	Interest expense calculated using effective interest rate method		7,845,827	9,760,137
25	**FEE AND COMMISSION INCOME**			
	Credit related fees		11,457	8,360
	Investment banking fees		79,017	5,147
	Commission on guarantees		13,897	7,666
			104,371	21,173

	Note	(Un-audited) First quarter ended March 31, 2026	March 31, 2025
		(Rupees in '000)	
26 GAIN / (LOSS) ON SECURITIES			
Realised	26.1	(27,090)	(1,179,863)
Unrealised - measured at FVTPL		(310,828)	152,493
		(337,918)	(1,027,370)
26.1 Realised gain / (loss) on:			
Federal Government securities		(15,856)	(1,185,753)
Non Government debt securities		(13,093)	-
Associates		8,351	-
Shares		(6,492)	5,890
		(27,090)	(1,179,863)
26.2 Net gain on financial assets / liabilities measured at:			
Designated upon initial recognition		-	-
Mandatorily measured at FVPL		(22,348)	(473,014)
		(22,348)	(473,014)
Net gain / (loss) on financial assets / liabilities measured at amortised cost		-	-
Net (loss) / gain on financial assets measured at FVOCI		(13,093)	(706,849)
Net gain / (loss) on investments in equity instruments designated at FVOCI		-	-
		(13,093)	(706,849)
		(35,441)	(1,179,863)
27 OTHER INCOME			
Gain / (loss) on sale of property and equipment - net		52	545
Rent on property		11,720	8,154
		11,772	8,699

		(Un-audited) First quarter ended	
		March 31, 2026	March 31, 2025
		(Rupees in '000)	
28	**OPERATING EXPENSES**		
	Total compensation expense	245,878	221,425
	Property expense		
	Utilities cost	1,510	1,877
	Security (including guards)	356	323
	Repair & maintenance (including janitorial charges)	9,853	9,165
	Depreciation on right-of-use assets & improvements	13,200	17,263
	Depreciation	9,402	9,402
		34,321	38,030
	Information technology expenses		
	Software maintenance	345	346
	Hardware maintenance	-	88
	Depreciation	5,286	4,049
	Amortisation	3,650	839
	Network charges	2,121	1,114
	Others	1,134	1,556
		12,536	7,992
	Other operating expenses		
	Directors' fees and allowances	5,850	5,475
	Legal & professional charges	7,184	6,522
	Travelling & conveyance	4,132	5,009
	Depreciation	20,220	16,203
	Training & development	177	724
	Postage & courier charges	130	148
	Communication	5,865	5,171
	Stationery & printing	1,246	1,027
	Marketing, advertisement & publicity	1,883	1,802
	Donations	-	2,060
	Auditors' remuneration	1,318	1,251
	Membership and subscriptions	2,237	1,828
	Transportation	3,109	1,719
	Insurance	1,750	1,565
	Finance charges on leased assets	223	243
	Entertainment and canteen expenses	1,993	1,198
	Others	2,293	1,757
		59,610	53,702
	Total operating expenses	352,345	321,149

			(Un-audited) First quarter ended	
			March 31, 2026	March 31, 2025
			(Rupees in '000)	
29	**OTHER CHARGES**			
	Fee, commission and others		20,960	12,951
			20,960	12,951
30	**CREDIT REVERSAL / (LOSS) ALLOWANCE AND WRITE OFFS - NET**			
	Credit reversal / (loss) / reversal allowance for diminution in value of investments	*9.2*	24,338	(12,026)
	Credit reversal / (loss) allowance against loans & advances	*10.3*	29,221	(80,685)
	Credit loss allowance against balances with other banks	*7*	(345)	(6,291)
	Credit reversal / (loss) allowance against off-balance sheet items	*19.1*	90,359	(22,443)
	Modification loss		(4,294)	-
			139,279	(121,445)
31	**TAXATION**			
	Current		280,492	342,473
	Prior years		-	-
	Deferred		(81,613)	129,467
			198,879	471,940

31.1 Tax contingencies

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

			(Un-audited) First quarter ended	
			March 31, 2026	March 31, 2025
			(Rupees in '000)	
32	**BASIC AND DILUTED EARNINGS PER SHARE**			
	Profit after taxation	Rupees in '000	274,064	715,634
	Weighted average number of ordinary shares issued	Numbers in '000	615,000	615,000
	Basic and diluted earnings per share	Rupees	0.45	1.16

32.1 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	
		March 31, 2026	March 31, 2025
		(Rupees in '000)	
33	**CASH AND CASH EQUIVALENTS**		
	Cash and balances with treasury banks	1,058,910	1,078,447
	Balances with other banks	74,872	108,166
		1,133,782	1,186,613

34 FAIR VALUE MEASUREMENTS

The fair value of traded investments is based on quoted market prices. Unquoted equity investments, other than investments in associates and subsidiary, are on the basis of the price earning method. The credit loss allowance / impairment of investments has been determined in accordance with the Company's accounting policy.

