



**NRSP**  
Microfinance  
Bank

**NRSP MICROFINANCE BANK LIMITED  
ANNUAL FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2025**

## INDEPENDENT AUDITORS' REPORT

To the members of NRSP Microfinance Bank Limited

Report on the Audit of the Financial Statements

### Opinion

We have audited the annexed financial statements of NRSP Microfinance Bank Limited (the Bank), which comprise the statement of financial position as at December 31, 2025, and the statement of profit and loss account, the statement of comprehensive income, the statement of changes in equity and the cash flow statement for the year then ended, and notes to the financial statements, including a material accounting policy information policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the accompanying statement of financial position, the statement of profit and loss account, the statement of comprehensive income, the statement of changes in equity and the statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017) and Microfinance Institutions Ordinance, 2001, in the manner so required and respectively give a true and fair view of the state of the Bank's affairs as at December 31, 2025 and of the profit, the other comprehensive income, the changes in equity and its cash flows for the year then ended.

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of the Bank in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

### Emphasis of Matter

We draw attention to;

- i. Note 12.5 to the financial statements, which describes that the management has not recognized additional Expected Credit Loss (ECL) allowance amounting to Rs. 1,862 million pursuant to approval granted by the State Bank of Pakistan (SBP). The aforementioned note also contains the conditions of staggering as well as its impact on profit and Capital Adequacy Ratio (CAR), had the full amount of ECL would have been recognized.
- ii. Note 16 to the financial statements, which describes that management has recognized net deferred tax asset of Rs 3,119 million as at December 31, 2025. Based on financial projections for future years, approved by the Board, the management believes that, the Bank will be able to realize the deferred tax asset. The preparation of projections involves management's assumptions regarding future business and economic conditions and therefore any significant change in such assumptions or actual outcome that is different from assumptions may have an effect on the recoverability of the deferred tax asset in future.

Our opinion is not modified in respect of these matters.



### **Information Other than the Financial Statement and Auditor's Report Thereon**

Management is responsible for the other information, which comprises the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information, and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### **Responsibilities of Management and Board of Directors for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017), provisions of and directives issued under the Microfinance Institutions Ordinance, 2001, and directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Bank's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Bank or to cease operations, or has no realistic alternative but to do so.

The Board of directors are responsible for overseeing the Bank's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Bank's internal controls.





- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Bank's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Bank to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide to the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

#### Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

- a) proper books of account have been kept by the Bank as required by the Companies Act, 2017 (XIX of 2017);
- b) the statement of financial position as at December 31, 2025, and the statement of profit and loss account, the statement of comprehensive income, the statement of changes in equity and the cash flow statement together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;
- c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Bank's business; and
- d) zakat deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the Bank and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

The engagement partner on the audit resulting in this independent auditor's report is Shahzad Ali.

Chartered Accountants  
Islamabad


Date: April 27, 2026

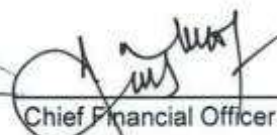
UDIN: AR202510134dyuC93Vjs


**NRSP MICROFINANCE BANK LIMITED**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2025**


|  | Note | 31-Dec-25         | 31-Dec-24          |
|--|------|-------------------|--------------------|
| Rupees in '000'                              |      |                   |                    |
| <b>ASSETS</b>                                |      |                   |                    |
| Cash and balances with treasury banks        | 8    | 8,037,386         | 5,892,288          |
| Balances with other MFBs / Banks / NBFIs     | 9    | 2,800,733         | 3,938,347          |
| Lendings to financial institutions           | 10   | -                 | 3,101,072          |
| Investments                                  | 11   | 22,861,670        | 120,110,978        |
| Advances                                     | 12   | 40,927,367        | 37,170,324         |
| Property and equipment                       | 13   | 565,269           | 568,665            |
| Right-of-use assets                          | 14   | 667,551           | 622,772            |
| Intangible assets                            | 15   | 23,039            | 28,203             |
| Deferred tax assets                          | 16   | 3,119,179         | 3,211,739          |
| Other assets                                 | 17   | 2,610,272         | 2,596,909          |
|  |      | <b>81,612,466</b> | <b>177,241,297</b> |
| <b>LIABILITIES</b>                           |      |                   |                    |
| Bills payable                                | 18   | 46,524            | 53,036             |
| Borrowings                                   | 19   | 16,072,935        | 112,182,676        |
| Deposits and other accounts                  | 20   | 52,261,714        | 55,000,504         |
| Lease liabilities                            | 21   | 951,819           | 894,018            |
| Subordinated debt                            | 22   | 2,487,428         | 2,391,879          |
| Deferred grants                              | 23   | -                 | 85                 |
| Other liabilities                            | 24   | 3,168,725         | 3,161,860          |
|  |      | <b>74,989,145</b> | <b>173,684,058</b> |
| <b>NET ASSETS</b>                            |      | <b>6,623,321</b>  | <b>3,557,239</b>   |
| <b>REPRESENTED BY</b>                        |      |                   |                    |
| Share capital                                | 25   | 3,498,383         | 1,498,372          |
| Advance against future issue of right shares |      | 1,000,000         | 1,304,296          |
| Statutory reserves                           |      | 1,512,143         | 1,242,975          |
| Depositors' protection fund                  |      | 656,430           | 533,542            |
| (Deficit) / Surplus on revaluation of assets | 26   | (3,217)           | 28,558             |
| Unappropriated loss                          |      | (40,418)          | (1,050,504)        |
|  |      | <b>6,623,321</b>  | <b>3,557,239</b>   |
| <b>CONTINGENCIES AND COMMITMENTS</b>         |      |                   |                    |
|  | 27   |                   |                    |


The annexed notes 1 to 52 form an integral part of these financial statements.

  
 President/Chief Executive

  
 Chief Financial Officer

  
 Director

  
 Director

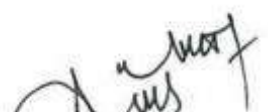
  
 Director

**NRSP MICROFINANCE BANK LIMITED**  
**STATEMENT OF PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

|  | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24          |
|--|------|------------------------------|--------------------|
| Mark-up / Return / Interest earned           | 28   | 15,699,768                   | 12,519,840         |
| Mark-up / Return / Interest expensed         | 29   | (9,294,819)                  | (8,334,067)        |
| Net mark-up / interest income                |      | <u>6,404,949</u>             | <u>4,185,773</u>   |
| <b>NON MARK-UP / INTEREST INCOME</b>         |      |                              |                    |
| Fee and commission income                    | 30   | 127,279                      | 187,432            |
| Other income                                 | 31   | 90,926                       | 110,701            |
| Total non-markup / interest Income           |      | <u>218,205</u>               | <u>298,133</u>     |
| Total income                                 |      | <u>6,623,154</u>             | <u>4,483,906</u>   |
| <b>NON MARK-UP / INTEREST EXPENSES</b>       |      |                              |                    |
| Operating expenses                           | 32   | (3,775,635)                  | (3,285,546)        |
| Workers welfare fund                         |      | (32,627)                     | (8,982)            |
| Other charges                                | 33   | (10)                         | (1,050)            |
| Total non-markup / interest expenses         |      | <u>(3,808,272)</u>           | <u>(3,295,578)</u> |
| Profit before credit loss allowance          |      | <u>2,814,882</u>             | <u>1,188,328</u>   |
| Credit loss allowance and write offs - net   | 34   | (1,010,862)                  | 681,784            |
| Other income / expense items                 |      | -                            | -                  |
| <b>PROFIT BEFORE MINIMUM AND REVENUE TAX</b> |      | <u>1,804,020</u>             | <u>1,870,112</u>   |
| Minimum tax differential                     | 35   | (350,320)                    | (350,274)          |
| <b>PROFIT BEFORE TAXATION</b>                |      | <u>1,453,700</u>             | <u>1,519,838</u>   |
| Taxation                                     | 36   | (107,862)                    | (294,580)          |
| <b>PROFIT AFTER TAXATION</b>                 |      | <u>1,345,838</u>             | <u>1,225,258</u>   |
| Basic earnings per share                     | 37   | <u>5.36</u>                  | <u>8.18</u>        |
| Diluted earnings per share                   | 38   | <u>5.35</u>                  | <u>8.18</u>        |


The annexed notes 1 to 52 form an integral part of these financial statements.

  
 President/Chief Executive

  
 Chief Financial Officer

  
 Director

  
 Director

  
 Director

**NRSP MICROFINANCE BANK LIMITED  
STATEMENT OF COMPREHENSIVE INCOME  
FOR THE YEAR ENDED DECEMBER 31, 2025**

|  | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24        |
|--|------|------------------------------|------------------|
| Profit after taxation for the year   |      | 1,345,838                    | 1,225,258        |
| <b>Other comprehensive income</b>  |      |                              |                  |
| <b>Items that may be reclassified to profit and loss account in subsequent periods:</b>      |      |                              |                  |
| Effect of translation of net investment in foreign branches                                  |      | -                            | -                |
| Movement in (deficit) / surplus on revaluation of investments - net of tax                   | 26   | (31,775)                     | 28,813           |
| Others (to be specified)   |      | -                            | -                |
|  |      | (31,775)                     | 28,813           |
| <b>Items that will not be reclassified to profit and loss account in subsequent periods:</b> |      |                              |                  |
| Remeasurement gain / (loss) on defined benefit obligations                                   | 42.3 | 1,057                        | (62,448)         |
| Related tax impact   |      | (349)                        | 20,608           |
|  |      | 708                          | (41,840)         |
| <b>Total comprehensive income</b>  |      | <b>1,314,771</b>             | <b>1,267,098</b> |


The annexed notes 1 to 52 form an integral part of these financial statements.

  
  
 \_\_\_\_\_  
 President/Chief Executive

  
 \_\_\_\_\_  
 Chief Financial Officer

  
 \_\_\_\_\_  
 Director

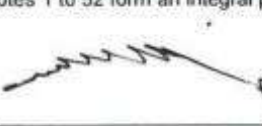
  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Director

NRSP MICROFINANCE BANK LIMITED  
STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED ON DECEMBER 31, 2025

|  | Share Capital    | Advance against Issue of Shares | Capital reserves<br>Statutory Reserves | Depositors' protection Fund | Revenue reserve<br>Unappropriated Profit | Reserves<br>Surplus/(Deficit) on revaluation of Investments | Total            |
|--|------------------|---------------------------------|--|-----------------------------|--|---|------------------|
|  | Rupees in '000'  |                                 |  |                             |  |   |                  |
| Opening Balance as at January 01, 2024   | 1,498,372        | 1,000,000                       | 997,923                                | 393,207                     | (1,845,766)                              | (255)   | 2,043,481        |
| Impact of adopting IFRS 9 - net of deferred tax  | -                | -                               | -                                      | -                           | (81,841)                                 | -   | (81,841)         |
| <b>Restated Balance as at January 1, 2024</b>  | <b>1,498,372</b> | <b>1,000,000</b>                | <b>997,923</b>                         | <b>393,207</b>              | <b>(1,927,607)</b>                       | <b>(255)</b>  | <b>1,961,640</b> |
| Profit after Taxation December 31, 2024  | -                | -                               | -                                      | -                           | 1,225,258                                | -   | 1,225,258        |
| Other comprehensive income - net of tax  | -                | -                               | -                                      | -                           | (41,840)                                 | -   | (41,840)         |
| Other comprehensive income transferred to Fair value reserve of financial assets at FVOCI - net of tax | -                | -                               | -                                      | -                           | -  | 28,813  | 28,813           |
| <b>Transactions with owners</b>  | -                | -                               | -                                      | -                           | -  | 28,813  | 28,813           |
| Advance against future issue of right shares   | -                | 304,296                         | -                                      | -                           | -  | -   | 304,296          |
| Transfer to statutory reserve  | -                | -                               | 245,052                                | -                           | (245,052)                                | -   | -                |
| Transfer to depositors' protection fund  | -                | -                               | -                                      | 61,263                      | (61,263)                                 | -   | -                |
| - 5% of the profit after tax for the year  | -                | -                               | -                                      | 79,072                      | -  | -   | 79,072           |
| - Return on investments - net of tax   | -                | -                               | -                                      | 140,335                     | (61,263)                                 | -   | 79,072           |
| <b>Balance as at December 31, 2024</b>   | <b>1,498,372</b> | <b>1,304,296</b>                | <b>1,242,975</b>                       | <b>533,542</b>              | <b>(1,050,504)</b>                       | <b>28,558</b>   | <b>3,557,239</b> |
| <b>Transaction with owners</b>   | -                | -                               | -                                      | -                           | -  | -   | -                |
| Issuance of right shares against share deposit money   | 1,304,296        | (1,304,296)                     | -                                      | -                           | -  | -   | -                |
| Receipt against issuance of right shares   | 695,715          | -                               | -                                      | -                           | -  | -   | 695,715          |
| Advance against future issue of right shares   | -                | 1,000,000                       | -                                      | -                           | -  | -   | 1,000,000        |
|  | 2,000,011        | (304,296)                       | -                                      | -                           | -  | -   | 1,695,715        |
| Profit after Taxation December 31, 2025  | -                | -                               | -                                      | -                           | 1,345,838                                | -   | 1,345,838        |
| Other comprehensive income - net of tax  | -                | -                               | -                                      | -                           | 708                                      | -   | 708              |
| Other comprehensive income related tax impact  | -                | -                               | -                                      | -                           | -  | (31,775)  | (31,775)         |
|  | -                | -                               | -                                      | -                           | -  | (31,775)  | (31,775)         |
| Transfer to statutory reserve  | -                | -                               | 269,168                                | -                           | (269,168)                                | -   | -                |
| Transfer to depositors' protection fund  | -                | -                               | -                                      | 67,292                      | (67,292)                                 | -   | -                |
| - 5% of the profit after tax for the year  | -                | -                               | -                                      | 55,596                      | -  | -   | 55,596           |
| - Return on investments - net of tax   | -                | -                               | -                                      | 122,888                     | (67,292)                                 | -   | 55,596           |
| <b>Closing Balance as at December 31, 2025</b>   | <b>3,498,383</b> | <b>1,000,000</b>                | <b>1,512,143</b>                       | <b>656,430</b>              | <b>(40,418)</b>                          | <b>(3,217)</b>  | <b>6,623,321</b> |

The annexed notes 1 to 52 form an integral part of these financial statements.

