

**SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2024**

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**1 STATUS AND NATURE OF BUSINESS**

Saudi Pak Industrial and Agricultural Investment Company Limited (the Company) was incorporated in Pakistan as a private limited company on December 23, 1981 and subsequently converted to public limited company on April 30, 2008. The Company is jointly sponsored by the Government of Kingdom of Saudi Arabia (KSA) and the Government of the Islamic Republic of Pakistan (GOP). The Company is a Development Financial Institution (DFI) and principally engaged in lendings and investments in the industrial and agro-based industrial companies in Pakistan on commercial basis. The Company was initially setup for a period of fifty years and upon mutual consent of the KSA and Government of Pakistan the duration of Company has been further extended for another period of fifty years.

The registered office of the Company is situated at Saudi Pak Tower, Jinnah Avenue, Islamabad. The Company is also operating through its offices in Lahore and Karachi.

**2 BASIS OF PREPARATION AND STATEMENT OF COMPLIANCE**

**2.1 BASIS OF PREPARATION**

**2.1.1** These unconsolidated condensed interim financial statements represent separate financial statements of the Company.

**2.1.2** These unconsolidated condensed interim financial statements are presented in Pak Rupee, which is the Company's functional and presentational currency.

**2.1.3** These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except the certain classes of fixed assets and non banking assets acquired in satisfaction of claims, which are stated at revalued amounts and certain investments have been marked to market and carried at fair value. In addition, obligations in respect of staff retirement benefits are carried at present value.

**2.2 STATEMENT OF COMPLIANCE**

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

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

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

**2.2.2** The SBP, vide its Banking Supervision Department (BSD) Circular Letter no. 11 dated September 11, 2002 has deferred the applicability of IAS 40, Investment Property, for banking companies and DFI till further instructions. Further, the SECP, through S.R.O 411(1)/2008 dated April 28, 2008, has deferred the applicability of IFRS 7, Financial Instruments: Disclosures, to banks and DFIs. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.

**SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2024**

**2.2.3** The SECP through its SRO 633 (I)/2014 dated July 10, 2014 adopted IFRS 10, Consolidated Financial Statements for periods starting from June 30, 2014. However, SECP through SRO 56 (I)/2016 dated January 28, 2016, notified that the requirements of IFRS 10 and section 228 of the Companies Act, 2017 will not be applicable with respect to the investment in mutual funds established under trust structure.

**2.2.4** These unconsolidated condensed interim financial statements have been presented in accordance with the requirements of format prescribed by SBP vide BPRD Circular No. 02 of 2023 dated February 09, 2023 and IAS 34. These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the audited annual unconsolidated financial statements and should be read in conjunction with the audited annual unconsolidated financial statements for the year ended December 31, 2023.

**3 SIGNIFICANT ACCOUNTING POLICIES**

The significant accounting policies and methods of computation adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the audited annual unconsolidated financial statements of the Company for the year ended December 31, 2023 except for the valuation of unquoted equity securities which were previously measured at the lower of cost or breakup value and now it has been measured at fair value in accordance with IFRS-9 Financial Instruments.

**3.1 Impact of measurement of Unquoted Securities at Fair Value**

Effective from January 1, 2023, the Company adopted IFRS 9, with the exception of measuring unquoted equity securities at fair value. The State Bank of Pakistan (SBP) permitted, through BPRD Circular No. 3 of 2022 dated July 5, 2022, "IFRS 9 Financial Instruments Application Instructions," to continue measuring unquoted equity securities at the lower of cost or breakup value until December 31, 2023. Effective January 1, 2024, the Company adopted the measurement of investments in unquoted securities at fair value as required by IFRS 9 Financial Instruments. This change in measurement has been applied retrospectively without restating the comparatives. Consequently, the difference between the previously reported carrying amounts of unquoted equity securities as of December 31, 2023, amounting to Rs. 4.679 million net of tax, has been recognized in opening retained earnings.

**Transitioning adjustments**

The Company has not restated comparative information. Differences in the carrying amounts of financial asset resulting from the measurement of unquoted securities at fair Value have been recognized in opening retained earnings as of January 01, 2024, as per detail given below:

|                             | <u>Rupees</u>             |
|-----------------------------|---------------------------|
| <b><u>Investment</u></b>    |                           |
| Cost / ammortised cost      | 783,833,048               |
| <b><u>IFRS 9 Impact</u></b> |                           |
| Loss in value               | (7,670,494)               |
| <b>Fair value</b>           | <u><u>776,162,554</u></u> |

**SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2024**

|                                                                                                      | <u>Rupees</u>        |
|------------------------------------------------------------------------------------------------------|----------------------|
| <b><u>Deferred tax asset</u></b>                                                                     |                      |
| Deductible temporary difference on (Deficit)/surplus on revaluation of securities - FVOCI            | 402,182,953          |
| <b>IFRS 9 Impact</b>                                                                                 |                      |
| Loss in value                                                                                        | 2,991,493            |
| Deductible temporary differences on (Deficit)/surplus on revaluation of securities - FVOCI - revised | <u>405,174,445</u>   |
| <b><u>Surplus on revaluation of assets - net</u></b>                                                 |                      |
| Surplus/(deficit) on revaluation of investments                                                      | (273,559,912)        |
| <b>IFRS 9 Impact</b>                                                                                 |                      |
| Loss in value                                                                                        | (7,670,494)          |
| Deferred tax impact                                                                                  | 2,991,493            |
| <b>Surplus/(deficit) on revaluation of investments - revised</b>                                     | <u>(278,238,913)</u> |

Unquoted equity investments, previously measured at the lower of cost or breakup value, are now measured at fair value through other comprehensive income (OCI). While determining the fair value of unquoted equity securities, the Company has reviewed the business model / realisation pattern of investment to determine the appropriateness of valuation method. The accounting policy are summarized below:

Unquoted equity securities are initially recognized at fair value through other comprehensive income. Any change in the fair value of these securities are recognized in other comprehensive income (OCI). On derecognition of equity investment classified as fair value through other comprehensive income, accumulated fair value gain / losses on investments are transferred to retained earning.

**4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

The basis for accounting estimates adopted in the preparation of these unconsolidated condensed interim financial statements is the same as that applied in the preparation of the audited annual unconsolidated financial statements for the year ended December 31, 2023, except for the valuation of unquoted equity securities which were previously measured at the lower of cost or breakup value and now it has been measured at fair value in accordance with IFRS-9 Financial Instruments.

**5 FINANCIAL RISK MANAGEMENT**

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the audited annual unconsolidated financial statements for the year ended December 31, 2023. These risk management policies continue to remain robust and the Company is reviewing its portfolio regularly and conducts rapid portfolio reviews in line with the emerging risks.

|                                                | <b>Unaudited<br/>September 30,<br/>2024</b> | <b>Audited<br/>December 31,<br/>2023</b> |
|------------------------------------------------|---------------------------------------------|------------------------------------------|
|                                                | <b>-----Rupees-----</b>                     |                                          |
| <b>6 CASH AND BALANCES WITH TREASURY BANKS</b> |                                             |                                          |
| In hand                                        |                                             |                                          |
| Local currency                                 | 473,246                                     | 242,707                                  |
| With State Bank of Pakistan in                 |                                             |                                          |
| Local currency current account                 | <u>211,848,231</u>                          | <u>134,343,934</u>                       |
|                                                | <u>212,321,477</u>                          | <u>134,586,641</u>                       |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|          |                                                                            |                      |                      |
|----------|----------------------------------------------------------------------------|----------------------|----------------------|
| <b>7</b> | <b>BALANCES WITH OTHER BANKS</b>                                           |                      |                      |
|          | In Pakistan                                                                |                      |                      |
|          | In current accounts                                                        | 16,148,863           | 6,356,200            |
|          | In deposit accounts                                                        | 73,984,457           | 84,123,071           |
|          | Less: Credit loss allowance held against balance with other banks          | (745,248)            | (177,964)            |
|          | Balances with other banks - net of credit loss allowance                   | <u>89,388,072</u>    | <u>90,301,307</u>    |
| <b>8</b> | <b>LENDINGS TO FINANCIAL INSTITUTIONS</b>                                  |                      |                      |
|          | Repurchase agreement lendings (Reverse Repo)                               | -                    | 3,030,155,700        |
|          | Letter based placement                                                     | 1,321,795,020        | 220,000,000          |
|          |                                                                            | <u>1,321,795,020</u> | <u>3,250,155,700</u> |
|          | Less: Credit loss allowance held against lending to financial institutions | (1,931,766)          | (160,987)            |
|          | Lendings to Financial Institutions - net of credit loss allowance          | <u>1,319,863,254</u> | <u>3,249,994,713</u> |

**8.1 Lending to FIs- Particulars of credit loss allowance**

|                  |         | Unaudited            |                            | Audited              |                            |
|------------------|---------|----------------------|----------------------------|----------------------|----------------------------|
|                  |         | 30 September 2024    |                            | 31 December 2023     |                            |
|                  |         | Lending              | Credit loss allowance held | Lending              | Credit loss allowance held |
|                  |         | Rupees               |                            | Rupees               |                            |
| <b>Domestic</b>  |         |                      |                            |                      |                            |
| Performing       | Stage 1 | 1,321,795,020        | 1,931,766                  | 3,250,155,700        | 160,987                    |
| Under performing | Stage 2 | -                    | -                          | -                    | -                          |
| Non-performing   | Stage 3 |                      |                            |                      |                            |
| Substandard      |         | -                    | -                          | -                    | -                          |
| Doubtful         |         | -                    | -                          | -                    | -                          |
| Loss             |         | -                    | -                          | -                    | -                          |
|                  |         | <u>1,321,795,020</u> | <u>1,931,766</u>           | <u>3,250,155,700</u> | <u>160,987</u>             |
| Total            |         | <u>1,321,795,020</u> | <u>1,931,766</u>           | <u>3,250,155,700</u> | <u>160,987</u>             |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

