# Condensed Interim Financial Statements (Un-audited) For the three months period ended 30 September 2025

Pak-Gulf Leasing Company Limited

Pak-Gulf Leasing Company Limited

# Company Information

## Board of Directors

| | |
|---|---|
| Mr. Sohail Inam Ellahi | Chairman |
| Mr. Ismail H. Ahmed | Vice Chairman |
| Mr. Pervez Inam | Director |
| Brig. Naveed Nasar Khan (Retd) | Director |
| Ms. Naueen Ahmed | Director |
| Mr. Naeem Ali Muhammad Munshi | Director |
| Mr. Jan Ali Khan Junejo | Director |
| Brig. Haris Nawaz (Retd) | Director |
| Mr Yousuf Jan Muhammad | Director |
| Mr. Mahfuz-ur-Rahman Pasha | Chief Executive Officer |

## Company Secretary

Ms. Mehreen Usama

## Audit Committee

| | |
|---|---|
| Ms. Naueen Ahmed | Chairman |
| Mr. Pervez Inam | Member |
| Brig. Naveed Nasar Khan (Retd) | Member |
| Mr. Naeem Ali Muhammad Munshi | Member |
| Mr. Ismail H. Ahmed | Member |
| Ms. Farah Farooq | Secretary |

## Human Resource and Remuneration Committee

| | |
|---|---|
| Mr. Jan Ali Khan Junejo | Chairman |
| Mr. Sohail Inam Ellahi | Member |
| Mr. Pervez Inam | Member |
| Mr. Ismail H. Ahmed | Member |
| Ms. Naueen Ahmed | Member |
| Mr. Mahfuz-ur-Rahman Pasha | Member |
| Ms. Mehreen Usama | Secretary |

## Risk Management Committee

| | |
|---|---|
| Mr. Jan Ali Khan Junejo | Chairman |
| Mr. Sohail Inam Ellahi | Member |
| Mr. Yousuf Jan Muhammad | Member |
| Mr. Ismail H. Ahmed | Member |
| Mr. Naeem Ali Muhammad Munshi | Member |
| Ms. Naueen Ahmed | Member |

## Senior Management

| | |
|---|---|
| Mr. Mahfuz-ur-Rahman Pasha | Chief Executive Officer |
| Lt. Col. Saleem Ahmed Zafar (Retd) | Chief Operating Officer |
| Ms. Mehreen Usama | Chief Financial Officer |
| Lt. Col. Farhat Parvez Kayani (Retd) | General Manager Punjab |
| Ms. Farah Farooq | Head of Audit |

## Credit Rating Agency

VIS Credit Rating Co. Ltd.

## Entity Rating:

- A- (Single A Minus) for Medium to Long term
- A-2 (A -Two) for Short term
- Outlook - Stable

## Auditors

M/s. BDO Ebrahim & Co.
Chartered Accountants
2nd Floor, Block C Lakson Square Building No. 1
Sarwar Shaheed Road
Karachi-74200.

## Legal Advisor

M/s. Mohsin Tayebaly & Company
2nd Floor, Dime Centre
BC-4, Block # 9, Kehkashan, Clifton
Karachi-75600
Tel # : (92-21) 111-682-529

## Shariah Advisor

M/S Alhamd Shariah Advisory Services (Pvt) Ltd.

## Bankers

***Islamic banks***

Albaraka Bank (Pakistan) Limited
MCB Islamic Bank

***Conventional banks***

Allied Bank Limited
Askari Commercial Bank Limited
Bank Al-Falah Limited
Bank Al Habib Limited
Bank of Punjab
Habib Bank Limited
JS Bank Limited
MCB Bank Limited
National Bank of Pakistan
Silkbank Limited
Soneri Bank Limited

## Registered Office

UNIBRO House
Ground and Mezzanine Floor,
Plot No. 114, 9th East Street, Phase I DHA
Karachi-75500. P.O. Box # 12215
Tel # : (92-21) 35820301, 35820966
35824401, 35375986-7
Fax # : (92-21) 35820302, 35375985
E-mail : pgl@pakgulfleasing.com
Website : www.pakgulfleasing.com

## Branch Office

202, 2nd Floor, Divine Mega II,
Opp. Honda Point, New Airport Road, Lahore
Tel # : (92-42) 35700010
Fax # : (92-42) 35700011

### Registrar/Share Transfer Office

THK Associate (Pvt.) Limited
Plot No. C-32, Jami Commercial Street2
DHA Phase VII, Karachi
Tel # : 92 (21) 111-000-322
Fax # : 92 (21) 34168271

**DIRECTORS' REPORT**

Dear Shareholders,

The Board of Directors is pleased to present the unaudited condensed interim financial statements of your Company for the three-month period ended September 30, 2025, for the financial year 2025–26.

**Financial Highlights and Business Review**

During the first quarter of FY 2025–26, your Company reported total revenue of Rs. 34.69 million, a significant decrease compared to Rs. 74.90 million in the corresponding period of the previous year. This decline was primarily driven by reduced financing activity over the past three years, reflecting cautious market sentiment and economic challenges. As a result of the lower revenue base, profit before taxation dropped to Rs. 16.28 million from Rs. 47.76 million, while net profit after tax stood at Rs. 12.41 million, compared to Rs. 39.76 million in the same quarter last year. Consequently, earnings per share (EPS) fell to Rs. 0.25, down from Rs. 0.80 in the prior year.

