



Pak-Gulf Leasing
Company Limited

Condensed Interim
Financial Statements
(Un-Audited)
For the nine months period
ended 31 March 2025



COMPANY INFORMATION

Board of Directors

Mr. Sohail Inam Ellahi	Chairman
Mr. Pervez Inam	Director
Mr. Fawad Salim Malik	Director
Brig. Naveed Nasar Khan (Retd.)	Director
Mr. Ismail H. Ahmed	Director
Mr. Jan Ali Khan Junejo	Director
Mr. Naeem Ali Muhammad Munshi	Director
Ms. Naueen Ahmed	Director
Brig. Haris Nawaz (Retd.)	Director
Mr. Mahfuz-ur-Rehman 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. Ismail H. Ahmed	Member
Mr. Naeem Ali Mohammad Munshi	Member
Ms. Farah Farooq	Secretary

Human Resource & 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. Fawad Salim Malik	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 Pervez Kayani (Retd.)	General Manager Punjab
Ms. Farah Farooq	Head of Audit

Credit Rating Agency

VIS Credit Rating Company Limited

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 Advisors

M/s. Mohsin Tayebaly & Company
2nd Floor, Dime Centre,
BC-4, Block # 9, Kehkashan, Clifton,
Karachi.
Tel # : (92-21) 111-682-529
Fax # : (92-21) 35870240

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
Silk bank Limited
Soneri Bank Limited

Registered Office

UNIBRO HOUSE
Ground and Mezzanine Floor,
Plot No. 114, 9th East Street, Phase I, DHA
Karachi, P.O.Box # 12215, Karachi-75600.
Tel #: (92-21) 35820301, 35820965-6
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 Associates (Pvt) Limited
Plot No. C-32 Jami Commercial Street 2
DHA, Phase-VII, Karachi.
Tel # : (92-21) 111-000-322
Fax # : (92-21) 35310190

DIRECTORS' REPORT

Dear Shareholders

The Directors of your Company are pleased to present to you the un-audited condensed interim financial Statements of your Company for the nine months of the current financial year (CFY 2024-25) ending on March 31, 2025.

Financial Highlights and Business Review

Your Company earned a Total Revenue of Rs. 172.88 million during the nine months of the current financial year (CFY: 2024-25) ending on March 31, 2025, as compared to the Total Revenue of Rs. 213.54 million posted, during the nine months of the last financial year (LFY 2023-24) ending on March 31, 2024. Administrative expenses for the nine months of the current financial year (CFY: 2024-25) amounted to Rs. 42.73 million which is slightly more than the administrative expenses for the nine months of the last financial year (LFY 2023-24) of Rs. 42.33 million, while due to low utilization of borrowing facilities finance cost for nine months of the current financial year (CFY: 2024-25) shows a decrease of Rs. 29 million as compared to nine months of the last financial year (LFY 2023-24). During the nine months of the current financial year (CFY: 2024-25) the Company made a reversal of provision of Rs. 5.7 million for potential lease and loan losses based on IFRS 9, while a sum of Rs. 14.53 million was recorded during the nine months of the current financial year (CFY: 2024-25) on account of provision made against lease receivables held under litigation.

The Company's Profit before Taxation for the nine months of the current financial year (CFY: 2024-25) amounted to Rs. 87.45 million which stood at Rs. 101.371 million in the nine months of the last financial year (LFY 2023-24). Net Profit after Tax for the nine months of the current financial year (CFY: 2024-25) has decreased to Rs. 60.96 million as compared to Rs. 76.55 million for the nine months of the last financial year (LFY 2023-24).

The Shareholders Equity of your Company amounts to Rs. 768.123 million, as at March 31, 2025 which as at June 30, 2024 amounted to Rs. 815.948 million. Decrease in equity is mainly attributable to interim dividend payout of Rs. 108 million to the shareholders. Earnings per Share for the nine months of the current financial year (CFY: 2024-25) has also decreased to Rs. 1.23 as compared with the EPS of Rs. 1.55 for the nine months of the last financial year (LFY 2023-24).

In December 2024, VIS Credit Rating Company Limited had re-affirmed the Medium to Long-term Entity Rating for your Company at A- (Single A Minus), and the Short-term Rating at A-2. The Outlook for your Company was graded as "Stable".

