PAK OMAN INVESTMENT COMPANY LIMITED

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE FIRST QUARTER ENDED MARCH 31, 2026

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

(Unaudited) March 31, 2026	(Audited) December 31, 2025		Note	(Unaudited) March 31, 2026	(Audited) December 31, 2025
(US Dollar in '000)				(Rupees in '000)	
		ASSETS			
3,794	5,211	Cash and balances with treasury banks	6	1,058,981	1,454,696
280	294	Balances with other banks	7	78,260	82,163
-	-	Lendings to financial institutions	8	-	-
1,046,503	912,062	Investments	9	292,134,898	254,605,149
69,597	72,240	Advances	10	19,428,156	20,166,090
3,588	3,373	Property and equipments	11	1,001,628	941,485
433	465	Right-of-use assets	12	120,966	129,858
459	472	Intangible assets	13	128,224	131,874
1,507	-	Deferred tax assets	14	420,743	-
41,473	33,083	Other assets	15	11,577,407	9,235,127
-	-	Assets held-for-sale		-	-
1,167,634	1,027,200			325,949,263	286,746,442
		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		-	-
-	3,880	Deferred tax liabilities	14	-	1,082,983
13,700	12,468	Other liabilities	19	3,824,898	3,481,056
1,123,025	973,065			313,496,575	271,634,674
44,609	54,135	**NET ASSETS**		12,452,688	15,111,768
		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
8,192	9,878	Unappropriated profit		2,286,886	2,757,411
44,605	54,131	Equity attributable to shareholder of holding company		12,451,655	15,110,667
4	4	Non-Controlling Interest		1,033	1,101
44,609	54,135			12,452,688	15,111,768
		CONTINGENCIES AND COMMITMENTS	22		

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

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

Pak Oman Investment Company Limited
Consolidated Condensed Interim Profit and Loss Account (Un-Audited)
For the first quarter ended 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)			*Note*	**(Rupees in '000)**	
31,346	44,214	Mark-up / Return / Interest Earned	*23*	8,750,293	12,342,389
28,106	34,963	Mark-up / Return / Interest Expensed	*24*	7,845,827	9,760,137
3,240	9,251	**Net mark-up / interest income**		904,466	2,582,252
		NON MARK-UP / INTEREST INCOME			
412	107	Fee and commission income	*25*	114,891	29,773
140	299	Dividend income		39,094	83,438
-	-	Foreign exchange income		-	-
-	-	Income / (loss) from derivatives		-	-
(1,240)	(3,680)	Gain / (loss) on securities	*26*	(346,269)	(1,027,370)
-	-	Net gains on derecognition of financial assets measured at amortised cost		-	-
(204)	76	Share of profit / (loss) from associates - net of tax		(56,927)	21,263
42	31	Other income	*27*	11,772	8,699
(850)	(3,167)	Total non mark-up / interest income		(237,439)	(884,197)
2,390	6,084	**Total Income**		667,027	1,698,055
		NON MARK-UP / INTEREST EXPENSES			
1,344	1,224	Operating expenses	*28*	375,250	341,606
53	90	Workers Welfare Fund		14,771	25,061
77	46	Other charges	*29*	21,591	12,951
1,474	1,360	Total non mark-up / interest expenses		411,612	379,618
916	4,724	**Profit before credit loss allowance**		255,415	1,318,437
499	(435)	Credit reversal / (loss) allowance and write offs - net	*30*	139,279	(121,445)
-	-	Extra ordinary / unusual items		-	-
1,415	4,289	**PROFIT BEFORE TAXATION**		394,694	1,196,992
(712)	(1,692)	Taxation	*31*	(198,879)	(472,284)
703	2,597	**PROFIT AFTER TAXATION**		195,815	724,708
		ATTRIBUTABLE TO:			
703	2,597	Shareholders of the holding company		195,883	724,768
-	-	Non-controlling interest		(68)	(60)
703	2,597			195,815	724,708
(US $)				**(Rupees)**	
0.0011	0.0042	**Basic and diluted earnings per share**	*32*	0.32	1.18

