

Condensed Interim  
Financial Statements  
(Un-audited)  
For the nine months period  
ended 31 March 2026



Pak-Gulf Leasing  
Company Limited

### 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

## Company Information

### 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](mailto:pgl@pakgulfleasing.com)  
Website : [www.pakgulfleasing.com](http://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 nine-month period ended March 31, 2026, for the financial year 2025–26.

**Financial Highlights and Business Review**

During the third quarter of FY 2025–26, the Company recorded total revenue of Rs. 106.64 million, compared to Rs. 172.88 million in the same period last year. The decline is mainly attributable to a sustained reduction in financing activity over the past three years, driven by elevated KIBOR levels and subdued industrial activity. As a result of the lower revenue base, profit before taxation dropped to Rs. 56.57 million from Rs. 87.45 million, while net profit after tax stood at Rs. 54.15 million, compared to Rs. 60.95 million in the same period last year. Consequently, earnings per share (EPS) fell to Rs. 1.09, down from Rs. 1.23 in the prior year.

On the cost side, administrative expenses increased marginally by Rs. 3.62 million. However, this was offset by a significant reduction in finance costs, which declined by Rs. 26.43 million due to lower utilisation of borrowing facilities during the period.

In accordance with IFRS 9, the Company recorded a provision of Rs. 0.75 million for potential lease and loan losses. Additionally, a provision of Rs. 0.57 million was recognized for lease receivables currently under litigation. During the period, the Company also recovered Rs. 5 million through court proceedings in respect of the diminishing musharakah facility extended to M/s Muhandaseen (Pvt) Limited.

As of March 31, 2026, shareholders' equity stood at Rs. 748.42 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.

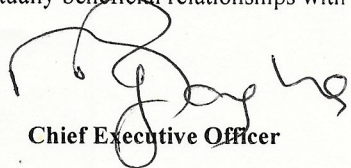
We also express our gratitude for the continued cooperation and support extended by the Securities and Exchange Commission of Pakistan (SECP) and the NBF & Modaraba Association of Pakistan. Their role remains pivotal in fostering the sustainable growth of the leasing industry, and we look forward to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

*for*  


**Chairman**

**Karachi**  
**April 24, 2026**

  
**Chief Executive Officer**

## ڈائریکٹرز کی رپورٹ

محترم شیئر ہولڈرز،

بورڈ آف ڈائریکٹرز کو یہ خوشی ہے کہ آپ کی کمپنی کے مالی سال 2025-26 کے لیے 31 مارچ 2026 کو ختم ہونے والی نو ماہ کی مدت کے غیر آڈٹ شدہ مختصر عبوری مالیاتی بیانات پیش کیے جا رہے ہیں۔

### مالیاتی جھلکیاں اور کاروباری جائزہ

مالی سال 2025-26 کی تیسری سہ ماہی کے دوران، کمپنی نے کل آمدنی 106.64 ملین روپے ریکارڈ کی، جو گزشتہ سال اسی مدت میں 172.88 ملین روپے تھی۔ اس کی بنیادی وجہ گزشتہ تین سالوں میں مالیاتی سرگرمیوں میں مسلسل کمی ہے، جو بلند KIBOR سطحوں اور صنعتی سرگرمیوں میں کمی کی وجہ سے ہوئی۔ کم آمدنی کی بنیاد کے نتیجے میں، ٹیکس سے پہلے منافع 87.45 ملین روپے سے کم ہو کر 56.57 ملین روپے رہ گیا، جبکہ ٹیکس کے بعد خالص منافع 54.15 ملین روپے رہا، جو گزشتہ سال اسی مدت میں 60.95 ملین روپے تھا۔ اس کے نتیجے میں، فی حصص آمدنی (EPS) 1.23 روپے سے کم ہو کر 1.09 روپے رہ گئی۔