On the cost side, administrative expenses increased marginally by Rs. 1.25 million. However, this was offset by a significant reduction in finance costs, which declined by Rs. 13 million due to lower utilisation of borrowing facilities during the period.

In accordance with IFRS 9, the Company recorded a net reversal of Rs. 0.77 million in provisions for potential lease and loan losses, reflecting an improvement in the credit quality of the portfolio. At the same time, a provision of Rs. 0.57 million was recognised for lease receivables currently under litigation, demonstrating the Company's prudent risk management approach.

As of September 30, 2025, shareholders' equity stood at Rs. 706.642 million, showing an increase from Rs. 694.216 million as at June 30, 2025.

In December 2024, VIS Credit Rating Company Limited reaffirmed the Company's credit ratings at 'A-' (Single A Minus) for the medium to long-term and 'A-2' for the short-term, with a "Stable" outlook.

**Acknowledgements**

The Board acknowledges and appreciates the efforts of the Management Team and all staff members for their dedication and performance during the period under review, particularly in the face of challenging market conditions. The Board encourages management to further strengthen its marketing initiatives and continue delivering high-quality services to enhance the Company's reputation in Pakistan's leasing sector.

We also express our gratitude for the continued cooperation and support extended by the Securities and Exchange Commission of Pakistan (SECP), the NBFI & Modaraba Association of Pakistan, and other regulatory bodies. Their role remains pivotal in fostering the sustainable growth of the leasing industry, and we look forward to their continued guidance and collaboration.

Lastly, we extend our sincere thanks to our valued shareholders, customers, investors, and banking partners for their ongoing trust and support. We remain committed to nurturing strong, mutually beneficial relationships with all stakeholders.

**Chairman** **Chief Executive Officer**

**Karachi**
**October 24, 2025**

# ڈائریکٹرز رپورٹ

محترم شیئر ہولڈرز

ڈائریکٹرز کا بورڈ آپ کی کمپنی کے مالی سال 26-2025 کی پہلی سہ ماہی (تین ماہ کی مدت ختم شدہ 30 ستمبر 2025) کے لیے غیر آڈٹ شدہ مختصر عبوری مالی بیانات پیش کرتے ہوئے خوشی محسوس کرتا ہے۔

**مالی نمایاں پہلو اور کاروباری جائزہ**

مالی سال 26-2025 کی پہلی سہ ماہی کے دوران، آپ کی کمپنی نے کل آمدنی 34.69 ملین روپے رپورٹ کی، جو گزشتہ سال کی اسی مدت میں 74.90 ملین روپے کے مقابلے میں نمایاں کمی ظاہر کرتی ہے۔ اس کمی کی بنیادی وجہ گزشتہ تین سالوں میں فنانسنگ سرگرمیوں میں کمی رہی، جو محتاط مارکیٹ رویّے اور معاشی چیلنجز کی عکاسی ہے۔

کم آمدنی کی بنیاد کے باعث ٹیکس سے پہلے منافع کم ہو کر 16.28 ملین روپے رہ گیا جو گزشتہ سال کی اسی سہ ماہی میں روپے 47.76 ملین روپے تھا، جبکہ ٹیکس کے بعد خالص منافع روپے 12.41 ملین روپے ریکارڈ کیا گیا جو گزشتہ سال روپے 39.76 ملین روپے تھا۔ نتیجتاً آمدنی فی شیئر کم ہو کر روپے 0.25 روپے رہ گئی، جو پچھلے سال روپے 0.80 روپے تھی۔

اخراجات کے حوالے سے، انتظامی اخراجات میں 1.25 ملین روپے کا معمولی اضافہ ہوا۔ تاہم، یہ اضافہ فنانس لاگت میں 13 ملین روپے کی نمایاں کمی سے پورا ہو گیا، جو اس مدت کے دوران قرضوں کے استعمال میں کمی کے نتیجے میں ممکن ہوا۔

IFRS-9 کے مطابق، کمپنی نے لیز اور قرضوں کے ممکنہ نقصانات کے لیے 0.77 ملین روپے کی نیٹ ریورسل (واپسی) ریکارڈ کی، جو پورٹ فولیو کے کریڈٹ معیار میں بہتری کو ظاہر کرتی ہے۔ ساتھ ہی، زیرِ مقدمہ لیز وصولیوں کے لیے 0.57 ملین روپے کی پروویژن بھی تسلیم کی گئی، جو کمپنی کے محتاط رسک مینجمنٹ رویے کی عکاسی ہے۔

30 ستمبر 2025 تک، کمپنی کی شیئر ہولڈرز ایکویٹی روپے 706.642 ملین رہی، جو 30 جون 2025 کے روپے 694.216 ملین کے مقابلے میں اضافہ ظاہر کرتی ہے۔

دسمبر 2024 میں، VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے کمپنی کی کریڈٹ ریٹنگز کو برقرار رکھا:

- درمیانی سے طویل المعیاد کے مدت کے لیے: "-A" (سنگل اے مائنس ریٹنگ)
- مختصر مدت کے لیے: "A-2" (اے ٹو)
- کمپنی کے آئندہ امکانات کو مستحکم قرار دیا گیا