Fair value of fixed term loans, other assets, other liabilities and fixed term deposits cannot be calculated with sufficient reliability due to the absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The credit loss allowance against advances has been calculated in accordance with the Company's accounting policy.

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).

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 March 31, 2026			
On balance sheet financial instruments	**Level 1**	**Level 2**	**Level 3**	**Total**
	(Rupees in '000)			
Financial assets - measured at fair value				
Investments				
Federal Government securities	-	287,312,874	-	287,312,874
Shares	674,608	-	-	674,608
Non-Government debt securities	-	2,678,971	-	2,678,971
Mutual funds	-	729,018	-	729,018
Financial assets - disclosed but not measured at fair value				
Investments	-	-	894,922	894,922

	(Audited) As at December 31, 2025			
On balance sheet financial instruments	**Level 1**	**Level 2**	**Level 3**	**Total**
	(Rupees in '000)			
Financial assets - measured at fair value				
Investments				
Federal Government securities	-	250,165,165	-	250,165,165
Shares	232,671	-	-	232,671
Non-Government debt securities	-	2,672,927	-	2,672,927
Mutual funds	-	720,681	-	720,681
Financial assets - disclosed but not measured at fair value				
Investments	-	-	894,922	894,922

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

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

35 SEGMENT DETAIL WITH RESPECT TO BUSINESS ACTIVITIES

	(Un-audited) First quarter ended March 31, 2026			
	Corporate Banking	Investment Banking	Treasury	Total
	(Rupees in '000)			
Profit & loss				
Net mark-up / return / profit	88,425	(11,824)	827,820	904,421
Non mark-up / return / interest income	25,354	108,175	(316,210)	(182,681)
Total income	113,779	96,351	511,610	721,740
Segment direct expenses	161,765	50,820	175,491	388,076
Credit reversal / (loss) allowance and write offs - net	115,286	24,338	(345)	139,279
Profit before taxation	67,300	69,869	335,774	472,943

	(Un-audited) As at March 31, 2026			
	Corporate Banking	Investment Banking	Treasury	Total
	(Rupees in '000)			
Statement of financial position				
Cash & Bank balances	-	-	1,132,172	1,132,172
Investments	-	4,302,911	287,987,482	292,290,393
Lendings to financial institutions	-	-	-	-
Advances - performing	19,077,072	-	308,985	19,386,057
non- performing	42,099	-	-	42,099
Others	2,443,839	409,523	10,295,619	13,148,981
Total assets	21,563,010	4,712,434	299,724,258	325,999,702
Borrowings	19,782,780	4,298,682	273,408,476	297,489,938
Subordinated debt	-	-	-	-
Deposits & other accounts	794,614	173,657	11,045,072	12,013,343
Others	732,735	48,617	3,092,156	3,873,508
Total liabilities	21,310,129	4,520,956	287,545,704	313,376,789
Equity	252,881	191,478	12,178,554	12,622,913
Total equity & liabilities	21,563,010	4,712,434	299,724,258	325,999,702
Contingencies & commitments	4,705,422	70,726	-	4,776,148

	(Un-audited) First quarter ended March 31, 2025			
	Corporate Banking	Investment Banking	Treasury	Total
	(Rupees in '000)			
Profit & loss				
Net mark-up / return / profit	45,513	(16,647)	2,553,374	2,582,240
Non mark-up / return / interest income	16,026	81,101	(1,011,187)	(914,060)
Total income	61,539	64,454	1,542,187	1,668,180
Segment direct expenses	164,685	44,872	149,604	359,161
Credit (loss) / reversal allowance and write offs - net	(103,128)	(18,317)	-	(121,445)
Profit / (loss) before taxation	(206,274)	1,265	1,392,583	1,187,574

	(Audited) As at December 31, 2025			
	Corporate Banking	Investment Banking	Treasury	Total
	(Rupees in '000)			
Statement of financial position				
Cash & Bank balances	-	-	1,530,422	1,530,422
Investments	-	4,288,530	250,397,836	254,686,366
Lendings to financial institutions			-	-
Advances - performing	18,670,353	-	1,445,413	20,115,766
- non-performing	50,324	-		50,324
Others	1,384,340	77,167	8,723,820	10,185,327
Total assets	20,105,017	4,365,697	262,097,491	286,568,205
Borrowings	17,550,565	3,767,270	226,170,519	247,488,354
Subordinated debt	-	-	-	-
Deposits & other accounts	1,361,629	295,670	17,750,767	19,408,066
Others	(610,885)	(251,777)	5,330,703	4,468,041
Total liabilities	18,301,309	3,811,163	249,251,989	271,364,461
Equity	1,803,708	554,534	12,845,502	15,203,744
Total equity & liabilities	20,105,017	4,365,697	262,097,491	286,568,205
Contingencies & commitments	9,570,627	70,726	5,083,020	14,724,373