اخراجات کے لحاظ سے، انتظامی اخراجات میں معمولی اضافہ ہوا اور یہ 3.62 ملین روپے بڑھ گئے۔ تاہم، اس کا ازالہ مالیاتی اخراجات میں نمایاں کمی سے ہوا، جو اس عرصے کے دوران قرضہ جاتی سہولیات کے کم استعمال کی وجہ سے 26.43 ملین روپے کم ہو گئے۔

IFRS-9 کے مطابق، کمپنی نے ممکنہ لیز اور قرضہ جات کے نقصانات کے لیے 0.75 ملین روپے کی پروویژن ریکارڈ کی۔ اس کے علاوہ، زیر التوا مقدمات میں موجودہ لیز وصولیوں کے لیے 0.57 ملین روپے کی پروویژن بھی تسلیم کی گئی۔ اس عرصے کے دوران کمپنی نے عدالتی کارروائیوں کے ذریعے مشارکہ سہولت کے حوالے سے جو مہندسین (پرائیویٹ) لمیٹڈ کو فراہم کی گئی تھی، 5 ملین روپے بھی وصول کیے۔

31 مارچ 2026 تک شیئر ہولڈرز کی ایکویٹی 748.42 ملین روپے تھی، جو 30 جون 2025 کو 694.216 ملین روپے سے بڑھ گئی۔

دسمبر 2024 میں، VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے کمپنی کی کریڈٹ ریٹنگ کو درمیانے سے طویل مدتی کے لی "A" (سنگل اے مائنس) اور قلیل مدتی کے لیے "A-2" کے ساتھ "مستحکم" آؤٹ لک پر برقرار رکھا۔

### تشکر

بورڈ انتظامیہ کی ٹیم اور تمام عملے کے ارکان کی مشکل مارکیٹ حالات کے دوران محنت اور کارکردگی کو سراہتا ہے۔ بورڈ انتظامیہ کو ترغیب دیتا ہے کہ وہ اپنی مارکیٹنگ کی کوششوں کو مزید مضبوط کرے اور اعلیٰ معیار کی خدمات فراہم کر کے سلسلہ جاری رکھے تاکہ پاکستان کے لیزنگ سیکٹر میں کمپنی کی سادھ کو بہتر بنایا جاسکے۔

ہم سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) اور NBFI اور مضاربہ ایسوسی ایشن آف پاکستان کے مسلسل تعاون اور حمایت پر بھی اظہار تشکر کرتے ہیں۔ ان کا کردار لیزنگ انڈسٹری کی پائیدار ترقی میں کلیدی حیثیت رکھتا ہے اور ہم ان کی رہنمائی اور تعاون کے منتظر ہیں۔

آخر میں، ہم اپنے معزز شیئر ہولڈرز، صارفین، سرمایہ کاروں اور بینکنگ پارٹنرز کا شکریہ ادا کرتے ہیں کہ انہوں نے ہمیشہ اعتماد اور حمایت فراہم کی۔ ہم تمام اسٹیک ہولڈرز کے ساتھ مضبوط اور باہمی فائدہ مند تعلقات کو فروغ دینے کے لیے پرعزم ہیں۔