Your Directors, in their capacity as your representatives for overseeing the performance of your Company, would like to place on record their appreciation for the services rendered and the dedicated efforts made by the Management Team and all the staff members of your Company, towards obtaining the positive results placed before you, notwithstanding the trying and testing market conditions. We expect the management and staff of PGL, not only to maintain, but to further enhance their marketing skills in the face of challenging business environment and make all-out efforts towards improving upon the quality of their services to your Company's clients so as to project a positive image of your Company in the leasing sector of Pakistan.

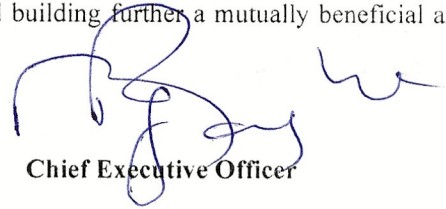
The Directors also take the opportunity to acknowledge, with thanks, the co-operation and guidance extended to your Company by the Securities and Exchange Commission of Pakistan (SECP), NBFIs and Modaraba Association of Pakistan and other regulatory authorities, for the resolution of its genuine issues. Their role is critical in developing the leasing sector and it is hoped that these agencies would continue to strengthen the leasing sector, by taking appropriate measures for its betterment.

In the end, we would like to thank you our valued Shareholders, as well as the Company's customers, investors and bankers, for the valuable support given by them to the Company. We look forward to reinforcing and building further a mutually beneficial and cordial relationship between the Company and all its stakeholders.

Chairman



Karachi
April 22, 2025



Chief Executive Officer

ڈائریکٹرز رپورٹ

محترم شیئر ہولڈرز (حصص یافتگان)

آپ کے ڈائریکٹرز آپ کے سامنے موجودہ مالی سال (2024-25) کی 31 مارچ 2025 کو ختم ہونے والی نو (9) مہینے کی مدت کے لیے آپ کی کمپنی کے مالیاتی گوشوارے پیش کر رہے ہیں۔

مالیاتی کارکردگی اور کاروباری جائزہ:

مالی سال 2024-25 کی 31 مارچ 2025 کو ختم ہونے والی نو (9) مہینے کی مدت میں آپ کی کمپنی کی کل آمدنی 172.88 ملین روپے رہی جو کہ مالی سال 2023-24 کی اسی مدت میں 213.54 ملین روپے تھی۔ 31 مارچ 2025 کو ختم ہونے والی نو (9) مہینے کی مدت کے انتظامی اخراجات 42.73 ملین روپے ہیں جو کہ گزشتہ سال 31 مارچ 2024 میں 42.33 ملین روپے تھے۔ جبکہ مالیاتی سہولیات کے کم استعمال کی وجہ سے مالیاتی لاگت میں 29 ملین روپے کی کمی دیکھی گئی۔ 31 مارچ 2025 کو ختم ہونے والی نو (9) مہینے کی مدت کے دوران کمپنی نے IFRS-9 کے تحت ممکنہ لیز اور قرض کے نقصانات کیلئے 5.7 ملین روپے کی واپسی ریکارڈ کی گئی جبکہ اس دوران یہ میں قانونی چارہ جوئی کے تحت لیز کی وصولی کیلئے رکھے گئے کھاتے میں 14.53 ملین روپے ریکارڈ کیا گیا۔

مالی سال 2024-25 کی 31 مارچ 2025 کو ختم ہونے والی نو (9) مہینے کی مدت میں کمپنی کا منافع قبل از ٹیکس 87.45 ملین روپے رہا جو کہ گزشتہ سال کی اسی مدت میں 101.37 ملین روپے تھا۔ 31 مارچ 2025 کو ختم ہونے والی نو (9) مہینے کی مدت میں کمپنی کا منافع بعد از ٹیکس 60.96 ملین روپے رہا جو کہ پچھلے سال کی اسی مدت میں 76.55 ملین روپے تھا۔

آپ کی کمپنی کے شیئر ہولڈرز کی ایکویٹی جو کہ 30 جون 2024 کو 815.948 ملین روپے تھی 31 مارچ 2025 کو کم ہو کر 768.123 ملین ہو گئی ہے۔ ایکویٹی میں کمی کی بنیادی وجہ شیئر ہولڈرز کو دیا گیا 108 ملین روپے کا عبوری ڈیویڈنڈ ہے۔ 31 مارچ 2025 کو ختم ہونے والے نو (9) مہینے کی لئے فی شیئر آمدنی 1.23 روپے فی حصص ہے جو کہ پچھلے سال 2023-24 کی اسی مدت میں 1.55 روپے تھی۔