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

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

Pak Oman Investment Company Limited
Consolidated Condensed Interim Statement of Comprehensive Income (Un-Audited)
For the first quarter ended 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)**	
703	2,597	**Profit after taxation for the period**	195,815	724,708
		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 debt 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	-	-
-	-		-	-
(7,321)	3,174	**Total comprehensive income / (loss)**	(2,044,080)	885,648
		ATTRIBUTABLE TO:		
(7,321)	3,174	Shareholders of the holding company	(2,044,012)	885,708
-	-	Non-controlling interest	(68)	(60)
(7,321)	3,174		(2,044,080)	885,648

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

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

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

	Share capital	Statutory reserve	General reserve	Surplus / (deficit) on revaluation		Unappropriated profit	Sub total	Non-controlling interest	Total
				Investments	Property and equipment / Non-banking assets				
	----- (Rupees in '000) -----								
Opening balance as at January 01, 2025	**6,150,000**	**1,863,123**	**-**	**1,076,234**	**447,539**	**390,452**	**9,927,348**	**1,264**	**9,928,612**
Profit after taxation	-	-	-	-	-	724,768	724,768	(60)	724,708
Other comprehensive income - net of tax									-
Movement in surplus / (deficit) on revaluation of investments in debt instruments - net of tax	-	-	-	160,940	-	-	160,940	-	160,940
Debt investments at FVOCI – reclassified to profit or loss	-	-	-	-	-	-	-	-	-
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	-	-	-	-	-	-
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	160,940	-	-	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)	-	(276,750)
Opening balance as at April 30, 2025	**6,150,000**	**2,006,250**	**-**	**1,237,174**	**444,132**	**698,750**	**10,536,306**	**1,204**	**10,537,510**
Profit after taxation	-	-	-	-		2,549,248	2,549,248	(103)	2,549,145
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	-	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)	-	(121,115)
Remeasurement gain / (loss) on defined benefit obligations - net of tax	-	-	-	-	-	445	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	-	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 - Investments	Surplus / (deficit) on revaluation - Property and equipment / Non-banking assets	Unappropriated profit	Sub total	Non-controlling interest	Total
	(Rupees in '000)								
Opening balance as at January 01, 2026	**6,150,000**	**2,507,509**	**-**	**3,261,842**	**433,905**	**2,757,411**	**15,110,667**	**1,101**	**15,111,768**
Profit after taxation	-	-	-	-		195,883	195,883	(68)	195,815
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)	-	(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)	-	(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)	-	(615,000)
Closing balance as at March 31, 2026	**6,150,000**	**2,562,322**	**-**	**1,021,947**	**430,500**	**2,286,886**	**12,451,655**	**1,033**	**12,452,688**

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

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

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

March 31, 2026	March 31, 2025		Note	March 31, 2026	March 31, 2025
(US Dollar in '000)			Note	(Rupees in '000)	
		CASH FLOW FROM OPERATING ACTIVITIES			
1,415	4,289	Profit before taxation		394,694	1,196,992
(140)	(299)	Less: Dividend income		(39,094)	(83,438)
1,275	3,990			355,600	1,113,554
		Adjustments:			
126	107	Depreciation		35,219	29,946
49	63	Depreciation on right-of-use assets		13,567	17,565
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)
204	(76)	Share of (profit) from associates - net of tax		56,927	(21,263)
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)
1,038	19			289,850	5,167
2,313	4,009			645,450	1,118,721
		(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
(8,921)	(19,497)	Other assets (excluding advance taxation)		(2,490,290)	(5,442,743)
(342,621)	(74,595)			(95,643,657)	(20,823,552)
		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)
(647)	846	Other liabilities (excluding current taxation)		(180,799)	236,566
151,982	(157,055)			42,426,062	(43,842,208)
(188,326)	(227,641)			(52,572,145)	(63,547,039)
(490)	(140)	Income tax paid		(136,776)	(39,029)
(188,816)	(227,781)	**Net cash (used in) / generated from operating activities**		(52,708,921)	(63,586,068)
		CASH FLOW FROM INVESTING ACTIVITIES			
187,626	228,573	Net Investments in securities classified as FVOCI		52,376,334	63,807,045
32	43	Investments in associates		9,014	12,049
140	299	Dividend received		39,094	83,438
(359)	(154)	Investments in property and equipment		(100,100)	(42,866)
-	3	Proceeds from sale of property and equipment		115	713
187,439	228,764	**Net cash flow generated from investing activities**		52,324,457	63,860,379
		CASH FLOW FROM FINANCING ACTIVITIES			
(53)	(2)	Payments of lease obligations		(14,809)	(496)
-	(46)	Dividend paid		-	(12,801)
(53)	(48)	**Net cash (used in) financing activities**		(14,809)	(13,297)
(1,430)	935	**(Decrease) / increase in cash and cash equivalents**		(399,273)	261,014
5,510	3,326	Cash and cash equivalents at beginning of the period		1,538,124	928,466
4,080	4,261	**Cash and cash equivalents at end of the period**	33	1,138,851	1,189,480