**اظہارِ تشکر**

بورڈ انتظامیہ اور تمام عملے کی محنت، لگن اور کارکردگی کو سراہتا ہے، جنہوں نے مشکل معاشی حالات کے باوجود اچھی خدمات انجام دیں۔ بورڈ انتظامیہ کو ہدایت کرتا ہے کہ وہ اپنی مارکیٹنگ حکمتِ عملیوں کو مزید مضبوط کرے اور اعلیٰ معیار کی خدمات فراہم کرنے کا تسلسل برقرار رکھے تاکہ کمپنی کی ساکھ پاکستان کے لیزنگ سیکٹر میں مزید بہتر ہو۔

ہم سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP)، این بی ایف آئی اینڈ مضاربہ ایسوسی ایشن آف پاکستان اور دیگر ریگولیٹری اداروں کے تعاون اور رہنمائی کے شکر گزار ہیں۔ ان اداروں کا کردار لیزنگ صنعت کی پائیدار ترقی میں نہایت اہم ہے اور ہم ان کے ساتھ مستقبل میں بھی مضبوط تعاون کے خواہاں ہیں۔

آخر میں، ہم اپنے قیمتی شیئر ہولڈرز، صارفین، سرمایہ کاروں اور بینکاری شراکت داروں کا تہہ دل سے شکریہ ادا کرتے ہیں جنہوں نے ہمیشہ ہم پر اعتماد اور حمایت کا اظہار کیا۔ کمپنی اپنے تمام اسٹیک ہولڈرز کے ساتھ مضبوط اور باہمی فائدے پر مبنی تعلقات برقرار رکھنے کے عزم پر قائم ہے۔

چیئرمین

چیف ایگزیکٹو آفیسر

کراچی

24 اکتوبر 2025

**PAK-GULF LEASING COMPANY LIMITED**
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**
**AS AT SEPTEMBER 30, 2025**

| | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|
| | | --------------Rupees-------------- | |
| **ASSETS** | | | |
| **NON-CURRENT ASSETS** | | | |
| Property and equipment | 6 | 3,392,280 | 3,487,102 |
| Right-of-use assets | 7 | 11,195,757 | 12,406,338 |
| Investment property | 8 | 175,032,000 | 175,032,000 |
| Intangible assets | | 232,750 | 251,125 |
| Net investment in finance lease | 9 | 573,027,319 | 535,024,220 |
| Long-term loans | 10 | 82,752,834 | 47,467,936 |
| Long-term security deposits | | 118,500 | 118,500 |
| **TOTAL NON-CURRENT ASSETS** | | 845,751,440 | 773,787,221 |
| **CURRENT ASSETS** | | | |
| Current portion of net investment in finance lease | 9 | 236,383,021 | 203,558,098 |
| Current portion of long-term loans | 10 | 33,936,125 | 19,628,185 |
| Short term investments | 11 | 49,889,359 | 49,311,562 |
| Advance to employees | | 53,934 | 37,934 |
| Prepayments | | 1,955,692 | 582,795 |
| Taxation - net | | 21,283,682 | 16,091,652 |
| Other receivables | 12 | 99,167,627 | 102,223,317 |
| Cash and bank balances | 13 | 127,667,741 | 281,105,376 |
| **TOTAL CURRENT ASSETS** | | 570,337,181 | 672,538,919 |
| **TOTAL ASSETS** | | 1,416,088,621 | 1,446,326,140 |
| | | | |
| **EQUITY AND LIABILITIES** | | | |
| **SHARE CAPITAL AND RESERVES** | | | |
| Share capital | | 494,711,100 | 494,711,100 |
| Reserves | | 310,564,857 | 296,250,700 |
| **TOTAL EQUITY** | | 805,275,957 | 790,961,800 |
| **NON-CURRENT LIABILITIES** | | | |
| Long-term deposits | | 306,839,366 | 273,764,947 |
| Lease liabilities | 14 | 5,760,244 | 7,035,517 |
| Certificates of investment | 15 | 58,906,779 | 7,000,000 |
| Deferred taxation | 16 | 126,498,679 | 123,611,930 |
| **TOTAL NON-CURRENT LIABILITIES** | | 498,005,068 | 411,412,394 |
| **CURRENT LIABILITIES** | | | |
| Trade and other payables | | 42,766,423 | 34,950,668 |
| Unclaimed dividend | | 4,747,646 | 4,747,646 |
| Accrued mark-up | | 1,545,087 | 50,539,284 |
| Current portion of long-term deposits | | 56,470,487 | 45,297,982 |
| Current portion of long-term loan | | - | 4,166,666 |
| Current portion of lease liabilities | 14 | 6,822,173 | 5,041,318 |
| Current portion of certificates of investment | 15 | 455,780 | 99,208,382 |
| **TOTAL CURRENT LIABILITIES** | | 112,807,596 | 243,951,946 |
| **TOTAL LIABILITIES** | | 610,812,664 | 655,364,340 |
| **TOTAL EQUITY AND LIABILITIES** | | 1,416,088,621 | 1,446,326,140 |