  
President/Chief Executive

  
Chief Financial Officer

  
Director

  
Director






  
Director



**NRSP MICROFINANCE BANK LIMITED**  
**CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED ON DECEMBER 31, 2025**

|  | 31-Dec-25            | 31-Dec-24            |
|--|----------------------|----------------------|
|  | Rupees in '000'      |                      |
| <b>CASH FLOW FROM OPERATING ACTIVITIES</b>   |                      |                      |
| Profit/(Loss) before taxation  | 1,804,020            | 1,870,112            |
| Less: Dividend income  | -                    | -                    |
|  | <u>1,804,020</u>     | <u>1,870,112</u>     |
| Adjustments:   |                      |                      |
| Depreciation   | 13.2 96,037          | 88,722               |
| Depreciation on right-of-use assets  | 14 120,225           | 130,785              |
| Amortization   | 15.1 12,723          | 12,548               |
| Mark-up / Return / Interest expense on lease liability against right-of-use assets | 21 127,432           | 127,181              |
| Credit loss allowance and write-offs and first loss guarantee claim                | 34 1,846,203         | 633,397              |
| Loss/ (Gain) on sale / disposal of property and equipment                          | 31 (23,600)          | (823)                |
| Gain on sale/ redemption of securities   | 28 (4,992,613)       | (1,870,320)          |
| Loss on Termination of Leased Agreements   | 31 (2,878)           | (11,304)             |
| Fair value adjustment on financial instruments                                     | 127,440              | 166,684              |
| Amortization of deferred grant   | 31 (49,218)          | (83,682)             |
| Provision for gratuity and leave encashment  | 109,185              | 103,157              |
|  | <u>(2,629,064)</u>   | <u>(703,655)</u>     |
| (Increase) / Decrease in operating assets  |                      |                      |
| Lendings to financial institutions   | -                    | -                    |
| Advances   | (5,694,250)          | (3,712,946)          |
| Others assets (excluding advance taxation)   | 275,000              | (1,515,558)          |
|  | <u>(5,419,250)</u>   | <u>(5,228,504)</u>   |
| Increase / (Decrease) in operating liabilities                                     |                      |                      |
| Bills Payable  | (6,512)              | (37,365)             |
| Deposits   | (2,738,790)          | 13,942,643           |
| Other liabilities (excluding current taxation)                                     | (36,266)             | (191,151)            |
|  | <u>(2,781,568)</u>   | <u>13,714,127</u>    |
| Payments against off-balance sheet obligations                                     | -                    | -                    |
| Finance cost paid on lease obligation  | (127,432)            | (127,181)            |
| Income tax paid  | (549,181)            | (439,105)            |
| Gratuity and leave ensachment paid (including contributions)                       | (118,990)            | (184,982)            |
|  | <u>(795,603)</u>     | <u>(751,268)</u>     |
| <b>Net cash flow from / (used in) operating activities</b>                         | <b>(9,821,465)</b>   | <b>8,900,812</b>     |
| <b>CASH FLOW FROM INVESTING ACTIVITIES</b>   |                      |                      |
| Net Investments in amortised cost securities                                       | 4,499,353            | (2,941,502)          |
| Net Investments in FVOCI Securities  | 97,718,747           | (109,735,963)        |
| Investments in property and equipment  | (97,772)             | (99,351)             |
| Investment in intangible   | (7,559)              | -                    |
| Interest income on depositors' protection fund                                     | 55,596               | 79,072               |
| Proceeds from sale of property and equipment                                       | 28,731               | 6,937                |
| <b>Net cash flow from / (used in) investing activities</b>                         | <b>102,197,096</b>   | <b>(112,690,807)</b> |
| <b>CASH FLOW FROM FINANCING ACTIVITIES</b>   |                      |                      |
| Payment of lease liability against right-of-use assets                             | (104,326)            | (99,517)             |
| Proceeds against future issue of right shares                                      | 1,000,000            | -                    |
| Issue of share capital   | 695,715              | -                    |
| Grants received  | 49,133               | 83,479               |
| Borrowings from financial institutions   | (96,109,741)         | 107,925,776          |
| <b>Net cash flow from / (used in) financing activities</b>                         | <b>(94,469,219)</b>  | <b>107,909,738</b>   |
| <b>Increase/(Decrease) in cash and cash equivalents</b>                            | <b>(2,093,588)</b>   | <b>4,119,743</b>     |
| Cash and cash equivalents at beginning of the period                               | 12,931,707           | 8,811,964            |
| Cash and cash equivalents at end of the period                                     | 39 <u>10,838,119</u> | <u>12,931,707</u>    |

The annexed notes 1 to 52 form an integral part of these financial statements.

President/Chief Executive      Chief Financial Officer      Director      Director      Director

**NRSP MICROFINANCE BANK LIMITED**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED ON DECEMBER 31, 2025**

**1 STATUS AND NATURE OF BUSINESS**

NRSP Microfinance Bank Limited (the Bank) was incorporated in Pakistan on October 22, 2008 as a public limited company under the Companies Ordinance, 1984. The Bank obtained license from the State Bank of Pakistan (SBP) on February 18, 2009 to operate, on nationwide basis, as a microfinance bank under Microfinance Institutions Ordinance, 2001. Certificate of commencement of business was issued by the Securities and Exchange Commission of Pakistan (SECP) on February 8, 2011 and certificate of commencement of business from SBP was received on February 28, 2011.

The Bank was established to mobilize funds for providing microfinance banking and related services to low income and underserved segment of society for mitigating poverty through providing access to financial markets at micro level.

The Bank's registered office is situated at 7th Floor, UBL Tower, Jinnah Avenue, Blue Area, Islamabad and principal place of business is situated at Shalimar town, Shalimar Avenue, Rawalpindi. The Bank is operating 133 branches (2024: 133) as at the year end including 37 (2024: 37) Islamic branches.

National Rural Support Programme (NRSP) is holding company of the Bank which holds 81.75% (2024: 57.40%) shares of the Bank.

**2 BASIS OF PRESENTATION**

- 2.1 These financial statements have been presented in accordance with the requirements of Banking Policy & Regulations Department (BPRD) Circular No. 03 of 2023 dated February 09, 2023 issued by the State Bank of Pakistan (SBP).

The financial results of the Islamic Microfinance Division (IMD) of the Bank have been consolidated in these financial statements for reporting purpose, after eliminating inter-branch transactions/balances. Key figures of the IMD, derived from the related accounting records of the Bank, are disclosed in Note 49 to these financial statements for disclosure purpose only to comply with the requirements of the license issued by the SBP to the Bank to commence Islamic microfinance operations. Further, the IMD results are to be separately reported upon for Shariah Compliance by the Shariah Advisor of the Bank as required by the SBP in conditions prescribed for the Bank to commence Islamic Microfinance operations.

**3 BASIS OF MEASUREMENT**

- a) These financial statements have been prepared under the historical cost convention except for certain investments carried at fair value and recognition of certain staff retirement benefits, liabilities against assets subject to finance lease which are stated at present value.
- b) These financial statements have been prepared in compliance with the format as prescribed under the Banking Policy & Regulations Department Circular No. 3 dated February 09, 2023 issued by the SBP. These financial statements have been presented in Pakistani Rupees, which is the functional and presentation currency of the Bank.

**4 STATEMENT OF COMPLIANCE**

- 4.1 These financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for Banks/DFIs/MFIs. The accounting and reporting standards applicable in Pakistan comprise of:
- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
  - Islamic Financial Accounting Standards (IFAS Standards) issued by the Accounting and Auditing Organisation for Islamic Financial Institutions (AAOIFI) as are adopted by SBP;
  - Provisions of and directives issued under the Companies Act, 2017 and the Microfinance Institutions Ordinance, 2001; and

- Directives issued by the State Bank of Pakistan (SBP), including Prudential Regulations of Microfinance Banks and the Securities and Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Microfinance Institution Ordinance, 2001, Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IFRS or IFAS, the requirements of the Microfinance Institution Ordinance, 2001, the Companies Act, 2017 and the said directives shall prevail.

- 4.2 State Bank of Pakistan (SBP) via circular no. 3 of 2022 dated 05 July 2022, decided to extend the implementation of IFRS 9 from January 01, 2022 to January 01, 2024 for Microfinance Banks (MFBs). Nevertheless, early adoption of the Standard is permissible under the instructions issued through the same circular. The Bank decided to adopt the IFRS 9 from January 01, 2024.
- 4.3 The SBP has deferred the applicability of International Accounting Standard (IAS) 39 - 'Financial Instruments: Recognition and Measurement' and IAS 40 - 'Investment Property' for Banking Companies in Pakistan through BSD Circular Letter 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of IAS 40 - 'Investment Property' and IFRS 7 - 'Financial Instruments: Disclosures' through its notification S.R.O 633(I)/2014 dated July 10, 2014. The IFRS 7 'Financial instruments disclosures' - Classification and measurement of financial instruments will be effective from January 01, 2026 Accordingly, the requirements of these standards have not been considered in the preparation of these financial statements. However, investments have been classified and valued in accordance with the requirements prescribed by the SBP through various circulars.
- 4.4 In accordance with the implementation of IFRS 9 as per BPRD Circular Letter No. 16 of 2024, the Bank has adopted the Effective Interest Rate (EIR) method for recognizing interest income on financial assets starting from October 1, 2024. This method, which is in line with the requirements of IFRS 9, ensures that interest income is recognized in a manner that reflects the true economic return on financial assets over their respective terms. The Bank has updated its accounting policies to align with this approach, ensuring that the recognition of interest income on financial assets is consistent with the EIR method.
- 4.5 During the period, the Agriculture Credit and Financial Inclusion Department of the State Bank of Pakistan (SBP), through Circular No. 01 dated May 16, 2025, issued revised Prudential Regulations (PRs) for microfinance banks. These revisions aim to align with the evolving business environment by consolidating previous circulars and introducing updated minimum benchmarks across key areas such as governance, operations, consumer protection, and risk management. The objective is to enhance financial stability and ensure the long-term sustainability of microfinance banks (MFBs). The bank is currently in non-compliance with the number of minimum independent director as per revised PRs.

## **5 STANDARDS, INTERPRETATIONS OF AND AMENDMENTS TO THE PUBLISHED APPROVED ACCOUNTING AND REPORTING STANDARDS THAT ARE EFFECTIVE IN THE CURRENT YEAR**

The following amendments are effective for the year ended December 31, 2025. These amendments are either not relevant to the Bank's operations or are not expected to have significant impact on the Bank's financial statements other than certain additional disclosures.

- Amendments to IAS 21 'The Effects of Changes in Foreign Exchange Rates' - Clarification on how entity accounts when there is long term lack of Exchangeability

## **6 STANDARDS, INTERPRETATIONS OF THE AMENDMENTS TO APPROVED ACCOUNTING STANDARDS THAT ARE NOT YET EFFECTIVE**

The following standard and amendments are effective for accounting periods, beginning on or after the date mentioned against each of them. These amendments are either not relevant to the Bank's operations or are not expected to have significant impact on the Bank's financial statements other than certain additional disclosures.

|  | <b>Effective from<br/>Accounting<br/>period beginning<br/>on or after</b> |
|--|---|
| IFRS 7 - Financial Instruments: Disclosures  | January 01, 2026  |
| Annual Improvements to IFRS Accounting Standards (related to IFRS 1, IFRS 7, IFRS 9, IFRS 10 and IAS 7)  | January 01, 2026  |
| Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Classification and measurement of financial instruments                           | January 01, 2026  |
| Amendments IFRS 9 'Financial Instruments' and IFRS 7 'Financial instruments disclosures' - Contracts Referencing Nature-dependent Electricity                                | January 01, 2026  |
| IFRS 17 – Insurance Contracts (including the June 2020 and December 2021 Amendments to IFRS 17)  | January 01, 2027  |
| IFRS 18 - Presentation and Disclosures in Financial Statements   | January 01, 2027  |
| IFRS 19 - Subsidiaries without Public Accountability: Disclosures  | January 01, 2027  |
| Other than the aforesaid amendments, IASB has also issued the following standards which have not been adopted locally by the Securities and Exchange Commission of Pakistan: |   |
| IFRS 1: First-time Adoption of International Financial Reporting Standards   |   |
| IFRS 18: Presentation and Disclosures in Financial Statements  |   |
| IFRS 19: Subsidiaries without Public Accountability: Disclosures   |   |
| The Bank expects that the adoption of the above standards will have no material effect on the Bank's financial statements, in the period of initial application.             |   |

## **7 MATERIAL ACCOUNTING POLICIES INFORMATION**

### **7.1 Financial instruments – initial recognition**

#### **a) Date of recognition**

Financial assets and liabilities, with the exception of loans and advances to customers and balances due to customers, are initially recognized on the trade date, i.e., the date on which the Bank becomes a party to the contractual provisions of the instrument. This includes regular way trades, i.e., purchases or sales of financial assets that require delivery of assets within the time frame generally established by regulation or convention in the market place. Loans and advances to customers are recognized when funds are transferred to the customers' accounts. The Bank recognizes balances due to customers when funds are transferred by the Bank.

#### **b) Initial measurement of financial instruments**

The classification of financial instruments at initial recognition depends on their contractual terms and the business model for managing the instruments. Financial instruments are initially measured at their fair value, except in the case of financial assets and financial liabilities recorded at FVPL, transaction costs are added to, or subtracted from, this amount.

#### **c) Measurement categories of financial assets and liabilities**

The Bank classifies all of its financial assets based on the business model for managing the assets and the asset's contractual terms, measured at either:

- Amortized cost
- Fair value through Other comprehensive income (FVOCI), and
- Fair value through profit and loss (FVTPL)

The Bank classifies and measures its derivative and trading portfolio at FVPL. The Bank may designate financial instruments at FVPL, if so doing eliminates or significantly reduces measurement or recognition inconsistencies.

Financial liabilities, other than loan commitments and financial guarantees, are measured at amortized cost or at FVPL when they are held for trading and derivative instruments or the fair value designation is applied.

#### d) **Financial assets and liabilities**

##### **Due from banks, Loans and advances to customers and investments**

The Bank measures Due from banks, Loans and advances to customers and Investments at amortized cost if both of the following conditions are met:

- The financial asset is held within a business model with the objective to hold financial assets in order to collect contractual cash flows.
- The contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest (SPPI) on the principal amount outstanding.

##### ***Business model assessment***

The Bank determines its business model at the level that best reflects how it manages groups of financial assets to achieve its business objective:

- The risks that affect the performance of the business model (and the financial assets held within that business model) and, in particular, the way those risks are managed
- How managers of the business are compensated (for example, whether the compensation is based on the fair value of the assets managed or on the contractual cash flows collected)

The expected frequency, value and timing of sales are also important aspects of the Bank's assessment. The business model assessment is based on reasonably expected scenarios without taking 'worst case' or 'best case' scenarios into account. If cash flows after initial recognition are realized in a way that is different from the Bank's original expectations, the Bank does not change the classification of the remaining financial assets held in that business model, but incorporates such information when assessing newly originated or newly purchased financial assets going forward.

##### **The SPPI test**

As a second step of its classification process the Bank assesses the contractual terms of the financial asset to identify whether they meet the SPPI test.

'Principal' for the purpose of this test is defined as the fair value of the financial asset at initial recognition and may change over the life of the financial asset (for example, if there are repayments of principal or amortization of the premium/discount).

The most significant elements of interest within a lending arrangement are typically the consideration for the time value of money and credit risk. To make the SPPI assessment, the Bank applies judgement and considers relevant factors such as the currency in which the financial asset is denominated, and the period for which the interest rate is set.

In contrast, contractual terms that introduce a more than de Minimis exposure to risks or volatility in the contractual cash flows that are unrelated to a basic lending arrangement do not give rise to contractual cash flows that are solely payments of principal and interest on the amount outstanding. In such cases, the financial asset is required to be measured at FVPL.

**e) Debt instruments at FVOCI**

The Bank applies the new category under IFRS 9 of debt instruments measured at FVOCI when both of the following conditions are met:

- The instrument is held within a business model, the objective of which is achieved by both collecting contractual cash flows and selling financial assets.
- The contractual terms of the financial asset meet the SPPI test.

These instruments largely comprise assets that had previously been classified as financial investments available-for-sale. FVOCI debt instruments are subsequently measured at fair value with gains and losses arising due to changes in fair value recognized in OCI. Interest income and foreign exchange gains and losses are recognized in profit or loss in the same manner as for financial assets measured at amortized cost. Where the Bank holds more than one investment in the same security, they are deemed to be disposed of on a first-in first-out basis. On derecognition, cumulative gains or losses previously recognized in OCI are reclassified from OCI to profit or loss.