دسمبر 2024 میں VIS کریڈٹ ریٹنگ ایجنسی نے کمپنی کی تشخیصی ریٹنگ کا اعادہ کرتے ہوئے درمیانی سے طویل المیعاد کے مدت کے لئے A- ریٹنگ اور مختصر مدت کیلئے A-2 ریٹنگ مقرر کی اور کمپنی کے آئندہ امکانات کو مستحکم قرار دیا گیا۔

آپ کے ڈائریکٹرز، مارکیٹ کے آڑمشی اور مشکل حالات کے باوجود آپ کی کمپنی کی انتظامیہ اور عملے کی خدمات ریکارڈ پر لانا چاہیں گے۔ اور PGL کی انتظامیہ اور عملے سے توقع کرتے ہیں کہ وہ اپنی کاروباری مہارتوں کو نہ صرف برقرار رکھیں گے بلکہ مزید نکھاریں گے اور آپ کی کمپنی کے کلائنٹس کے لیے اپنی خدمات کے معیار کو بہتر سے بہتر بنانے کی ہر ممکن کوشش کریں گے تاکہ پاکستان کے لیزنگ سیکٹر میں آپ کی کمپنی کا مثبت امیج ابھارا جاسکے۔

ڈائریکٹرز اس موقع سے فائدہ اٹھاتے ہوئے سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP)، (NBFBI) اور مضاربہ ایسوسی ایشن اور دیگر ریگولیٹری اتھارٹیز کی جانب سے آپ کی کمپنی کو فراہم کیے گئے تعاون اور رہنمائی کا شکریہ کے ساتھ اعتراف کرتے ہیں۔ لیزنگ سیکٹر کی ترقی میں ان اداروں کا کردار اہم ہے اور امید کی جاتی ہے کہ یہ ایجنسیاں لیزنگ سیکٹر کی بہتری کے لیے مناسب اقدامات سے اسے مزید مضبوط بنانے کا سلسلہ جاری رکھیں گی۔

آخر میں، ہم PGL کو ان کی طرف سے فراہم کی گئی قابل قدر معاونت کے لیے ہمارے قابل قدر شیئر ہولڈرز کے ساتھ ساتھ PGL کے صارفین اور بینکرز سے اظہار تشکر کرتے ہیں۔ ہم PGL اور اس کے تمام اسٹیک ہولڈرز کے درمیان باہم فائدہ مند اور خوشگوار تعلقات کو تقویت دینے اور مزید استوار کرنے کے خواہش مند ہیں۔

چیف ایگزیکٹو آفیسر

چیرمین

22 اپریل 2025

کراچی

PAK-GULF LEASING COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	7	3,577,272	7,298,508
Right of use assets	8	13,616,919	17,160,784
Investment property	9	169,884,000	169,884,000
Intangible assets		269,500	324,625
Net investment in finance lease	10	616,662,164	773,389,541
Long-term loans	11	16,276,209	21,025,572
Long-term security deposits		118,500	118,500
TOTAL NON-CURRENT ASSETS		820,404,564	989,201,530
CURRENT ASSETS			
Current portion of net investment in finance lease	10	162,045,981	408,293,631
Current portion of long-term loans	11	14,428,075	52,100,860
Short term investments	12	48,859,269	40,549,837
Advance to employees		61,934	4,940
Prepayments		1,178,222	467,419
Other receivables	13	102,409,729	105,044,504
Cash and bank balances	14	396,521,391	354,856,487
TOTAL CURRENT ASSETS		725,504,601	961,317,678
TOTAL ASSETS		1,545,909,165	1,950,519,208
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Share capital		494,711,100	494,711,100
Reserves		370,631,837	415,645,412
TOTAL EQUITY		865,342,937	910,356,512
NON-CURRENT LIABILITIES			
Long-term deposits		270,031,152	342,798,193
Long-term loan	15	-	4,166,668
Lease liabilities	16	10,607,381	8,662,199
Certificates of investment	17	105,270,799	225,475,007
Deferred taxation	18	123,323,281	121,024,669
TOTAL NON-CURRENT LIABILITIES		509,232,613	702,126,736
CURRENT LIABILITIES			
Trade and other payables		49,960,485	55,121,276
Unclaimed dividend		5,074,903	3,235,057
Taxation - net		1,641,450	37,977,148
Accrued mark-up		44,744,599	60,539,007
Current portion of long-term deposits		53,735,732	139,912,877
Current portion of long-term loan	15	8,333,333	33,333,332
Current portion of lease liabilities	16	6,905,530	6,315,124
Current portion of certificates of investment	17	937,583	1,602,139
TOTAL CURRENT LIABILITIES		171,333,615	338,035,960
TOTAL LIABILITIES		680,566,228	1,040,162,696
TOTAL EQUITY AND LIABILITIES		1,545,909,165	1,950,519,208