**CONTINGENCIES AND COMMITMENTS** 17

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

**CHIEF EXECUTIVE OFFICER** **DIRECTOR** **CHIEF FINANCIAL OFFICER**

**PAK-GULF LEASING COMPANY LIMITED**
**CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)**
**FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025**

| | Three months period ended September 30, 2025 | Three months period ended September 30, 2024 |
|---|---|---|
| | ----------------Rupees---------------- | |
| **INCOME** | | |
| Income from financing operations | 25,021,802 | 51,270,611 |
| Income from other activities | | |
| Return on investments | 5,426,507 | 19,675,419 |
| Other income | 4,240,800 | 3,956,943 |
| | 9,667,307 | 23,632,362 |
| | 34,689,109 | 74,902,973 |
| **EXPENSES** | | |
| Administrative and operating expenses | (16,398,893) | (15,145,117) |
| Finance cost | (2,216,543) | (15,132,673) |
| | (18,615,436) | (30,277,790) |
| Operating profit before provisions | 16,073,673 | 44,625,183 |
| (Provision) / Reversal against lease receivables held under litigation | (568,351) | (225,489) |
| Reversal / (Provision) for potential lease and loan losses | 773,520 | 3,358,258 |
| Profit before tax | 16,278,842 | 47,757,952 |
| Taxation | (3,870,615) | (7,996,884) |
| Net profit after taxation | 12,408,227 | 39,761,068 |
| Earnings per share - basic and diluted | 0.25 | 0.80 |

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

**CHIEF EXECUTIVE OFFICER** **DIRECTOR** **CHIEF FINANCIAL OFFICER**

**PAK-GULF LEASING COMPANY LIMITED**
**CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)**
**FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025**

| | | Three months period ended September 30, | |
|---|---|---|---|
| | | **2025** | **2024** |
| | **Note** | -----------Rupees----------- | |
| Net profit after taxation | | 12,408,227 | 39,761,068 |
| **Other comprehensive income / (loss) for the period** | | | |
| *Items that may not be reclassified to statement of profit or loss in subsequent periods:* | | | |
| Gain on revaluation of FVOCI investments | 11 | 1,905,930 | 119,317 |
| Total comprehensive income for the period | | 14,314,157 | 39,880,385 |

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

**CHIEF EXECUTIVE OFFICER** **DIRECTOR** **CHIEF FINANCIAL OFFICER**

**PAK-GULF LEASING COMPANY LIMITED**
**CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)**
**FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025**

| | | Reserves | | | | | | |
|---|---|---|---|---|---|---|---|---|
| | | Capital | | | | Revenue | | |
| | Share capital | Statutory reserve | Reserve for issue of bonus shares | Surplus on revaluation of property and equipment | Surplus on revaluation of FVOCI investments | Unappropriated profit | Total reserves | Total equity |
| | (Rupees) | | | | | | | |
| Balance at July 01, 2024 | 494,711,100 | 169,485,284 | - | 90,504,204 | 3,578,913 | 152,077,011 | 415,645,412 | 910,356,512 |
| Net profit / (loss) for the period | - | - | - | - | - | 39,761,068 | 39,761,068 | 39,761,068 |
| Other comprehensive income / (loss) | - | - | - | - | 119,317 | - | 119,317 | 119,317 |
| Total comprehensive income / (loss) for the period | - | - | - | | 119,317 | 39,761,068 | 39,880,385 | 39,880,385 |
| Transfer to statutory reserve | - | 7,952,214 | - | - | - | (7,952,214) | - | - |
| **Balance as at September 30, 2024** | **494,711,100** | **177,437,498** | **-** | **90,504,204** | **3,698,230** | **183,885,865** | **455,525,797** | **950,236,897** |
| Balance at July 01, 2025 | 494,711,100 | 184,206,146 | - | 90,504,204 | 5,990,776 | 15,549,574 | 296,250,700 | 790,961,800 |
| Net profit / (loss) for the period | - | - | - | - | - | 12,408,227 | 12,408,227 | 12,408,227 |
| Other comprehensive income / (loss) | - | - | - | - | 1,905,930 | - | 1,905,930 | 1,905,930 |
| Total comprehensive income / (loss) for the period | - | - | - | | 1,905,930 | 12,408,227 | 14,314,157 | 14,314,157 |
| Transfer to statutory reserve | - | 2,481,645 | - | - | - | (2,481,645) | - | - |
| **Balance as at September 30, 2025** | **494,711,100** | **186,687,791** | **-** | **90,504,204** | **7,896,706** | **25,476,156** | **310,564,857** | **805,275,957** |

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

**CHIEF EXECUTIVE OFFICER** **DIRECTOR** **CHIEF FINANCIAL OFFICER**

**PAK-GULF LEASING COMPANY LIMITED**
**CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)**
**FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025**