9 INVESTMENTS

|     |                                           | September 30, 2024 (Unaudited) |                        |                      |                       | December 31, 2023 (Audited) |                          |                      |                       |
|-----|-------------------------------------------|--------------------------------|------------------------|----------------------|-----------------------|-----------------------------|--------------------------|----------------------|-----------------------|
| 9.1 | Investments by type:                      | Cost / Amortised cost          | Credit loss allowance  | Surplus / (Deficit)  | Carrying value        | Cost / Amortised cost       | Provision for diminution | Surplus / (Deficit)  | Carrying value        |
|     |                                           | -----Rupees-----               |                        |                      |                       | -----Rupees-----            |                          |                      |                       |
|     | <b>FVTPL</b>                              |                                |                        |                      |                       |                             |                          |                      |                       |
|     | Shares- Quoted securities                 | 221,987,512                    | -                      | (7,899,968)          | 214,087,544           | 564,091,607                 | -                        | 280,134,143          | 844,225,750           |
|     |                                           | 221,987,512                    | -                      | (7,899,968)          | 214,087,544           | 564,091,607                 | -                        | 280,134,143          | 844,225,750           |
|     | <b>FVOCI</b>                              |                                |                        |                      |                       |                             |                          |                      |                       |
|     | Federal Government Securities             |                                |                        |                      |                       |                             |                          |                      |                       |
|     | -Pakistan Investment Bonds (PIBs)         | 73,347,270,965                 | -                      | (251,591,485)        | 73,095,679,480        | 26,112,632,149              | -                        | (972,135,349)        | 25,140,496,800        |
|     | -Market Treasury Bills                    | 15,033,901,614                 | -                      | (5,102,872)          | 15,028,798,742        | -                           | -                        | -                    | -                     |
|     | Shares- Quoted securities                 | 623,347,351                    | -                      | (77,298,626)         | 546,048,725           | 661,427,300                 | -                        | (128,123,750)        | 533,303,550           |
|     | Non Government Debt Securities            |                                |                        |                      |                       |                             |                          |                      |                       |
|     | -Term Finance Certificates (TFCs) / Sukuk | 1,069,651,845                  | (89,471,621)           | -                    | 980,180,224           | 1,069,651,845               | (88,848,430)             | -                    | 980,803,415           |
|     | Un-quoted securities                      | 784,188,179                    | (273,833,040)          | (24,817,235)         | 485,537,904           | 783,833,048                 | (273,833,040)            | -                    | 510,000,008           |
|     |                                           | 90,858,359,954                 | (363,304,661)          | (358,810,218)        | 90,136,245,075        | 28,627,544,342              | (362,681,470)            | (1,100,259,099)      | 27,164,603,773        |
|     | <b>Amortised cost</b>                     |                                |                        |                      |                       |                             |                          |                      |                       |
|     | Federal Government Securities             |                                |                        |                      |                       |                             |                          |                      |                       |
|     | -Pakistan Investment Bonds (PIBs)         | -                              | -                      | -                    | -                     | 6,241,392,062               | -                        | -                    | 6,241,392,062         |
|     | Non Government Debt Securities            |                                |                        |                      |                       |                             |                          |                      |                       |
|     | -Term Finance Certificates (TFCs) / Sukuk | 1,628,524,173                  | (370,846,318)          | (78,121,759)         | 1,179,556,096         | 1,163,022,923               | (576,721,469)            | -                    | 586,301,454           |
|     | -Term Deposit                             | 36,098,360                     | (26,517)               | -                    | 36,071,843            | -                           | -                        | -                    | -                     |
|     |                                           | 1,664,622,533                  | (370,872,835)          | (78,121,759)         | 1,215,627,939         | 7,404,414,985               | (576,721,469)            | -                    | 6,827,693,516         |
|     | <b>Subsidiaries</b>                       |                                |                        |                      |                       |                             |                          |                      |                       |
|     | Saudi Pak Real Estate Company Limited     | 500,000,000                    | -                      | -                    | 500,000,000           | 500,000,000                 | -                        | -                    | 500,000,000           |
|     | <b>Associates</b>                         |                                |                        |                      |                       |                             |                          |                      |                       |
|     | Saudi Pak Leasing Company Limited         |                                |                        |                      |                       |                             |                          |                      |                       |
|     | - Investment in shares                    | 243,467,574                    | (243,467,574)          | -                    | -                     | 243,467,574                 | (243,467,574)            | -                    | -                     |
|     | - Investment in preference shares         | 333,208,501                    | (333,208,501)          | -                    | -                     | 333,208,501                 | (333,208,501)            | -                    | -                     |
|     |                                           | 576,676,075                    | (576,676,075)          | -                    | -                     | 576,676,075                 | (576,676,075)            | -                    | -                     |
|     | <b>Total Investments</b>                  | <b>93,821,646,074</b>          | <b>(1,310,853,571)</b> | <b>(444,831,945)</b> | <b>92,065,960,558</b> | <b>37,672,727,009</b>       | <b>(1,516,079,014)</b>   | <b>(820,124,956)</b> | <b>35,336,523,039</b> |

- 9.1.1 The Company has investment in unsecured subordinated TFCs of Rs. 299.760 million, issued by Silk Bank Limited (the Issuer). Markup aggregating to Rs. 170.142 million and principal of Rs. 0.210 million are outstanding against such issue due to which, a provision of Rs.55,700 million has been incorporated in these Financial Statements under expected credit loss (ECL) model as per IFRS 9 and markup of Rs.153.579 million has been suspended as of Sept 30, 2024 . The referred outstanding instalments have not been cleared due to "lock in event" that restricts the Issuer to make payment without the approval of the State Bank of Pakistan (SBP) to avoid Issuer's noncompliance with capital adequacy ratio. The Issuer's operations are continuing without any restriction and it is expected that the above restriction shall be lifted soon by SBP as corrective measures are in progress. The debt obligation under TFCs is duly recognized by the Issuer and the application for allowing the payment is pending with SBP.
- 9.1.2 Saudi Pak Real Estate Company Limited is 100% owned subsidiary incorporated in Pakistan. As per latest audited accounts of December 31, 2023, its total assets were Rs. 865.825 million, Liabilities were Rs. 34.383 million, total revenue was Rs. 42.949 million, profit after tax was Rs. 67.712 million and total comprehensive income was Rs. 67.376 million.
- 9.1.3 This represents a 35.06% (2023: 35.06%) shareholding in the ordinary shares of Saudi Pak Leasing Company Limited (SPLC). According to the latest available audited financial statements for the year ended June 30, 2024, SPLC reported total assets of Rs.734.611 million (2023: Rs.811.584 million), total liabilities of Rs. 1,175.411million (2023: Rs. 1,380.019 million), revenue of Rs.154.002 million (2023: Rs. 32.438 million), profit after taxation of Rs. 107.177 million (2023: profit of Rs. 14.581 million).

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                                                    |                                                              | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023  |                       |                          |
|--------------------------------------------------------------------|--------------------------------------------------------------|------------------------------------|----------------------------------|-----------------------|--------------------------|
|                                                                    |                                                              | -----Rupees-----                   |                                  |                       |                          |
| 9.2                                                                | Investments given as collateral                              |                                    |                                  |                       |                          |
| The market value of investments given as collateral is as follows: |                                                              |                                    |                                  |                       |                          |
| Pakistan Investment Bonds (PIBs)                                   |                                                              | 58,245,583,680                     | 29,914,192,062                   |                       |                          |
| Treasury Bills                                                     |                                                              | 15,028,798,742                     | -                                |                       |                          |
|                                                                    |                                                              | <u>73,274,382,422</u>              | <u>29,914,192,062</u>            |                       |                          |
| 9.3                                                                | Credit Loss Allowance for diminution in value of investments |                                    |                                  |                       |                          |
| 9.3.1                                                              | Opening balance                                              | 1,516,079,014                      | 1,824,797,121                    |                       |                          |
| Exchange adjustments                                               |                                                              | -                                  | -                                |                       |                          |
| Impact of reclassification due to adoption of IFRS-9               |                                                              | -                                  | (941,511,580)                    |                       |                          |
| Impact of remeasurement due to adoption of IFRS-9                  |                                                              | -                                  | 112,987,222                      |                       |                          |
| Charge / reversals                                                 |                                                              |                                    |                                  |                       |                          |
| Charge for the period / year                                       |                                                              | 38,826,947                         | 6,047,569                        |                       |                          |
| Reversals for the period / year                                    |                                                              | (243,712,384)                      | (31,089,819)                     |                       |                          |
| Reversal on disposals                                              |                                                              | (340,006)                          | (31,827,574)                     |                       |                          |
|                                                                    |                                                              | (205,225,443)                      | (56,869,824)                     |                       |                          |
| Transfers - net                                                    |                                                              | -                                  | 576,676,075                      |                       |                          |
| Amounts written off                                                |                                                              | -                                  | -                                |                       |                          |
| Closing balance                                                    |                                                              | <u>1,310,853,571</u>               | <u>1,516,079,014</u>             |                       |                          |
| 9.3.2                                                              | Particulars of credit loss allowance against debt securities |                                    |                                  |                       |                          |
| Category of classification                                         |                                                              | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023  |                       |                          |
|                                                                    |                                                              | Outstanding<br>amount              | Credit loss<br>allowance<br>held | Outstanding<br>amount | Credit Loss<br>Allowance |
|                                                                    |                                                              | -----Rupees-----                   |                                  | -----Rupees-----      |                          |
| Domestic                                                           |                                                              |                                    |                                  |                       |                          |
| Performing                                                         | Stage 1                                                      | 1,695,618,360                      | 15,338,352                       | 1,182,015,000         | 7,897,351                |
| Under performing                                                   | Stage 2                                                      | 670,994,171                        | 77,344,257                       | 429,145,421           | 69,908,201               |
| Non-performing                                                     | Stage 3                                                      |                                    |                                  |                       |                          |
| Substandard                                                        |                                                              | -                                  | -                                | -                     | -                        |
| Doubtful                                                           |                                                              | -                                  | -                                | -                     | -                        |
| Loss                                                               |                                                              | 367,661,847                        | 367,661,847                      | 621,514,347           | 587,764,347              |
|                                                                    |                                                              | <u>2,734,274,378</u>               | <u>460,344,456</u>               | <u>2,232,674,768</u>  | <u>665,569,899</u>       |
| Overseas                                                           |                                                              | -                                  | -                                | -                     | -                        |
| Total                                                              |                                                              | <u>2,734,274,378</u>               | <u>460,344,456</u>               | <u>2,232,674,768</u>  | <u>665,569,899</u>       |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

10 ADVANCES

|                                         | Performing                         |                                 | Non Performing                     |                                 | Total                              |                                 |
|-----------------------------------------|------------------------------------|---------------------------------|------------------------------------|---------------------------------|------------------------------------|---------------------------------|
|                                         | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|                                         | -----Rupees-----                   |                                 |                                    |                                 |                                    |                                 |
| Loans, leases, running finances- gross  | 10,576,477,082                     | 8,903,760,565                   | 2,741,021,652                      | 2,568,413,975                   | 13,317,498,734                     | 11,472,174,540                  |
| Credit loss allowance against advance   |                                    |                                 |                                    |                                 |                                    |                                 |
| - Stage 1                               | (161,361,965)                      | (116,499,781)                   | -                                  | -                               | (161,361,965)                      | (116,499,781)                   |
| - Stage 2                               | (188,149,309)                      | (175,564,694)                   | -                                  | -                               | (188,149,309)                      | (175,564,694)                   |
| - Stage 3                               | -                                  | (614,180,004)                   | (2,640,780,230)                    | (2,303,709,919)                 | (2,640,780,230)                    | (2,917,889,923)                 |
|                                         | (349,511,274)                      | (906,244,479)                   | (2,640,780,230)                    | (2,303,709,919)                 | (2,990,291,504)                    | (3,209,954,398)                 |
| Advances - net of credit loss allowance | 10,226,965,808                     | 7,997,516,086                   | 100,241,422                        | 264,704,056                     | 10,327,207,230                     | 8,262,220,142                   |

10.1 Particulars of advances (Gross)

|                       | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|-----------------------|------------------------------------|---------------------------------|
|                       | -----Rupees-----                   |                                 |
| In local currency     | 13,317,498,734                     | 11,472,174,540                  |
| In foreign currencies | -                                  | -                               |
|                       | 13,317,498,734                     | 11,472,174,540                  |