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

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

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

1. STATUS AND NATURE OF BUSINESS

1.1 The Group comprises of Pak-Oman Investment Company Limited - POICL (the "holding company" or "parent"), a subsidiary, Pak Oman Asset Management Company Limited (POAMCL) and associates. The Group is principally engaged in promotion of the economic growth of Pakistan and Oman through industrial development and agro-based industries on commercial basis and to carry on the business of finance and / or investment bank, asset management and investment advisory services. Brief profile of the holding company and its subsidiary is as follows:

1.1.1 Holding Company

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

1.1.2 Subsidiary Company

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

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

1.2 The Group's associates are as follows:

Entity	Country of Incorporation	Nature of business	Holding %	
			March 31, 2026	December 31, 2025
Pak Oman Advantage Islamic Income Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**54.86**	37.99
Pak Oman Islamic Asset Allocation fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**96.75**	96.75
Pak Oman Advantage Asset Allocation Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**99.90**	99.47
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**56.58**	58.65
Askari High Yield Scheme	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**41.40**	41.40
Askari Cash Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**31.42**	35.36
Pak Oman Daily Dividend Fund	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**100.00**	99.99
Askari Sovereign Yield Enhancer	Pakistan	Established as an open-end scheme under the Non-Banking Finance Companies Rules, 2003 and Notified Entities Regulations, 2008.	**53.67**	39.33
Japan Power Generation Limited	Pakistan	Incorporated under the repealed Companies Ordinance, 1984 and is engaged in generation of power and its supply to WAPDA.	**11.29**	11.29

2. BASIS OF PREPARATION

These consolidated condensed interim financial statements have been prepared in conformity with the format of financial statements prescribed by the State Bank of Pakistan (SBP) vide BPRD Circular No. 02, dated February 09, 2023.

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

2.1 STATEMENT OF COMPLIANCE

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

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

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

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

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

The US dollar amounts shown in the consolidated condensed interim statement of financial position, consolidated condensed interim profit and loss account, consolidated condensed interim statement of comprehensive income and consolidated condensed interim cash flow statement are stated solely for 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 and the corresponding period.

2.3 Basis of Measurment

These consolidated 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 consolidated 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, 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	January 01, 2026
Amendments to IFRS 9 'Financial Instruments' - Amendments regarding the classification and measurement of financial	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:

Amendmends 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 consolidated condensed interim financial sta the same as that applied in the preparation of the audited annual consolidated financial statements for the year December 2025.

5 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the company are consistent with those disclo audited annual consolidated financial statements for the year ended December 31, 2025.

6. CASH AND BALANCES WITH TREASURY BANKS	Note	(Un-audited) March 31, 2026	(Audited) December 31, 2025
		(Rupees in '000)	
In hand			
local currency		253	200
foreign currency		398	460
		651	660
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 account		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		1,058,981	1,454,696

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	8,050	10,311
	78,510	54,478
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	78,260	82,163

8. LENDINGS TO FINANCIAL INSTITUTIONS

Placements	-	-
Repurchase agreement lendings (Reverse Repo)	-	-
Less: Credit loss allowance held against lending to financial institutions	-	-
Lendings to financial institutions - net of credit loss allowance	-	-