| | Note | Three months period ended September 30, 2025 | 2024 |
|---|---|---|---|
| | | -----------Rupees----------- | |
| **CASH FLOWS FROM OPERATING ACTIVITIES** | | | |
| Profit before taxation | | 16,278,842 | 47,757,952 |
| Adjustment for: | | | |
| Depreciation and amortisation | | 1,465,928 | 1,888,769 |
| Finance cost | | 2,216,543 | 15,132,673 |
| (Reversal) / provision for potential lease and loan losses - net | | (773,520) | (3,358,258) |
| Provision / (reversal) for lease receivables held under litigation -net | | 568,351 | 225,489 |
| Gain on disposal of property and equipment | | - | (218,499) |
| | | 3,477,302 | 13,670,174 |
| Operating profit before working capital changes | | 19,756,144 | 61,428,126 |
| Decrease / (increase) in current assets | | | |
| Advance to employees | | (16,000) | 3,332 |
| Other receivables | | 2,487,230 | 6,436,397 |
| Prepayments | | (1,372,897) | (540,636) |
| | | 1,098,333 | 5,899,093 |
| Increase / (decrease) in current liabilities | | | |
| Trade and other payables | | 7,815,755 | 6,800,884 |
| Cash generated from operations | | 28,670,232 | 74,128,103 |
| Finance cost paid | | (50,540,159) | (3,730,930) |
| Tax paid - net | | (6,175,896) | (6,633,423) |
| Long-term deposits- net | | 44,247,034 | (22,150,300) |
| Long-term loans - net | | (49,752,767) | 26,464,841 |
| Net investment in finance lease | | (69,894,573) | 89,679,217 |
| | | (132,116,361) | 83,629,405 |
| Net cash (used in) / generated from operating activities | | (103,446,129) | 157,757,508 |
| **CASH FLOWS FROM INVESTING ACTIVITIES** | | | |
| Additions in property and equipment | | (142,150) | (167,000) |
| Proceeds on disposal of property and equipment | | - | 249,499 |
| Investments redeem / (made) during the period | | 1,328,133 | (5,635,611) |
| Net cash generated from / (used in) investing activities | | 1,185,983 | (5,553,112) |
| **CASH FLOWS FROM FINANCING ACTIVITIES** | | | |
| (Paid) / received against certificates of investment | | (46,845,823) | (6,106,943) |
| Lease payments | | (165,000) | (155,121) |
| Payment of long-term loan installments | | (4,166,666) | (12,500,000) |
| Net cash (used in) financing activities | | (51,177,489) | (18,762,064) |
| Net increase in cash and cash equivalents | | (153,437,635) | 133,442,332 |
| Cash and cash equivalents at the beginning of the period | | 281,105,376 | 354,856,487 |
| Cash and cash equivalents at the end of the period | | 127,667,741 | 488,298,819 |

The annexed notes from 1 to 22 form an integral part of these condensed interim financial statements.

**CHIEF EXECUTIVE OFFICER** **DIRECTOR** **CHIEF FINANCIAL OFFICER**

**PAK-GULF LEASING COMPANY LIMITED**
**NOTES TO THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)**
**FOR THE THREE MONTHS PERIOD ENDED SEPTEMBER 30, 2025**

## 1. LEGAL STATUS AND NATURE OF BUSINESS

1.1 Pak-Gulf Leasing Company Limited ("the Company") was incorporated in Pakistan on December 27, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (the Companies Act, 2017) and commenced its operations on September 16, 1996. The Company is principally engaged in the business of leasing and is listed on Pakistan Stock Exchange Limited.

1.2 VIS Credit Rating Company Limited (VIS) has assigned a long term credit rating of A- and short term credit rating of A-2 to the Company on December 24, 2024.

1.3 Regulation 4 of Non-Banking Finance Companies and Notified Entities Regulations, 2008, requires an existing NBFC with valid deposit taking permission having leasing liscence to maintain, at all times, minimum equity of Rs. 500 million. The equity of the Company as at September 30, 2025 is Rs. 706.642 million which is Rs. 206.642 million in excess of the minimum equity requirement.

## 2. GEOGRAPHICAL LOCATION AND ADDRESSES OF BUSINESS UNITS

The registered office of the Company is located at UNIBRO House, Ground and Mezzanine Floor, Plot No. 114, 9th East Street, Phase-1, Defence Housing Authority, Karachi. The Company also have a branch office located at Office No. 202, 2nd Floor, Divine Mega II, Opp Honda Point, New Airport Road, Lahore.

## 3 BASIS OF PREPARATION

### 3.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;

- Provisions of and directives issued under the Companies Act, 2017 along with Part VIIIA of the repealed Companies Ordinance, 1984;

- Islamic Financial Accounting Standard - 2 Ijarah (IFAS-2) issued by the Institute of Chartered Accountants of Pakistan; and

- Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules), Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations differ from the IAS-34 and IFAS-2, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the NBFC Rules and the NBFC Regulations have been followed.

3.2 The disclosures in these condensed interim financial statements are presented in accordance with IAS 34 and do not contain all the information required for full annual financial statements. Consequently, this condensed interim financial statements should be read in conjunction with the financial statements of the Company for the year ended June 30, 2025.

### 3.3 Basis of measurement

These financial statements have been prepared under the historical cost convention, except that investment property is stated at fair value and certain investments which have been classified as fair value through OCI.

### 3.4 Functional and presentation currency

These financial statements are presented in Pakistani Rupee which is the Company’s functional and presentation currency.

## 4. MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies and methods of computation adopted for the preparation of these condensed interim financial statements are the same as those applied in the preparation of annual audited financial statements for the year ended June 30, 2025.