**f) Equity instruments at FVOCI**

Upon initial recognition, the Bank occasionally elects to classify irrevocably some of its equity investments as equity instruments at FVOCI when they meet the definition of Equity under IAS 32 Financial Instruments: Presentation and are not held for trading. Such classification is determined on an instrument-by-instrument basis.

Gains and losses on these equity instruments are never recycled to profit. Dividends are recognized in profit or loss as other operating income when the right of the payment has been established, except when the Bank benefits from such proceeds as a recovery of part of the cost of the instrument, in which case, such gains are recorded in OCI. Equity instruments at FVOCI are not subject to an impairment assessment.

**g) Debt issued and other borrowed funds**

After initial measurement, debt issued and other borrowed funds are subsequently measured at amortized cost. Amortized cost is calculated by taking into account any discount or premium on issued funds, and costs that are an integral part of the EIR.

**7.1.1 Derecognition of financial assets and liabilities**

**a) Derecognition for substantial modification of Financial assets**

The Bank derecognizes a financial asset, such as a loan to a customer, when the terms and conditions have been renegotiated to the extent that, substantially, it becomes a new loan, with the difference recognized as a derecognition gain or loss, to the extent that an impairment loss has not already been recorded. The newly recognized loans are classified as Stage 1 for ECL measurement purposes, unless the new loan is deemed to be POCI.

For financial liabilities, the Bank considers a modification substantial based on qualitative factors and if it results in a difference between the adjusted discounted present value and the original carrying amount of the financial liability of, or greater than, ten percent. For financial assets, this assessment is based on qualitative factors.

**b) Derecognition other than for substantial modification Financial assets**

A financial asset (or, where applicable, a part of a financial asset) is derecognized when the rights to receive cash flows from the financial asset have expired. The Bank also derecognizes the financial asset if it has both transferred the financial asset and the transfer qualifies for derecognition.

**c) Financial liabilities**

A financial liability is derecognized when the obligation under the liability is discharged, cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a derecognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognized in profit

**d) Reclassification of financial assets and liabilities**

When an entity changes its business model for managing financial assets, it must reclassify all affected financial assets. However, following changes in circumstances are not classification under this ambit;

- i) an item that was previously a designated and effective hedging instrument in a cash flow hedge or net investment hedge no longer qualifies such as;
- ii) an item becomes a designated and effective hedging instrument in a cash flow hedge or net investment hedge; and;
- iii) when an entity uses a credit derivative that is measured at fair value through profit or loss to manage the credit risk of all, or a part of, a financial instrument (credit exposure).

Financial liabilities are never reclassified

**7.1.2 Impairment of financial assets**

**a) Overview of the ECL principles**

The Bank records the allowance for expected credit losses for all loans and other debt financial assets not held at FVPL, together with loan commitments and financial guarantee contracts. Equity instruments are not subject to impairment under IFRS 9.

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss or (LTECL), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months' expected credit loss (12mECL).

The 12mECL is the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. Both LTECLs and 12mECLs are calculated on either an individual basis or a collective basis, depending on the nature of the underlying portfolio of financial instruments.

The Bank has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument's credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument. Other than DPDs, the management may assess certain portfolios on subjective basis as Non-performing

Based on the above process, the Bank groups its loans into Stage 1, Stage 2, Stage 3 and POCI, as described below:

- Stage 1: When loans are first recognized, the Bank recognizes an allowance based on 12mECLs. Stage 1 loans also include facilities where the credit risk has improved and the loan has been reclassified from Stage 2.
- Stage 2: When a loan has shown a significant increase in credit risk since origination, the Bank records an allowance for the LTECLs. Stage 2 loans also include facilities, where the credit risk has improved and the loan has been reclassified from Stage 3.
- Stage 3: Loans considered credit-impaired . The bank records an allowance for the LTECLs
- POCI: Purchased or originated credit impaired (POCI) assets are financial assets that are credit impaired on initial recognition. POCI assets are recorded at fair value at original recognition and interest income is subsequently recognized based on a credit-adjusted EIR. ECLs are only recognized or released to the extent that there is a subsequent change in the expected

**b) The calculation of ECLs**

The Bank calculates ECLs based on a three probability-weighted scenarios to measure the expected cash shortfalls, discounted at an approximation to the EIR. A cash shortfall is the difference between the cash flows that are due to an entity in accordance with the contract and the cash flows that the entity expects to receive.

The mechanics of the ECL calculations are outlined below and the key elements are, as follows:

- PD** The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognized and is still in the portfolio. The concept of PDs is further explained in credit risk management in note 7.1.3.
- LGD** The Loss Given Default (LGD) is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realization of any collateral or credit enhancements that are integral to the loan. It is usually expressed as a percentage of the EAD. The LGD is further explained in credit risk management in note 7.1.3.
- EAD** The Exposure at Default is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments.

When estimating the ECLs, the Bank considers three scenarios (a base case, an upside and a downside). The maximum period for which the credit losses are determined is the contractual life of a financial instrument unless the Bank has the legal right to call it earlier. Impairment losses and releases are accounted for and disclosed separately from modification losses or gains that are accounted for as an adjustment of the financial asset's gross carrying value.

The mechanics of the ECL method are summarized below:

- Stage 1:** The 12mECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Bank calculates the 12mECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-month default probabilities are applied to a forecast EAD and multiplied by the expected LGD and discounted by an approximation to the original EIR. This calculation is made for each of the three scenarios, as explained above.
- Stage 2:** When a loan has shown a significant increase in credit risk since origination, the Bank records an allowance for the LTECLs. The mechanics are similar to those explained above, including the use of multiple scenarios, but PDs and LGDs are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an approximation to the original EIR.
- Stage 3:** For loans considered credit-impaired, the Bank recognizes the lifetime expected credit losses for these loans. The method is similar to that for Stage 2 assets, with the PD set at 100%.
- POCI:** POCI assets are financial assets that are credit impaired on initial recognition. The Bank only recognizes the cumulative changes in lifetime ECLs since initial recognition, based on a probability-weighting of the three scenarios, discounted by the credit-adjusted EIR.

**c) Debt instruments measured at fair value through OCI**

The expected credit losses (ECLs) for debt instruments measured at FVOCI do not reduce the carrying amount of these financial assets in the statement of financial position, which remains at fair value. Instead, an amount equal to the allowance that would arise if the assets were measured at amortized cost is recognized in OCI as an accumulated impairment amount, with a corresponding charge to profit or loss. The accumulated loss recognized in OCI is recycled to the profit and loss upon derecognition of the assets.

**d) Purchased or originated credit impaired financial assets (POCI)**

For POCI financial assets, the Bank only recognizes the cumulative changes in LTECL since initial recognition in the loss allowance.

e) **Forward looking information**

In its ECL models, the Bank relies on a broad range of forward looking information as economic inputs, such as:

- GDP growth
- Consumer price indices

The inputs and models used for calculating ECLs may not always capture all characteristics of the market at the date of the financial statements. To reflect this, qualitative adjustments or overlays are occasionally made as temporary adjustments when such differences are significantly material. Detailed information about these inputs is explained in note 7.1.3

f) **Credit enhancements: collateral**

To mitigate its credit risks on financial assets, the Bank seeks to use collateral, where possible. The collateral comes in various forms, such as gold, vehicle, house etc. Collateral, unless repossessed, is not recorded on the Bank's statement of financial position. However, the fair value of eligible collateral affects the calculation of ECLs. It is generally assessed, at a minimum, at inception and re-assessed on a requirement basis.

Eligible collateral are those which has

- i) legal certainty and enforceability; and
- ii) history of forcibility and recovery.

The bank consider cash and cash equivalents, security deposit against ijarah and gold as eligible collaterals and EAD of relevant facilities are reduced by the amount of eligible collateral.

g) **Write-offs**

Financial assets are written off either partially or in their entirety only when the Bank has no reasonable expectation of recovering a financial asset in its entirety or a portion thereof. If the amount to be written off is greater than the accumulated loss allowance, the difference is first treated as an addition to the allowance that is then applied against the gross carrying amount. Any subsequent recoveries are credited to credit loss expense. the Bank also follows Prudential regulations issued by SBP for write off of its advances. Under these PR loans are written off after 30 days from the date of loss categorization.

h) **ECL on government guaranteed credit exposure**

ECL on credit exposure (in local currency) that have been guaranteed by the Government of Pakistan and Government Securities, has not been estimated due to exemption available under IFRS instructions issued by SBP through circular no. 3 of 2022 dated 05 July 2022.

i) **Two track approach for stage 3 loans**

As per instructions issued by SBP, the bank used two track approach for ECL assessment on stage 3 loans. As per this approach the bank calculated provision /ECL both under Prudential Regulations (PRs) issued by SBP for microfinance banks and IFRS 9 and higher amount has been taken and final ECL.

**7.1.3 Credit risk management**

Credit risk arises from the potential that an obligor is either unwilling to perform on an obligation or its ability is impaired resulting in economic loss to the Bank. The Bank takes necessary measures to control such risk by monitoring credit exposures, limiting transactions with specific counter parties with increased likelihood of default and continually assessing the creditworthiness of counter parties.

a) **Definition of default and cure**

The Bank considers a financial instrument defaulted and therefore Stage 3 (credit-impaired) for ECL calculations, advances to customers when the borrower becomes 90 days past due for general loans, 180 days past due for enterprise loans, 180 days for Agricultural and live stock and 180 days past dues for housing loans on its contractual payments. The Bank considers treasury and interbank balances defaulted and takes immediate action when the required intraday payments are not settled by the close of business as outlined in the individual agreements.

As a part of a qualitative assessment of whether a customer is in default, the Bank also considers a variety of instances that may indicate unlikelihood to pay. When such events occur, the Bank carefully considers whether the event should result in treating the customer as defaulted and therefore assessed as Stage 3 for ECL calculations or whether Stage 2 is appropriate. Such events include:

- The borrower is deceased
- A material decrease in the underlying collateral value where the recovery of the loan is expected from the sale of the collateral
- A covenant breach not waived by the Bank
- the borrower is unable to pay due to any other reason

It is the Bank's policy to consider a financial instrument as 'cured' and therefore re-classified out of Stage 3 when none of the default criteria have been present. The decision whether to classify an asset as Stage 2 or Stage 1 once cured depends on the updated delinquency, at the time of the cure, and whether this indicates there has been a significant increase in credit risk compared to initial recognition. However, no financial assets is directly classified from stage 3 to stage 1.

**b) PD estimation process**

**Consumer lending**

The banks entire loans and advances portfolio consist of consumer lending. Consumer lending comprises agriculture, livestock, enterprise, general, gold, house and Islamic loans . The Bank does not have credit score card model for consumer landings, therefore, the Bank used delinquency (day past due) based model for estimation of PDs. Average monthly transitions to default of relevant delinquency states were converted into current 12 months point in time PDs using statistical models. The lifetime PD is developed by applying a maturity profile to the current 12 months PD. Data from January 01, 2019 till December 31, 2025 has been used for PD estimations.

**Bank balances**

For bank balances and terms deposits, the Bank's credit risk department analyses publicly available information such as financial information and other external data, e.g., the rating of good rating agency. PDs of external ratings are sourced from studies of renounced credit agencies such as PACRA and VIS.

**c) LGD estimation process**

The Bank segments its consumer lending products into smaller homogeneous segments, based on key characteristics that are relevant to the estimation of future cash flows. The bank calculate LGD of each segment based historical experiences of cash recoveries from defaults (including settlements), cost and time of recoveries. one year set back is maintained for calculation of LGD for defaults, which means parties which are classified as default till end of last year are taken in to the calculation of LGD. Effective interest rate or approximate there of has been used to discount recoveries to date of default. Data from January 01, 2019 till date has been used for LGD estimations for the parties classified as default till December 31, 2024. For receivables from the banks and investments, the Bank used LGD percentages prescribed under Basel Foundation – Internal Rating Based (F-IRB) approach to determine ECL under BSD Circular No. 08 dated June 27, 2006 issued by SBP.

**d) Forward looking information:**

IFRS 9 requires incorporating future economic conditions into the measurement of ECL. Future economic conditions are incorporated by adjusting estimates of PD to reflect expectations about the stage of economic cycle expected to be prevalent in the economy as-and-when default is expected to arise in the future. The macroeconomic factors were selected based on management judgement and analysis of historical default rates. GDP growth rate and CPI were considered to be the most suitable for the Bank's customers. The GDP and CPI forecast were sourced from World Bank which were used to determine forward looking Point in time PDs (Pit PDs).

## 7.2 Accounting for minimum taxes and final taxes

The guide was issued by Institute of Chartered Accountants of Pakistan (ICAP) in May 2024 'IAS 12 Application Guidance on Accounting for Minimum taxes and Final taxes' (the guide).

In view of the clarifications from ICAP, it has been established that minimum tax and final taxes do not meet the criteria of income tax expense as per IAS 12 hence it should be accounted for under IFRIC 21 'Levies' and IAS 37 'Provisions, Contingent Liabilities and Contingent Assets'.

The guide issued by ICAP provides approaches to account for minimum and final regime taxes according to the facts and circumstances as applicable to the Company. Accordingly, the Company has adopted the following approach:

The Company designate the amount calculated on taxable income using the notified tax rate as an income tax within the scope of IAS 12 'Income Taxes' and recognise it as current income tax expense. Any excess over the amount designated as income tax, is then recognised as a levy falling under the scope of IFRIC 21 "Levies"/IAS 37" Provisions, Contingent Liabilities and Contingent Assets".

Therefore, the effective rate of income tax is equal to the enacted rate of income tax.

Similarly, any amount deducted as final taxes will be classified as a levy in the statement of profit or loss and there would be no deferred tax liability / (asset) recognised in case of final taxes.

Super tax charged to entities as per provisions of Income Tax Ordinance, 2001, will be classified as either 'Income Tax' or 'levy' in accordance with guide stated in preceding paragraphs of this guide [i.e. if super tax calculation is based on taxable profits as defined in IAS 12, then, such super tax shall be recognised as 'income tax' otherwise such super tax shall qualify for recognition as 'levy' as per IFRIC 21 / IAS 37].

Advance taxes paid under any section of the Income Tax Ordinance, 2001, except minimum taxes paid under section 113, which are termed as levy as per the above guide will be classified as 'prepaid assets'.

### 7.2.1 Levy

A levy is an outflow of resources embodying economic benefits that is imposed by governments on entities in accordance with legislation (i.e. laws and/or regulations), other than:

- Those outflows of resources that are within the scope of other standards.
- Fines or other penalties that are imposed for breaches of the legislation.

In these financial statements, levy includes minimum taxes differential, if any, final taxes and super taxes which are based on other than taxable profits. The corresponding advance tax paid, except for minimum taxes under section 113, which are treated as levy are recognised in prepaid assets as 'prepaid levies'.

#### a) Revenue taxes

Revenue taxes includes amount representing excess of :

a) minimum tax paid under section 113 over income tax determined on income streams taxable at general rate of taxation and;

b) minimum tax withheld / collected / paid or computed over tax liability computed on (related income tax streams taxable at general rate of tax), is not adjustable against tax liability of subsequent tax years.

Amount over income tax determined on income streams taxable at general rate of taxation shall be treated as revenue taxes.