CONTINGENCIES AND COMMITMENTS

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The annexed notes from 1 to 29 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, 2025

	Nine months period ended		Three months period ended	
	March 31,		March 31,	
	2025	2024	2025	2024
	-----Rupees-----		-----Rupees-----	
INCOME				
Income from financing operations	113,652,284	176,999,275	18,969,431	50,354,550
Income from other activities				
Return on investments	46,840,022	26,242,775	10,228,693	10,905,996
Other income	12,388,018	10,301,964	4,156,420	3,504,792
	59,228,040	36,544,739	14,385,113	14,410,788
	172,880,324	213,544,014	33,354,544	64,765,338
EXPENSES				
Administrative and operating expenses	(43,732,149)	(43,334,446)	(14,084,730)	(14,680,109)
Finance cost	(32,842,532)	(61,718,813)	(6,883,963)	(16,527,772)
	(76,574,681)	(105,053,259)	(20,968,693)	(31,207,881)
Operating profit before provisions	96,305,643	108,490,755	12,385,851	33,557,457
(Provision) / Reversal against lease receivables held under litigation	(14,531,408)	(7,993,561)	(14,255,919)	(3,330,412)
Reversal / (Provision) for potential lease and loan losses	5,680,643	804,956	8,077,911	73,250
Profit before tax	87,454,878	101,302,150	6,207,843	30,300,295
Taxation				
Current	(24,200,296)	(51,281,976)	(5,237,605)	(13,095,859)
Deferred	(2,298,612)	26,533,311	13,645,928	533,575
	(26,498,908)	(24,748,665)	8,408,323	(12,562,284)
Net profit after taxation	60,955,970	76,553,485	14,616,166	17,738,011
Earnings per share - basic and diluted	1.23	1.55	0.30	0.36

The annexed notes from 1 to 29 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, 2025

	Note	Nine months period ended		Three months period ended	
		March 31,		March 31,	
		2025	2024	2025	2024
		-----Rupees-----		-----Rupees-----	
Net profit after taxation		60,955,970	76,553,485	14,616,166	17,738,011
Other comprehensive income / (loss) for the period					
Items that may not be reclassified to statement of profit or loss in subsequent periods:					
Gain / (loss) on revaluation of FVOCI investments	12	<u>2,866,897</u>	<u>1,486,734</u>	<u>21,720</u>	<u>112,944</u>
Total comprehensive income for the period		<u><u>63,822,867</u></u>	<u><u>78,040,219</u></u>	<u><u>14,637,886</u></u>	<u><u>17,850,955</u></u>

The annexed notes from 1 to 29 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, 2025

	Reserves					Total reserves	Total equity	
	Share capital	Capital			Revenue			
		Statutory reserve	Reserve for issue of bonus shares	Surplus on revaluation of property and equipment	Surplus on revaluation of FVOCI investments			Unappropriated profit
----- (Rupees) -----								
Balance at July 01, 2023	494,711,100	153,725,579	-	90,504,204	1,554,609	89,038,190	334,822,582	829,533,682
Net profit / (loss) for the period	-	-	-	-	-	76,553,485	76,553,485	76,553,485
Other comprehensive income / (loss)	-	-	-	-	1,486,734	-	1,486,734	1,486,734
Total comprehensive income / (loss) for the period	-	-	-	-	1,486,734	76,553,485	78,040,219	78,040,219
Transfer to statutory reserve	-	15,310,697	-	-	-	(15,310,697)	-	-
Balance as at March 31, 2024	494,711,100	169,036,276	-	90,504,204	3,041,343	150,280,978	412,862,801	907,573,901
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
Interim dividend for the year ending June 30, 2025 @ Rs. 2.2/ per share						(108,836,442)	(108,836,442)	(108,836,442)
Net profit / (loss) for the period	-	-	-	-	-	60,955,970	60,955,970	60,955,970
Other comprehensive income / (loss)	-	-	-	-	2,866,897	-	2,866,897	2,866,897
Total comprehensive income / (loss) for the period	-	-	-	-	2,866,897	60,955,970	63,822,867	63,822,867
Transfer to statutory reserve	-	12,191,194	-	-	-	(12,191,194)	-	-
Balance as at March 31, 2025	494,711,100	181,676,478	-	90,504,204	6,445,810	92,005,345	370,631,837	865,342,937