9 INVESTMENTS

	March 31, 2026 (Unaudited)				December 31, 2025 (Audited)			
	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value
	(Rupees in '000)							
9.1 Investments by types								
FVTPL								
Federal Government securities	161,518,252	-	800,766	162,319,018	68,170,472	-	994,625	69,165,097
Listed Shares	572,742	-	(116,969)	455,773	-	-	-	-
Non-Government debt securities	-	-	-	-	-	-	-	-
	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	184,798	-	34,302	219,100	155,279		77,657	232,936
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
	127,654,328	(730,303)	1,667,451	128,591,476	180,030,662	(754,641)	5,329,459	184,605,480
Associates								
Japan Power Generation Limited	-	-	-	-	-	-	-	-
Pak Oman Advantage Islamic Income Fund	70,839	-	-	70,839	35,256	-	-	35,256
Pak Oman Islamic Asset Allocation Fund	118,474	-	-	118,474	149,229	-	-	149,229
Pak Oman Advantage Asset Allocation Fund	133,363	-	-	133,363	167,879	-	-	167,879
Askari High Yield Scheme	122,647			122,647	121,052			121,052
Askari Cash Fund	123,804			123,804	145,886			145,886
Pak Oman Daily Dividend Fund	23,303			23,303	70,888			70,888
Pak Oman Income Fund (Formerly Pak Oman Government Securities Fund)	113,530	-	-	113,530	121,484	-	-	121,484
Askari Sovereign Yield Enhancer Fund	62,671			62,671	22,898			22,898
	768,631	-	-	768,631	834,572	-	-	834,572
Total Investments	290,513,953	(730,303)	2,351,248	292,134,898	249,035,706	(754,641)	6,324,084	254,605,149

9.1.1 Detail of investment in Associates

	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	100.00%	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	53.67%	127,669	10,903	6,444	4,728	4,728

	As at December 31, 2025				For the nine months ended March 31, 2025		
	Country of incorporation	Percentage of holding %	Assets	Liabilities	Revenue	Profit after taxation	Total comprehensive income
			(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	39.33%	69,040	10,817	15,038	13,161	13,161

9.1.2 Investments given as collateral

	March 31, 2026 (Unaudited)				December 31, 2025 (Audited)			
	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value	Cost / Amortised Cost	Credit loss allowances	Surplus / (deficit)	Carrying Value
	(Rupees in '000)							
Federal Government Securities								
- Pakistan Investment Bonds	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
Total investments	218,576,406	-	2,011,707	220,588,113	178,168,827	-	3,878,370	182,047,197

	(Un-audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
9.2 Credit loss allowances for diminution in value of investments		
9.2.1 Opening balance	754,641	648,629
Charges / reversals		
Charge for the period / year	1,065	108,807
Reversals for the period / year	(25,403)	(2,795)
	(24,338)	106,012
Closing balance	730,303	754,641

9.2.2 Particulars of credit loss allowances against debt securities

Category of classification		March 31, 2026 (Unaudited) NPI	March 31, 2026 (Unaudited) Provision	December 31, 2025 (Audited) NPI	December 31, 2025 (Audited) Provision
		(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 Group does not hold overseas classified debt securities.

* NPI stands for Non-performing investments.

10 ADVANCES

	Performing		Non-performing		Total	
	(Un-audited) March 31, 2026	(Audited) December 31, 2025	(Un-audited) March 31, 2026	(Audited) December 31, 2025	(Un-audited) March 31, 2026	(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)

	31-Mar-26	31-Dec-25
	(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		March 31, 2026 (Unaudited)		December 31, 2025 (Audited)	
		Non Performing Loans	Credit loss allowance	Non Performing Loans	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
		2,687,551	2,645,452	2,721,970	2,671,646

10.3 Particulars of credit loss allowance against advances

	March 31, 2026 (Unaudited)				December 31, 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	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) March 31, 2026				(Audited) 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