The company determines, based on expected future taxable profits, that excess paid under section 113 by the entity over and above its tax liability (on income stream(s) taxable at general rate of taxation) is expected to be realized in subsequent tax years, then, such excess shall be recorded as deferred tax asset adjustable against tax liability for subsequent tax years. This shall be recognized as 'deferred tax asset' for the reason that it represents unused tax credit as it can be adjusted only against tax liability (of subsequent tax years) arising on taxable income subject to general rate of taxation. Such an asset shall be subject to

## b) Final Taxes

Final taxes includes tax charged / withheld / paid on certain income streams under various provisions of Income Tax Ordinance, 2001 (Ordinance). Final tax is charged / computed under the Ordinance, without reference to income chargeable to tax at the general rate of tax and final tax computed / withheld or paid for a tax year is construed as final tax liability for the related stream of Income under the Ordinance.

Final tax paid is considered to be full and final discharge of the tax liability for the Company for a tax year related to that income stream.

### 7.2.2 Taxation / Revenue Taxes / Final Taxes

#### a) Current

Provision for current taxation is based on taxable income at the enacted / corporate tax rate after taking into account tax credits and rebates available, if any, as per the Income Tax Ordinance, 2001.

#### b) Deferred

Deferred tax is provided using the liability method for all temporary differences at the reporting date between tax bases of assets and liabilities and their carrying amounts for financial reporting purposes after considering, the average effective rate of tax / enacted tax rate.

Deferred tax liabilities are recognised for all taxable temporary differences. Deferred tax asset is recognised for all deductible temporary differences and carried forward unused tax losses, if any, to the extent that it is probable that taxable profit will be available against which such temporary differences and tax losses can be

Deferred tax assets and liabilities are measured at enacted tax rate that are expected to apply to the period when the asset is realised or the liability is settled, based on tax rates that have been enacted or substantively enacted at the reporting date.

### 7.3 Cash and cash equivalents

Cash and cash equivalents represent cash in hand, balances held with State Bank of Pakistan (SBP) and National Bank of Pakistan (NBP), balances held with other banks/ Non-Banking Financial Institutions (NBFIs) / Microfinance Banks (MFBs) and call money lendings carried at cost.

### 7.4 Investment

All purchases and sale of investments are recognized using settlement date accounting. Settlement date is the date on which investments are delivered to or by the Bank. All investments are derecognized when the right to receive economic benefits from the investments has expired or has been transferred or the Bank has transferred substantially all the risks and rewards of ownership.

Investments of the Bank are classified into the following categories:

#### a) Fair Value Through Profit and Loss - FVPL

These represent securities acquired with the intention to trade by taking advantage of short-term market / interest rate movements. These securities are disposed off within 90 days from the date of their acquisition. These are marked to market and fair value gain / (loss) arising on revaluation of 'FVPL' investments is taken to profit and loss account in accordance with the requirements prescribed by SBP.

#### b) Amortized Cost

Investments with fixed maturity, where management has both the intention and the ability to hold to maturity, are classified as held to maturity. Subsequent to initial recognition at cost, these investments are measured at amortized cost, less provision for impairment in value, if any. Amortized cost is calculated taking into account effective interest rate method. Profit on held to maturity investments is recognized on a time proportion basis taking into account the effective yield on the investments.

Premium and discount on the acquisition of held-to-maturity investments are reflected in the cash flows and amortized over the remaining life of the investment.

**c) Fair Value Through Other Comprehensive Income- FVOCI**

Investments which may be sold in response to needs for liquidity or changes in interest rates, exchange rates or equity prices are classified as FVOCI. FVOCI are initially recognized at cost and subsequently measured at fair value. FVOCI investments is recognized on a time proportion basis taking into account the effective yield on the investments.

The Surplus / (deficit) arising on revaluation of FVOCI investments is kept in "the Surplus / (deficit) on fair value of assets" through statement of comprehensive income. The Surplus / (deficit) arising on these investments is taken to profit and loss account, when actually realized upon disposal of the investment.

Impairment assessment of FVOCI investments is carried out as per the requirements of the Prudential Regulations and directives issued by SBP. T Bill, being a sovereign investment, are not considered for impairment under current applicable financial reporting framework.

**7.5 Lending to or borrowings from Financial Institutions**

The Bank enters into transactions of borrowing (re-purchase) from and lending (reverse re-purchase) to financial institutions, at contracted rates for a specified period of time. These are recorded as under:

**a) Sale under re-purchase agreements**

Securities sold subject to a re-purchase agreement are retained in the financial statements as investments and the counter party liability is included in the borrowings from financial institutions. The differential in sale and re-purchase value is recorded in markup expense on pro rata basis over the period of the contract.

**b) Purchase under resale agreements**

Securities purchased under agreement to resell (reverse re-purchase) are included in lendings to the financial institutions. The differential between the contracted price and resale price is accrued on pro rata basis over the period of the contract and recorded as markup income in profit and loss account.

Securities held as collateral are not recognized in the financial statements, unless these are sold to third parties, in which case the obligation to return them is recorded at fair value as a trading liability under borrowings from financial institutions.

Lendings are stated net of provision. Return on such lending is accrued to the Profit and Loss Account on a time proportion basis except mark-up on impaired or delinquent lendings, which is recognized on receipt basis.

**7.6 Advances**

Advances are stated net of expected credit Losses. The outstanding principal and mark-up of the loans and advances under stage 3 are classified as non-performing loans (NPLs). The unrealized interest / profit / markup / service charges on NPLs is suspended and credited to interest suspense account.

The stage as per IFRS-9 is determined of every segment by on the basis of below DPDs.

| Classification | General Loans | Housing Loans | Micro enterprise Loans | Agricultural and live stock |
|----------------|---------------|---------------|------------------------|-----------------------------|
|----------------|---------------|---------------|------------------------|-----------------------------|

**Objective classification/staging as per IFRS 9**

|         |         |          |          |          |
|---------|---------|----------|----------|----------|
| Stage 1 | 1 - 59  | 1 - 59   | 1 - 59   | 1 - 59   |
| Stage 2 | 60 - 89 | 60 - 179 | 60 - 179 | 60 - 179 |
| Stage 3 | >= 90   | >= 180   | >= 180   | >= 180   |

Other than above DPDs, the management may assess certain portfolios on subjective basis as Non-performing loans (NPL) or classify the portfolio to the higher stage.

Non-performing loans/advances are written off as per the following criteria:

|                                     |   |
|-------------------------------------|---|
| <b>General loans:</b>               | NPL shall be charged-off one month after being classified as "Loss".  |
| <b>Housing loans:</b>               | NPL shall be charged-off one month after 05 years from the date of classification of financing.   |
| <b>Microenterprise loans:</b>       | NPL secured against Mortgaged residential, commercial, and industrial properties (Land & Building only) shall be charged off, one month after 05 years from date of classification.<br>All other NPLs shall be charged off one month after 03 years from the date of classification of financing. |
| <b>Agricultural and live stock:</b> | NPLs secured against Mortgaged residential, commercial and industrial properties (Land & building only) shall be charged off, one month after 05 years from the date of classification. All other NPLs shall be charged off, one month after 03 years from the date of classification.            |

Charge off shall in no way extinguish the MFB's right of recovery of such loans.

#### 7.6.1 Islamic financing and related assets

##### a) Murabaha

Receivable under Murabaha financing represent cost price plus an agreed markup on sale arrangement. Markup income is recognized on straight line basis over the tenure of financing period.

##### b) Ijarah

Ijarah financing represent arrangements whereby the Bank (being the owner of assets) transfers its usufruct to its customers for an agreed period at an agreed consideration. Assets leased out under Ijarah are stated at cost less accumulated depreciation and accumulated impairment losses, if any. These assets are depreciated over the term of the Ijarah financing. Ijarah income is recognized on an accrual basis.

##### c) Diminishing Musharaka

Diminishing Musharaka (DM) is a form of co-ownership in which Bank and the customer share the ownership of a tangible asset in an agreed proportion and customer undertakes to buy in periodic installments the proportionate share of the Bank until the title to such tangible asset is completely transferred to the customer.

#### 7.7 Operating fixed assets

##### a) Capital work-in-progress

Capital work-in-progress is stated at cost less accumulated impairment losses, if any, and is transferred to the respective item of operating fixed assets when available for intended use.

##### b) Property and equipment

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditure that is directly attributable to the acquisition of the asset and the costs of dismantling and removing the items and restoring the site on which they are located, if any. Property and equipment are recognized when it is probable that future economic benefits associated with the item will flow to the Bank and the cost of the item can be measured reliably. Subsequent expenditure is capitalized only when it increases the future economic benefit embodied in the specific asset to which it relates. Carrying amount of the replaced component is derecognized. All other repair and maintenance are charged to profit and loss account.

Depreciation is charged on the straight line at rates specified in note 13.2 to the financial statements, so as to write off the cost of assets over their estimated useful lives. Depreciation is charged from the month when asset was available for use till month of disposal.

Gains and losses arising on disposal of an item of property and equipment are determined by comparing the proceeds from disposal with the carrying amounts of fixed asset. Net gain is recognized within other income while net loss is recognized in administrative expenses in the profit and loss account.

**c) Intangible assets**

An intangible asset is recognized if it is probable that the future economic benefits that are attributable to the asset will flow to the Bank and that the cost of such asset can also be measured reliably. These are stated at cost less accumulated amortization and impairment losses, if any.

Intangible assets comprise of computer software and related applications. Intangible assets are amortized over their estimated useful lives at rate specified in note 15.1 to the financial statements. Subsequent expenditure is capitalized only when it increases the future economic benefit embodied in the specific asset to which it relates. All other expenditure is recognized in profit and loss account as incurred.

**d) Right-of-use assets and their related lease liability**

**Right of-use assets**

On initial recognition, right-of-use assets are measured at an amount equal to initial lease liability adjusted for any lease payments made at or before the commencement date, plus any initial direct costs incurred and an estimate of costs to be incurred to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located.

Right-of-use assets are subsequently stated at cost less any accumulated depreciation / accumulated impairment losses and are adjusted for any remeasurement of lease liability. The remeasurement of lease liability will only occur in cases where the terms of the lease are changed during the lease tenor.

Right-of-use assets are depreciated over their expected useful lives using the straight-line method. Depreciation on additions (new leases) is charged from the month in which the leases are entered into. No depreciation is charged in the month in which the leases mature or are terminated.

**Lease liability against right-of-use assets**

The lease liabilities are initially measured as the present value of the remaining lease payments, discounted using the Bank's incremental weighted average borrowing rate.

The lease liability is subsequently measured at amortised cost using the effective interest rate method. The lease liability is also remeasured to reflect any reassessment or change in lease terms. These remeasurements of lease liabilities are recognised as adjustments to the carrying amount of related right-of-use assets after the date of initial recognition.

Each lease payment is allocated between a reduction of the liability and a finance cost. The finance cost is charged to the profit and loss account as Finance cost over the lease period so as to produce a constant periodic rate of interest on the remaining balance of the liability for each period.

**e) Operating fixed assets / intangible assets / useful life**

Estimates of residual values and useful lives of operating fixed assets and intangible assets are reassessed annually and any change in estimate is taken into account in the determination of depreciation / amortization charge and impairment loss. Changes in estimates are accounted for over the estimated remaining useful life of the assets.

**7.8 Impairment**

**a) Non - financial assets**

The carrying amounts of the Bank's non-financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists then the asset's recoverable amount is determined.

An impairment loss is recognized if the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. A cash-generating unit is the smallest identifiable asset group that generates cash flows that largely are independent from other assets and groups. Impairment losses are recognized in profit and loss account. Impairment losses recognized in respect of cash-generating units are allocated first to reduce the carrying amount of any goodwill allocated to the units and then to reduce the carrying amount of the other assets in the unit on a pro rata basis.

The recoverable amount of an asset or cash-generating unit is the greater of its value in use and its fair value less costs to sell. In assessing value in use, the estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset.

An impairment loss recognized in prior years is assessed at each reporting date for any indications that the loss has decreased or no longer exists. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount. An impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been

#### **b) Financial Assets**

The measurement of impairment losses under IFRS 9 across all categories of financial assets in scope requires judgement, in particular, the estimation of the amount and timing of future cash flows and collateral values when determining impairment losses and the assessment of a significant increase in credit risk. These estimates are driven by a number of factors, changes in which can result in different levels of allowances.

The Bank's ECL calculations are outputs of complex models with a number of underlying assumptions regarding the choice of variable inputs and their interdependencies. Elements of the ECL models that are considered accounting judgements and estimates include:

- The segmentation of financial assets when their ECL is assessed on a collective basis.
- Development of ECL models, including the various formulas and the choice of inputs.
- The Bank's criteria for assessing if there has been a significant increase in credit risk.
- Determination of associations between macroeconomic scenarios and, economic inputs.
- Selection of forward-looking macroeconomic scenarios and their probability weightings, to derive the economic inputs into the ECL models.

It has been the Bank's policy to regularly review its models in the context of actual loss experience and adjust when necessary.

### **7.9 Taxation**

Income tax expense comprises of current and deferred tax. Income tax expense is recognized in the profit and loss account except to the extent that it relates to items recognized directly in equity or below equity/ other comprehensive income in which case it is recognized in equity or below equity/ other comprehensive income.

Management periodically evaluates positions taken in tax returns, with respect to situations in which applicable tax regulation is subject to legal interpretation and decisions of superior appellate fora, and accordingly establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities. Instances where the Bank's view differs from the view taken by the income tax department at the assessment stage, the amounts are shown as contingent liabilities.

#### **Current**

Current tax is the tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, taking into account tax credits, rebates and tax losses, if any, and any adjustment to tax payable in respect of previous years.

## Deferred

Deferred tax is accounted for on all major taxable temporary differences between the carrying amounts of assets for financial reporting purposes and their tax base. A deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Deferred tax assets are reduced to the extent that it is no longer probable that the related tax benefit will be realized. At each balance sheet date, the bank reassesses the carrying amount and the unrecognized amount of deferred tax assets.

Deferred tax assets and liabilities are calculated at the rate that are expected to apply for the period when the asset is realized or the liability is settled, based on the tax rates (and tax laws) that have been enacted or substantially enacted till the balance sheet date. Deferred tax, on revaluation of investments, if any, is recognized as an adjustment to surplus/ (deficit) arising on such revaluation.

### 7.10 Employee benefits

The main features of the schemes operated by the Bank for its employees are as follows:

#### a) Defined benefit plan

##### i) Employees' gratuity fund

The Bank operates an approved funded gratuity fund for all its regular employees. The cost of providing benefits under the plan is determined using the projected unit credit actuarial valuation method. Estimate is made on the basis of expected period of service of employees, expected increase in salary, discount rate and other demographic assumptions. Six or more months of service is counted as one full year. Qualifying service period is two years. Gratuity is paid to employee upon leaving the bank's service and is calculated on basis of last drawn gross salary multiplied with numbers of years of service with the bank.

The most recent valuation for defined benefit plan was carried out as at December 31, 2025 by an independent actuary using the projected unit credit method. Actuarial gains and losses arising due to changes in defined benefit obligations are recognized immediately in other comprehensive income in order for the net asset or liability recognized in the balance sheet to reflect the full value of plan deficit or surplus. Furthermore, the interest cost and expected return on plan assets is calculated by applying the discount rate to the net defined benefit liability or asset.

##### ii) Accumulated compensated absences

The Bank provides compensated absences to all its regular employees who are entitled to accumulate the unutilized privilege leaves up to 90 days (2024: 90 days). Provision for expected cost of accumulated compensated absences is charged to profit and loss account on the basis of actuarial valuations. The most recent valuation for defined benefit plan was carried out as at December 31, 2025 by an independent actuary using the projected unit credit method.