چیف ایگزیکٹو آفیسر

چیئر مین

24 اپریل 2026

کراچی

**PAK-GULF LEASING COMPANY LIMITED**  
**CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2026**

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	-----Rupees-----	
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property and equipment	7	3,142,023	3,487,102
Right-of-use assets	8	8,774,595	12,406,338
Investment property	9	175,032,000	175,032,000
Intangible assets		196,000	251,125
Net investment in finance lease	10	499,646,030	535,024,220
Long-term loans	11	114,422,701	47,467,936
Long-term security deposits		118,500	118,500
<b>TOTAL NON-CURRENT ASSETS</b>		<b>801,331,849</b>	<b>773,787,221</b>
<b>CURRENT ASSETS</b>			
Current portion of net investment in finance lease	10	219,110,870	203,558,098
Current portion of long-term loans	11	76,927,908	19,628,185
Short term investments	12	59,264,707	49,311,562
Advance to employees		9,934	37,934
Prepayments		1,306,244	582,795
Taxation - net		19,335,833	16,091,652
Other receivables	13	98,407,912	102,223,317
Cash and bank balances	14	132,303,970	281,105,376
<b>TOTAL CURRENT ASSETS</b>		<b>606,667,378</b>	<b>672,538,919</b>
<b>TOTAL ASSETS</b>		<b>1,407,999,227</b>	<b>1,446,326,140</b>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Share capital		494,711,100	494,711,100
Reserves		350,428,932	296,250,700
<b>TOTAL EQUITY</b>		<b>845,140,032</b>	<b>790,961,800</b>
<b>NON-CURRENT LIABILITIES</b>			
Long-term deposits		240,158,837	273,764,947
Lease liabilities	15	6,717,126	7,035,517
Certificates of investment	16	40,870,997	7,000,000
Deferred taxation	17	120,345,157	123,611,930
<b>TOTAL NON-CURRENT LIABILITIES</b>		<b>408,092,117</b>	<b>411,412,394</b>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		40,161,321	34,950,668
Unclaimed dividend		4,056,841	4,747,646
Accrued mark-up		3,326,240	50,539,284
Current portion of long-term deposits		99,429,554	45,297,982
Current portion of long-term loan		-	4,166,666
Current portion of lease liabilities	15	6,855,539	5,041,318
Current portion of certificates of investment	16	937,583	99,208,382
<b>TOTAL CURRENT LIABILITIES</b>		<b>154,767,078</b>	<b>243,951,946</b>
<b>TOTAL LIABILITIES</b>		<b>562,859,195</b>	<b>655,364,340</b>
<b>TOTAL EQUITY AND LIABILITIES</b>		<b>1,407,999,227</b>	<b>1,446,326,140</b>

**CONTINGENCIES AND COMMITMENTS**

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The annexed notes from 1 to 25 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 NINE MONTHS PERIOD ENDED MARCH 31, 2026**

	Nine months period ended		Three months period ended	
	March 31,		March 31,	
	2026	2025	2026	2025
	-----Rupees-----		-----Rupees-----	
<b>INCOME</b>				
Income from financing operations	80,575,106	113,652,284	27,752,929	18,969,431
Income from other activities				
Return on investments	13,346,477	46,840,022	3,657,305	10,228,693
Other income	12,722,400	12,388,018	4,240,800	4,156,420
	26,068,877	59,228,040	7,898,105	14,385,113
	106,643,983	172,880,324	35,651,034	33,354,544
<b>EXPENSES</b>				
Administrative and operating expenses	(47,350,123)	(43,732,149)	(14,571,235)	(14,084,730)
Finance cost	(6,409,389)	(32,842,532)	(1,852,207)	(6,883,963)
	(53,759,512)	(76,574,681)	(16,423,442)	(20,968,693)
Operating profit before provisions	52,884,471	96,305,643	19,227,592	12,385,851
(Provision) / Reversal against lease receivables held under litigation	4,431,649	(14,531,408)	5,000,000	(14,255,919)
Reversal / (Provision) for potential lease and loan losses	(747,274)	5,680,643	(1,032,259)	8,077,911
Profit before tax	56,568,846	87,454,878	23,195,333	6,207,843
Taxation				
Current	(5,684,137)	(24,200,296)	(3,634,445)	(5,237,605)
Deferred	3,266,773	(2,298,612)	2,217,168	13,645,928
	(2,417,364)	(26,498,908)	(1,417,277)	8,408,323
Net profit after taxation	54,151,482	60,955,970	21,778,056	14,616,166
Earnings per share - basic and diluted	1.09	1.23	0.44	0.30

The annexed notes from 1 to 25 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 NINE MONTHS PERIOD ENDED MARCH 31, 2026**