36 RELATED PARTY TRANSACTIONS

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

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

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

Subsidiary

Pak Oman Asset Management Company Limited

Associates

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

Retirement benefit fund

Defined benefit plan
Defined contribution plan

Other related party

Orient Power Company (Private) Limited

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

	As at March 31, 2026 (Un-audited)						As at December 31, 2025 (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)											
Investments												
Opening balance	-	-	681,995	791,407	-	226,000	-	-	681,995	791,407	-	226,000
Investment made during the period / year	-	-	-	82,986	-	-	-	-	-	-	-	-
Investment redeemed / disposed off during the period / year	-	-	-	(74,649)	-	-	-	-	-	-	-	-
Closing balance	-	-	681,995	799,744	-	226,000	-	-	681,995	791,407	-	226,000
Credit loss allowance for diminution in value of investments	-	-	486,622	70,726	-	-	-	-	486,622	70,726	-	-
Advances												
Opening balance	-	87,403	-	68,200	-	-	-	106,848	-	68,200	-	-
Addition during the period / year	-	-	-	-	-	-	-	900	-	-	-	-
Repaid during the period / year		(4,550)				-	-	(20,345)	-	-	-	-
Closing balance	-	82,853	-	68,200	-	-	-	87,403	-	68,200	-	-
Credit loss allowance held against advances	-	-	-	68,200	-	-	-	-	-	68,200	-	-

	As at March 31, 2026 (Un-audited)						As at December 31, 2025 (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)											
Other Assets												
Receivable from staff retirement fund	-	-	-	-	-	-	-	-	-	1,731	-	-
	-	-	-	-	-	-	-	-	-	1,731	-	-
Deposits and other accounts												
Opening balance	-	33,682	-	-	-	-	-	21,811	-	-	-	-
Received during the period / year	-	105,649	-	-	-	-	-	360,136	-	-	-	-
Withdrawn during the period / year	-	(102,604)	-	-	-	-	-	(348,265)	-	-	-	-
Closing balance	-	36,727	-	-	-	-	-	33,682	-	-	-	-
Other Liabilities												
Interest / mark-up payable	-	178	-	-	-	-	-	209	-	-	-	-
Other liabilities	-	-	-	-	-	-	-	-	3,573	-	-	-
	-	178	-	-	-	-	-	209	3,573	-	-	-
Outright sale of Securities	-	-	-	-	4,307,338	-	-	-	-	-	39,114,535	
Outright purchase of Securities	-	-	-	-	4,233,825	-	-	-	-	-	38,186,731	-
Contingencies and Commitments												
Other contingencies	-	-	-	70,726	-	-	-	-	-	70,726	-	-

36.2 Related party transactions

	First quarter ended March 31, 2026 (Un-audited)						First quarter ended March 31, 2025 (Un-audited)					
	Directors	Key manage-ment personnel	Subsidiaries	Associates	Retirement benefit funds	Other related parties	Directors	Key manage-ment personnel	Subsidiaries	Associates	Retirement benefit funds	Other related parties
	---------- (Rupees in '000) ----------											
Income												
Mark-up / return / interest earned	-	872	-	-	-	-	-	988	-	-	-	-
Dividend income	-	-	-	-	-	33,900	-	-	-	-	-	67,800
Net gain on sale of securities	-	-	-	8,351	(18)	-	-	-	-	-	329	-
Expense												
Mark-up / return / interest paid	-	861	-	-	-	-	-	702	-	-	-	-
Operating expenses	-	-	-	-	-	-	-	-	-	-	-	-
Non- Executive Directors' fees and allowances	5,850	-	-	-	-	-	5,475	-	-	-	-	-
Compensation expenses	-	277,066	-	-	-	-	-	177,755	-	-	-	-
Contribution to defined contribution plan	-	-	-	-	9,042	-	-	-	-	-	8,529	-
Charge for defined benefit plan	-	-	-	-	9,034	-	-	-	-	-	9,116	-

37 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	6,150,000	6,150,000
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	10,763,675	11,278,745
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	10,763,675	11,278,745
Eligible Tier 2 Capital	471,332	2,785,781
Total Eligible Capital (Tier 1 + Tier 2)	11,235,007	14,064,526
Risk Weighted Assets (RWAs):		
Credit Risk	19,437,706	20,237,396
Market Risk	19,022,337	7,044,945
Operational Risk	7,439,603	7,428,866
Total	45,899,645	34,711,207
Common Equity Tier 1 Capital Adequacy ratio	23.45%	32.49%
Tier 1 Capital Adequacy Ratio	23.45%	32.49%
Total Capital Adequacy Ratio	24.48%	40.52%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	10,763,675	11,278,745
Total Exposures	332,537,252	286,517,685
Leverage Ratio	3.24%	3.94%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	90,118,360	68,609,403
Total Net Cash Outflow	68,079,841	59,287,415
Liquidity Coverage Ratio	132.37%	115.72%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	23,891,261	24,043,427
Total Required Stable Funding	20,156,569	19,459,873
Net Stable Funding Ratio	118.53%	123.55%

38 CREDIT RATING

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

39 GENERAL

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

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

40 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated financial statements were authorised for issue on May 19, 2026 by the Board of Directors of the Company.

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