		March 31, 2026 (Unaudited)		December 31, 2025 (Audited)	
		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
		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	24,689	2,048
	Property and equipments	976,939	939,437
		1,001,628	941,485
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 fixed assets during the period:		
	Capital work-in-progress - Advances to suppliers	22,641	16,142
	Vehicles, equipment & furniture and fixtures		
	Property and equipments		
	Improvements	415	25,654
	Office equipment	-	240
	Computer equipment	3,789	-
	Furniture and fixture	-	830
	Vehicles	73,255	-
		77,459	26,724
	Total	100,100	42,866
11.3	**Disposal of fixed assets**		
	The net book value of fixed assets 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	221,686
	Accumulated depreciation	(80,208)	(61,039)
	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
13	**INTANGIBLE ASSETS**		
	Computer software	31,920	35,570
	Goodwill	96,304	96,304
		128,224	131,874

		(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	301,210	345,806
	Amortisation of premium on Federal Government Securities	748	120
	Credit loss allowance against advances	1,153,260	1,164,657
	Accelerated tax depreciation allowances	81,866	73,287
	Assets subject to finance leases	-	30
	Net investment in finance leases	21,780	32
	Accumulated tax losses - POAMCL	35,886	35,886
		1,594,750	1,619,818
	Taxable Temporary Differences on		
	Revaluation on investments classified as FVTOCI	(645,503)	(387,904)
	Revaluation on investments classified as FVTPL	(283,057)	(2,067,617)
	Revaluation on fixed assets / non-banking assets	(245,447)	(247,280)
		(1,174,007)	(2,702,801)
		420,743	(1,082,983)

	(Un-Audited) March 31, 2026	(Audited) December 31, 2025
	(Rupees in '000)	
15 OTHER ASSETS		
Income/ Mark-up accrued in local currency - net of provision	4,884,252	4,083,313
Mark-up / profit receivable on purchase of securities	3,730,452	2,067,109
Security deposits	16,661	16,661
Prepayments	66,744	57,713
Prepaid staff cost	47,907	47,907
Receivable against sale of investments	3,831	-
Taxation	1,809,847	1,953,563
Non-banking assets acquired in satisfaction of claims	543,750	543,750
Receivable from funds under management and investment advisory clients	77,838	78,128
Defined benefit plan	-	1,731
Deferred Fair value loss	93,047	97,341
Others	21,828	6,661
	11,296,157	8,953,877
Less: Provision held against other assets	-	-
Other assets (net of provisions)	11,296,157	8,953,877
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	281,250	281,250
	11,577,407	9,235,127

	(Un-Audited) March 31, 2026	(Audited) December 31, 2025
16 BORROWINGS		
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

	March 31, 2026 (Unaudited)		December 31, 2025 (Audited)	
	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

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

19 OTHER LIABILITIES

	Note	(Un-Audited) March 31, 2026	(Audited) December 31, 2025
		(Rupees in '000)	
Mark-up / return / interest payable in local currency		1,849,638	1,979,624
Accrued expenses		555,646	766,795
Dividend payable		615,000	-
Security deposits against investment in finance leases		510,276	370,750
Sales tax and federal excise duty payable		92,860	91,232
Withholding tax and sales tax payable		5,819	14,783
Credit loss allowances against off-balance sheet obligations	19.1	40,421	130,780
Others		155,238	127,092
		3,824,898	3,481,056

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.

	Note	(Un-Audited) 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	3,088,250
Performance guarantees		-	1,191,332
		1,161,514	4,279,582

22.2 Commitments

Commitments for:			
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).

		(Un-Audited)	
		First quarter ended	
		March 31, 2026	March 31, 2025
23	**MARK-UP / RETURN / INTEREST EARNED**	(Rupees in '000)	
	On:		
	a) On loans and advances	572,670	453,640
	b) On investments	8,111,343	11,734,584
	c) On lendings to financial institutions	63,171	151,265
	d) On balances with banks	3,109	2,900
		8,750,293	12,342,389
23.1	**Interest income (calculated using effective interest rate method) recognised on:**		
	Financial assets measured at amortised cost	638,950	607,805
	Financial assets measured at FVPL	2,122,020	1,276,458
	Financial assets measured at FVOCI	5,989,323	10,458,126
		8,750,293	12,342,389
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
	Remuneration from funds under management	10,520	8,600
		114,891	29,773