10.2 Advances include Rs. 2,741,021,652 (December 31, 2023: Rs.3,620,671,626) which have been placed under non-performing / Stage 3 status as detailed below:-

| Category of Classification        | Unaudited<br>September 30, 2024 |                          | Audited<br>December 31, 2023 |               |
|-----------------------------------|---------------------------------|--------------------------|------------------------------|---------------|
|                                   | Non Performing<br>Loans         | Credit loss<br>allowance | Non Performing<br>Loans      | Provision     |
|                                   | -----Rupees-----                |                          | -----Rupees-----             |               |
| Domestic                          |                                 |                          |                              |               |
| Other Assets Especially Mentioned | -                               | -                        | 1,052,257,651                | 614,180,004   |
| Substandard Stage 3               | -                               | -                        | -                            | -             |
| Doubtful Stage 3                  | -                               | -                        | -                            | -             |
| Loss Stage 3                      | 2,741,021,652                   | 2,640,780,230            | 2,568,413,975                | 2,303,709,919 |
|                                   | 2,741,021,652                   | 2,640,780,230            | 3,620,671,626                | 2,917,889,923 |
| Overseas                          | -                               | -                        | -                            | -             |
| Total                             | 2,741,021,652                   | 2,640,780,230            | 3,620,671,626                | 2,917,889,923 |

10.3 Particulars of credit loss allowance

|                                                   | Unaudited<br>September 30, 2024 |              |              |               | Audited<br>31-Dec-23 |              |              |               |
|---------------------------------------------------|---------------------------------|--------------|--------------|---------------|----------------------|--------------|--------------|---------------|
|                                                   | Stage 3                         | Stage 2      | Stage 1      | Total         | Stage 3              | Stage 2      | Stage 1      | Total         |
|                                                   | -----Rupees-----                |              |              |               | -----Rupees-----     |              |              |               |
| Opening balance                                   | 2,917,889,923                   | 175,564,694  | 116,499,781  | 3,209,954,398 | 2,268,864,901        | 43,191,809   | 43,191,808   | 2,355,248,518 |
| Impact of remeasurement due to adoption of IFRS-9 | -                               | -            | -            | -             | 968,458,973          | 35,851,157   | 109,975,611  | 1,114,285,741 |
| Charge for the period/year                        | 175,092,771                     | 81,394,290   | 63,853,101   | 320,340,162   | 17,864,333           | 110,401,806  | 19,297,482   | 147,563,621   |
| Reversals                                         | (452,202,464)                   | (68,809,675) | (18,990,917) | (540,003,056) | (337,298,284)        | (13,880,078) | (55,965,120) | (407,143,482) |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                     |                      |                    |                    |                      |                      |                    |                    |                      |
|---------------------|----------------------|--------------------|--------------------|----------------------|----------------------|--------------------|--------------------|----------------------|
|                     | (277,109,693)        | 12,584,615         | 44,862,184         | (219,662,894)        | (319,433,951)        | 96,521,728         | (36,667,638)       | (259,579,861)        |
| Amounts written off | -                    | -                  | -                  | -                    | -                    | -                  | -                  | -                    |
| Closing balance     | <u>2,640,780,230</u> | <u>188,149,309</u> | <u>161,361,965</u> | <u>2,990,291,504</u> | <u>2,917,889,923</u> | <u>175,564,694</u> | <u>116,499,781</u> | <u>3,209,954,398</u> |

10.3.1 In accordance with BSD circular No. 1 of 2011 dated October 21, 2011 issued by the SBP, the Company during the current period has availed FSV benefit aggregating to Rs. 440.409 million, net of tax Rs. 312.690 million (2023: Nil). Accordingly, accumulated profit to the extent of Rs. 440.409 million (2023: Nil) are not available for the distribution as cash or stock dividend as required by the aforementioned SBP directives.

10.4 Advances - Particulars of credit loss allowance

|                                                      | Unaudited<br>September 30, 2024 |                    |                    |                      | Audited<br>31-Dec-23 |                    |                    |                      |
|------------------------------------------------------|---------------------------------|--------------------|--------------------|----------------------|----------------------|--------------------|--------------------|----------------------|
|                                                      | Stage 3                         | Stage 2            | Stage 1            | Total                | Stage 3              | Stage 2            | Stage 1            | Total                |
|                                                      | -----Rupees-----                |                    |                    |                      | -----Rupees-----     |                    |                    |                      |
| Opening balance                                      | 2,917,889,923                   | 175,564,694        | 116,499,781        | 3,209,954,398        | 2,268,864,901        | 43,191,809         | 43,191,808         | 2,355,248,518        |
| Impact of reclassification due to adoption of IFRS-9 | -                               | -                  | -                  | -                    | -                    | -                  | -                  | -                    |
| Impact of remeasurement due to adoption of IFRS-9    | -                               | -                  | -                  | -                    | 968,458,973          | 35,851,157         | 109,975,611        | 1,114,285,741        |
| New advances                                         | -                               | 31,719,112         | 55,675,073         | 87,394,185           | -                    | -                  | 19,297,482         | 19,297,482           |
| Advances derecognised or repaid                      | (82,856,500)                    | (64,314,593)       | (945,761)          | (148,116,854)        | (198,004,746)        | (13,880,078)       | (22,660,183)       | (234,545,007)        |
| Transfer to stage 1                                  | -                               | (1,022,383)        | 1,022,383          | -                    | -                    | -                  | -                  | -                    |
| Transfer to stage 2                                  | (160,156,930)                   | 160,156,930        | -                  | -                    | -                    | 7,298,803          | (7,298,803)        | -                    |
| Transfer to stage 3                                  | 64,448,301                      | (64,448,301)       | -                  | -                    | -                    | -                  | -                  | -                    |
|                                                      | (178,565,129)                   | 62,090,766         | 55,751,695         | (60,722,669)         | (198,004,746)        | (6,581,275)        | (10,661,504)       | (215,247,525)        |
| Amounts written off / charged off                    | -                               | -                  | -                  | -                    | -                    | -                  | -                  | -                    |
| Change in risk parameters                            | (98,544,563)                    | (49,506,151)       | (10,889,511)       | (158,940,225)        | (121,429,205)        | 103,103,003        | (26,006,134)       | (44,332,336)         |
| Other changes                                        | -                               | -                  | -                  | -                    | -                    | -                  | -                  | -                    |
| Closing balance                                      | <u>2,640,780,230</u>            | <u>188,149,309</u> | <u>161,361,965</u> | <u>2,990,291,504</u> | <u>2,917,889,923</u> | <u>175,564,694</u> | <u>116,499,781</u> | <u>3,209,954,398</u> |