	Note	Nine months period ended		Three months period ended	
		March 31,		March 31,	
		2026	2025	2026	2025
		-----Rupees-----		-----Rupees-----	
Net profit after taxation		54,151,482	60,955,970	21,778,056	14,616,166
<b>Other comprehensive income / (loss) for the period</b>					
Items that may not be reclassified to statement of profit or loss in subsequent periods:					
Gain / (loss) on revaluation of FVOCI investments	12	<u>26,750</u>	<u>2,866,897</u>	<u>(1,897,242)</u>	<u>21,720</u>
Total comprehensive income for the period		<u>54,178,232</u>	<u>63,822,867</u>	<u>19,880,814</u>	<u>14,637,886</u>

The annexed notes from 1 to 25 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 NINE MONTHS PERIOD ENDED MARCH 31, 2026**

Share capital	Reserves				Total reserves	Total equity
	Capital			Revenue		
	Statutory reserve	Surplus on revaluation of property and equipment	Surplus on revaluation of FVOCI investments	Unappropriated profit		
(Rupees)						
Balance at July 01, 2024	494,711,100	169,485,284	90,504,204	3,578,913	152,077,011	910,356,512
Interim dividend for the year ending June 30, 2025 @ Rs. 2.2/ per share					(108,836,442)	(108,836,442)
Net profit / (loss) for the period	-	-	-	-	60,955,970	60,955,970
Other comprehensive income / (loss)	-	-	-	2,866,897	-	2,866,897
Total comprehensive income / (loss) for the period	-	-	-	2,866,897	60,955,970	63,822,867
Transfer to statutory reserve	-	12,191,194	-	-	(12,191,194)	-
<b>Balance as at March 31, 2025</b>	<b>494,711,100</b>	<b>181,676,478</b>	<b>90,504,204</b>	<b>6,445,810</b>	<b>92,005,345</b>	<b>865,342,937</b>
Balance at July 01, 2025	494,711,100	184,206,146	90,504,204	5,990,776	15,549,574	790,961,800
Net profit / (loss) for the period	-	-	-	-	54,151,482	54,151,482
Other comprehensive income / (loss)	-	-	-	26,750	-	26,750
Total comprehensive income / (loss) for the period	-	-	-	26,750	54,151,482	54,178,232
Transfer to statutory reserve	-	10,830,296	-	-	(10,830,296)	-
<b>Balance as at March 31, 2026</b>	<b>494,711,100</b>	<b>195,036,442</b>	<b>90,504,204</b>	<b>6,017,526</b>	<b>58,870,760</b>	<b>845,140,032</b>

The annexed notes from 1 to 25 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 NINE MONTHS PERIOD ENDED MARCH 31, 2026**

	<b>Nine months period ended</b>	
	<b>March 31,</b>	
	<b>2026</b>	<b>2025</b>
<b>Note</b>	<b>-----Rupees-----</b>	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before taxation	56,568,846	87,454,878
Adjustment for:		
Depreciation and amortisation	4,436,597	4,413,232
Finance cost	6,409,389	32,842,532
Provision / (reversal) for potential lease and loan losses - net	747,274	(5,680,643)
(Reversal) / provision for lease receivables held under litigation -net	(4,431,649)	14,531,408
Gain on disposal of property and equipment	-	(937,884)
	<u>7,161,611</u>	<u>45,168,645</u>
Operating profit before working capital changes	63,730,457	132,623,523
Decrease / (increase) in current assets		
Advance to employees	28,000	(56,994)
Other receivables	7,556,249	(12,070,741)
Prepayments	(723,449)	(710,803)
	<u>6,860,800</u>	<u>(12,838,538)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	5,210,653	(5,160,791)
Cash generated from operations	<u>75,801,910</u>	<u>114,624,194</u>
Finance cost paid	(51,619,228)	(45,791,110)
Tax paid - net	(8,928,318)	(60,535,994)
Long-term deposits- net	20,525,462	(158,944,186)
Long-term loans - net	(124,795,109)	44,072,226
Net investment in finance lease	19,618,765	409,019,546
	<u>(145,198,428)</u>	<u>187,820,482</u>
Net cash (used in) / generated from operating activities	<u>(69,396,518)</u>	<u>302,444,676</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Additions in property and equipment	(404,650)	(200,000)
Proceeds on disposal of property and equipment	-	4,044,878
Investments (made) / redeem during the period	(9,926,395)	(5,442,535)
Net cash (used in) / generated from investing activities	<u>(10,331,045)</u>	<u>(1,597,657)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
(Paid) / received against certificates of investment	(64,399,802)	(120,868,764)
Dividend paid	-	(108,836,442)
Lease payments	(507,375)	(310,242)
Payment of long-term loan installments	(4,166,666)	(29,166,667)
Net cash used in financing activities	<u>(69,073,843)</u>	<u>(259,182,115)</u>
Net (decrease) / increase in cash and cash equivalents	(148,801,406)	41,664,904
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	<u>132,303,970</u>	<u>396,521,391</u>