The annexed notes from 1 to 29 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, 2025

	Nine months period ended March 31,	
	2025	2024
Note	-----Rupees-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation	87,454,878	101,302,150
Adjustment for:		
Depreciation and amortisation	4,413,232	4,014,200
Finance cost	32,842,532	61,718,813
(Reversal) / provision for potential lease and loan losses - net	(5,680,643)	7,993,561
Provision / (reversal) for lease receivables held under litigation -net	14,531,408	(804,956)
Gain on disposal of property and equipment	(937,884)	-
	<u>45,168,645</u>	<u>72,921,618</u>
Operating profit before working capital changes	132,623,523	174,223,768
Decrease / (increase) in current assets		
Advance to employees	(56,994)	84,491
Other receivables	(12,070,741)	(17,992,136)
Prepayments	(710,803)	(538,287)
	<u>(12,838,538)</u>	<u>(18,445,932)</u>
Increase / (decrease) in current liabilities		
Trade and other payables	(5,160,791)	(15,055,428)
Cash generated from operations	<u>114,624,194</u>	<u>140,722,408</u>
Finance cost paid	(45,791,110)	(34,462,543)
Tax paid - net	(60,535,994)	(50,941,351)
Long-term deposits- net	(158,944,186)	(216,345,385)
Long-term loans - net	44,072,226	36,751,781
Net investment in finance lease	409,019,546	519,636,463
	<u>187,820,482</u>	<u>254,638,965</u>
Net cash generated from operating activities	<u>302,444,676</u>	<u>395,361,373</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Additions in property and equipment and intangibles	(200,000)	(5,936,483)
Proceeds on disposal of property and equipment	4,044,878	-
Investments redeem / (made) during the period	(5,442,535)	17,734,485
Net cash (used in) / generated from investing activities	<u>(1,597,657)</u>	<u>11,798,002</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
(Paid) / received against certificates of investment	(120,868,764)	(114,345,983)
Dividend paid	(108,836,442)	(272,662)
Lease payments	(310,242)	(2,966,690)
Payment of long-term loan installments	(29,166,667)	(54,166,671)
Net cash used in financing activities	<u>(259,182,115)</u>	<u>(171,752,006)</u>
Net increase in cash and cash equivalents	41,664,904	235,407,369
Cash and cash equivalents at the beginning of the period	354,856,487	18,115,942
Cash and cash equivalents at the end of the period	<u>396,521,391</u>	<u>253,523,311</u>

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The annexed notes from 1 to 29 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, 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 licence to maintain, at all times, minimum equity of Rs. 500 million. The equity of the Company as at March 31, 2025 is Rs. 768.123 million which is Rs. 268.123 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, 2024.

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, 2024.

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, 2024.

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, 2024.

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
7. PROPERTY AND EQUIPMENT			
Opening net book value		7,298,508	2,637,826
Addition during the period / year		200,000	5,597,913
Net book value of disposal during the period / year		(3,106,994)	-
Depreciation charged during the period / year		(814,242)	(937,231)
Closing net book value		<u>3,577,272</u>	<u>7,298,508</u>
8. RIGHT OF USE ASSETS			
Opening net book value		17,160,784	147,563
Addition during the period / year		-	21,616,348
Depreciation charged during the period / year		(3,543,865)	(4,603,127)
Closing net book value		<u>13,616,919</u>	<u>17,160,784</u>
Depreciation rate		<u>22%</u>	<u>22%</u>
9. INVESTMENT PROPERTY			
Office premises		<u>169,884,000</u>	<u>169,884,000</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 28, 2024. 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.		
10. NET INVESTMENT IN FINANCE LEASE			
Secured			
Net investment in finance lease	10.1	778,708,145	1,181,683,172
Current portion shown under current assets		(162,045,981)	(408,293,631)
		<u>616,662,164</u>	<u>773,389,541</u>