10.5 Advances - Category of Classification

| Category of Classification |         | Unaudited<br>September 30, 2024 |                            | Audited<br>December 31, 2023 |                            |
|----------------------------|---------|---------------------------------|----------------------------|------------------------------|----------------------------|
|                            |         | Outstanding amount              | Credit loss allowance held | Outstanding amount           | Credit loss allowance held |
|                            |         | -----Rupees-----                |                            | -----Rupees-----             |                            |
| Domestic                   |         |                                 |                            |                              |                            |
| Performing                 | Stage 1 | 9,579,166,692                   | 161,361,965                | 7,024,728,422                | 116,499,781                |
| Under performing           | Stage 2 | 997,310,390                     | 188,149,309                | 826,774,492                  | 175,564,694                |
| Non-performing             | Stage 3 | -                               | -                          | -                            | -                          |
| Substandard                |         | -                               | -                          | -                            | -                          |
| Doubtful                   |         | -                               | -                          | -                            | -                          |
| Loss                       |         | 2,741,021,652                   | 2,640,780,230              | 3,620,671,626                | 2,917,889,923              |
|                            |         | <u>13,317,498,734</u>           | <u>2,990,291,504</u>       | <u>11,472,174,540</u>        | <u>3,209,954,398</u>       |
| Overseas                   |         | -                               | -                          | -                            | -                          |
| Total                      |         | <u>13,317,498,734</u>           | <u>2,990,291,504</u>       | <u>11,472,174,540</u>        | <u>3,209,954,398</u>       |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|      |                                                                                               | Unaudited<br>September 30,<br>2024     | Audited<br>December 31,<br>2023 |
|------|-----------------------------------------------------------------------------------------------|----------------------------------------|---------------------------------|
| 11   | <b>PROPERTY AND EQUIPMENT</b>                                                                 | Note -----Rupees-----                  |                                 |
|      | Capital work-in-progress - Electrical equipment                                               | 60,283,655                             | 60,227,595                      |
|      | Property and equipment                                                                        | 3,901,267,346                          | 3,987,853,052                   |
|      |                                                                                               | <u>3,961,551,001</u>                   | <u>4,048,080,647</u>            |
|      |                                                                                               | Unaudited<br>For the nine months ended |                                 |
|      |                                                                                               | September 30,<br>2024                  | September 30,<br>2023           |
|      |                                                                                               | -----Rupees-----                       |                                 |
| 11.1 | <b>Additions to property and equipment</b>                                                    |                                        |                                 |
|      | The following additions have been made to<br>property and equipment during the period:        |                                        |                                 |
|      | Capital work-in-progress                                                                      | 1,258,550                              | 14,916,746                      |
|      | <b>Property and equipment</b>                                                                 |                                        |                                 |
|      | Building on leasehold land                                                                    | 3,568,969                              | 1,602,606                       |
|      | Furniture and fixtures                                                                        | 1,972,558                              | 2,511,955                       |
|      | Office equipment                                                                              | 8,856,448                              | 4,144,885                       |
|      | Vehicles                                                                                      | -                                      | 27,251,076                      |
|      | Heating and air conditioning                                                                  | 1,545,965                              | 330,330                         |
|      | Elevators                                                                                     | 1,126,900                              | 1,256,490                       |
|      | Security systems                                                                              | 1,732,958                              | 262,600                         |
|      | Electrical fitting, fire fighting equipment and others                                        | 25,095,512                             | 3,053,853                       |
|      |                                                                                               | <u>43,899,310</u>                      | <u>40,413,795</u>               |
|      | <b>Total</b>                                                                                  | <u>45,157,860</u>                      | <u>55,330,541</u>               |
| 11.2 | <b>Disposal of property and equipment</b>                                                     |                                        |                                 |
|      | The net book value of property and equipment disposed off<br>during the period is as follows: |                                        |                                 |
|      | Furniture and fixture                                                                         | -                                      | 76                              |
|      | Office equipment                                                                              | 12,579                                 | 789,483                         |
|      | Vehicles                                                                                      | 3,781,622                              | 3,125,434                       |
|      | Electrical fitting, fire fighting equipment and others                                        | -                                      | 5,748                           |
|      | <b>Total</b>                                                                                  | <u>3,794,201</u>                       | <u>3,920,741</u>                |
|      |                                                                                               | Unaudited<br>September 30,<br>2024     | Audited<br>December 31,<br>2023 |
|      |                                                                                               | -----Rupees-----                       |                                 |
| 12   | <b>RIGHT OF USE ASSET</b>                                                                     |                                        |                                 |
|      | Office Space                                                                                  |                                        |                                 |
|      | <b>As at January 01, 2024</b>                                                                 |                                        |                                 |
|      | Cost                                                                                          | 46,380,627                             | 46,380,627                      |
|      | Accumulated depreciation                                                                      | (21,831,689)                           | (4,966,007)                     |
|      | Net carrying amount at January 01, 2024                                                       | <u>24,548,938</u>                      | <u>41,414,620</u>               |
|      | Additions during the period                                                                   | 89,540,534                             | -                               |
|      | Deletions during the period                                                                   | -                                      | -                               |
|      | Re Classification/Re Measurement                                                              | 887,040                                |                                 |
|      | Depreciation charge for the period                                                            | (24,778,950)                           | (16,865,682)                    |
|      | Net carrying amount as at September 30, 2024                                                  | <u>90,197,562</u>                      | <u>24,548,938</u>               |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023  |
|------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------|----------------------------------|
|                                                                                    | Note -----Rupees-----                                                                                                                                                                                                                                                                                                                                                                                                                                                                                  |                                    |                                  |
| <b>13 INTANGIBLE ASSETS</b>                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| Computer Software                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>4,701,769</u>                   | <u>6,457,046</u>                 |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <b>Unaudited</b>                   | <b>Audited</b>                   |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <b>For the nine months ended</b>   | <b>For the nine months ended</b> |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <b>2024</b>                        | <b>2023</b>                      |
| <b>13.1 Additions to intangible assets</b>                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| The following additions have been made to<br>intangible assets during the period:  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| Directly purchased                                                                 |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>932,659</u>                     | <u>3,079,111</u>                 |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <b>Unaudited</b>                   | <b>Audited</b>                   |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <b>September 30,</b>               | <b>December 31,</b>              |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <b>2024</b>                        | <b>2023</b>                      |
| <b>14 DEFERRED TAX LIABILITIES / (ASSETS)</b>                                      |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| <b>Deductible temporary differences on</b>                                         |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| (Deficit)/surplus on revaluation of securities - FVOCI / AFS                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>135,300,194</u>                 | <u>384,614,291</u>               |
| Credit loss allowance / provision on non-performing loans                          |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>1,454,198,624</u>               | <u>1,364,322,617</u>             |
| Impairment loss on quoted securities - FVTPL                                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>3,980,282</u>                   | <u>20,859,917</u>                |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>1,593,479,099</u>               | <u>1,769,796,825</u>             |
| <b>Taxable temporary differences on</b>                                            |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| Accelerated tax depreciation                                                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>(88,348,160)</u>                | <u>(54,858,458)</u>              |
| Dividend receivable                                                                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>(18,681,453)</u>                | <u>(20,938,817)</u>              |
| Right of Use Assets                                                                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>(5,108,675)</u>                 | <u>(2,741,278)</u>               |
| Surplus on revaluation of securities - FVPL / HFT                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>1,777,493</u>                   | <u>(63,030,182)</u>              |
| Surplus on revaluation of operating fixed assets                                   |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>(1,417,895,955)</u>             | <u>(1,453,282,886)</u>           |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>(1,528,256,749)</u>             | <u>(1,594,851,621)</u>           |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>65,222,350</u>                  | <u>174,945,204</u>               |
| <b>15 OTHER ASSETS</b>                                                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| Income/ mark-up accrued in local currency - net of provision                       |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        |                                    |                                  |
| On investments                                                                     |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>3,552,133,225</u>               | <u>2,122,686,292</u>             |
| On advances                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>545,413,100</u>                 | <u>386,095,341</u>               |
| On lending to financial institutions                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>1,541,599</u>                   | <u>5,948,298</u>                 |
| On deposits                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>-</u>                           | <u>89,558</u>                    |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>4,099,087,924</u>               | <u>2,514,819,489</u>             |
| Advances, deposits, advance rent and other prepayments                             |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>69,488,114</u>                  | <u>20,291,785</u>                |
| Advance taxation (payments less provisions)                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>2,539,890,765</u>               | <u>2,022,895,959</u>             |
| Excise duty                                                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>78,817,895</u>                  | <u>78,817,895</u>                |
| Non-banking assets acquired in satisfaction of claims                              | 15.1                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | <u>45,261,955</u>                  | <u>49,499,288</u>                |
| Dividend receivable                                                                |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>128,793,017</u>                 | <u>83,755,267</u>                |
| Other receivables                                                                  |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>-</u>                           | <u>18,000,169</u>                |
|                                                                                    |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>6,961,339,669</u>               | <u>4,788,079,852</u>             |
| Less: Credit Loss Allowance against other assets                                   | 15.2                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | <u>(256,792)</u>                   | <u>(256,792)</u>                 |
| Other assets (net of credit loss allowance)                                        |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>6,961,082,877</u>               | <u>4,787,823,060</u>             |
| Surplus on revaluation of non-banking assets acquired in<br>satisfaction of claims |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>23,847,524</u>                  | <u>21,939,724</u>                |
| Other assets - total                                                               |                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                        | <u>6,984,930,401</u>               | <u>4,809,762,784</u>             |
| <b>15.1</b>                                                                        | The subject property located in a building situated in Township Lahore acquired in settlement transaction of outstanding facility of M/s Irfan Textile (Pvt.) Limited in the year 2007. Business activity could not be started since the building was constructed due to pending approval of building map and the issuance of completion certificate from Lahore Development Authority (LDA). Management is hopeful to dispose off the same once the NOC is arranged and provided by the plaza owners. |                                    |                                  |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|        |                                                                                                                                                                                                                                                                                                                              | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|--------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------|---------------------------------|
|        |                                                                                                                                                                                                                                                                                                                              | -----Rupees-----                   |                                 |
| 15.2   | Credit Loss Allowance against other assets                                                                                                                                                                                                                                                                                   |                                    |                                 |
|        | Advances, deposits, advance rent & other prepayments                                                                                                                                                                                                                                                                         | 256,792                            | 256,792                         |
| 16     | <b>BORROWINGS</b>                                                                                                                                                                                                                                                                                                            |                                    |                                 |
|        | <i>Secured</i>                                                                                                                                                                                                                                                                                                               |                                    |                                 |
|        | State Bank of Pakistan (SBP) refinance scheme                                                                                                                                                                                                                                                                                |                                    |                                 |
|        | Long term financing facility                                                                                                                                                                                                                                                                                                 | 2,226,354,393                      | 2,059,903,071                   |
|        | Temporary economic relief facility                                                                                                                                                                                                                                                                                           | 399,282,410                        | 445,353,455                     |
|        |                                                                                                                                                                                                                                                                                                                              | 2,625,636,803                      | 2,505,256,526                   |
|        | Repurchase agreement borrowings                                                                                                                                                                                                                                                                                              | 35,750,000,000                     | 25,705,971,600                  |
|        | Against Government securities                                                                                                                                                                                                                                                                                                | 39,998,042,772                     | 3,738,060,000                   |
|        | Against book debts/receivables                                                                                                                                                                                                                                                                                               | 5,250,000,000                      | 5,250,000,000                   |
|        | <b>Total secured</b>                                                                                                                                                                                                                                                                                                         | 83,623,679,575                     | 37,199,288,126                  |
|        | <i>Unsecured</i>                                                                                                                                                                                                                                                                                                             |                                    |                                 |
|        | Call borrowings                                                                                                                                                                                                                                                                                                              | 1,500,000,000                      | -                               |
|        | Bai Muajjal                                                                                                                                                                                                                                                                                                                  | 7,669,379,131                      | -                               |
|        | <b>Total unsecured</b>                                                                                                                                                                                                                                                                                                       | 9,169,379,131                      | -                               |
|        |                                                                                                                                                                                                                                                                                                                              | 92,793,058,706                     | 37,199,288,126                  |
| 17     | <b>DEPOSITS AND OTHER ACCOUNTS</b>                                                                                                                                                                                                                                                                                           |                                    |                                 |
|        | Customers                                                                                                                                                                                                                                                                                                                    |                                    |                                 |
|        | - Term deposits (local currency)                                                                                                                                                                                                                                                                                             | 6,010,857,639                      | 3,665,000,000                   |
| 17.1   | <b>Composition of deposits</b>                                                                                                                                                                                                                                                                                               |                                    |                                 |
|        | - Public Sector Entities                                                                                                                                                                                                                                                                                                     | 4,662,800,000                      | 3,055,000,000                   |
|        | - Non-Banking Financial Institutions                                                                                                                                                                                                                                                                                         | 748,057,639                        | 10,000,000                      |
|        | - Private Sector                                                                                                                                                                                                                                                                                                             | 600,000,000                        | 600,000,000                     |
|        |                                                                                                                                                                                                                                                                                                                              | 6,010,857,639                      | 3,665,000,000                   |
| 17.1.1 | These Certificate of Investments (COIs) carry mark up at the rates ranging from 16% to 21.35% (2023: 22.30 % to 22.63%) per annum with maturity July 2024 to June 2025 (2023: Jan 2024 to November 2024).                                                                                                                    |                                    |                                 |
| 17.1.2 | All deposits are in local currency.                                                                                                                                                                                                                                                                                          |                                    |                                 |
|        |                                                                                                                                                                                                                                                                                                                              | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|        |                                                                                                                                                                                                                                                                                                                              | -----Rupees-----                   |                                 |
| 18     | <b>LEASE LIABILITIES</b>                                                                                                                                                                                                                                                                                                     |                                    |                                 |
|        | Outstanding amount at the start of the year                                                                                                                                                                                                                                                                                  | 17,520,021                         | 31,382,086                      |
|        | Additions during the year                                                                                                                                                                                                                                                                                                    | 89,540,534                         | -                               |
|        | Lease payments including interest                                                                                                                                                                                                                                                                                            | (39,515,259)                       | (17,487,360)                    |
|        | Interest expense                                                                                                                                                                                                                                                                                                             | 8,666,059                          | 3,625,295                       |
|        | Re Classification/Re Measurement                                                                                                                                                                                                                                                                                             | 887,040                            | -                               |
|        | Outstanding amount at the end of the year                                                                                                                                                                                                                                                                                    | 77,098,396                         | 17,520,021                      |
| 18.1   | <b>Liabilities Outstanding</b>                                                                                                                                                                                                                                                                                               |                                    |                                 |
|        | Not later than one year                                                                                                                                                                                                                                                                                                      | 21,791,329                         | 17,520,021                      |
|        | Later than one year and upto five years                                                                                                                                                                                                                                                                                      | 55,307,067                         | -                               |
|        | Over five years                                                                                                                                                                                                                                                                                                              | -                                  | -                               |
|        | Total at the year end                                                                                                                                                                                                                                                                                                        | 77,098,396                         | 17,520,021                      |
| 18.2   | This represents office space obtained for Lahore and Karachi office from Saudi Pak Real Estate (Pvt.) Limited, which is a wholly owned subsidiary of the Company. These are discounted using incremental borrowing rate ranging from 14.50% to 15.85% (2023: 14.50%). Lease rentals are subject to annual escalation of 10%. |                                    |                                 |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                                                         |      | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|-------------------------------------------------------------------------|------|------------------------------------|---------------------------------|
|                                                                         | Note | -----Rupees-----                   |                                 |
| <b>19 OTHER LIABILITIES</b>                                             |      |                                    |                                 |
| Mark-up / return / interest payable in local currency                   |      | 648,727,011                        | 724,775,972                     |
| Accrued expenses                                                        |      | 39,985,289                         | 57,556,070                      |
| Advance rental income                                                   |      | 156,455,476                        | 175,710,549                     |
| Security deposits against rented properties                             |      | 39,389,083                         | 41,108,884                      |
| Payable to defined benefit plan                                         |      | 5,476,068                          | 1,923,363                       |
| Provision for compensated absences                                      |      | 10,932,333                         | 9,188,202                       |
| Directors' remuneration                                                 |      | -                                  | -                               |
| Payable to stock brokers - net                                          |      | -                                  | 2,272,399                       |
| Credit loss allowance against off-balance sheet obligations             | 19.1 | 50,622,674                         | 43,642,361                      |
| Others                                                                  |      | -                                  | 20,559,221                      |
|                                                                         |      | <u>951,587,934</u>                 | <u>1,076,737,021</u>            |
| <b>19.1 Credit loss allowance against off-balance sheet obligations</b> |      |                                    |                                 |
| Opening balance                                                         |      | 43,642,361                         | -                               |
| Impact of remeasurement due to adoption of IFRS-9                       |      | -                                  | 1,337,880                       |
| Charge for the period / year                                            |      | 36,354,614                         | 42,304,481                      |
| Reversals                                                               |      | (29,374,301)                       | -                               |
|                                                                         |      | <u>6,980,313</u>                   | <u>42,304,481</u>               |
| Closing balance                                                         |      | <u>50,622,674</u>                  | <u>43,642,361</u>               |
| <b>20 SURPLUS ON REVALUATION OF ASSETS - NET</b>                        |      |                                    |                                 |
| (Deficit) / surplus on revaluation of                                   |      |                                    |                                 |
| - Securities measured at FVOCI - Debt                                   | 9.1  | (256,694,357)                      | (972,135,349)                   |
| - Securities measured at FVOCI - Equity                                 |      | (141,173,439)                      | (128,123,750)                   |
| - Property and equipment                                                |      | 3,635,630,652                      | 3,726,366,387                   |
| - Non-banking assets acquired in satisfaction of claims                 |      | 21,224,299                         | 21,939,724                      |
|                                                                         |      | <u>3,258,987,155</u>               | <u>2,648,047,012</u>            |
| Deferred tax on (deficit) / surplus on revaluation of:                  |      |                                    |                                 |
| - Securities measured at FVOCI - Debt                                   |      | 100,110,799                        | 379,132,786                     |
| - Securities measured at FVOCI - Equity                                 |      | 37,904,401                         | 5,481,505                       |
| - Property and equipment                                                |      | (1,417,895,955)                    | (1,453,282,886)                 |
|                                                                         |      | <u>(1,279,880,755)</u>             | <u>(1,068,668,595)</u>          |
|                                                                         |      | <u>1,979,106,401</u>               | <u>1,579,378,417</u>            |
| <b>21 CONTINGENCIES AND COMMITMENTS</b>                                 |      |                                    |                                 |
| -Guarantees                                                             | 21.1 | 4,505,100,000                      | 3,316,800,526                   |
| -Commitments                                                            | 21.2 | 3,201,893,240                      | 3,166,708,369                   |
|                                                                         |      | <u>7,706,993,240</u>               | <u>6,483,508,895</u>            |
| <b>21.1 Guarantees:</b>                                                 |      | 4,505,100,000                      | 3,316,800,526                   |
| <b>21.2 Commitments:</b>                                                |      |                                    |                                 |
| Commitments for acquisition of:                                         |      |                                    |                                 |
| - Operating fixed assets                                                |      | 765,740                            | 821,801                         |
| - Intangible assets                                                     |      | 2,327,500                          | 2,575,000                       |
|                                                                         |      | <u>3,093,240</u>                   | <u>3,396,801</u>                |
| Non disbursed commitment for term and working capital finance           |      | 3,198,800,000                      | 3,163,311,568                   |
|                                                                         |      | <u>3,201,893,240</u>               | <u>3,166,708,369</u>            |