#### b) Defined contribution plan

The Bank operates an approved defined contribution provident fund for all permanent employees. Equal monthly contributions at the rate of 10% of basic salary are made by the employees and by the Bank to the fund.

### 7.11 Reserves

#### a) Statutory reserve

In compliance with the Regulations, the Bank is required to maintain a statutory reserve to which an appropriation equivalent to 20% of the profit after tax is to be made till such time the reserve fund equals the paid up capital of the Bank. Thereafter, the contribution is to be reduced to 5% of the annual profit after tax.

#### b) Depositors' protection fund (DPF)

The Bank is required under the Microfinance Institutions Ordinance, 2001 to contribute 5% of annual after tax profit to DPF. Further, profits earned on investments of the fund are credited to DPF for the purpose of providing security or guarantee to specified persons for depositing money in the bank.

c) **Cash reserve**

In compliance with the related regulatory requirements, the Bank is required to maintain a cash reserve equivalent to not less than 3% of its deposits (including demand deposits and time deposits with tenor of less than 1 year) in a current account opened with the State Bank or its agent, subject to a daily minimum requirement of 2%.

d) **Statutory liquidity requirement**

In compliance with the related regulatory requirements, the Bank is required to maintain liquidity equivalent to at least 12% of its total demand liabilities and time liabilities with tenor of less than one year in form of liquid assets i.e. cash, gold, unencumbered treasury bills, Pakistan Investment Bonds and Government of Pakistan Sukuk bonds. Treasury bills and Pakistan Investment Bonds held under Depositor Protection Fund are excluded for the purpose of determining liquidity.

7.12 **Grants**

Grants that compensate the Bank for the cost of an asset are initially recognized in the balance sheet as deferred income when grant is received or there is reasonable assurance that it will be received and that the Bank will comply with the conditions attached to it and are charged to the profit and loss account as other operating income on a systematic basis over the useful life of the asset. Grants that compensate the Bank for expenses are initially recognized as deferred income or receivable, depending upon the nature of grant arrangement and are recognized as income in the profit and loss account on a systematic basis in the same period in which the related expenses are incurred.

7.13 **Earnings per share**

The Bank presents earnings per share (EPS) for its ordinary shares which is calculated by dividing the profit or loss attributable to ordinary shareholders of the Bank by weighted average number of ordinary shares outstanding during the year. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effect of all dilutive potential ordinary shares. Dilutive earning per share is disclosed in note 38 to these financial statements.

7.14 **Revenue recognition**

a) **Markup / return / interest earned on advances**

Markup / income / return / service charges on advances is recognized on accrual / time proportion basis using effective interest rate method. Markup/ income on advances is collected with loan instalments. Due but unpaid service charges / income are accrued on outstanding advances for period up to specified days for each category as set out in below table. After these specified days, overdue advances are classified as non-performing / under- performing and recognition of unpaid service charges / income ceases. Further, accrued markup on non-performing advances are reversed and credited to suspense account. Subsequently, markup recoverable on non-performing / under- performing advances is recognized in profit and loss account on a receipt basis in accordance with the requirements of the Regulations.

| Classification                                    | DPD Criteria  |             |                  |                             |
|---|---------------|-------------|------------------|-----------------------------|
|   | General Loans | House Loans | Enterprise Loans | Agricultural and live stock |
| <b>Days passed due based classification (DPD)</b> |               |             |                  |                             |
| Substandard                                       | 90 - 179      | 180 - 364   | 180 - 364        |                             |
| Doubtful  |               | 365 - 729   | 365 - 544        | 180-364                     |
| Loss  | 180 - 209     | 730-2034    | 545 - 1304       | 365-1304                    |
| Write Off   | =>210         | =>2035      | =>1305           | =>1305                      |
| <b>Suspension Percentage</b>                      |               |             |                  |                             |
| Substandard                                       | 100%          | 100%        | 100%             |                             |
| Doubtful  |               | 100%        | 100%             | 100%                        |
| Loss  | 100%          | 100%        | 100%             | 100%                        |
| Write Off   | 100%          | 100%        | 100%             | 100%                        |

**b) Income from investments**

Markup / income on investments is recognized on accrual / time proportion basis or the effective interest method where applicable. Where debt securities are purchased at premium and discount on the acquisition of amortized cost investments are reflected in the cash flows and amortized over the remaining life of the investment through the Effective Interest Rate (EIR).

**c) Fee, commission and brokerage income**

Fee, commission and brokerage income is recognized in the profit and loss account to the extent of services rendered. Any advance payments received from customers for which services are yet to be rendered by the Bank, are recognized as contract liability in the financial statements.

**d) Income on inter bank deposits**

Income from inter bank deposits in saving accounts is recognized in the profit and loss account as it accrues using the effective interest method.

**e) Dividend income**

Dividend income is recognized when the Bank's right to receive the dividend is established.

**f) Gain / loss on sale of operating fixed assets**

Gain on sale of operating fixed assets are recognized under other income in the profit and loss account. Loss on sale of operating fixed assets are recognized under administrative expenses in the profit and loss account.

**g) Gain / loss on sale of investments**

Gains and losses on sale of investments are recognized in the profit and loss account.

**7.15 Borrowing costs**

Borrowing costs are recognized as an expense in the period in which they are incurred except where such costs relate to the acquisition, construction or production of a qualifying asset in which case such costs are capitalized as part of the cost of that asset. Borrowing cost includes exchange differences arising from foreign currency borrowings to the extent these are regarded as an adjustment to borrowing costs.

**7.16 Off-setting**

Financial assets and financial liabilities and tax assets and tax liabilities are only off-set and the net amount is reported in the financial statements when there is a legally enforceable right to set off the recognized amount and the Bank intends either to settle on net basis or to realize the assets and to settle the liabilities simultaneously. Income and expense items of such assets and liabilities are also off-set and the net amount is reported in the financial statements.

**7.17 Foreign currencies translation**

The financial statements are presented in Pakistani Rupee, which is the Bank's functional currency. Transactions in foreign currencies are translated into Pak Rupee at exchange rate on the date of transaction. All monetary assets and liabilities in foreign currencies are translated into Pak Rupee at the rate of exchange approximating those ruling at the balance sheet date. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at the year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognized in profit and loss

**7.18 Provisions**

A provision is recognized when, and only when, the Bank has a present obligation (legal or constructive) as a result of a past event, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation, and a reliable estimate can be made of the amount of the obligation.

**7.19 Contract liability**

The contract liabilities of the Bank comprises of advance payments received from customers in respect of which services are yet to be rendered by the Bank.

**7.20 Inventory**

Inventory consists of printed cards and other stationary. Inventory is valued at the lower of cost and net realizable value less allowance for obsolete items. Cost is determined on the weighted average basis and comprises cost of purchases and other costs incurred in bringing the inventories to their present location and condition.

|  | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24        |
|--|------|------------------------------|------------------|
| <b>8 CASH AND BALANCES WITH TREASURY BANKS</b> |      |                              |                  |
| In hand - Local currency                       |      | 760,565                      | 898,615          |
| Balance With State Bank of Pakistan in         |      |                              |                  |
| Local currency current account                 | 8.1  | 4,695,811                    | 3,558,410        |
| Local currency deposit account                 |      | -                            | -                |
|  |      | 4,695,811                    | 3,558,410        |
| Balance With National Bank of Pakistan in      |      |                              |                  |
| Local currency current account                 | 8.2  | 43,514                       | 15,611           |
| Local currency deposit account                 |      | 2,521,263                    | 1,397,363        |
|  |      | 2,564,777                    | 1,412,974        |
| Accrued Markup on Balances With NBP            |      | 16,233                       | 22,289           |
| Less: Credit loss allowance                    |      | -                            | -                |
| Total  |      | <u>8,037,386</u>             | <u>5,892,288</u> |

8.1 This represents balance maintained with State Bank of Pakistan (SBP) in a current account to comply with the requirement of Prudential Regulations for Microfinance Banks to maintain minimum balance equivalent to 3% (December 31, 2024: 5%) of the Bank's demand deposits and time deposits with tenor of less than one year.

8.2 These represent deposits with National Bank of Pakistan payable on demand carrying mark-up/profit ranging from 5% to 11.5% (2024: 5% to 18.75%) per annum.

|   | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24        |
|---|------|------------------------------|------------------|
| <b>9 BALANCES WITH OTHER MFBs/BANKs/NBFIs</b> |      |                              |                  |
| - In current account                          | 9.1  | 65,413                       | 40,987           |
| - In deposit account                          | 9.2  | 2,694,397                    | 3,592,124        |
| - In Fixed accounts                           | 9.3  | -                            | 200,000          |
|   |      | 2,759,810                    | 3,833,111        |
| Accrued Markup                                |      | 40,980                       | 105,293          |
| Less: Credit loss allowance                   |      | (57)                         | (57)             |
|   |      | <u>2,800,733</u>             | <u>3,938,347</u> |

9.1 These represent deposits with commercial banks, Islamic banks and Microfinance Banks payable on demand maintained in current account.

9.2 These represent deposits with commercial banks, Islamic banks and Microfinance Banks payable on demand carrying mark-up/profit ranging from 5% to 13.5% (2024: 5% to 22%) per annum.

9.3 Fixed deposits represent an amount Nil (2024: Rs 200 million) that carries mark-up/profit rate Nil (2024: 24%).

|  | Note        | 31-Dec-25       | 31-Dec-24        |
|--|-------------|-----------------|------------------|
|  |             | Rupees in '000' |                  |
| <b>10 LENDINGS TO FINANCIAL INSTITUTIONS</b> |             |                 |                  |
| Call / clean money lendings                  |             | -               | 3,100,000        |
| Income / mark-up accrued on Lending to FIs   |             | -               | 1,072            |
|  |             | -               | 3,101,072        |
| Less: Credit loss allowance                  |             | -               | -                |
|  | <b>10.1</b> | -               | <b>3,101,072</b> |

10.1 These represents call money lending Nil in 2025 (2024: 3,101 Million) with markup/profit rate Nil (2024: 13.40%). ECL is not recorded as these are 100% secured against eligible collaterals.

**11 INVESTMENTS**

**11.1 Investments by type:**

|  | 31-Dec-25                   |                       |                     |                   | 31-Dec-24                   |                       |                     |                    |
|--|-----------------------------|-----------------------|---------------------|-------------------|-----------------------------|-----------------------|---------------------|--------------------|
|  | Fair Value / Amortised cost | Credit Loss Allowance | Surplus / (Deficit) | Carrying Value    | Fair Value / Amortised cost | Credit Loss Allowance | Surplus / (Deficit) | Carrying Value     |
|  | Rupees in '000'             |                       |                     |                   |                             |                       |                     |                    |
| <b>Classified as Amortised Cost</b>                |                             |                       |                     |                   |                             |                       |                     |                    |
| <i>Federal Government securities (Note 11.1.1)</i> |                             |                       |                     |                   |                             |                       |                     |                    |
| Pakistan Investment Bonds (PIBs)                   | -                           | -                     | -                   | -                 | 1,034,162                   | -                     | -                   | 1,034,162          |
| Market Treasury Bills (MTBs)                       | 1,070,094                   | -                     | -                   | 1,070,094         | 3,378,163                   | -                     | -                   | 3,378,163          |
| Ijarah Sukuks (Note 11.1.2)                        | 967,002                     | -                     | -                   | 967,002           | 1,856,237                   | -                     | -                   | 1,856,237          |
|  | 2,037,096                   | -                     | -                   | 2,037,096         | 6,268,562                   | -                     | -                   | 6,268,562          |
| <b>Classified as FVOCI</b>                         |                             |                       |                     |                   |                             |                       |                     |                    |
| <i>Federal Government securities (Note 11.1.3)</i> |                             |                       |                     |                   |                             |                       |                     |                    |
| Pakistan Investment Bonds (PIBs)                   | -                           | -                     | -                   | -                 | 104,252,575                 | -                     | 31,943              | 104,284,518        |
| Market Treasury Bills (MTBs)                       | 18,514,342                  | -                     | 1,414               | 18,615,756        | 7,816,583                   | -                     | 5,265               | 7,821,848          |
| Ijarah Sukuks (Note 11.1.4)                        | 2,215,033                   | -                     | (6,215)             | 2,208,818         | 1,730,634                   | -                     | 5,416               | 1,736,050          |
|  | 20,829,375                  | -                     | (4,801)             | 20,824,574        | 113,799,792                 | -                     | 42,624              | 113,842,416        |
| <b>Total investments</b>                           | <b>22,866,471</b>           | <b>-</b>              | <b>(4,801)</b>      | <b>22,861,670</b> | <b>120,068,354</b>          | <b>-</b>              | <b>42,624</b>       | <b>120,110,978</b> |

11.1.1 These include securities held in Held-to-maturity T-Bills and PIBs carrying mark-up/profit ranging from 10.71% to 11.20% (2024: 11.85% to 15.57%).

11.1.2 Ijarah Sukuk securities held in Held- to- maturity carry mark up at the rate of 10.42% to 10.77% (2024: 12.72% to 18.99%) per annum and are due to mature in 2026.

11.1.3 These include securities held in Available-for Sale T-Bills and PIBs carrying mark-up/profit ranging from 10.35% to 11.92% (2024: 11.82% to 15.57%).

11.1.4 Ijarah Sukuk securities held in Available-for-Sale carry mark up at the rate of 10.72% to 10.87% (2024: 14.05% to 14.15%) per annum.

**11.2 Investments - Particulars of credit loss allowance**

|                                      | 31-Dec-25             |         |         |               | 31-Dec-24             |         |         |             |
|--------------------------------------|-----------------------|---------|---------|---------------|-----------------------|---------|---------|-------------|
|                                      | IFRS 9 classification |         |         |               | IFRS 9 classification |         |         |             |
|                                      | Stage 1               | Stage 2 | Stage 3 | Total         | Stage 1               | Stage 2 | Stage 3 | Total       |
|                                      | Rupees in '000'       |         |         |               |                       |         |         |             |
| <b>11.2.1 Investments - Exposure</b> |                       |         |         |               |                       |         |         |             |
| Gross carrying amount                | 120,068,354           | -       | -       | 120,068,354   | 5,606,197             | -       | -       | 5,606,197   |
| New Investments                      | 27,103,359            | -       | -       | 27,103,359    | 105,876,368           | -       | -       | 105,876,368 |
| Investments derecognised or repaid   | (111,155,751)         | -       | -       | (111,155,751) | (500,000)             | -       | -       | (500,000)   |
| Transfer between stages              | -                     | -       | -       | -             | -                     | -       | -       | -           |
|                                      | (84,052,392)          | -       | -       | (84,052,392)  | 105,376,368           | -       | -       | 105,376,368 |
| Amounts written off / charged off    | -                     | -       | -       | -             | -                     | -       | -       | -           |
| Change in exposure                   | (13,149,491)          | -       | -       | (13,149,491)  | 9,085,789             | -       | -       | 9,085,789   |
| Closing balance                      | 22,866,471            | -       | -       | 22,866,471    | 120,068,354           | -       | -       | 120,068,354 |

11.2.2 Expected credit loss on Government securities have not been estimated due to exemption available under IFRS 9 instructions issued by SBP through BPRD circular no. 3 of 2022 dated July 05, 2022.