10.1 Net investment in finance lease

March 31, 2025 (Un-audited)			
	Not later than one year	Later than one year and less than five years	Total
Note	-----Rupees-----		
Minimum lease payments	270,145,161	417,678,193	687,823,354
Residual value of leased assets	53,735,732	270,031,152	323,766,884
Gross investment in finance lease	323,880,893	687,709,345	1,011,590,238
Unearned finance income	(96,339,374)	(71,047,181)	(167,386,555)
	227,541,519	616,662,164	844,203,683
Allowance for potential lease losses	10.2 (65,495,538)	-	(65,495,538)
Net investment in finance lease	162,045,981	616,662,164	778,708,145

June 30, 2024 (Audited)			
	Not later than one year	Later than one year and less than five years	Total
Note	-----Rupees-----		
Minimum lease payments	478,607,101	543,830,484	1,022,437,585
Residual value of leased assets	139,912,877	342,798,193	482,711,070
Gross investment in finance lease	618,519,978	886,628,677	1,505,148,655
Unearned finance income	(138,686,290)	(113,239,136)	(251,925,426)
	479,833,688	773,389,541	1,253,223,229
Allowance for potential lease losses	10.2 (71,540,057)	-	(71,540,057)
Net investment in finance lease	408,293,631	773,389,541	1,181,683,172

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
Note	-----Rupees-----		
10.2	Allowance for potential lease losses		
	Balance as at July 01	71,540,057	113,154,212
	Transfer to lease receivable held under litigation	(1,842,710)	(43,598,720)
	(Reversal) / charge for the period / year - net	(4,201,809)	1,984,565
		<u>65,495,538</u>	<u>71,540,057</u>

11. LONG-TERM LOANS

Secured

	Auto-finance loan	31,192,108	75,264,334
	Current portion shown under current assets	(14,428,075)	(52,100,860)
	Allowance for potential loan losses	11.1 (487,824)	(2,137,902)
		<u>16,276,209</u>	<u>21,025,572</u>

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
11.1 Allowance for potential loan losses			
Balance as at July 01		2,137,902	2,152,492
Transfer to lease receivable held under litigation	13.1	(171,244)	-
Reversal for the period / year - net		(1,478,834)	(14,590)
		<u>487,824</u>	<u>2,137,902</u>
12. SHORT TERM INVESTMENTS			
At fair value through other comprehensive income -			
National Investment (Unit) Trust		4,773,113	2,748,809
Remeasurement gain / (loss) on revaluation at fair value		2,866,897	2,024,304
	12.1	<u>7,640,010</u>	<u>4,773,113</u>
Amortised cost:			
Government securities	12.2	41,219,259	35,776,724
		<u>48,859,269</u>	<u>40,549,837</u>
12.1	This represents investments in 54,300 units (June 30, 2024: 54,300 units) at net asset value.		
12.2	This represent investment in Market Treasury Bills having cost of Rs. 42.24 million (June 30, 2024: Rs. 34.70 million) and interest accrued thereon of Rs. 0.983 million (June 30, 2024: Rs 1.076 million). The effective rate of return 11.5% (June 30, 2024: 21.35%) per annum. These will be matured on July 10, 2025.		
13. OTHER RECEIVABLES			
Considered good			
Insurance premium and other receivables		9,359,729	16,794,504
Considered doubtful			
Lease receivable held under litigation		219,858,817	193,882,902
Insurance premium and other receivables		3,046,701	3,046,701
Diminishing musharakah receivable		18,788,999	18,788,999
		241,694,517	215,718,602
Provision			
Lease receivable held under litigation	13.1	(104,499,019)	(87,953,657)
Insurance premium and other receivables		(3,046,701)	(3,046,701)
Mark-up held in suspense account against lease receivable held under litigation		(22,309,798)	(17,679,245)
Diminishing musharakah receivable		(18,788,999)	(18,788,999)
		<u>(148,644,517)</u>	<u>(127,468,602)</u>
		<u>102,409,729</u>	<u>105,044,504</u>

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
13.1 Provision against lease receivable held under litigation			
Balance as at July 01		87,953,657	43,561,174
Transfer from net investment in finance lease	10.2	1,842,710	43,598,720
Transfer from long term loans	11.1	171,244	-
Charge / (reversal) for the period / year - net		14,531,408	793,763
		<u>104,499,019</u>	<u>87,953,657</u>