## 21.3 Contingencies

### 21.3.1 Tax contingencies

i) The Appellate Tribunal Inland Revenue (ATIR) Islamabad did not accept the Company's contention on certain matters in appeals relating to tax years 2004 to 2006, 2008 to 2010 and 2012 to 2014. These issues mainly relate to disallowance of provision for non performing loans and apportionment of expenses between income subject to final tax regime and normal tax regime. The Company has filed tax references before the Islamabad High Court. For tax years 2004 to 2006 and 2008 to 2010 the Islamabad High Court (IHC) remanded back the matters of disallowance of provision for non performing loans and apportionment of expenses between income subject to final tax regime and normal tax regime to the assessing officer. However, appeal effect proceedings yet to commence. For tax years 2012 to 2014, cases are still pending adjudication. The Company however, accounted for the impact of tax of Rs. 617.237 million on provision for non performing loans & advances by routing it through Profit & Loss in the year 2018.

The related tax demands for all the aforesaid tax years aggregate to Rs. 1,091.694 million, out of which Rs. 635.194 million has been paid by / recovered from the Company.

ii) For the tax years 2015 to 2018, the assessing officer amended the Company's assessment under section 122(5A) of the Income Tax Ordinance 2001 and created an aggregate tax demand of Rs. 1,463.932 million by making various add backs and disallowances. The Company preferred appeals before Commissioner Inland Revenue - Appeals [CIR(A)] who in terms of separate appellate orders remanded majority of the matters to the assessing officer and on certain matters upheld the actions of assessing officer. The Company has preferred separate appeals before ATIR for aforesaid cases which are pending adjudication.

iii) For tax years 2015 to 2017 proceedings under section 161 were initiated and cumulative demand of Rs. 276.482 million was created on account of alleged default in withholding of tax out of which Rs 26.034 million has been paid by / recovered from the Company. The Company preferred appeal before the CIR(A) who remanded certain issues and upheld certain matters. The Company preferred further appeal before ATIR which is pending adjudication.

iii) For tax year 2019, amended assessment orders have been passed whereby an aggregate demand of Rs.133,745,316 has been raised. For tax year 2020, the amended assessment order has been passed whereby the refundable income tax as per the original assessment order was reduced to Rs. 1,484,474. For tax years 2021 and 2023, the amended orders have been passed whereby the demands of Rs. 164,394,899 and Rs. 112,964,969 have been raised. Being aggrieved the company preferred appeals before CIR(A) against all the aforementioned amended assessment orders which are pending adjudication before CIR(A). However, the CIR(A) has granted stay against the recovery of aforesaid demands.

### 21.3.2 Other contingent liabilities

There is no change in the status of contingencies and commitments of the Company from the status given in the preceding audited annual financial statements for the year ended December 31,2023.

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                                                                                                                              |                                                                                         | Unaudited                |                       |
|----------------------------------------------------------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------|--------------------------|-----------------------|
|                                                                                                                                              |                                                                                         | For the six months ended |                       |
|                                                                                                                                              |                                                                                         | September 30,<br>2024    | September 30,<br>2023 |
|                                                                                                                                              |                                                                                         | -----Rupees-----         |                       |
| <b>22</b>                                                                                                                                    | <b>MARK-UP / RETURN / INTEREST EARNED</b>                                               |                          |                       |
|                                                                                                                                              | Loans and advances                                                                      | 1,346,294,163            | 1,035,203,234         |
|                                                                                                                                              | Investments                                                                             | 5,476,397,444            | 5,764,868,264         |
|                                                                                                                                              | Lendings to financial institutions                                                      | 53,040,887               | 183,555,316           |
|                                                                                                                                              | Balances with banks                                                                     | 7,770,277                | 4,775,358             |
|                                                                                                                                              |                                                                                         | <u>6,883,502,771</u>     | <u>6,988,402,172</u>  |
| <b>22.1</b>                                                                                                                                  | <b>Interest income (calculated using effective interest rate method) recognised on:</b> |                          |                       |
|                                                                                                                                              | Financial assets measured at amortised cost                                             | 1,882,376,060            | 1,671,762,577         |
|                                                                                                                                              | Financial assets measured at Fair Value through OCI                                     | 5,001,126,711            | 5,316,639,595         |
|                                                                                                                                              |                                                                                         | <u>6,883,502,771</u>     | <u>6,988,402,172</u>  |
| <b>23</b>                                                                                                                                    | <b>MARK-UP / RETURN / INTEREST EXPENSED</b>                                             |                          |                       |
|                                                                                                                                              | Deposits                                                                                | 754,747,202              | 562,842,676           |
|                                                                                                                                              | Borrowings                                                                              |                          |                       |
|                                                                                                                                              | Securities purchased under repurchase agreements                                        | 3,538,133,767            | 5,332,957,329         |
|                                                                                                                                              | Other short term borrowings                                                             | 1,462,392,518            | 302,354,756           |
|                                                                                                                                              | SBP refinance scheme - LTFF & TERF                                                      | 75,969,167               | 72,803,582            |
|                                                                                                                                              | Long term borrowings                                                                    | 666,186,449              | 601,968,562           |
|                                                                                                                                              |                                                                                         | 5,742,681,901            | 6,310,084,229         |
|                                                                                                                                              | Interest expense on lease liability against ROU assets                                  | 8,666,060                | 3,023,176             |
|                                                                                                                                              | Brokerage fee                                                                           | 2,307,285                | 1,315,343             |
|                                                                                                                                              |                                                                                         | <u>6,508,402,448</u>     | <u>6,877,265,424</u>  |
| <b>23.1</b>                                                                                                                                  | <b>Interest expense calculated using effective interest rate method</b>                 | 6,506,095,163            | 6,875,950,081         |
|                                                                                                                                              | Other financial liabilities                                                             | 2,307,285                | 1,315,343             |
|                                                                                                                                              |                                                                                         | <u>6,508,402,448</u>     | <u>6,877,265,424</u>  |
| The markup expense amounting to Rs. 1,578,076 (September 30, 2023: Rs.1,502,928) relates to Saudi Pak Employees Contributory Provident Fund. |                                                                                         |                          |                       |
|                                                                                                                                              |                                                                                         | Unaudited                |                       |
|                                                                                                                                              |                                                                                         | For the six months ended |                       |
|                                                                                                                                              |                                                                                         | September 30,<br>2024    | September 30,<br>2023 |
|                                                                                                                                              |                                                                                         | -----Rupees-----         |                       |
| <b>24</b>                                                                                                                                    | <b>FEE AND COMMISSION INCOME</b>                                                        |                          |                       |
|                                                                                                                                              | Credit related fees                                                                     | 23,403,650               | 10,741,334            |
|                                                                                                                                              | Commission on guarantees                                                                | 33,670,379               | 33,029,963            |
|                                                                                                                                              |                                                                                         | <u>57,074,029</u>        | <u>43,771,297</u>     |
| <b>25</b>                                                                                                                                    | <b>GAIN / (LOSS) ON SECURITIES</b>                                                      |                          |                       |
|                                                                                                                                              | Realised                                                                                | 113,356,439              | (80,228,199)          |
|                                                                                                                                              | Unrealised - Measured at FVTPL                                                          | (7,899,968)              | 179,036,407           |
|                                                                                                                                              |                                                                                         | <u>105,456,471</u>       | <u>98,808,208</u>     |