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The annexed notes from 1 to 25 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 NINE MONTHS PERIOD ENDED MARCH 31, 2026**

**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 licence to maintain, at all times, minimum equity of Rs. 500 million. The equity of the Company as at March 31, 2026 is Rs. 748.422 million which is Rs. 248.422 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.

## **6. RISK MANAGEMENT POLICIES**

The financial risk management objectives and policies are consistent with those disclosed in the annual audited published financial statements of the Company for the year ended June 30, 2025.

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	-----Rupees-----	
<b>7. PROPERTY AND EQUIPMENT</b>			
Opening net book value		3,487,102	7,298,508
Addition during the period / year		404,650	369,025
Net book value of disposal during the period / year		-	(3,106,994)
Depreciation charged during the period / year		(749,729)	(1,073,437)
Closing net book value		<u>3,142,023</u>	<u>3,487,102</u>
<b>8. RIGHT-OF-USE ASSETS</b>			
Opening net book value		12,406,338	17,160,784
Addition during the period / year		-	-
Depreciation charged during the period / year		(3,631,743)	(4,754,446)
Closing net book value		<u>8,774,595</u>	<u>12,406,338</u>
Depreciation rate		<u>22%</u>	<u>22%</u>
<b>9. INVESTMENT PROPERTY</b>			
Office premises		<u>175,032,000</u>	<u>175,032,000</u>
9.1	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. As at reporting date, there is no material change in the aforementioned fair value of investment properties and accordingly no adjustment has been incorporated in these condensed interim financial statements.		
<b>10. NET INVESTMENT IN FINANCE LEASE</b>			
<b>Secured</b>			
Net investment in finance lease	10.1	718,756,900	738,582,318
Current portion shown under current assets		(219,110,870)	(203,558,098)
		<u>499,646,030</u>	<u>535,024,220</u>

## 10.1 Net investment in finance lease

March 31, 2026 (Un-audited)		
Not later than one year	Later than one year and less than five years	Total

Note	-----Rupees-----		
	244,713,906	292,483,447	537,197,353
	99,429,554	240,158,837	339,588,391
	344,143,460	532,642,284	876,785,744
	(74,327,568)	(32,996,254)	(107,323,822)
	269,815,892	499,646,030	769,461,922
10.2	(50,705,022)	-	(50,705,022)
	219,110,870	499,646,030	718,756,900

June 30, 2025 (Audited)		
Not later than one year	Later than one year and less than five years	Total

Note	-----Rupees-----		
	296,044,664	319,293,788	615,338,452
	45,297,982	273,764,947	319,062,929
	341,342,646	593,058,735	934,401,381
	(87,286,179)	(58,034,515)	(145,320,694)
	254,056,467	535,024,220	789,080,687
10.2	(50,498,369)	-	(50,498,369)
	203,558,098	535,024,220	738,582,318

(Un-audited)      (Audited)  
**March 31,**      **June 30, 2025**  
**2026**

Note      -----Rupees-----

## 10.2 Allowance for potential lease losses

Balance as at July 01		50,498,369	71,540,057
Transfer to lease receivable held under litigation	13.1	-	(15,704,263)
Charge / (reversal) for the period / year - net		206,653	(5,337,425)
		<u>50,705,022</u>	<u>50,498,369</u>