		(Un-Audited)	
		First quarter ended	
		March 31, 2026	March 31, 2025
		(Rupees in '000)	
26 GAIN ON SECURITIES			
Realised	*26.1*	(35,441)	(1,179,863)
Unrealised - FVTPL		(310,828)	152,493
		(346,269)	(1,027,370)
26.1 Realised gain on:			
Federal Government securities		(15,856)	(1,185,753)
Non Government debt securities		(13,093)	-
Shares		(6,492)	5,890
		(35,441)	(1,179,863)
26.2 Net gain on financial assets / liabilities measured at FVPL:			
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 gain / (loss) on financial assets measured at FVOCI		(13,093)	(706,849)
Net gain / (loss) on investments in equity instruments designated at FVOC		-	-
		(13,093)	(706,849)
		(35,441)	(1,179,863)
27 OTHER INCOME			
Gain on sale of property and equipment - net		52	545
Rent on property		11,720	8,154
		11,772	8,699

28 OPERATING EXPENSES

	(Un-Audited) First quarter ended	
	March 31, 2026	March 31, 2025
	(Rupees in '000)	
Total compensation expense	261,128	237,025
Property expense		
Utilities cost	1,877	2,184
Security (including guards)	574	521
Repair & maintenance (including janitorial charges)	10,342	9,762
Depreciation on right-of-use assets & improvements	13,567	17,565
Depreciation	9,402	9,402
	35,762	39,434
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
Directors' fees and allowances - Subsidiary	375	360
Legal & professional charges	8,460	7,368
Travelling & conveyance	4,664	5,125
Depreciation	20,531	16,495
Training & development	177	724
Postage & courier charges	130	148
Communication	6,263	5,314
Stationery & printing	1,426	1,115
Marketing, advertisement & publicity	1,883	1,802
Donations	-	2,060
Auditors' remuneration	1,318	1,251
Membership and subscriptions	3,508	2,096
Transportation	3,109	1,719
Insurance	2,228	2,098
Finance charges on leased assets	223	243
Entertainment and canteen expenses	2,291	1,335
Distribution commission	585	520
Others	2,803	1,907
	65,824	57,155
Total operating expenses	375,250	341,606

		(Un-Audited) First quarter ended	
		March 31, 2026	March 31, 2025
		(Rupees in '000)	

29 OTHER CHARGES

Fees, commission and others		21,591	12,951
		21,591	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	342,817
Prior years		-	-
Deferred		(81,613)	129,467
		198,879	472,284

31.1 Tax contingencies

Pak Oman Investment Company Limited

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

Pak Oman Asset Management Company Limited

As per the requirement of Finance Act 2013, Federal Excise Duty (FED) at the rate of 16% on the remuneration of Management Company has been applied effective from 13 June 2013. The management is of the view that since the remuneration is already subject to provincial sales tax, further levy of FED may result in double taxation, which does not appear to be the spirit of the law. The matter has been taken up collectively by the Mutual Fund Association of Pakistan and the Honorable High Court of Sindh has issued stay order against such levy.

During 2016, the Honorable Sindh High Court, in its judgment dated 30 September 2016, on the Constitutional Petition instituted by MUFAP declared that the provisions of the Federal Excise Act, 2005, insofar as they relate to providing or rendering of services, are ultra vires to the 18th amendment of the Constitution with effect from 01 July 2011, the date on which Sindh Sales Tax on Services Act, 2011 came into force. However, the Federal Board of Revenue (FBR) has right to challenge the decision in the Supreme Court of Pakistan within 90 days of the above decision of the Court, and the petition of the Management Company is still pending in the Court; therefore, as a matter of prudence, the Company has maintained the accumulated provision against FED amounting to Rs. 78.345 million as of 31 March 2026.

Through Finance Act 2016, FED on services rendered by Non-Banking Financial Institutions (NBFIs) including Asset Management Companies, which are already subject to provincial sales tax, has been withdrawn. Accordingly, no FED has been charged on the remuneration of the Company for period subsequent to 30 June 2016.