Note

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|      |                                            | Unaudited                |                     |
|------|--------------------------------------------|--------------------------|---------------------|
|      |                                            | For the six months ended |                     |
|      |                                            | September 30,            | September 30,       |
|      |                                            | 2024                     | 2023                |
| Note |                                            | Rupees                   |                     |
| 25.1 | Realised gain on:                          |                          |                     |
|      | Federal Government Securities              | 1,726,740                | (165,927,390)       |
|      | Shares                                     | 111,629,699              | 85,699,191          |
|      |                                            | <u>113,356,439</u>       | <u>(80,228,199)</u> |
| 26   | OTHER INCOME                               |                          |                     |
|      | Rent on property- net                      | 213,310,562              | 210,034,591         |
|      | Gain / (loss) on sale of fixed assets-net  | 118,168                  | 140,175             |
|      | Others                                     | 1,382,359                | 3,743,744           |
|      |                                            | <u>214,811,089</u>       | <u>213,918,510</u>  |
| 26.1 | Rent on property - net                     |                          |                     |
|      | Rental income                              | 395,677,532              | 385,614,807         |
|      | Less: property expense                     |                          |                     |
|      | Salaries, allowances and employee benefits | 28,745,246               | 26,046,618          |
|      | Depreciation                               | 94,921,051               | 92,159,999          |
|      | Other expenses                             | 58,700,673               | 57,373,599          |
|      |                                            | <u>182,366,970</u>       | <u>175,580,216</u>  |
|      |                                            | <u>213,310,562</u>       | <u>210,034,591</u>  |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                                       | For the six months ended |                       |
|-------------------------------------------------------|--------------------------|-----------------------|
|                                                       | September 30,<br>2024    | September 30,<br>2023 |
|                                                       | -----Rupees-----         |                       |
| <b>27 OPERATING EXPENSES</b>                          |                          |                       |
| Total compensation expense                            | 198,134,388              | 172,601,618           |
| <b>Property expense</b>                               |                          |                       |
| Rent and taxes                                        | 475,544                  | 415,437               |
| Insurance                                             | 233,029                  | 253,378               |
| Utilities cost                                        | 24,601,466               | 18,639,591            |
| Security (including guards)                           | 3,279,988                | 3,450,918             |
| Repair and maintenance (including janitorial charges) | 4,544,201                | 3,352,839             |
| Depreciation on ROU assets                            | 24,778,950               | 12,649,261            |
| Depreciation                                          | 13,560,150               | 13,165,714            |
|                                                       | 71,473,327               | 51,927,138            |
| <b>Information technology expenses</b>                |                          |                       |
| Software maintenance                                  | 11,460,312               | 9,221,680             |
| Hardware maintenance                                  | 1,454,762                | 1,580,195             |
| Amortisation                                          | 2,687,928                | 2,767,247             |
| Network charges                                       | 3,579,734                | 4,412,878             |
|                                                       | 19,182,736               | 17,982,000            |
| <b>Other operating expenses</b>                       |                          |                       |
| Directors' fees and allowances                        | 18,540,000               | 16,240,000            |
| Legal and professional charges                        | 3,289,962                | 3,521,008             |
| Consultancy, custodial and rating services            | 4,687,458                | 4,665,927             |
| Outsourced services costs                             | 29,300,425               | 26,836,364            |
| Travelling and conveyance                             | 22,977,476               | 18,508,024            |
| Depreciation                                          | 20,531,759               | 23,065,727            |
| Training and development                              | 3,795,512                | 2,620,223             |
| Postage and courier charges                           | 335,048                  | 286,721               |
| Communication                                         | 3,734,294                | 2,870,822             |
| Stationery and printing                               | 3,932,982                | 4,585,477             |
| Marketing, advertisement and publicity                | 6,363,902                | 2,825,073             |
| Donations                                             | 2,000,000                | 300,000               |
| Auditors remuneration                                 | 2,216,251                | 1,942,498             |
| Repair and maintenance                                | 5,412,746                | 4,444,248             |
| Insurance                                             | 2,125,801                | 1,612,121             |
| Office and general expenses                           | 10,742,080               | 11,018,864            |
| Bank charges                                          | 297,593                  | 178,054               |
|                                                       | 140,283,289              | 125,521,151           |
|                                                       | <u>429,073,741</u>       | <u>368,031,907</u>    |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | Unaudited                |                       |
|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|------|--------------------------|-----------------------|
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | For the six months ended |                       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | September 30,<br>2024    | September 30,<br>2023 |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | -----Rupees-----         |                       |
| <b>28 OTHER CHARGES</b>                                                                                                                                                                                                                                                                                                                                                                                                                      |      |                          |                       |
| Penalties imposed by State Bank of Pakistan                                                                                                                                                                                                                                                                                                                                                                                                  |      | 5,126,000                | -                     |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | <u>5,126,000</u>         | <u>-</u>              |
| <b>29 CREDIT LOSS ALLOWANCE / PROVISIONS AND WRITE OFFS - NET</b>                                                                                                                                                                                                                                                                                                                                                                            |      |                          |                       |
| Credit loss allowance / provisions against lending to financial institutions                                                                                                                                                                                                                                                                                                                                                                 |      | -                        | -                     |
| Credit loss allowance / provisions for diminution in value of investments - net                                                                                                                                                                                                                                                                                                                                                              |      | (153,809,986)            | (246,952,614)         |
| Credit loss allowance / Provisions against loans and advances - net                                                                                                                                                                                                                                                                                                                                                                          |      | (173,533,262)            | 133,249,453           |
| Other credit loss allowance                                                                                                                                                                                                                                                                                                                                                                                                                  |      | 9,372,443                | 33,751,608            |
| Write offs                                                                                                                                                                                                                                                                                                                                                                                                                                   |      | -                        | -                     |
| Loss on remeasurement of debt investments / advances                                                                                                                                                                                                                                                                                                                                                                                         |      | 87,520,531               | -                     |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | <u>(230,450,274)</u>     | <u>(79,951,553)</u>   |
| <b>30 TAXATION</b>                                                                                                                                                                                                                                                                                                                                                                                                                           |      |                          |                       |
| Current                                                                                                                                                                                                                                                                                                                                                                                                                                      |      | 207,755,717              | 133,580,464           |
| Prior years                                                                                                                                                                                                                                                                                                                                                                                                                                  |      | (5,166,707)              | 3,874,371             |
| Deferred tax                                                                                                                                                                                                                                                                                                                                                                                                                                 |      | (139,591,243)            | 9,159,518             |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | <u>62,997,767</u>        | <u>146,614,353</u>    |
| <b>31 BASIC EARNINGS PER SHARE</b>                                                                                                                                                                                                                                                                                                                                                                                                           |      |                          |                       |
| Profit for the period - Rupees                                                                                                                                                                                                                                                                                                                                                                                                               |      | 654,235,783              | 321,199,664           |
| Weighted average number of ordinary shares                                                                                                                                                                                                                                                                                                                                                                                                   |      | <u>676,500,000</u>       | <u>676,500,000</u>    |
| Basic earnings per share - Rupee                                                                                                                                                                                                                                                                                                                                                                                                             |      | <u>0.967</u>             | <u>0.475</u>          |
| <b>32 DILUTED EARNINGS/ (LOSS) PER SHARE</b>                                                                                                                                                                                                                                                                                                                                                                                                 |      |                          |                       |
| There are no dilutive instruments, hence basic and diluted earnings are same.                                                                                                                                                                                                                                                                                                                                                                |      |                          |                       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | Unaudited                |                       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | For the six months ended |                       |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | September 30,<br>2024    | September 30,<br>2023 |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | -----Rupees-----         |                       |
| <b>33 CASH AND CASH EQUIVALENTS</b>                                                                                                                                                                                                                                                                                                                                                                                                          | Note |                          |                       |
| Cash and Balance with Treasury Banks                                                                                                                                                                                                                                                                                                                                                                                                         | 6    | 212,321,477              | 101,477,960           |
| Balance with other banks                                                                                                                                                                                                                                                                                                                                                                                                                     | 7    | 90,213,903               | 74,865,519            |
|                                                                                                                                                                                                                                                                                                                                                                                                                                              |      | <u>302,535,380</u>       | <u>176,343,479</u>    |
| <b>34 FAIR VALUE MEASUREMENTS</b>                                                                                                                                                                                                                                                                                                                                                                                                            |      |                          |                       |
| The fair value of quoted securities other than those classified under held to collect model, is based on quoted market price. Quoted securities classified under held to collect model are carried at amortized cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of the Fair Value of these investments calculated through various mathematical models. |      |                          |                       |

**SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED**  
**NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]**  
**FOR THE PERIOD ENDED SEPTEMBER 30, 2024**

**34.1 Fair value of financial assets**

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

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets (Pakistan Stock Exchange) for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices) available at Mutual Fund Association of Pakistan (MUFAP), Reuters page, redemption prices determined by valuers on the panel of Pakistan Bank's Association .
- Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

|                                                                         | September 30, 2024 (Unaudited) |                       |                      | Total                 |
|-------------------------------------------------------------------------|--------------------------------|-----------------------|----------------------|-----------------------|
|                                                                         | Level 1                        | Level 2               | Level 3              |                       |
|                                                                         | Rupees                         |                       |                      |                       |
| <b>On balance sheet financial instruments</b>                           |                                |                       |                      |                       |
| <b>Financial assets - measured at fair value</b>                        |                                |                       |                      |                       |
| Investments                                                             |                                |                       |                      |                       |
| Federal Government Securities                                           | -                              | 88,124,478,222        | -                    | 88,124,478,222        |
| Shares - quoted                                                         | 760,136,269                    | -                     | -                    | 760,136,269           |
| Shares - unquoted                                                       | -                              | -                     | 485,537,904          | 485,537,904           |
| Non-Government Debt Securities                                          | -                              | 980,180,224           | -                    | 980,180,224           |
|                                                                         | <u>760,136,269</u>             | <u>89,104,658,446</u> | <u>485,537,904</u>   | <u>90,350,332,618</u> |
| <b>Financial assets - disclosed but not measured at fair value</b>      |                                |                       |                      |                       |
| Investments                                                             |                                |                       |                      |                       |
| Federal Government Securities                                           | -                              | -                     | -                    | -                     |
| Non-Government Debt Securities                                          | -                              | -                     | 1,215,627,939        | 1,215,627,939         |
|                                                                         | <u>-</u>                       | <u>-</u>              | <u>1,215,627,939</u> | <u>1,215,627,939</u>  |
| <b>Off-balance sheet financial instruments - measured at fair value</b> |                                |                       |                      |                       |
|                                                                         | <u>-</u>                       | <u>-</u>              | <u>-</u>             | <u>-</u>              |
|                                                                         |                                |                       |                      |                       |
|                                                                         | December 31, 2023 (Audited)    |                       |                      | Total                 |
|                                                                         | Level 1                        | Level 2               | Level 3              |                       |
|                                                                         | Rupees                         |                       |                      |                       |
| <b>On balance sheet financial instruments</b>                           |                                |                       |                      |                       |
| <b>Financial assets - measured at fair value</b>                        |                                |                       |                      |                       |
| Investments                                                             |                                |                       |                      |                       |
| Federal Government Securities                                           | -                              | 25,140,496,800        | -                    | 25,140,496,800        |
| Shares                                                                  | 1,377,529,300                  | -                     | -                    | 1,377,529,300         |
| Non-Government Debt Securities                                          | -                              | 980,803,415           | -                    | 980,803,415           |
|                                                                         | <u>1,377,529,300</u>           | <u>26,121,300,215</u> | <u>-</u>             | <u>27,498,829,515</u> |
| <b>Financial assets - disclosed but not measured at fair value</b>      |                                |                       |                      |                       |
| Investments                                                             |                                |                       |                      |                       |
| Federal Government Securities                                           | -                              | -                     | 6,241,392,062        | 6,241,392,062         |
| Non-Government Debt Securities                                          | -                              | -                     | 586,301,454          | 586,301,454           |
|                                                                         | <u>-</u>                       | <u>-</u>              | <u>6,827,693,516</u> | <u>6,827,693,516</u>  |
| <b>Off-balance sheet financial instruments - measured at fair value</b> |                                |                       |                      |                       |
|                                                                         | <u>-</u>                       | <u>-</u>              | <u>-</u>             | <u>-</u>              |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

Valuation techniques used in determination of fair valuation of financial instruments within level 2 and level 3

| Items                          | Valuation approach and input used                                                                                                        |
|--------------------------------|------------------------------------------------------------------------------------------------------------------------------------------|
| Federal Government securities  | The fair values of Federal Government securities are determined on the basis of PKRV rates.                                              |
| Non-Government Debt Securities | Non Government Debt Securities are valued on the basis of rates announced by MUFAP.                                                      |
| Unquoted Investment            | The fair value of investments in unquoted equity securities are valued on the basis of dividend discount model / price to book multiple. |

34.2 The Company's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date of the event or change in circumstances that caused such transfer. There were no transfers between levels 1 and 2 during the period.