## 11. LONG-TERM LOANS

### Secured

Auto-finance loan		192,314,714	67,519,605
Current portion shown under current assets		(76,927,908)	(19,628,185)
Allowance for potential loan losses	11.1	(964,105)	(423,484)
		<u>114,422,701</u>	<u>47,467,936</u>

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	-----Rupees-----	
<b>11.1 Allowance for potential loan losses</b>			
Balance as at July 01		423,484	2,137,902
Transfer to lease receivable held under litigation	13.1	-	(171,244)
Charge / (reversal) for the period / year - net		<u>540,621</u>	<u>(1,543,174)</u>
		<u>964,105</u>	<u>423,484</u>
<b>12. SHORT TERM INVESTMENTS</b>			
At fair value through other comprehensive income -			
National Investment (Unit) Trust		7,184,976	4,773,113
Remeasurement gain / (loss) on revaluation at fair value		<u>26,750</u>	<u>2,411,863</u>
	12.1	<u>7,211,726</u>	<u>7,184,976</u>
Amortised cost:			
Government securities	12.2	<u>52,052,981</u>	<u>42,126,586</u>
		<u>59,264,707</u>	<u>49,311,562</u>
12.1	This represents investments in 54,300 units (June 30, 2025: 54,300 units) at net asset value.		
12.2	This represent investment in Market Treasury Bills having cost of Rs. 50.99 million (June 30, 2025: Rs. 40.00 million) and interest accrued thereon of Rs. 1.06 million (June 30, 2025: Rs 2.13 million). The effective rate of return 11.50% (June 30, 2025: 11.50%) per annum. These will be matured on July 09, 2026.		
<b>13. OTHER RECEIVABLES</b>			
Considered good			
Insurance premium and other receivables		9,810,949	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		11,788,999	16,788,999
		264,675,770	273,602,207
Provision			
Lease receivable held under litigation	13.1	(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)
		(11,788,999)	(16,788,999)
Diminishing musharakah receivable		(176,078,807)	(180,552,206)
		<u>98,407,912</u>	<u>102,223,317</u>

		(Un-audited) March 31, 2026	(Audited) June 30, 2025
	Note	-----Rupees-----	
<b>13.1 Provision against lease receivable held under litigation</b>			
Balance as at July 01		132,392,814	87,953,657
Transfer from net investment in finance lease	10.2	-	15,704,263
Transfer from long term loans	11.1	-	171,244
Charge / (reversal) for the period / year - net		568,351	28,563,650
		<u>132,961,165</u>	<u>132,392,814</u>

#### 14. CASH AND BANK BALANCES

Cash in hand		130,000	129,000
Balances with banks:			
in current accounts		10,164,957	7,282,554
in saving accounts	14.1	<u>122,009,013</u>	<u>273,693,822</u>
		<u>132,303,970</u>	<u>281,105,376</u>

14.1 These carry mark-up rates ranging from 9% to 9.25% (June 30, 2025: 9.25% to 9.50%) per annum.

		<b>(Un-audited)</b>	<b>(Audited)</b>
		<b>March 31,</b>	<b>June 30, 2025</b>
		<b>2026</b>	
	<b>Note</b>	<b>-----Rupees-----</b>	
<b>15. LEASE LIABILITIES</b>			
Opening balance		12,076,835	14,977,323
Lease liability recognised		-	-
Payments made during the period / year		(507,375)	(6,188,709)
Finance cost incurred during the period / year		2,003,205	3,288,221
Closing balance		<u>13,572,665</u>	<u>12,076,835</u>
Current portion shown under current liabilities		<u>(6,855,539)</u>	<u>(5,041,318)</u>
		<u>6,717,126</u>	<u>7,035,517</u>

**16. CERTIFICATES OF INVESTMENT**

**Unsecured**

Certificates of investment	16.1	41,808,580	106,208,382
Current portion shown under current liabilities		<u>(937,583)</u>	<u>(99,208,382)</u>
		<u>40,870,997</u>	<u>7,000,000</u>

16.1 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 10.7% to 10.95% (June 30, 2025: 11.15% to 21.75%) per annum.