		(Un-Audited) First quarter ended	
		March 31, 2026	**March 31, 2025**
		(Rupees in '000)	
32 BASIC AND DILUTED EARNINGS PER SHARE			
Profit attributable to shareholders of the holding company	*Rupees in '000*	195,883	724,768
Weighted average number of ordinary shares issued	*Numbers in '000*	615,000	615,000
Basic and diluted earnings per share attributable to shareholders of holding company	*Rupees*	0.32	1.18

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

33 CASH AND CASH EQUIVALENTS

Cash and balances with treasury banks	1,058,981	1,078,540
Balances with other banks	79,870	110,940
	1,138,851	1,189,480

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

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

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

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

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

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

	March 31, 2026 (Unaudited)			
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	674,873	-	-	674,873
Non-Government Debt Securities	-	2,678,971	-	2,678,971
Mutual funds	-	768,631	-	768,631
Financial assets - disclosed but not measured at fair value				
Investments	-	-	699,549	699,549

	December 31, 2025 (Audited)			
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	232,936	-	-	232,936
Non-Government Debt Securities	-	2,672,927	-	2,672,927
Mutual funds	-	834,572	-	834,572
Financial assets - disclosed but not measured at fair value				
Investments	-	-	699,549	699,549

35 SEGMENT DETAIL WITH RESPECT TO BUSINESS ACTIVITIES

	First quarter ended March 31, 2026 (Unaudited)				
	Corporate Banking	Investment Banking	Treasury	Asset Management	Total
	(Rupees in '000)				
Profit & Loss					
Net mark-up/return/profit	88,425	(11,824)	827,820	45	904,466
Non mark-up / return / interest income	25,354	42,897	(316,210)	10,520	(237,439)
Total Income	113,779	31,073	511,610	10,565	667,027
Segment direct expenses	161,765	50,820	175,491	23,536	411,612
(Provisions) / Reversals	115,286	24,338	(345)	-	139,279
Profit before tax and minimum tax differential	67,300	4,591	335,774	(12,971)	394,694
Balance Sheet					
Cash & Bank balances	-	-	1,132,069	5,172	1,137,241
Investments	-	4,114,117	287,987,482	33,299	292,134,898
Lendings to financial institutions	-	-	-	-	-
Advances - performing	19,077,072	-	308,985	-	19,386,057
non- performing	42,099	-	-	-	42,099
Others	2,443,839	219,740	10,295,619	289,770	13,248,968
Total Assets	21,563,010	4,333,857	299,724,155	328,241	325,949,263
Borrowings	20,835,163	4,450,444	272,204,331	-	297,489,938
Subordinated debt	-	-	-	-	-
Deposits & other accounts	795,538	159,892	11,057,913	-	12,013,343
Others	735,769	45,321	3,134,333	77,871	3,993,294
Total liabilities	22,366,470	4,655,657	286,396,577	77,871	313,496,575
Equity	(803,460)	(321,800)	13,327,578	250,370	12,452,688
Total Equity & liabilities	21,563,010	4,333,857	299,724,155	328,241	325,949,263
Contingencies & Commitments	4,705,422	70,726	-	-	4,776,148

	First quarter ended March 31, 2025 (Unaudited)				
	Corporate Banking	Investment Banking	Treasury	Asset Management	Total
	(Rupees in '000)				
Profit & Loss					
Net mark-up/return/profit	45,513	(16,647)	2,553,374	12	2,582,252
Non mark-up / return / interest income	16,026	102,364	(1,011,187)	8,600	(884,197)
Total Income	61,539	85,717	1,542,187	8,612	1,698,055
Segment direct expenses	164,685	44,872	149,604	20,457	379,618
(Reversals) / Provisions	(103,128)	-	(18,317)	-	(121,445)
Profit before tax and minimum tax differential	(206,274)	40,845	1,374,266	(11,845)	1,196,992