34.3 Fair value of non-financial assets

|                                                               | September 30, 2024 (Unaudited) |         |               |               |
|---------------------------------------------------------------|--------------------------------|---------|---------------|---------------|
|                                                               | Level 1                        | Level 2 | Level 3       | Total         |
|                                                               | ----- Rupees -----             |         |               |               |
| <b>Non-financial assets</b>                                   |                                |         |               |               |
| Fixed assets                                                  |                                |         |               |               |
| Property and equipment (lease hold land, building and others) | -                              | -       | 3,961,551,001 | 3,961,551,001 |
| Other assets                                                  |                                |         |               |               |
| Non banking assets acquired in satisfaction of claims         | -                              | -       | 71,846,973    | 71,846,973    |
|                                                               |                                |         |               |               |
|                                                               | December 31, 2023 (Audited)    |         |               |               |
|                                                               | Level 1                        | Level 2 | Level 3       | Total         |
|                                                               | ----- Rupees -----             |         |               |               |
| <b>Non-financial assets</b>                                   |                                |         |               |               |
| Fixed assets                                                  |                                |         |               |               |
| Property and equipment (lease hold land, building and others) | -                              | -       | 3,926,433,515 | 3,926,433,515 |
| Other assets                                                  |                                |         |               |               |
| Non banking assets acquired in satisfaction of claims         | -                              | -       | 71,439,012    | 71,439,012    |

Valuation techniques used in determination of fair valuation of financial instruments within level 2 and level 3

| Items                                                                  | Valuation approach and input used                                                                                                                                                                                                                                                                                                                                                                                                                                                 |
|------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Fixed assets and non-banking assets acquired in satisfaction of claims | Land, buildings and other fixed assets and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty, accordingly a qualitative disclosure of sensitivity has not been presented in these unconsolidated financial statements. |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

35 Segment Details with respect to Business Activities

|                                               | September 30, 2024 (Unaudited) |                   |                          |                 |
|-----------------------------------------------|--------------------------------|-------------------|--------------------------|-----------------|
|                                               | Corporate Finance              | Trading and sales | Building rental services | Total           |
|                                               | Rupees                         |                   |                          |                 |
| <b>Profit &amp; Loss</b>                      |                                |                   |                          |                 |
| Net mark-up/return/profit                     | 84,323,254                     | 290,777,070       | -                        | 375,100,324     |
| Non mark-up / return / interest income        | 57,074,029                     | 273,997,576       | 214,811,089              | 545,882,694     |
| Total income                                  | 141,397,283                    | 564,774,645       | 214,811,089              | 920,983,018     |
| Segment direct expenses                       | 97,608,913                     | 336,590,827       | -                        | 434,199,741     |
| Total expenses                                | 97,608,913                     | 336,590,827       | -                        | 434,199,741     |
| Credit loss allowance                         | (164,160,819)                  | (66,289,455)      | -                        | (230,450,274)   |
| (Loss) / Profit before tax                    | 207,949,189                    | 294,473,273       | 214,811,089              | 717,233,551     |
| <b>Balance Sheet</b>                          |                                |                   |                          |                 |
| Cash and bank balances                        | -                              | 301,709,549       | -                        | 301,709,549     |
| Investments                                   | 1,546,545,704                  | 90,519,414,853    | -                        | 92,065,960,558  |
| Net inter segment lending                     | -                              | -                 | -                        | -               |
| Lendings to financial institutions            | -                              | 1,319,863,254     | -                        | 1,319,863,254   |
| Advances - performing                         | 10,226,965,808                 | -                 | -                        | 10,226,965,808  |
| - non-performing net of Credit loss allowance | 100,241,422                    | -                 | -                        | 100,241,422     |
| Others                                        | 827,794,145                    | 6,222,358,606     | 4,056,450,332            | 11,106,603,083  |
| <b>Total assets</b>                           | 12,701,547,079                 | 98,363,346,262    | 4,056,450,332            | 115,121,343,674 |
| Borrowings                                    | 7,875,636,803                  | 84,917,421,903    | -                        | 92,793,058,706  |
| Subordinated debt                             | -                              | -                 | -                        | -               |
| Deposits & other accounts                     | 6,010,857,639                  | -                 | -                        | 6,010,857,639   |
| Net inter segment borrowing                   | -                              | -                 | -                        | -               |
| Others                                        | 411,462,201                    | 287,887,484       | 329,336,644              | 1,028,686,329   |
| <b>Total liabilities</b>                      | 14,297,956,643                 | 85,205,309,387    | 329,336,644              | 99,832,602,674  |
| Equity                                        | -                              | -                 | -                        | 15,288,741,000  |
| <b>Total equity &amp; liabilities</b>         | 14,297,956,643                 | 85,205,309,387    | 329,336,644              | 115,121,343,674 |
| <b>Contingencies and commitments</b>          | 7,703,900,000                  | -                 | 3,093,240                | 7,706,993,240   |
|                                               |                                |                   |                          |                 |
|                                               | September 30, 2023(Unaudited)  |                   |                          |                 |
|                                               | Corporate Finance              | Trading and sales | Building rental services | Total           |
|                                               | Rupees                         |                   |                          |                 |
| <b>Profit &amp; Loss</b>                      |                                |                   |                          |                 |
| Net mark-up/return/profit                     | (23,635,711)                   | 134,772,459       | -                        | 111,136,748     |
| Non mark-up / return / interest income        | 41,521,297                     | 389,457,991       | 213,778,335              | 644,757,623     |
| Total Income                                  | 17,885,586                     | 524,230,450       | 213,778,335              | 755,894,371     |
| Segment direct expenses                       | 62,427,958                     | 305,603,949       | -                        | 368,031,907     |
| Total expenses                                | 62,427,958                     | 305,603,949       | -                        | 368,031,907     |
| Credit loss allowance                         | 143,171,125                    | (223,122,678)     | -                        | (79,951,553)    |
| (Loss) / Profit before tax                    | (187,713,497)                  | 441,749,179       | 213,778,335              | 467,814,017     |
|                                               |                                |                   |                          |                 |
|                                               | December 31, 2023 (Audited)    |                   |                          |                 |
|                                               | Corporate Finance              | Trading and sales | Building rental services | Total           |
|                                               | Rupees                         |                   |                          |                 |
| <b>Balance Sheet</b>                          |                                |                   |                          |                 |
| Cash and bank balances                        | -                              | 224,887,948       | -                        | 224,887,948     |
| Investments                                   | 880,253,885                    | 34,456,269,154    | -                        | 35,336,523,039  |
| Lendings to financial institutions            | -                              | 3,249,994,713     | -                        | 3,249,994,713   |
| Advances - performing                         | 7,997,516,086                  | -                 | -                        | 7,997,516,086   |
| - non-performing net of provision             | 264,704,056                    | -                 | -                        | 264,704,056     |
| Others                                        | 2,233,064,520                  | 4,509,490,044     | 2,321,240,055            | 9,063,794,619   |
| <b>Total assets</b>                           | 11,375,538,547                 | 42,440,641,859    | 2,321,240,055            | 56,137,420,461  |
| Borrowings                                    | 7,755,256,526                  | 29,444,031,600    | -                        | 37,199,288,126  |
| Deposits & other accounts                     | 3,665,000,000                  | -                 | -                        | 3,665,000,000   |
| Others                                        | 196,938,911                    | 711,624,868       | 185,693,263              | 1,094,257,042   |
| <b>Total liabilities</b>                      | 11,617,195,437                 | 30,155,656,468    | 185,693,263              | 41,958,545,168  |
| Equity                                        | -                              | -                 | -                        | 14,178,875,293  |
| <b>Total equity &amp; liabilities</b>         | 11,617,195,437                 | 30,155,656,468    | 185,693,263              | 56,137,420,461  |
| <b>Contingencies and commitments</b>          | 6,480,573,212                  | 1,940,026         | 995,657                  | 6,483,508,895   |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

36 RELATED PARTY TRANSACTIONS

The Governments of Kingdom of Saudi Arabia and the Islamic Republic of Pakistan each own 50% shares of the Company. Therefore, all entities owned by and controlled by these governments are related parties of the Company. Other related parties comprise of entities over which the Company has control (subsidiaries), entities over which the directors are able to exercise significant influence (associated undertakings), entities with common directors, major shareholders, directors, key management personnel and employees' funds. The Company in normal course of business pays for electricity, gas and telephone to entities controlled by Government of Pakistan.

Transactions which are made under the terms of employment with related parties mainly comprise of loans and advances etc.

Advances for the house building, conveyance and personal use have also been provided to staff and executives in accordance with the employment and pay policy. Facility of group life insurance and hospitalization facility is also provided to staff and executives. In addition to this, majority of executives of the Company have been provided with Company maintained car.