**11.3 Investments given as collateral**

|                                 | 31-Dec-25       | 31-Dec-24   |
|---------------------------------|-----------------|-------------|
|                                 | Rupees in '000' |             |
| Pakistan Investment Bond (PIBs) | -               | 101,500,000 |
| Market Treasury Bills (MTBs)    | 7,458,000       | 2,183,350   |

12 ADVANCES

|  | Performing      |            |           |           | Non Performing |           | Total       |            |
|--|-----------------|------------|-----------|-----------|----------------|-----------|-------------|------------|
|  | Stage 1         |            | Stage 2   |           | Stage 3        |           |             |            |
|  | 31-Dec-25       | 31-Dec-24  | 31-Dec-25 | 31-Dec-24 | 31-Dec-25      | 31-Dec-24 | 31-Dec-25   | 31-Dec-24  |
|  | Rupees in '000' |            |           |           |                |           |             |            |
| Micro Credits-CMD                            |                 |            |           |           |                |           |             |            |
| Secured                                      | 21,687,785      | 15,138,994 | 46,496    | 95,484    | 40,873         | 52,693    | 21,775,154  | 15,287,171 |
| Unsecured                                    | 746,583         | 8,607,977  | 1,514,321 | 400,259   | 5,381,208      | 503,858   | 7,642,112   | 9,512,094  |
| Income/Markup Accrued                        | 1,862,566       | 1,777,901  | 58,323    | 2,213     | -              | -         | 1,920,889   | 1,780,114  |
| Islamic financing                            |                 |            |           |           |                |           |             |            |
| Secured                                      | 7,793,509       | 5,311,507  | 119,182   | 87,738    | 484,861        | 162,849   | 8,397,552   | 5,562,094  |
| Unsecured                                    | 537,661         | 3,741,046  | 28,329    | 41,923    | 252,054        | 300,999   | 818,044     | 4,083,968  |
| Income/Markup Accrued                        | 2,782,498       | 2,462,678  | 37,318    | 50,239    | -              | -         | 2,819,816   | 2,512,917  |
| Fair value / EIR impact (note 12.4)          | (133,352)       | (625,475)  | (61,763)  | (1,086)   | (171,696)      | (1,876)   | (366,811)   | (628,437)  |
| Advances - Gross                             | 35,277,250      | 36,414,628 | 1,742,206 | 676,770   | 5,987,300      | 1,018,523 | 43,006,756  | 38,109,921 |
| Less: Credit loss allowance against advances |                 |            |           |           |                |           |             |            |
| - Stage 1                                    | (17,105)        | (180,876)  | -         | -         | -              | -         | (17,105)    | (180,876)  |
| - Stage 2                                    | -               | -          | (118,460) | (139,669) | -              | -         | (118,460)   | (139,669)  |
| - Stage 3                                    | -               | -          | -         | -         | (1,943,824)    | (619,052) | (1,943,824) | (619,052)  |
|  | (17,105)        | (180,876)  | (118,460) | (139,669) | (1,943,824)    | (619,052) | (2,079,389) | (939,597)  |
| Advances - Net of Credit Loss Allowance      | 35,260,145      | 36,233,752 | 1,623,746 | 537,101   | 4,043,476      | 399,471   | 40,927,367  | 37,170,324 |

12.1 Advances - Particulars of Credit Loss Allowance

|   | 31-Dec-25<br>IFRS 9 classification |           |           |              | 31-Dec-24<br>IFRS 9 classification |           |             |              |
|---|------------------------------------|-----------|-----------|--------------|------------------------------------|-----------|-------------|--------------|
|   | Stage 1                            | Stage 2   | Stage 3   | Total        | Stage 1                            | Stage 2   | Stage 3     | Total        |
|   | Rupees in '000                     |           |           |              |                                    |           |             |              |
| Opening balance                           | 36,414,628                         | 676,770   | 1,018,523 | 38,109,921   | -                                  | -         | -           | -            |
| IFRS 9 impact                             | -                                  | -         | -         | -            | 34,863,960                         | 416,466   | 845,582     | 36,126,008   |
| Gross carrying amount                     | 36,414,628                         | 676,770   | 1,018,523 | 38,109,921   | 34,863,960                         | 416,466   | 845,582     | 36,126,008   |
| New advances                              | 38,204,671                         | -         | -         | 38,204,671   | 29,611,304                         | -         | -           | 29,611,304   |
| Advances derecognised or repaid           | (27,764,367)                       | (318,109) | (281,971) | (28,364,447) | (22,936,901)                       | (357,754) | (608,891)   | (23,903,546) |
| Transfer to stage 1                       | 78,893                             | (17,737)  | (61,156)  | -            | 34,343                             | (22,073)  | (12,270)    | -            |
| Transfer to stage 2                       | (368,699)                          | 436,862   | (68,163)  | -            | (469,203)                          | 471,853   | (2,650)     | -            |
| Transfer to stage 3                       | (1,173,415)                        | (73,056)  | 1,246,471 | -            | (897,126)                          | (19,208)  | 916,334     | -            |
|   | 8,977,083                          | 27,960    | 835,181   | 9,840,224    | 5,342,417                          | 72,818    | 292,523     | 5,707,758    |
| Amounts Written off / Charged off         | (364,196)                          | (68,671)  | (364,548) | (797,415)    | (232,177)                          | (35,066)  | (1,080,046) | (1,347,289)  |
| Changes [increase/(decrease)] in exposure | (9,750,265)                        | 1,106,147 | 4,498,144 | (4,145,974)  | (3,559,572)                        | 222,552   | 960,464     | (2,376,556)  |
| Closing balance                           | 35,277,250                         | 1,742,206 | 5,987,300 | 43,006,756   | 36,414,628                         | 676,770   | 1,018,523   | 38,109,921   |

| 12.1.2 Credit Loss Allowance of Advances                       | 31-Dec-25         |                       |                  |                   | 31-Dec-24         |                       |                  |                   |
|--|-------------------|-----------------------|------------------|-------------------|-------------------|-----------------------|------------------|-------------------|
|  | Stage 1           | IFRS 9 classification |                  | Total             | Stage 1           | IFRS 9 classification |                  | Total             |
|  |                   | Stage 2               | Stage 3          |                   |                   | Stage 2               | Stage 3          |                   |
|  | Rupees in '000    |                       |                  |                   |                   |                       |                  |                   |
| Opening balance  | 180,876           | 139,669               | 619,052          | 939,597           | -                 | -                     | -                | -                 |
| IFRS 9 impact  | -                 | -                     | -                | -                 | 222,765           | 821,389               | 671,614          | 1,715,768.00      |
| Credit loss allowance opening balance                          | 180,876           | 139,669               | 619,052          | 939,597           | 222,765           | 821,389               | 671,614          | 1,715,768         |
| New advances   | 1,301,325         | -                     | -                | 1,301,325         | 105,244           | -                     | -                | 105,244           |
| Advances derecognised or repaid                                | (98,714)          | (116,826)             | (368,275)        | (583,815)         | (112,972)         | (32,862)              | (522,619)        | (668,453)         |
| Transfer to Stage 1  | 20,034            | (5,013)               | (15,021)         | -                 | 5,445             | (1,069)               | (4,376)          | -                 |
| Transfer to Stage 2  | (32,584)          | 40,238                | (7,654)          | -                 | (2,733)           | 6,280                 | (3,547)          | -                 |
| Transfer to Stage 3  | (407,675)         | (38,434)              | 446,109          | -                 | (12,649)          | (1,501)               | 14,150           | -                 |
|  | 782,386           | (120,035)             | 55,159           | 717,510           | (17,665)          | (29,152)              | (516,392)        | (563,209)         |
| Changes [increase/(decrease)] in exposure                      | (581,961)         | 167,497               | 1,634,161        | 1,219,697         | 207,953           | (617,502)             | 1,543,876        | 1,134,327         |
| Amounts written off/charged Off                                | (364,196)         | (68,671)              | (364,548)        | (797,415)         | (232,177)         | (35,066)              | (1,080,046)      | (1,347,289)       |
| Closing balance  | 17,105            | 118,460               | 1,943,824        | 2,079,389         | 180,876           | 139,669               | 619,052          | 939,597           |
| <b>12.1.3 Credit Loss Allowance Breakup</b>                    |                   |                       |                  |                   |                   |                       |                  |                   |
| Credit Loss Related to Stages                                  | 782,386           | (120,035)             | 55,159           | 717,510           | (17,665)          | (29,152)              | (516,392)        | (563,209)         |
| Credit Loss Related to Changes in exposure                     | (581,961)         | 167,497               | 1,634,161        | 1,219,697         | 207,953           | (617,502)             | 1,543,876        | 1,134,327         |
| Provision against non-performing advances                      | -                 | -                     | -                | -                 | -                 | -                     | -                | -                 |
| <b>Total Allowance</b>   | <b>200,425</b>    | <b>47,462</b>         | <b>1,689,320</b> | <b>1,937,207</b>  | <b>190,288</b>    | <b>(646,654)</b>      | <b>1,027,484</b> | <b>571,118</b>    |
| <b>12.2 Advances and Related Credit Loss Allowance Details</b> |                   |                       |                  |                   |                   |                       |                  |                   |
| <b>Internal / External rating / stage classification</b>       |                   |                       |                  |                   |                   |                       |                  |                   |
| <b>Outstanding gross exposure</b>                              |                   |                       |                  |                   |                   |                       |                  |                   |
| <b>Performing - Stage 1</b>                                    |                   |                       |                  |                   |                   |                       |                  |                   |
| NORM   | 34,319,328        | -                     | -                | 34,319,328        | 36,235,173        | -                     | -                | 36,235,173        |
| WTCH   | 957,922           | -                     | -                | 957,922           | 179,455           | -                     | -                | 179,455           |
| <b>Under Performing</b>  |                   |                       |                  |                   |                   |                       |                  |                   |
| WTCH   | -                 | 191,643               | -                | 191,643           | -                 | 502,558               | -                | 502,558           |
| OAEM   | -                 | -                     | -                | -                 | -                 | 174,212               | -                | 174,212           |
| SUBJECTIVE CLASSIFIED  | -                 | 1,550,563             | -                | 1,550,563         | -                 | -                     | -                | -                 |
| <b>Non- Performing</b>   |                   |                       |                  |                   |                   |                       |                  |                   |
| OAEM   | -                 | -                     | -                | -                 | -                 | -                     | 1,018,523        | 1,018,523         |
| SUBS   | -                 | -                     | 355,146          | 355,146           | -                 | -                     | 114,540          | 114,540           |
| DBFL   | -                 | -                     | 237,671          | 237,671           | -                 | -                     | 441,773          | 441,773           |
| LOSS   | -                 | -                     | 201,653          | 201,653           | -                 | -                     | 147,032          | 147,032           |
| SUBJECTIVE CLASSIFIED  | -                 | -                     | 5,192,830        | 5,192,830         | -                 | -                     | 315,178          | 315,178           |
| <b>Total</b>   | <b>35,277,250</b> | <b>1,742,206</b>      | <b>5,987,300</b> | <b>43,006,756</b> | <b>36,414,628</b> | <b>676,770</b>        | <b>2,037,046</b> | <b>39,128,444</b> |
| <b>Corresponding Credit Loss Allowance/Provisions</b>          |                   |                       |                  |                   |                   |                       |                  |                   |
| Stage 1  | 17,105            | -                     | -                | 17,105            | 180,876           | -                     | -                | 180,876           |
| Stage 2  | -                 | 118,460               | -                | 118,460           | -                 | 139,669               | -                | 139,669           |
| Stage 3  | -                 | -                     | 1,943,824        | 1,943,824         | -                 | -                     | 619,052          | 619,052           |
|  | 17,105            | 118,460               | 1,943,824        | 2,079,389         | 180,876           | 139,669               | 619,052          | 939,597           |

13.2 Property and equipment

| 31-Dec-25  |                        |                  |                    |               |           |             |
|--|------------------------|------------------|--------------------|---------------|-----------|-------------|
| Freehold land                                    | Furniture and Fixtures | Office Equipment | Computer Equipment | Vehicle-Owned | Total     |             |
| Rupees in '000'                                  |                        |                  |                    |               |           |             |
| At January 1, 2025                               |                        |                  |                    |               |           |             |
| Cost   | 253,420                | 525,702          | 289,748            | 601,520       | 104,346   | 1,774,736   |
| Accumulated depreciation                         | -                      | (347,275)        | (280,603)          | (487,270)     | (94,637)  | (1,209,785) |
| Net book value                                   | 253,420                | 178,427          | 9,145              | 114,250       | 9,709     | 564,951     |
| <b>For the Year Movement</b>                     |                        |                  |                    |               |           |             |
| Opening net book value                           | 253,420                | 178,427          | 9,145              | 114,250       | 9,709     | 564,951     |
| Additions/Transfers from CWIP                    | -                      | 29,283           | 19,880             | 49,484        | 672       | 99,319      |
| Reclassified from ROU - Cost                     | -                      | -                | -                  | -             | 97,497    | 97,497      |
| Reclassified from ROU - Accumulated Depreciation | -                      | -                | -                  | -             | (97,497)  | (97,497)    |
| Disposals/ write offs (Net Book Value)           | -                      | (4,771)          | (3)                | (259)         | (98)      | (5,131)     |
| Depreciation charge for the year                 | -                      | (42,969)         | (5,552)            | (44,066)      | (3,450)   | (96,037)    |
| Other disposals/ write offs                      | -                      | -                | -                  | -             | -         | -           |
| Closing net book value                           | 253,420                | 159,970          | 23,470             | 119,409       | 6,833     | 563,102     |
| <b>At December 31, 2025</b>                      |                        |                  |                    |               |           |             |
| Cost / Revalued amount                           | 253,420                | 524,851          | 298,324            | 595,894       | 167,489   | 1,839,978   |
| Accumulated depreciation                         | -                      | (364,881)        | (274,854)          | (476,485)     | (160,656) | (1,276,876) |
| Net book value                                   | 253,420                | 159,970          | 23,470             | 119,409       | 6,833     | 563,102     |
| Rate of depreciation                             | -                      | 10%              | 20%                | 20%-33.33%    | 20%       |             |
| 31-Dec-24  |                        |                  |                    |               |           |             |
| Freehold land                                    | Furniture and Fixtures | Office Equipment | Computer Equipment | Vehicle-Owned | Total     |             |
| Rupees in '000'                                  |                        |                  |                    |               |           |             |
| At January 1, 2024                               |                        |                  |                    |               |           |             |
| Cost   | 253,420                | 483,759          | 282,576            | 549,270       | 103,164   | 1,672,189   |
| Accumulated depreciation                         | -                      | (300,329)        | (275,955)          | (448,805)     | (89,860)  | (1,114,949) |
| Net book value                                   | 253,420                | 183,430          | 6,621              | 100,465       | 13,304    | 557,240     |
| <b>Year Ended December 31, 2024</b>              |                        |                  |                    |               |           |             |
| Opening net book value                           | 253,420                | 183,430          | 6,621              | 100,465       | 13,304    | 557,240     |
| Additions/Transfers from CWIP                    | -                      | 41,943           | 7,172              | 52,250        | 1,182     | 102,547     |
| Disposals/ write offs (Net Book Value)           | -                      | (5,166)          | (8)                | (706)         | (87)      | (5,967)     |
| Depreciation charge for the year                 | -                      | (41,780)         | (4,640)            | (37,570)      | (4,732)   | (88,722)    |
| Disposals/ write offs                            | -                      | -                | -                  | (189)         | 42        | (147)       |
| Closing net book value                           | 253,420                | 178,427          | 9,145              | 114,250       | 9,709     | 564,951     |
| <b>At December 31, 2024</b>                      |                        |                  |                    |               |           |             |
| Cost / Revalued amount                           | 253,420                | 525,702          | 289,748            | 601,520       | 104,346   | 1,774,736   |
| Accumulated depreciation                         | -                      | (347,275)        | (280,603)          | (487,270)     | (94,637)  | (1,209,785) |
| Net book value                                   | 253,420                | 178,427          | 9,145              | 114,250       | 9,709     | 564,951     |
| Rate of depreciation                             | -                      | 10%              | 20%                | 20%-33.33%    | 20%       |             |

13.2.1 Cost of fully depreciated property and equipment that are still in use is Rs 818.32 million (2024: Rs 1232.08 million).