## 5. SIGNIFICANT ACCOUNTING ESTIMATES AND JUDGEMENTS

Estimates and judgements made by the management in applying the accounting policies and the key sources of estimation uncertainty are the same as those applied to the annual audited financial statements for the year ended June 30, 2025.

| | | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|---|
| | | | --------------Rupees-------------- | |
| **6.** | **PROPERTY AND EQUIPMENT** | | | |
| | Opening net book value | | 3,487,102 | 7,298,508 |
| | Addition during the period / year | | 142,150 | 369,025 |
| | Net book value of disposal during the period / year | | - | (3,106,994) |
| | Depreciation charged during the period / year | | (236,972) | (1,073,437) |
| | Closing net book value | | 3,392,280 | 3,487,102 |
| **7.** | **RIGHT-OF-USE ASSETS** | | | |
| | Opening net book value | | 12,406,338 | 17,160,784 |
| | Addition during the period / year | | - | - |
| | Depreciation charged during the period / year | | (1,210,581) | (4,754,446) |
| | Closing net book value | | 11,195,757 | 12,406,338 |
| | Depreciation rate | | 22% | 22% |
| **8.** | **INVESTMENT PROPERTY** | | | |
| | Office premises | | 175,032,000 | 175,032,000 |

8.1 The carrying value of investment property is the fair value of the property as determined by an independent professional valuer, M/s. Akbani and Javed Associates as on June 30, 2025.

| | | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|---|
| **9.** | **NET INVESTMENT IN FINANCE LEASE** | | | |
| | **Secured** | | | |
| | Net investment in finance lease | 9.1 | 809,410,340 | 738,582,318 |
| | Current portion shown under current assets | | (236,383,021) | (203,558,098) |
| | | | 573,027,319 | 535,024,220 |

**9.1 Net investment in finance lease**

| | Note | September 30, 2025 (Un-audited) | | |
|---|---|---|---|---|
| | | Not later than one year | Later than one year and less than five years | Total |
| | | ----------------------Rupees---------------------- | | |
| Minimum lease payments | | 317,882,462 | 321,103,437 | 638,985,899 |
| Residual value of leased assets | | 56,470,487 | 306,839,476 | 363,309,963 |
| Gross investment in finance lease | | 374,352,949 | 627,942,913 | 1,002,295,862 |
| Unearned finance income | | (88,405,008) | (54,915,594) | (143,320,602) |
| | | 285,947,941 | 573,027,319 | 858,975,260 |
| Allowance for potential lease losses | 9.2 | (49,564,920) | - | (49,564,920) |
| Net investment in finance lease | | 236,383,021 | 573,027,319 | 809,410,340 |

| | Note | June 30, 2025 (Audited) | | |
|---|---|---|---|---|
| | | Not later than one year | Later than one year and less than five years | Total |
| | | ------Rupees------ | | |
| Minimum lease payments | | 296,044,664 | 319,293,788 | 615,338,452 |
| Residual value of leased assets | | 45,297,982 | 273,764,947 | 319,062,929 |
| Gross investment in finance lease | | 341,342,646 | 593,058,735 | 934,401,381 |
| Unearned finance income | | (87,286,179) | (58,034,515) | (145,320,694) |
| | | 254,056,467 | 535,024,220 | 789,080,687 |
| Allowance for potential lease losses | 9.2 | (50,498,369) | - | (50,498,369) |
| Net investment in finance lease | | 203,558,098 | 535,024,220 | 738,582,318 |

| | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|
| | | ------Rupees------ | |
| **9.2 Allowance for potential lease losses** | | | |
| Balance as at July 01 | | 50,498,369 | 71,540,057 |
| Transfer to lease receivable held under litigation | 12.1 | - | (15,704,263) |
| (Reversal) / charge for the period / year - net | | (933,449) | (5,337,425) |
| | | 49,564,920 | 50,498,369 |

## 10. LONG-TERM LOANS

| | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|
| **Secured** | | | |
| Auto-finance loan | | 117,272,372 | 67,519,605 |
| Current portion shown under current assets | | (33,936,125) | (19,628,185) |
| Allowance for potential loan losses | 10.1 | (583,413) | (423,484) |
| | | 82,752,834 | 47,467,936 |

### 10.1 Allowance for potential loan losses

| | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|
| Balance as at July 01 | | 423,484 | 2,137,902 |
| Transfer to lease receivable held under litigation | | | (171,244) |
| Charge / (Reversal) for the period / year - net | | 159,929 | (1,543,174) |
| | | 583,413 | 423,484 |

## 11. SHORT TERM INVESTMENTS

| | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|
| At fair value through other comprehensive income - FVOCI | | | |
| National Investment (Unit) Trust - opening | | 7,184,976 | 4,773,113 |
| Remeasurement gain / (loss) on revaluation at fair value | | 1,905,930 | 2,411,863 |
| | 11.1 | 9,090,906 | 7,184,976 |
| Amortised cost: | | | |
| Government securities | 11.2 | 40,798,453 | 42,126,586 |
| | | 49,889,359 | 49,311,562 |

11.1 This represents investments in 54,300 units (June 30, 2025: 54,300 units) at net asset value.

11.2 This represent investment in Market Treasury Bills having cost of Rs. 40 million (June 30, 2025: Rs. 40 million) and interest accrued thereon of Rs. 0.8 million (June 30, 2025: Rs 2.13 million). The effective rate of return 10.6% (June 30, 2025: 11.50%) per annum. These will be matured on January 08, 2026.