	Year ended December 31, 2025 (Audited)				
	Corporate Banking	Investment Banking	Treasury	Asset Management	Total
	(Rupees in '000)				
Balance Sheet					
Cash & Bank balances	-	-	1,524,268	12,591	1,536,859
Investments	-	4,207,048	250,343,673	54,428	254,605,149
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	253,017	10,438,344
Total Assets	20,105,017	4,284,215	262,037,174	320,036	286,746,442.00
Borrowings	17,558,567	3,698,797	226,230,990	-	247,488,354
Subordinated debt	-	-	-	-	-
Deposits & other accounts	1,361,629	295,670	17,750,767	-	19,408,066
Others	(610,885)	(61,994)	5,330,703	80,430	4,738,254
Total liabilities	18,309,311.00	3,932,473.00	249,312,460.00	80,430.00	271,634,674
Equity	1,795,706	351,742	12,724,714	239,606	15,111,768
Total Equity & liabilities	20,105,017	4,284,215	262,037,174	320,036	286,746,442
Contingencies & Commitments	9,570,627	70,726	5,083,020	-	14,724,373

36 RELATED PARTY TRANSACTIONS

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

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

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

Associates

Japan Power Generation Limited
Pak Oman Advantage Islamic Income Fund
Pak Oman Islamic Asset Allocation Fund
Pak Oman Advantage Asset Allocation Fund
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:

	First quarter ended March 31, 2026 (Unaudited)					Year ended December 31, 2025 (Audited)				
	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties
	(Rupees in '000)									
Investments										
Opening balance	-	-	834,572	-	226,000	-	-	905,724	-	226,000
Investment made during the period / year	-	-	82,987	-	-	-	-	114,040	-	-
Investment redeemed / disposed off during the period / year	-	-	(148,928)	-	-	-	-	(185,192)	-	-
Closing balance	-	-	768,631	-	226,000	-	-	834,572	-	226,000
Provision for diminution in value of investments	-	-	-	-	-	-	-	-	-	-
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	-	-
Provision held against advances	-	-	68,200	-	-	-	-	68,200	-	-

	First quarter ended March 31, 2026 (Unaudited)					Year ended December 31, 2025 (Audited)				
	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties
	(Rupees in '000)									
Other Assets										
Receivable from staff retirement fund	-	-	-	-	-	-	-	-	1,731	-
Other receivable			77,838	-				78,128	-	
	-	-	77,838	-	-	-	-	78,128	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	-	-	-
	-	178	-	-	-	-	209	-	-	-
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 (Unaudited)					First quarter ended March 31, 2025 (Unaudited)				
	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties	Directors	Key management personnel	Associates	Retirement benefit funds	Other related parties
	(Rupees in '000)									
Income										
Mark-up / return / interest earned	-	872	-	-	-	-	988	-	-	-
Fee and commission income	-	-	-	-	-	-	-	-	-	-
Dividend income	-	-	-	-	33,900	-	-	-	-	67,800
Net gain on sale of securities	-	-	-	8,397	-	-	-	-	329	-
Expense										
Mark-up / return / interest paid	-	861	-	-	-	-	702	-	-	-
Operating expenses	-	-	-	-	-	-	-	-	-	-
Non-Executive Directors' fees and allowances	6,225	-	-	-	-	5,835	-	-	-	-
Compensation expenses	-	286,966	-	-	-	-	181,055	-	-	-
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	10,588,036	11,184,232
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	10,588,036	11,184,232
Eligible Tier 2 Capital	459,943	2,779,347
Total Eligible Capital (Tier 1 + Tier 2)	11,047,979	13,963,579
Risk Weighted Assets (RWAs):		
Credit Risk	18,846,293	20,306,364
Market Risk	19,019,094	7,044,026
Operational Risk	7,439,603	7,428,866
Total	45,304,990	34,779,256
Common Equity Tier 1 Capital Adequacy ratio	23.37%	32.16%
Tier 1 Capital Adequacy Ratio	23.37%	32.16%
Total Capital Adequacy Ratio	24.39%	40.15%
Leverage Ratio (LR):		
Eligible Tier-1 Capital	10,588,036	11,184,232
Total Exposures	335,243,941	300,927,064
Leverage Ratio	3.2%	3.7%
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	132.4%	115.7%
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	118.5%	123.6%

38 **CREDIT RATING**

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

The Pakistan Credit Rating Agency Limited (PACRA) has assigned asset management rating of AM3++ (Stable) to the subsidiary company in the medium and long term vide its report dated September 12, 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 consolidated financial statements were authorised for issue on May 19, 2026 by the Board of Directors of the holding company.

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