13.2.2 As required by BSD Circular No 11 of 2003, details of property and equipment disposed off during the year is disclosed in Annexure-I and forms integral part of these financial statements.

|  | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24        |
|--|------|------------------------------|------------------|
| <b>12.3 Particulars of write offs / charge offs:</b> |      |                              |                  |
| Against credit loss allowance                        |      | 797,415                      | 1,347,289        |
| Directly charged to profit & loss account            |      | -                            | -                |
|  |      | <u>797,415</u>               | <u>1,347,289</u> |
| <b>12.4 Fair value/ EIR impact</b>                   |      |                              |                  |
| Opening  |      | 448,528                      | -                |
| Recognised during the year                           |      | 571,426                      | 1,265,260        |
| Unwinding during the year                            |      | (792,036)                    | (816,732)        |
| Total fair value impact                              |      | <u>227,918</u>               | <u>448,528</u>   |
| Loan processing fee                                  |      | 138,893                      | 179,909          |
| Closing  |      | <u>366,811</u>               | <u>628,437</u>   |

12.5 SBP, through letter BSD-2/MFB/NRSP/1045423/2025 dated November 28, 2025, allowed the Bank to stagger the additional ECL allowance of Rs. 2,327.824 million, arising mainly from restructured loans, over five quarterly periods beginning with the quarter ending December 31, 2025. The approval was granted subject to the following conditions:

- The parent entity injects Rs. 1,000 million as additional equity before December 31, 2025; and
- The Bank maintains the Minimum Capital Adequacy Requirement throughout the entire staggering period.

Being compliant with above conditions, the bank has recorded the ECL of quarter ended December 31, 2025 of Rs. 465.5 million. Had the full additional ECL been recognised in the current period, the ECL expense would have increased by Rs. 1,862.259 million, profit before tax and advances would have decreased by the same amount, profit after tax would have been lower by Rs. 1,247.714 million, and the CAR threshold would have fallen from 16.59% to 9.38%, which would be below the minimum prescribed threshold.

|                                      | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24      |
|--------------------------------------|------|------------------------------|----------------|
| <b>13 PROPERTY AND EQUIPMENT</b>     |      |                              |                |
| Capital work-in-progress             | 13.1 | 2,167                        | 3,714          |
| Property and equipment               | 13.2 | 563,102                      | 564,951        |
|                                      |      | <u>565,269</u>               | <u>568,665</u> |
| <b>13.1 Capital work-in-progress</b> |      |                              |                |
| Civil works                          |      | 2,167                        | 3,714          |
|                                      |      | <u>2,167</u>                 | <u>3,714</u>   |

14 RIGHT OF USE ASSETS

At January 01

Cost  
Accumulated Depreciation

Net Carrying amount

For the Year Movement

Additions during the year  
Deletion during the year  
Reclassified to property and equipment - cost  
Reclassified to property and equipment - Accumulated Depreciation  
Depreciation Charge for the year

Net Carrying amount as at December 31, 2025

|   | 31-Dec-25       |            |          |           | 31-Dec-24       |            |          |           |
|---|-----------------|------------|----------|-----------|-----------------|------------|----------|-----------|
|   | Buildings       | Equipments | Vehicles | Total     | Buildings       | Equipments | Vehicles | Total     |
|   | Rupees in '000' |            |          |           | Rupees in '000' |            |          |           |
| Cost  | 1,063,407       | 42,942     | 97,497   | 1,203,846 | 1,375,148       | -          | 97,497   | 1,472,645 |
| Accumulated Depreciation  | (478,880)       | (4,697)    | (97,497) | (581,074) | (681,345)       | -          | (96,506) | (777,851) |
| Net Carrying amount   | 584,527         | 38,245     | -        | 622,772   | 693,803         | -          | 991      | 694,794   |
| Additions during the year   | 169,586         | -          | -        | 169,586   | 126,566         | 42,942     | -        | 169,508   |
| Deletion during the year  | (4,682)         | -          | -        | (4,682)   | (110,745)       | -          | -        | (110,745) |
| Reclassified to property and equipment - cost                     | -               | -          | (97,497) | (97,497)  | -               | -          | -        | -         |
| Reclassified to property and equipment - Accumulated Depreciation | -               | -          | 97,497   | 97,497    | -               | -          | -        | -         |
| Depreciation Charge for the year                                  | (112,039)       | (8,186)    | -        | (120,225) | (125,097)       | (4,697)    | (991)    | (130,785) |
|   | 52,965          | (8,186)    | -        | 44,779    | (109,276)       | 38,245     | (991)    | (72,022)  |
| Net Carrying amount as at December 31, 2025                       | 637,492         | 30,059     | -        | 667,551   | 584,527         | 38,245     | -        | 622,772   |

15 INTANGIBLE ASSETS

Computer software and licences  
Development in progress

15.1 At January 01,

Cost  
Accumulated amortization and impairment  
Net book value

For the Year Movement

Opening net book value  
Additions:  
Directly Purchased/Transfers from CWIP  
Disposals (Net book value)  
Amortization charged  
Closing net book value

At December 31

Cost  
Accumulated amortization and impairment  
Net book value

Rate of amortization

Useful life

15.2 Cost of fully amortized intangible assets that are still in use is Rs 411.226 million (2024: Rs 383.85 million).

|      | 31-Dec-25 | 31-Dec-24       |
|------|-----------|-----------------|
| Note |           |                 |
|      | 15.1      |                 |
|      |           | Rupees in '000' |
|      |           | 20,012          |
|      |           | 28,203          |
|      |           | 3,027           |
|      |           | -               |
|      |           | 23,039          |
|      |           | 28,203          |

|   | 31-Dec-25                      |           | 31-Dec-24                      |           |
|---|--------------------------------|-----------|--------------------------------|-----------|
|   | Computer software and licences | Total     | Computer software and licences | Total     |
|   | Rupees in '000'                |           |                                |           |
| Cost                                    | 464,280                        | 464,280   | 438,793                        | 438,793   |
| Accumulated amortization and impairment | (436,077)                      | (436,077) | (423,529)                      | (423,529) |
| Net book value                          | 28,203                         | 28,203    | 15,264                         | 15,264    |
| Opening net book value                  | 28,203                         | 28,203    | 15,264                         | 15,264    |
| Additions:                              |                                |           |                                |           |
| Directly Purchased/Transfers from CWIP  | 4,532                          | 4,532     | 25,487                         | 25,487    |
| Disposals (Net book value)              | -                              | -         | -                              | -         |
| Amortization charged                    | (12,723)                       | (12,723)  | (12,548)                       | (12,548)  |
| Closing net book value                  | 20,012                         | 20,012    | 28,203                         | 28,203    |
| At December 31                          |                                |           |                                |           |
| Cost                                    | 468,812                        | 468,812   | 464,280                        | 464,280   |
| Accumulated amortization and impairment | (448,800)                      | (448,800) | (436,077)                      | (436,077) |
| Net book value                          | 20,012                         | 20,012    | 28,203                         | 28,203    |
| Rate of amortization                    | 33.33%                         |           | 33.33%                         |           |
| Useful life                             |                                |           |                                |           |
|   | Over the Term                  |           |                                |           |

16 DEFERRED TAX ASSETS - NET

Bank recognise deferred tax asset only to the extent that it is probable that future taxable profits will be available against which the asset can be utilized. Based on financial projections for future years, approved by the Board, the management believes that, the Bank will be able to realize the deferred tax asset. The preparation of projections involves management's assumptions regarding future business and economic conditions and therefore any significant change in such assumptions or actual outcome that is different from assumptions may have an effect on the recoverability of the deferred tax asset in future.

|   | January 01             | Recognised in opening accumulated losses | Recognised in P&L A/C | Recognised in OCI | December 31      |
|---|------------------------|--|-----------------------|-------------------|------------------|
| <b>For the year ended December 31, 2025</b>   |                        |  |                       |                   |                  |
| <b>Deferred tax asset arising on account of deductible temporary differences on</b>   | <b>Note</b>            |  |                       |                   |                  |
|   | <b>Rupees in '000'</b> |  |                       |                   |                  |
| Tax losses carried forward  | 2,246,864              | -  | (907,352)             | -                 | 1,339,512        |
| Post retirement employee benefits   | 64,266                 | -  | 3,466                 | -                 | 67,732           |
| Accelerated tax depreciation  | 18,948                 | -  | (9,182)               | -                 | 9,766            |
| Credit loss allowance against advances and other assets                               | 330,622                | -  | 435,035               | -                 | 765,657          |
| Lease liability   | 295,026                | -  | 19,074                | -                 | 314,100          |
| Minimum tax   | 594,220                | -  | 258,150               | -                 | 852,370          |
| Grants  | 28                     | -  | (28)                  | -                 | -                |
|   | <b>3,549,974</b>       | <b>-</b>                                 | <b>(200,837)</b>      | <b>-</b>          | <b>3,349,137</b> |
| <b>Deferred tax liability arising on account of taxable temporary differences on:</b> |                        |  |                       |                   |                  |
| Fair value adjustment   | 55,006                 | -  | (12,951)              | -                 | 42,055           |
| Deficit on revaluation of investments   | (14,066)               | -  | -                     | 15,651            | 1,585            |
| Amortization on intangible assets   | 1,216                  | -  | (984)                 | -                 | 232              |
| Accelerated tax depreciation of Right of use Assets                                   | (205,515)              | -  | (14,777)              | -                 | (220,292)        |
| Un-realised mark-up on Government Securities  | (142,244)              | -  | 128,389               | -                 | (13,855)         |
| Receivable from Employees' gratuity fund  | (32,632)               | -  | (6,702)               | (349)             | (39,683)         |
|   | <b>(338,235)</b>       | <b>-</b>                                 | <b>92,975</b>         | <b>15,302</b>     | <b>(229,958)</b> |
|   | <b>3,211,739</b>       | <b>-</b>                                 | <b>(107,862)</b>      | <b>15,302</b>     | <b>3,119,179</b> |
| <b>For the year ended December 31, 2024</b>   |                        |  |                       |                   |                  |
| <b>Deferred tax asset arising on account of deductible temporary differences on</b>   |                        |  |                       |                   |                  |
| Tax losses carried forward  | 2,502,150              | -  | (255,286)             | -                 | 2,246,864        |
| Post retirement employee benefits   | 66,576                 | -  | (22,918)              | 20,608            | 64,266           |
| Accelerated tax depreciation  | 20,085                 | -  | (1,137)               | -                 | 18,948           |
| Credit loss allowance against advances and other assets                               | 525,916                | 40,310                                   | (235,604)             | -                 | 330,622          |
| Lease liability   | 312,205                | -  | (17,179)              | -                 | 295,026          |
| Minimum tax   | 303,605                | -  | 290,615               | -                 | 594,220          |
| Grants  | 95                     | -  | (67)                  | -                 | 28               |
|   | <b>3,730,632</b>       | <b>40,310</b>                            | <b>(241,576)</b>      | <b>20,608</b>     | <b>3,549,974</b> |
| <b>Deferred tax liability arising on account of taxable temporary differences on:</b> |                        |  |                       |                   |                  |
| Fair value adjustment   | -                      | -  | 55,006                | -                 | 55,006           |
| Deficit on revaluation of investments   | 126                    | -  | -                     | (14,192)          | (14,066)         |
| Amortization on intangible assets   | 1,659                  | -  | (443)                 | -                 | 1,216            |
| Accelerated tax depreciation  | (229,282)              | -  | 23,767                | -                 | (205,515)        |
| Un-realised mark-up on Government Securities  | (14,993)               | -  | (127,251)             | -                 | (142,244)        |
| Receivable from Employees' gratuity fund  | (28,549)               | -  | (4,083)               | -                 | (32,632)         |
|   | <b>(271,039)</b>       | <b>-</b>                                 | <b>(53,004)</b>       | <b>(14,192)</b>   | <b>(338,235)</b> |
|   | <b>3,459,593</b>       | <b>40,310</b>                            | <b>(294,580)</b>      | <b>6,416</b>      | <b>3,211,739</b> |

|   |        | 31-Dec-25        | 31-Dec-24        |
|---|--------|------------------|------------------|
|   | Note   | Rupees in '000'  |                  |
| <b>17 OTHER ASSETS</b>  |        |                  |                  |
| Advances, deposits, advance rent and other prepayments  |        | 75,967           | 97,732           |
| Advance Income Tax  |        | 296,147          | 97,286           |
| Advance Sales Tax/FED   |        | 187,970          | 110,928          |
| Branch Adjustment Account-Net   |        | -                | 695,000          |
| Insurance claims receivables  |        | 242,565          | 247,169          |
| Write off and loss claim Receivable from SBP  |        | 519,279          | 180,777          |
| Markup Subsidy Receivable from SBP  |        | 1,157,765        | 607,346          |
| Bills for Collection  |        | 42,049           | 296,461          |
| Receivable from Employees' Gratuity Fund Trust  | 42     | 120,252          | 98,886           |
| Stock-in Hand   |        | 32,098           | 37,750           |
| Receivable from branchless banking agent  |        | 72,673           | 72,686           |
| Staff Loans and Advances  |        | 84,261           | 74,874           |
| Personal advances   |        | 5,613            | 10,997           |
| Operational advances  |        | 1,894            | 9,974            |
| Grant receivable from KfW   | 17.1   | 5,000            | 2,983            |
| Others  |        | 7,522            | 31,327           |
|   |        | <u>2,851,055</u> | <u>2,672,176</u> |
| Less: Credit loss allowance held against other assets   | 17.2   | <u>(240,783)</u> | <u>(75,267)</u>  |
| Other assets - net of credit loss allowance   |        | <u>2,610,272</u> | <u>2,596,909</u> |
| <b>17.1 Grant Receivable from KfW</b>   |        |                  |                  |
| Opening Receivable  |        | 2,983            | 8,400            |
| Addition during the year  |        | 5,074            | 2,967            |
| Amount received during the year   | 17.1.1 | (3,057)          | (8,384)          |
| Closing Receivable  |        | <u>5,000</u>     | <u>2,983</u>     |
| <b>17.1.1</b> This represents grant received under an agreement with KfW-Germany through Economic Affairs Division of Government of Pakistan for the purpose of institutional strengthening, to develop and strengthen its overall strategy and planning process, internal procedures, banking functions, product offerings and staff capacities of the Bank. |        |                  |                  |
| <b>17.2 Credit loss allowance held against other assets</b>   | Note   | 31-Dec-25        | 31-Dec-24        |
|   |        | Rupees in '000'  |                  |
| Opening   |        | 75,267           | 12,988           |
| Charged during the year   | 34     | <u>165,516</u>   | <u>62,279</u>    |
|   |        | <u>240,783</u>   | <u>75,267</u>    |
| <b>18 BILLS PAYABLE</b>   |        |                  |                  |
| In Pakistan   |        | <u>46,524</u>    | <u>53,036</u>    |

| 19 | <b>BORROWINGS</b>  |             | 31-Dec-25              | 31-Dec-24          |
|----|--|-------------|------------------------|--------------------|
|    | <b>Secured</b>   | <b>Note</b> | <b>Rupees in '000'</b> |                    |
|    | Borrowings from National Bank of Pakistan - Term Finance                   | 19.1        | -                      | 100,000,000        |
|    | National Bank of Pakistan (Running Finance - 4,000 M)                      | 19.2        | 3,999,999              | 4,000,000          |
|    | National Bank of Pakistan (Running Finance - 2,425 M)                      | 19.3        | 2,425,000              | 2,425,000          |
|    | National Bank of Pakistan (Running Finance - 5,000 M)                      | 19.4        | 4,999,999              | 4,999,996          |
|    | National Bank of Pakistan (Running Finance - 4,000 M)                      | 19.5        | 3,999,998              | -                  |
|    | Borrowings from BOP  | 19.6        | -                      | 500,000            |
|    | Borrowings from Pakistan Mortgage Refinance Company Ltd.                   | 19.7        | 121,601                | 124,143            |
|    | <b>Total-secured Borrowing</b>   |             | <b>15,546,597</b>      | <b>112,049,139</b> |
|    | <b>Mark-up Payable on above Borrowings</b>                                 |             |                        |                    |
|    | Mark-Up Payable on Borrowings from NBP - Term finance                      |             | -                      | 72,927             |
|    | Mark-Up Payable on Borrowings from NBP - Running finance                   |             | 765,665                | 522,190            |
|    | Mark-Up Payable on Borrowings from BOP                                     |             | -                      | 129                |
|    | Mark-Up Payable on Borrowings from Pakistan Mortgage Refinance Company Ltd |             | 44                     | 44                 |
|    |  |             | <b>765,709</b>         | <b>595,290</b>     |
|    | <b>EIR impact</b>  | 19.8        |                        |                    |
|    | Opening  |             | (461,753)              | -                  |
|    | Recognised during the year   |             | (615,485)              | (1,345,772)        |
|    | Unwinding during the year  |             | 837,867                | 884,019            |
|    |  |             | <b>(239,371)</b>       | <b>(461,753)</b>   |
|    | <b>Total</b>   |             | <b>16,072,935</b>      | <b>112,182,676</b> |