| **12. OTHER RECEIVABLES** | **Note** | **(Un-audited) September 30, 2025** | **(Audited) June 30, 2025** |
|---|---|---|---|
| | | **--------------Rupees--------------** | |
| Considered good | | | |
| Insurance premium and other receivables | | 10,570,664 | 9,173,316 |
| Considered doubtful | | | |
| Lease receivable held under litigation | | 249,840,070 | 253,766,507 |
| Insurance premium and other receivables | | 3,046,701 | 3,046,701 |
| Diminishing musharakah receivable | | 16,788,999 | 16,788,999 |
| | | 269,675,770 | 273,602,207 |
| Provision | | | |
| Lease receivable held under litigation | 12.1 | (132,961,165) | (132,392,814) |
| Insurance premium and other receivables | | (3,046,701) | (3,046,701) |
| Mark-up held in suspense account against lease receivable held under litigation | | (28,281,942) | (28,323,692) |
| Diminishing musharakah receivable | | (16,788,999) | (16,788,999) |
| | | (181,078,807) | (180,552,206) |
| | | 99,167,627 | 102,223,317 |

**12.1 Provision against lease receivable held under litigation**

| | | | |
|---|---|---|---|
| Balance as at July 01 | | 132,392,814 | 87,953,657 |
| Transfer from net investment in finance lease | 9.2 | - | 15,704,263 |
| Transfer from long-term loans | | - | 171,244 |
| Charge / (reversal) for the period / year - net | | 568,351 | 28,563,650 |
| | | 132,961,165 | 132,392,814 |

**13. CASH AND BANK BALANCES**

| | | | |
|---|---|---|---|
| Cash in hand | | 181,396 | 129,000 |
| Balances with banks: | | | |
| in current accounts | | 10,425,103 | 7,282,554 |
| in saving accounts | 13.1 | 117,061,242 | 273,693,822 |
| | | 127,667,741 | 281,105,376 |

13.1 These carry mark-up rates ranging from 9% to 9.25% (June 30, 2025: 9.25% to 9.5%) per annum.

| | Note | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|
| | | --------------Rupees-------------- | |

## 14. LEASE LIABILITIES

| | | | |
|---|---|---|---|
| Opening balance | | 12,076,835 | 14,977,323 |
| Payments made during the period / year | | (165,000) | (6,188,709) |
| Finance cost incurred during the period / year | | 670,582 | 3,288,221 |
| Closing balance | | 12,582,417 | 12,076,835 |
| Current portion shown under current liabilities | | (6,822,173) | (5,041,318) |
| | | 5,760,244 | 7,035,517 |

## 15. CERTIFICATES OF INVESTMENT

| | | | |
|---|---|---|---|
| **Unsecured** | | | |
| Certificates of investment | 15.1 | 59,362,559 | 106,208,382 |
| Current portion shown under current liabilities | | (455,780) | (99,208,382) |
| | | 58,906,779 | 7,000,000 |

15.1 These represent certificates of investment issued by the Company for periods ranging from 12 to 36 (June 30, 2025: 12 to 36) months and carry mark-up rates ranging from 10.70% to 21.50% (June 30, 2025: 11.15% to 21.75%) per annum.

| | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|
| | --------------Rupees-------------- | |

## 16. DEFERRED TAXATION

| | | |
|---|---|---|
| Taxable temporary difference arising in respect of: | | |
| Surplus on revaluation of property and equipment | 36,966,506 | 36,966,506 |
| Unrealised gain on revaluation of investment property | 11,943,360 | 11,943,360 |
| Net investment in finance lease | 137,144,163 | 133,958,226 |
| Right of use assets | 3,246,770 | 3,597,838 |
| | 189,300,799 | 186,465,930 |
| Deductible temporary difference arising in respect of: | | |
| Provision against potential lease losses | (14,373,827) | (14,644,527) |
| Provision against diminishing musharakah receivable | (4,868,810) | (4,868,810) |
| Provision against other receivables | (39,442,281) | (39,277,459) |
| Lease liabilities | (3,648,901) | (3,502,282) |
| Accelerated tax depreciation | (126,714) | (219,336) |
| Provision for leave encashment | (341,587) | (341,586) |
| | (62,802,120) | (62,854,000) |
| | 126,498,679 | 123,611,930 |

## 17. CONTINGENCIES AND COMMITMENTS

### 17.1 Contingencies

The aggregate amount of tax contingencies amounted to Rs. 3.195 million as at September 30, 2025. There were no changes in the status of contingencies during the period.

### 17.2 Commitments

| | | |
|---|---|---|
| Finance lease committed but not executed | 8,727,700 | - |
| Vehicle finance loan committed but not executed | | - |

## 18. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

The Company has related party relationships with the companies with common directorship, directors of the Company, key management personnel and employee's contribution plan.

Contributions to the provident fund are made in accordance with the terms of employment. Salaries and allowances of the key management personal are in accordance with the terms of employment.