	(Un-audited) March 31, 2026	(Audited) June 30, 2025
<b>17. DEFERRED TAXATION</b>		
	-----Rupees-----	
	Note	
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
Accelerated tax depreciation	13,510	-
Net investment in finance lease	130,999,947	133,958,226
Right of use assets	2,544,633	3,597,838
	182,467,956	186,465,930
Deductible temporary difference arising in respect of:		
Provision against potential lease losses	(14,984,047)	(14,644,527)
Provision against diminishing musharakah receivable	(3,418,810)	(4,868,810)
Provision against other receivables	(39,442,281)	(39,277,459)
Lease liabilities	(3,936,073)	(3,502,282)
Accelerated tax depreciation	-	(219,336)
Provision for leave encashment	(341,588)	(341,586)
	(62,122,799)	(62,854,000)
	<u>120,345,157</u>	<u>123,611,930</u>

## 18. SHORT TERM BORROWINGS

### Secured

- 18.1 The Company has a short-term running finance facility from Bank Al Habib Limited having sanctioned limit amounting to Rs. 300 million (June 30, 2025: Rs. 300 million). The facility carry mark-up at the rate of 3 months KIBOR plus 1% per annum is secured by hypothecation charge over leased assets and receivables. The facility has not been utilised as at period end.

## 19. CONTINGENCIES AND COMMITMENTS

### 19.1 Contingencies

The aggregate amount of tax contingencies amounted to Rs. 3.195 million as at March 31, 2026. There were no changes in the status of contingencies during the period.

### 19.2 Commitments

As at the reporting date, the Company had approved but unexecuted vehicle finance loan commitments amounting to Rs. 54 million.

	<b>(Un-audited)</b> <b>March 31,</b> <b>2026</b>	<b>(Un-audited)</b> <b>March 31,</b> <b>2025</b>
	<b>(Rupees)</b>	
<b>20. CASH AND CASH EQUIVALENT</b>		
Cash and bank balances	132,303,970	396,521,391
Short term borrowings	-	-
	<u>132,303,970</u>	<u>396,521,391</u>

**21. FAIR VALUES OF ASSETS AND LIABILITIES**

The assets carried at fair value are categorised as follows:

Level 1: Quoted market price.

Level 2: Valuation techniques (market observable)

Level 3: Valuation techniques (non-market observables)

The Company held the following assets measured at fair value at reporting date. There were no transfers amongst level of fair value analysis of assets during the period.

	<b>Level 2</b>	<b>Level 3</b>	<b>Total</b>
	----- <b>(Rupees)</b> -----		
<b>March 31, 2026 (Un-audited)</b>			
Non-financial assets	-	175,032,000	175,032,000
Financial assets	7,211,726	-	7,211,726
	<u>7,211,726</u>	<u>175,032,000</u>	<u>182,243,726</u>
<b>June 30, 2025 (Audited)</b>			
Non-financial assets	-	175,032,000	175,032,000
Financial assets	7,184,976	-	7,184,976
	<u>7,184,976</u>	<u>175,032,000</u>	<u>182,216,976</u>

## 22. 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

		<b>Nine months period ended</b>	
		<b>March 31,</b>	
		<b>2026</b>	<b>2025</b>
		<b>(Un-audited )</b>	
		<b>-----Rupees-----</b>	
<b>22.1</b>	<b>Transactions during the period</b>		
	<b>Nature of transaction</b>		<b>Nature of relationship</b>
	<b>Certificates of investment</b>		
	Repaid during the period	122,838,866	113,600,932
	Finance cost	4,230,308	26,793,072
	<b>Dividend</b>		
	Dividend paid during the period		
	Board members	-	64,653,277
	Unibro Industries Limited	-	6,434,076
	Mid-East Agencies (Pvt) Limited	-	5,521,204
	<b>Staff retirement benefit fund</b>		
	Contribution for the period	505,026	505,026
	<b>Remuneration and other benefits</b>		
	Directors' fee	1,200,000	1,200,000
	Chairman' fee / Vice Chairman Fee	999,999	749,997
	Salary and allowances	11,451,684	11,089,911
		<b>(Un-audited)</b>	<b>(Audited)</b>
		<b>March 31,</b>	<b>June 30,</b>
		<b>2026</b>	<b>2025</b>
		<b>-----Rupees-----</b>	
<b>22.2</b>	<b>Period / Year ended balances</b>		
	Certificates of investment (Cols)	41,517,804	105,449,887
	Accrued mark-up on Cols	3,300,665	50,259,142