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

|                                                                    | September 30, 2024 (Unaudited) |            |                          |             |             |                       | December 31, 2023 (Audited)    |            |                          |             |               |                       |
|--------------------------------------------------------------------|--------------------------------|------------|--------------------------|-------------|-------------|-----------------------|--------------------------------|------------|--------------------------|-------------|---------------|-----------------------|
|                                                                    | Shareholders                   | Directors  | Key management personnel | Subsidiary  | Associate   | Other related parties | Shareholders                   | Directors  | Key management personnel | Subsidiary  | Associate     | Other related parties |
|                                                                    | Rupees                         |            |                          |             |             |                       | Rupees                         |            |                          |             |               |                       |
| <b>Non-current asset classified as held for sale</b>               |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Opening balance                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | 576,676,075   | -                     |
| Transfer in / (out) - net                                          | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | (576,676,075) | -                     |
| Closing balance                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| <b>Provision for Non-current asset classified as held for sale</b> |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Opening balance                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| Addition during the period / year                                  | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| Repaid during the period / year                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| Closing balance                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| <b>Lendings to financial institutions</b>                          |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Opening balance                                                    | -                              | -          | -                        | -           | -           | 3,250,155,700         | -                              | -          | -                        | -           | -             | -                     |
| Addition during the period / year                                  | -                              | -          | -                        | -           | -           | 14,261,858,770        | -                              | -          | -                        | -           | -             | 180,681,049,393       |
| Repaid during the period / year                                    | -                              | -          | -                        | -           | -           | (17,212,014,470)      | -                              | -          | -                        | -           | -             | (177,430,893,693)     |
| Closing balance                                                    | -                              | -          | -                        | -           | -           | 300,000,000           | -                              | -          | -                        | -           | -             | 3,250,155,700         |
| <b>ECL held against Lendings to financial institutions</b>         |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Opening balance                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| Investment made during the period / year                           | -                              | -          | -                        | 500,000,000 | 576,676,075 | -                     | -                              | -          | -                        | 500,000,000 | -             | 199,640,000           |
| Investment redeemed / disposed off during the year                 | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | (80,000)              |
| Transfer in / (out) - net                                          | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | 576,676,075   | -                     |
| Closing balance                                                    | -                              | -          | -                        | 500,000,000 | 576,676,075 | -                     | -                              | -          | -                        | 500,000,000 | 576,676,075   | 199,560,000           |
| <b>ECL for diminution in value of investments</b>                  |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Opening balance                                                    | -                              | -          | 63,642,786               | -           | -           | -                     | -                              | -          | 24,564,071               | -           | -             | -                     |
| Addition during the period / year                                  | -                              | -          | 30,022,385               | -           | -           | -                     | -                              | -          | 47,157,893               | -           | -             | -                     |
| Repaid during the period / year                                    | -                              | -          | (15,424,829)             | -           | -           | -                     | -                              | -          | (8,079,178)              | -           | -             | -                     |
| Transfer in / (out) - net                                          | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| Closing balance                                                    | -                              | -          | 78,240,342               | -           | -           | -                     | -                              | -          | 63,642,786               | -           | -             | -                     |
| <b>ECL held against advances</b>                                   |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| <b>Other Assets</b>                                                |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Interest / mark-up accrued                                         | -                              | -          | -                        | 456,013     | -           | 5,641,857             | -                              | -          | -                        | -           | -             | 14,837,624            |
| Security deposit                                                   | -                              | -          | -                        | 1,602,775   | -           | -                     | -                              | -          | -                        | 2,633,280   | -             | -                     |
| <b>Borrowings</b>                                                  |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Opening balance                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| Borrowings during the period / year                                | -                              | -          | -                        | -           | -           | 20,265,020,300        | -                              | -          | -                        | -           | -             | 20,907,677,325        |
| Settled during the period / year                                   | -                              | -          | -                        | -           | -           | (20,265,020,300)      | -                              | -          | -                        | -           | -             | (20,907,677,325)      |
| Closing balance                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| <b>Deposits and other accounts</b>                                 |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Opening balance                                                    | -                              | -          | -                        | -           | -           | 3,065,000,000         | -                              | -          | -                        | -           | -             | 1,353,000,000         |
| Received during the period / year                                  | -                              | -          | -                        | -           | -           | 1,907,800,000         | -                              | -          | -                        | -           | -             | 1,712,000,000         |
| Withdrawn during the period / year                                 | -                              | -          | -                        | -           | -           | (300,000,000)         | -                              | -          | -                        | -           | -             | -                     |
| Closing balance                                                    | -                              | -          | -                        | -           | -           | 4,672,800,000         | -                              | -          | -                        | -           | -             | 3,065,000,000         |
| <b>Other Liabilities</b>                                           |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Interest / mark-up payable                                         | -                              | -          | -                        | -           | -           | 41,399,017            | -                              | -          | -                        | -           | -             | 17,866,326            |
| Lease liabilities                                                  | -                              | -          | -                        | 77,098,396  | -           | -                     | -                              | -          | -                        | 17,520,021  | -             | -                     |
| Payable to defined benefit plan                                    | -                              | -          | -                        | -           | -           | 10,153,289            | -                              | -          | -                        | -           | -             | 1,923,363             |
| Dividend payable to foreign shareholder                            | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | 482,245     | -             | 2,988,372             |
| Security deposit                                                   | -                              | -          | -                        | 545,049     | -           | 2,988,372             | -                              | -          | -                        | 1,205,610   | -             | 33,886,810            |
| Rent received in advance                                           | -                              | -          | -                        | -           | -           | 4,748,471             | -                              | -          | -                        | -           | -             | -                     |
|                                                                    | September 30, 2024 (Unaudited) |            |                          |             |             |                       | September 30, 2023 (Unaudited) |            |                          |             |               |                       |
|                                                                    | Shareholders                   | Directors  | Key management personnel | Subsidiary  | Associate   | Other related parties | Shareholders                   | Directors  | Key management personnel | Subsidiary  | Associate     | Other related parties |
|                                                                    | Rupees                         |            |                          |             |             |                       | Rupees                         |            |                          |             |               |                       |
| <b>Income</b>                                                      |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Mark-up / return / interest earned                                 | -                              | -          | 1,056,332                | -           | -           | 18,604,015            | -                              | -          | 572,769                  | -           | -             | 133,975,478           |
| Dividend income                                                    | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | 25,000,000  | -             | -                     |
| Rental income                                                      | -                              | -          | -                        | 4,560,020   | -           | 29,138,337            | -                              | -          | -                        | 4,031,794   | -             | 25,030,956            |
| <b>Expense</b>                                                     |                                |            |                          |             |             |                       |                                |            |                          |             |               |                       |
| Mark-up / return / interest expensed                               | -                              | -          | -                        | -           | -           | 672,624,349           | -                              | -          | -                        | -           | -             | 490,842,715           |
| Contribution to employees' funds                                   | -                              | -          | -                        | -           | -           | 8,192,099             | -                              | -          | -                        | -           | -             | 6,930,180             |
| Directors' fees and allowances                                     | -                              | 18,540,000 | -                        | -           | -           | -                     | -                              | 16,240,000 | -                        | -           | -             | -                     |
| Shareholders' fee                                                  | -                              | -          | -                        | -           | -           | -                     | -                              | -          | -                        | -           | -             | -                     |
| Operating expenses                                                 | -                              | -          | 91,115,055               | -           | 316,555     | -                     | -                              | -          | 83,721,399               | -           | 329,135       | -                     |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                                                         | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|-------------------------------------------------------------------------|------------------------------------|---------------------------------|
|                                                                         | ----- Rs '000' -----               |                                 |
| <b>37 CAPITAL ADEQUACY, LEVERAGE RATIO &amp; LIQUIDITY REQUIREMENTS</b> |                                    |                                 |
| <b>Minimum Capital Requirement (MCR):</b>                               |                                    |                                 |
| Paid-up capital (net of losses)                                         | <u>6,765,000</u>                   | <u>6,765,000</u>                |
| <b>Capital Adequacy Ratio (CAR):</b>                                    |                                    |                                 |
| Eligible Common Equity Tier 1 (CET 1) Capital                           | <u>13,304,933</u>                  | <u>12,299,877</u>               |
| Eligible Additional Tier 1 (ADT 1) Capital                              | <u>-</u>                           | <u>-</u>                        |
| Total Eligible Tier 1 Capital                                           | <u>13,304,933</u>                  | <u>12,299,877</u>               |
| Eligible Tier 2 Capital                                                 | <u>2,333,376</u>                   | <u>1,680,616</u>                |
| Total Eligible Capital (Tier 1 + Tier 2)                                | <u>15,638,309</u>                  | <u>13,980,493</u>               |
| <b>Risk Weighted Assets (RWAs):</b>                                     |                                    |                                 |
| Credit Risk                                                             | <u>30,551,357</u>                  | <u>26,355,145</u>               |
| Market Risk                                                             | <u>3,344,360</u>                   | <u>3,489,031</u>                |
| Operational Risk                                                        | <u>3,099,671</u>                   | <u>3,099,671</u>                |
| Total                                                                   | <u>36,995,388</u>                  | <u>32,943,848</u>               |
| Common Equity Tier 1 Capital Adequacy ratio                             | <u>35.96%</u>                      | <u>37.34%</u>                   |
| Tier 1 Capital Adequacy Ratio                                           | <u>35.96%</u>                      | <u>37.34%</u>                   |
| Total Capital Adequacy Ratio                                            | <u>42.27%</u>                      | <u>42.44%</u>                   |

As of September 30, 2024, the Company must meet a Tier 1 to RWA ratio and CAR, including CCB, of 7.5% and 11.5% respectively.

Standardized Approach is used for calculating the Capital Adequacy for Market and Credit Risk while Basic Indicator Approach (BIA) is used for Operational Risk.

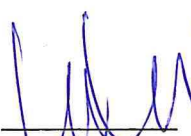
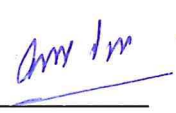
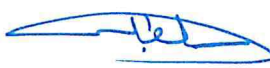
|                             | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|-----------------------------|------------------------------------|---------------------------------|
|                             | ----- Rs '000' -----               |                                 |
| <b>Leverage Ratio (LR):</b> |                                    |                                 |
| Eligible Tier-1 Capital     | <u>13,304,933</u>                  | <u>12,299,877</u>               |
| Total Exposures             | <u>122,692,106</u>                 | <u>62,329,101</u>               |
| Leverage Ratio              | <u>10.84%</u>                      | <u>19.73%</u>                   |

SAUDI PAK INDUSTRIAL AND AGRICULTURAL INVESTMENT COMPANY LIMITED  
 NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS [UN-AUDITED]  
 FOR THE PERIOD ENDED SEPTEMBER 30, 2024

|                                         | Unaudited<br>September 30,<br>2024 | Audited<br>December 31,<br>2023 |
|-----------------------------------------|------------------------------------|---------------------------------|
|                                         | ----- Rs '000' -----               |                                 |
| <b>Liquidity Coverage Ratio (LCR):</b>  |                                    |                                 |
| Total High Quality Liquid Assets        | <u>13,849,000</u>                  | <u>4,903,416</u>                |
| Total Net Cash Outflow                  | <u>9,896,000</u>                   | <u>2,987,739</u>                |
| Liquidity Coverage Ratio                | <u>139.95%</u>                     | <u>164.12%</u>                  |
| <b>Net Stable Funding Ratio (NSFR):</b> |                                    |                                 |
| Total Available Stable Funding          | <u>65,037,000</u>                  | <u>37,546,620</u>               |
| Total Required Stable Funding           | <u>56,976,000</u>                  | <u>24,290,905</u>               |
| Net Stable Funding Ratio                | <u>114.15%</u>                     | <u>154.57%</u>                  |

38 DATE OF AUTHORIZATION

These unconsolidated condensed interim financial statements were authorized for issue by the Board of Directors of the Company on 26 OCT 2024

|                                                                                     |                                                                                     |                                                                                    |                                                                                      |                                                                                       |
|-------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------|------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------|
|  |  |  |  |  |
| GM/Chief Executive                                                                  | Chief Financial Officer                                                             | Director                                                                           | Director                                                                             | Director                                                                              |