The Company in the normal course of business carries out transactions with various related parties. These transactions are executed substantially on the same terms as those prevailing at the time of comparable transactions with unrelated parties and donot involve more than a normal risk. Amounts due from and due to related parties are disclosed in the note below

### 18.1 Transactions during the period

| Nature of transaction | Nature of relationship | Three months period ended September 30, 2025 (Un-audited) | Three months period ended September 30, 2024 (Un-audited) |
|---|---|---|---|
| | | ----------------Rupees---------------- | |
| **Certificates of investment** | | | |
| Rolled over during the period | Board of Directors and their relatives | 42,416,603 | - |
| Repaid during the period | Board of Directors and their relatives | 63,033,284 | 5,690,193 |
| Finance cost | Board of Directors and their relatives | 1,488,822 | 12,000,127 |
| **Office rent** | | | |
| Rent paid during the year of Unibro House Unibro Industries Limited | Associated company (Common Directorship) | 1,518,606 | 1,406,124 |
| **Staff retirement benefit fund** | | | |
| Contribution for the period | Provident fund | 168,342 | 112,228 |
| **Remuneration and other benefits** | | | |
| Directors' fee | Board of Directors | 400,000 | 400,000 |
| Salary and allowances | Key management personnel | 6,584,058 | 4,272,636 |

### 18.2 Period / Year ended balances

| | | (Un-audited) September 30, 2025 | (Audited) June 30, 2025 |
|---|---|---|---|
| | | --------------Rupees-------------- | |
| Certificates of investment (COI) | Board of Directors and their relatives | 58,906,783 | 105,449,887 |
| Accrued mark-up | Board of Directors and their relatives | 1,466,778 | 50,259,142 |

## 19. FINANCIAL RISK MANAGEMENT, OBJECTIVES AND POLICIES

The Company's financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Company as at June 30, 2025.

## 20. FAIR VALUES OF ASSETS AND LIABILITIES

The carrying values of all financial assets and liabilities are estimated to approximate their fair values. There were no transfers amongst levels during the period.

## 21. SEGMENT INFORMATION

The Company has two primary reporting segments namely, "Lease finance" and "Auto-finance". Other operations, which are not deemed by management to be sufficiently significant to disclose as separate items and do not fall into the above segment categories, are reported under "Others".

| | September 30, 2025 (Un-audited) | | | |
|---|---|---|---|---|
| | (Rupees) | | | |
| | **Lease finance** | **Auto-finance** | **Others** | **Total** |
| Segment revenue | 20,870,872 | 4,150,930 | 9,667,307 | 34,689,109 |
| Administrative and operating expenses | 6,893,930 | 1,371,108 | 4,403,822 | 12,668,860 |
| Segment result | 13,976,942 | 2,779,822 | 5,263,485 | 22,020,249 |
| Provision for Workers' Welfare Fund | | | | (339,000) |
| Reversal / (Provision) for doubtful debts and litigation receivable | | | | 205,169 |
| Unallocated expenses | | | | (3,391,033) |
| Result from operating activities | | | | 18,495,385 |
| Finance cost | | | | (2,216,543) |
| Provision for taxation | | | | (3,870,615) |
| Profit for the year | | | | 12,408,227 |
| Other Information | | | | |
| Segment assets | 905,995,506 | 116,688,959 | 355,760,819 | 1,378,445,284 |
| Unallocated assets | | | | 37,643,337 |
| Total assets | | | | 1,416,088,621 |
| Segment liabilities | 391,426,994 | - | 14,976,237 | 406,403,231 |
| Unallocated liabilities | | | | 204,409,433 |
| Total liabilities | | | | 610,812,664 |
| Capital expenditure | - | - | - | - |
| Depreciation | - | - | 1,210,581 | 1,210,581 |
| Unallocated capital expenditure | | | | 142,150 |
| Unallocated depreciation | | | | 236,972 |
| Unallocated amortisation | | | | 18,375 |

| | September 30, 2024 (Un-audited) (Rupees) | | | |
|---|---|---|---|---|
| | Lease finance | Auto-finance | Others | Total |
| Segment revenue | 43,119,850 | 8,150,761 | 23,632,362 | 74,902,973 |
| Administrative and operating expenses | 4,960,762 | 937,712 | 4,231,684 | 10,130,158 |
| Segment result | 38,159,088 | 7,213,049 | 19,400,678 | 64,772,815 |
| Provision for Workers' Welfare Fund | | | | (975,000) |
| Reversal / Provision for doubtful debts | | | | 3,132,769 |
| Unallocated expenses | | | | (4,039,959) |
| Result from operating activities | | | | 62,890,625 |
| Finance cost | | | | (15,132,673) |
| Provision for taxation | | | | (7,996,884) |
| Profit for the year | | | | 39,761,068 |

| | June 30, 2025 (Audited) (Rupees) | | | |
|---|---|---|---|---|
| Other Information | | | | |
| Segment assets | 839,245,601 | 67,096,121 | 512,003,755 | 1,418,345,477 |
| Unallocated assets | | | | 27,980,663 |
| Total assets | | | | 1,446,326,140 |
| Segment liabilities | 344,063,130 | - | 14,470,655 | 358,533,785 |
| Unallocated liabilities | | | | 296,830,555 |
| Total liabilities | | | | 655,364,340 |

| | September 30, 2024 (Un-audited) (Rupees) | | | |
|---|---|---|---|---|
| Capital expenditure | - | - | - | - |
| Depreciation | - | - | 1,512,878 | 1,512,878 |
| Unallocated capital expenditure | | | | 167,000 |
| Unallocated depreciation | | | | 357,516 |
| Unallocated amortisation | | | | 18,375 |

## 22. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 24, 2025 by the Board of Directors of the Company.

**CHIEF EXECUTIVE OFFICER** **DIRECTOR** **CHIEF FINANCIAL OFFICER**

Pak-Gulf Leasing
Company Limited