## 23. SEGMENT INFORMATION

The Company has two primary reporting segments namely, "Lease finance" and "Vehicle 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".

	<b>March 31, 2026 (Un-audited)</b>			
	<b>(Rupees)</b>			
	<b>Lease finance</b>	<b>Auto-finance</b>	<b>Others</b>	<b>Total</b>
Segment revenue	62,838,699	17,736,407	26,068,877	106,643,983
Administrative and operating expenses	18,190,538	5,134,333	11,178,158	34,503,029
Segment result	44,648,161	12,602,074	14,890,719	72,140,954
Provision for Workers' Welfare Fund				(1,150,000)
Reversal / (Provision) for doubtful debts and litigation receivable				3,684,375
Unallocated expenses				(11,697,094)
Result from operating activities				62,978,235
Finance cost				(6,409,389)
Provision for taxation				(2,417,364)
Profit for the year				54,151,482
<u>Other Information</u>				
Segment assets	814,582,351	191,350,609	367,662,777	1,373,595,737
Unallocated assets				34,403,490
Total assets				1,407,999,227
Segment liabilities	366,166,985	-	15,966,485	382,133,470
Unallocated liabilities				180,725,725
Total liabilities				562,859,195
Capital expenditure	-	-	-	-
Depreciation	-	-	3,631,743	3,631,743
Unallocated capital expenditure				404,650
Unallocated depreciation				749,729
Unallocated amortisation				55,125

<b>March 31, 2025 (Un-audited)</b>				
<b>(Rupees)</b>				
	<b>Lease finance</b>	<b>Auto-finance</b>	<b>Others</b>	<b>Total</b>
Segment revenue	100,046,754	13,605,530	59,228,040	172,880,324
Administrative and operating expenses	15,570,815	2,117,502	12,761,844	30,450,161
Segment result	84,475,939	11,488,028	46,466,196	142,430,163
Provision for Workers' Welfare Fund				(1,335,600)
Reversal / Provision for doubtful debts				(8,850,765)
Unallocated expenses				(11,946,388)
Result from operating activities				120,297,410
Finance cost				(32,842,532)
Provision for taxation				(26,498,908)
Profit for the year				60,955,970

<b>June 30, 2025 (Audited)</b>				
<b>(Rupees)</b>				
<u>Other Information</u>				
Segment assets	839,245,604	67,096,121	512,033,755	1,418,375,480
Unallocated assets				27,980,660
Total assets				1,446,356,140
Segment liabilities	344,063,130	-	14,470,655	358,533,785
Unallocated liabilities				296,830,555
Total liabilities				655,364,340

<b>March 31, 2025 (Un-audited)</b>				
<b>(Rupees)</b>				
Capital expenditure	-	-	-	-
Depreciation	-	-	3,543,865	3,543,865
Unallocated capital expenditure				200,000
Unallocated depreciation				814,242
Unallocated amortisation				55,125

#### **24. DATE OF AUTHORISATION FOR ISSUE**

These condensed interim financial statements were authorised for issue on April 24, 2026 by the Board of Directors of the Company.

#### **25. GENERAL**

**25.1** Corresponding figures have been rearranged wherever necessary; however, there are no material reclassifications to report during the reporting period.

**25.2** Figures have been rounded off to the nearest rupee, unless otherwise stated.

CHIEF EXECUTIVE OFFICER

DIRECTOR

CHIEF FINANCIAL OFFICER



Pak-Gulf Leasing  
Company Limited