14. CASH AND BANK BALANCES

Cash in hand		130,000	104,905
Balances with banks:			
in current accounts		6,728,724	6,798,778
in saving accounts	14.1	<u>389,662,667</u>	<u>347,952,804</u>
		<u>396,521,391</u>	<u>354,856,487</u>

14.1 These carry mark-up rates ranging from 10% to 11.5% (June 30, 2024: 20.50% to 21%) per annum.

		(Un-audited) March 31, 2025	(Audited) June 30, 2024
	Note	-----Rupees-----	
15. LONG-TERM LOAN			
Secured			
Long-term loan	15.1	8,333,333	37,500,000
Current portion shown under current liabilities		<u>(8,333,333)</u>	<u>(33,333,332)</u>
		<u> -</u>	<u> 4,166,668</u>

15.1 The Company has arranged long term finance facilities from a commercial bank amounting to Rs. 350 million (June 30, 2024: Rs. 350 million) for a tenure of three years which is repayable in equal quarterly installments. These facilities carries mark-up at the rate of 3 month KIBOR plus 1% per annum (June 30, 2024: 3 month KIBOR plus 1% per annum) and are secured by hypothecation charge over specific leased assets and lease rentals receivable.

16. LEASE LIABILITIES

Opening balance		14,977,323	636,978
Lease liability recognised		-	21,616,347
Payments made during the period / year		(310,242)	(10,664,909)
Finance cost incurred during the period / year		<u>2,845,830</u>	<u>3,388,907</u>
Closing balance		17,512,911	14,977,323
Current portion shown under current liabilities		<u>(6,905,530)</u>	<u>(6,315,124)</u>
		<u> 10,607,381</u>	<u> 8,662,199</u>

17. CERTIFICATES OF INVESTMENT

Unsecured

Certificates of investment	17.1	106,208,382	227,077,146
Current portion shown under current liabilities		<u>(937,583)</u>	<u>(1,602,139)</u>
		<u> 105,270,799</u>	<u> 225,475,007</u>

17.1 These represent certificates of investment issued by the Company for periods ranging from 12 to 36 (June 30, 2024: 12 to 36) months and carry mark-up rates ranging from 11.15% to 21.75% (June 30, 2024: 14.75% to 21.75%) per annum.

	(Un-audited) March 31, 2025	(Audited) June 30, 2024
18. DEFERRED TAXATION		
	-----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	10,450,440	10,450,440
Accelerated tax depreciation	1,230,568	1,208,708
Net investment in finance lease	131,919,436	124,692,928
Right of use assets	3,948,907	4,976,627
	184,515,857	178,295,210
Deductible temporary difference arising in respect of:		
Provision against potential lease losses	(19,135,175)	(20,746,617)
Provision against diminishing musharakah receivable	(5,448,810)	(5,448,810)
Provision against other receivables	(31,188,259)	(26,390,104)
Lease liabilities	(5,078,744)	(4,343,424)
Provision for leave encashment	(341,588)	(341,586)
	(61,192,576)	(57,270,541)
	<u>123,323,281</u>	<u>121,024,669</u>

19. SHORT TERM BORROWINGS

Secured

- 19.1 The Company has a short-term running finance facility from Bank Al Habib Limited having sanctioned limit amounting to Rs. 300 million (June 30, 2024: 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.

20. CONTINGENCIES AND COMMITMENTS

20.1 Contingencies

The aggregate amount of tax contingencies amounted to Rs. 3.915 million as at March 31, 2025. There were no changes in the status of contingencies during the period.

20.2 Commitments

Finance lease committed but not executed	8,400,000	-
Vehicle finance loan committed but not executed	-	-

	(Un-audited) March 31, 2025	(Un-audited) March 31, 2024
	(Rupees)	
21. CASH AND CASH EQUIVALENT		
Cash and bank balances	396,521,391	253,523,311
Short term borrowings	-	-
	<u>396,521,391</u>	<u>253,523,311</u>

22. FINANCIAL RISK MANAGEMENT

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, 2024.

23. 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.

	Level 2	Level 3	Total
	----- (Rupees) -----		
March 31, 2025 (Un-audited)			
Non-financial assets	-	169,884,000	169,884,000
Financial assets	7,640,010	-	7,640,010
	<u>7,640,010</u>	<u>169,884,000</u>	<u>177,524,010</u>
June 30, 2024 (Audited)			
Non-financial assets	-	169,884,000	169,884,000
Financial assets	4,773,113	-	4,773,113
	<u>4,773,113</u>	<u>169,884,000</u>	<u>174,657,113</u>

24. 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

		Nine months period ended	
		March 31,	
		2025	2024
		(Un-audited)	
		-----Rupees-----	
24.1	Transactions during the period		
	Nature of transaction		
	Nature of relationship		
	Certificates of investment		
	Issued / Rolled over during the period	-	7,000,000
	Repaid during the period	113,600,932	115,555,001
	Finance cost	26,793,072	44,531,574
	Office rent		
	Rent paid during the period		
	Unibro Industries Limited	-	4,910,279
	Dividend		
	Dividend paid during the period		
	Board members	64,653,277	-
	Unibro Industries Limited	6,434,076	-
	Mid-East Agencies (Pvt) Limited	5,521,204	-
	Staff retirement benefit fund		
	Contribution for the period	505,026	192,624
	Remuneration and other benefits		
	Directors' fee	1,200,000	600,000
	Chairman' fee	749,997	499,895
	Salary and allowances	11,089,911	8,999,883
		(Un-audited)	(Audited)
		March 31,	June 30,
		2025	2024
		-----Rupees-----	
24.2	Period / Year ended balances		
	Certificates of investment (Cols)	105,449,887	224,741,012
	Accrued mark-up on Cols	44,541,011	59,382,874
	Accrued Chairman fee	249,999	1,041,656

25. 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, 2024.

26. 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.

27. 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".

	March 31, 2025 (Un-audited)			
	(Rupees)			
	Lease finance	Auto-finance	Others	Total
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 and litigation receivable				(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
<u>Other Information</u>				
Segment assets	878,535,413	30,704,284	624,605,316	1,533,845,013
Unallocated assets				12,064,152
Total assets				1,545,909,165
Segment liabilities	360,928,420	-	19,906,731	380,835,151
Unallocated liabilities				299,731,077
Total liabilities				680,566,228
Capital expenditure	-	-	-	-
Depreciation	-	-	3,543,865	3,543,865
Unallocated capital expenditure				200,000
Unallocated depreciation				814,242
Unallocated amortisation				55,125

March 31, 2024 (Un-audited)				
(Rupees)				
	Lease finance	Auto-finance	Others	Total
Segment revenue	186,069,779	17,172,271	10,301,964	213,544,014
Administrative and operating expenses	14,134,545	1,304,469	4,333,516	19,772,530
Segment result	<u>171,935,234</u>	<u>15,867,802</u>	<u>5,968,448</u>	<u>193,771,484</u>
Provision for Workers' Welfare Fund				(2,041,254)
Reversal/ Provision for doubtful debts				(7,188,605)
Unallocated expenses				<u>(21,520,662)</u>
Result from operating activities				163,020,963
Finance cost				(61,718,813)
Provision for taxation				<u>(24,748,665)</u>
Profit for the year				<u><u>76,553,485</u></u>

June 30, 2024 (Audited)				
(Rupees)				
<u>Other Information</u>				
Segment assets	<u>1,284,145,215</u>	<u>73,126,432</u>	<u>578,129,884</u>	1,935,401,531
Unallocated assets				<u>15,117,677</u>
Total assets				<u>1,950,519,208</u>
Segment liabilities	<u>523,922,258</u>	<u>-</u>	<u>17,371,143</u>	541,293,401
Unallocated liabilities				<u>498,869,295</u>
Total liabilities				<u><u>1,040,162,696</u></u>

March 31, 2024 (Un-audited)				
(Rupees)				
Capital expenditure	-	-	-	-
Depreciation	-	-	3,989,700	3,989,700
Unallocated capital expenditure				<u>5,936,483</u>
Unallocated depreciation				<u>-</u>

28. DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on April 22, 2025 by the Board of Directors of the Company.

29. GENERAL

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

29.2 NON-ADJUSTING EVENTS AFTER THE STATEMENT OF FINANCIAL POSITION DATE

The Board of Directors of the Company in its meeting held on April 22, 2025 declared an second interim dividend at the rate of 17.5% (i.e. Rs. 1.75 per share) amounting to Rs. 86.57 million in addition to the first interim dividend announced at the rate of 22% (i.e. Rs. 2.2 per share) amounting to Rs. 108.836 million. These condensed interim financial statements do not reflect the impact of this, and it will be accounted for subsequent to the period end.

29.3 Figures have been rounded off to the nearest rupee in thousand, unless otherwise stated.