19.1 The Bank entered into a loan agreement amounting to Rs 150 billion with National Bank of Pakistan. The facility was provided to NRSP MFB for Capital Support .At year end the facility was availed to Nil (2024:100 billion) . The principal amount was paid on March 28, 2025.The facility was secured against Pakistan Investment Bonds(PIBs). Markup was charged at 3 month KIBOR+0.7%.

This loan was secured against a investment in Pakistan Investment Bond (PIBs) of Rs. 100 billion.

19.2 The Bank participated in Intrest free loan scheme under Government's scheme (PMYB&ALS) where National Bank of Pakistan acted as whole sale lender and the Bank acts as executing agency. The running finance facility agreement amounting to Rs 4,000 million was provided by National Bank of Pakistan (NBP) to the Bank, the utilized portion which is onlent to customers carried 0% mark-up while the amount utilized but pending to disbursement to customers attracts mark-up at the rate of three month KIBOR + 0.5% per annum. The facility was renewed on December 31, 2025, and will expire on December 31, 2026. As at the year end, the facility has been availed upto Rs 3999.99 million (2024: 4,000 million). Primary security is 50% Govt guarantee and remaining covered by pledge of T.Bills / PIBs / Government Securities.

19.3 The Bank participated in Intrest free loan scheme under Government's scheme (PMYB&ALS) where National Bank of Pakistan acted as whole sale lender and the Bank acts as executing agency. The running finance facility agreement amounting to Rs 2,425 million was provided by NBP to the Bank, the utilized portion which is onlent to customers carried 0% mark-up while the amount utilized but pending to disbursement to customers attracts mark-up at the rate of three month KIBOR + 0.5% per annum. The facility was renewed on December 31, 2024, and will expire on December 31, 2025. As at the year end, the facility has been fully availed upto Rs. 2,425 million (2024: 2,425 million).

This loan is secured against a demand promissory note and a first pari passu charge on the present and future current assets of the Bank with 25% margin. The charge is on 50% facility amount and 50% is secured through Government of Pakistan.

- 19.4 The Bank participated in Interest free loan scheme under Government's scheme (PMYB&ALS) where National Bank of Pakistan acted as whole sale lender and the Bank acts as executing agency. The running finance facility agreement amounting to Rs 5,000 million was provided by NBP to the Bank, the utilized portion which is onlent to customers carried 0% mark-up while the amount utilized but pending to disbursement to customers attracts mark-up at the rate of three month KIBOR + 0.5% per annum. The facility was renewed on December 31, 2025, and will expire on December 31, 2026. As at the period end, the facility has been availed upto Rs 4999.99 million (2024: 4,999.99 million). Primary security is 50% Govt guarantee and remaining covered by pledge of T.Bills / PIBs / Government Securities.
- 19.5 The Bank participated in Interest free loan scheme under Government's scheme (PMYB&ALS) where National Bank of Pakistan acted as whole sale lender and the Bank acts as executing agency. The running finance facility agreement amounting to Rs 4,000 million was provided by NBP to the Bank, the utilized portion which is onlent to customers carried 0% mark-up while the amount utilized but pending to disbursement to customers attracts mark-up at the rate of three month KIBOR + 0.5% per annum. The facility will expire on December 31, 2026. As at the year end, the facility has been availed upto Rs 3999.989 million (2024: Nil). Primary security is 50% Govt guarantee and remaining covered by pledge of T.Bills / PIBs / Government
- 19.6 The Bank participated in Interest free loan scheme under Government's scheme (PMYB&ALS) where The Bank of Punjab (BOP) acted as whole sale lender and the Bank acts as executing agency. The running finance facility agreement amounting to Rs 500 million was provided by NBP to the Bank, the utilized portion carried 0% mark-up while unutilized portion attracts mark-up at the rate of three month KIBOR + 0.5% per annum. As at the year end, the facility has been expired (2024: 500 million).
- This loan is secured against 40% against Government guarantees and 60% of the facility will be secured through PIBs/T-Bills with a 10% margin under lien and setoff in the designated IPS account maintained with BOP.
- 19.7 The Bank entered into a loan agreement amounting to Rs 500 million with Pakistan Mortgage Refinance Company Limited to participate into Government Mark-up Subsidy Scheme and Credit Guarantee Scheme. The principal amount is repayable in 32 quarterly instalments commencing from September 30, 2023 and culminating in June 30, 2031. Markup rate is fixed for first five years at 6.50% and for next five years at 8.50%.
- 19.8 This represents fair value adjustment on the below market rate borrowings received from Banks under Prime Minister Youth Programme. This adjustment is taken as a result of applicability of Effective Interest Rate method (EIR method) in accordance with the instructions as outlined in BPRD Circular Letter No. 16 of 2024. The overall impact of modification accounting on the financial statements related to borrowings amounts to Rs. 837 million during the year.

| 20 DEPOSITS AND OTHER ACCOUNTS                      | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24         |
|---|------|------------------------------|-------------------|
| <b>Individual Customers</b>                         |      |                              |                   |
| Current deposits                                    |      | 11,288,237                   | 8,693,876         |
| Savings deposits                                    |      | 9,818,848                    | 6,929,778         |
| Term deposits                                       |      | 10,285,060                   | 8,893,736         |
| Others  |      | 156,399                      | 171,570           |
|   |      | <b>31,548,544</b>            | <b>24,688,960</b> |
| <b>Financial Institutions</b>                       |      |                              |                   |
| Current deposits                                    |      | 28,119                       | 4,382             |
| Savings deposits                                    |      | 680,357                      | 1,478,324         |
| Term deposits                                       |      | 2,224,500                    | 3,222,175         |
|   |      | <b>2,932,976</b>             | <b>4,704,881</b>  |
| <b>Corporation / firms etc.</b>                     |      |                              |                   |
| Current deposits                                    |      | 790,829                      | 2,353,654         |
| Savings deposits                                    |      | 5,066,085                    | 7,376,584         |
| Term deposits                                       |      | 10,892,557                   | 14,139,020        |
|   |      | <b>16,749,471</b>            | <b>23,869,258</b> |
| <b>Mark-up/Return /Interest Payable on Deposits</b> |      | <b>1,030,723</b>             | <b>1,737,405</b>  |
|   |      | <b>52,261,714</b>            | <b>55,000,504</b> |

| 20.1 Composition of deposits                   |      | 31-Dec-25         | 31-Dec-24         |
|--|------|-------------------|-------------------|
| Branches                                       | Note | Rupees in '000'   |                   |
| Individuals                                    |      | 28,817,385        | 24,688,960        |
| Government (Federal and Provincial)            |      | 11,552,845        | 11,454,189        |
| Public sector entities                         |      | 2,225,782         | 5,719,259         |
| Banking companies                              |      | -                 | -                 |
| Non-banking financial institutions             |      | 6,267,074         | 4,714,289         |
| Private sector                                 |      | 3,398,628         | 8,423,807         |
|  |      | <u>52,261,714</u> | <u>55,000,504</u> |
| 20.2 Composition of deposit                    |      |                   |                   |
| Branchless Banking                             |      | 6,476,130         | 4,261,677         |
| Branches                                       |      | <u>45,785,584</u> | <u>50,738,827</u> |
| <b>21 LEASE LIABILITIES</b>                    |      |                   |                   |
| At beginning of year                           |      | 894,018           | 946,075           |
| Additions during the year                      |      | 169,686           | 47,460            |
| Interest expense                               |      | 127,432           | 127,181           |
| Deletion due to termination of agreement       |      | (7,559)           | -                 |
| Payment  |      | (231,758)         | (226,698)         |
| <b>Closing balance</b>                         |      | <u>951,819</u>    | <u>894,018</u>    |
| 21.1 Contactual maturity of lease liabilities  |      |                   |                   |
| Short-term lease liabilities - within one year |      | 253,820           | 110,464           |
| Long-term lease liabilities                    |      |                   |                   |
| - 1 to 5 years                                 |      | 697,999           | 783,554           |
| Total lease liabilities                        |      | <u>951,819</u>    | <u>894,018</u>    |
| <b>22 SUBORDINATED DEBT</b>                    |      |                   |                   |
| Subordinated Debt-KfW (Germany)                | 22.1 | 672,360           | 672,360           |
| Subordinated Debt-TFCs                         | 22.2 | 770,000           | 770,000           |
| Mark-Up Payable on Subordinated Debt-KfW       |      | 1,019,958         | 916,136           |
| Mark-Up Payable on Subordinated Debt-TFCs      |      | 25,110            | 33,383            |
|  |      | <u>2,487,428</u>  | <u>2,391,879</u>  |

22.1 The Bank entered into a loan agreement with KfW - Germany, on December 29, 2014 for an amount of EURO 6 million. The loan is intended to be availed as TIER-II subordinated debt for inclusion in the Bank's Supplementary Capital. The amount was translated into local currency at the exchange rate of Rs.112.06 and sub-ordinated debt of Rs 672,360,000 was recorded in the financial statements. Loan carries interest at rate of KIBOR + 3.5% per annum. Principal amount and interest is repayable in a bullet payment at the end of loan term by converting the principal and accrued markup into EUROS at the exchange rate prevalent as at June 30, 2023 which is now extended till December 31, 2026. All foreign currency risks in connection with the transaction rest with the KfW.

22.2 This represents Rated, Unsecured, subordinated and privately placed Tier II Term Finance Certificates of worth Rs.100,000/- each fully subscribed on July 09, 2021 to improve the Capital Adequacy Ratio at the rate of 3 Month KIBOR plus 3% per annum. The issue is for a period of 7 years from the date of subscription and will mature on July 09, 2028. The issue has assigned preliminary rating of single "A-" (Single "A minus"). The principal amount of issue TFC will be redeemed in four (4) equal quarterly instalments during the last year of the issue. The Subordinated Debt agreement has a call option exercisable after obtaining written approval of SBP at any point on or after a period of 5 years from the issue date. The issue has Lock in and Lock absorbency clause.



|  |      | 31-Dec-25       | 31-Dec-24     |
|--|------|-----------------|---------------|
|  | Note | Rupees in '000' |               |
| <b>26 (DEFICIT) / SURPLUS ON REVALUATION OF ASSETS</b>         |      |                 |               |
| (deficit) / Surplus on revaluation of                          |      |                 |               |
| - Fair Value through Other comprehensive Income (FVOCI) - debt | 11.1 | (4,802)         | 42,624        |
| - Property   |      | -               | -             |
|  |      | (4,802)         | 42,624        |
| Deferred tax on (deficit) / Surplus on revaluation of:         |      |                 |               |
| - Fair Value through Other comprehensive Income (FVOCI) - debt |      | 1,585           | (14,066)      |
| - Property   |      | -               | -             |
|  |      | 1,585           | (14,066)      |
|  |      | <u>(3,217)</u>  | <u>28,558</u> |
| <b>27 CONTINGENCIES AND COMMITMENTS</b>                        |      |                 |               |
| <b>Other contingent liabilities</b>                            | 27.1 | -               | -             |
|  |      | -               | -             |
| <b>27.1 Other contingent liabilities</b>                       |      |                 |               |

- i) The income tax assessment for the Tax Year 2013 was amended by the Additional Commissioner Inland Revenue (ADCIR) by making certain disallowances and add backs including, apportionment of income and expenses between exempt and taxable period, disallowance of provision against non-performing loans, bad debts written off etc. and raising an aggregate tax demand of Rs 269.39 million. NRSP Bank filed appeal against the order of ADCIR before CIR (A) who remanded the case back to ADCIR for reassessment. NRSP Bank has preferred appeal against the decision of CIR (A) before the Appellate Tribunal, Inland Revenue (ATIR). The ATIR has directed the CIR(A) to reconsider the matter after providing proper opportunity to the NRSP Bank. The hearing of appeal has been concluded and the decision of CIR(A) is awaited. The case transferred to ATIR due to the amendment in Tax Law. The ATIR has remanded back to CIR and there are no further proceedings. We are optimistic that a favorable outcome will be achieved.
- ii) Assessments of NRSP Bank for the Tax Year 2014 was amended by the Assistant Commissioner Inland Revenue [the 'ACIR'] whereby net tax demand of Rs. 22.96 million was raised. Major issues under amendment are disallowance of mark-up paid to AJK Rural Support Programme, mark-up paid to PPAP, provision against non-performing loans and advances and net actuarial loss on re-measurement of employees' retirement benefits. NRSP Bank has filed appeal with the CIR (A) who decided the issues with respect to mark-up paid to PPAP and net actuarial loss on re-measurement in favour of the NRSP Bank. However, on the issue of provision against non-performing loans, the CIR (A) remanded back the matter with certain directions. Re-assessment proceedings have not been concluded yet. We are optimistic that a favorable outcome will be achieved.
- iii) The income tax assessment for the Tax Year 2016 was amended by the ADCIR whereby net tax demand of Rs 103.86 million was raised. While deciding the appeal filed by NRSP Bank the CIR (A) decided certain issues in favor of NRSP Bank whereas certain issues were remanded back with specific directions to officer. The ADCIR while finalizing the remand back proceedings disallowed provision against non-performing loans and advances of Rs. 19.42 million being the difference of the charge for the year towards provision against non-performing loans and actual write off against the aforesaid provision. Further, he also disallowed the refund adjustment claim of 34.30 million from previous years against demand of TY 2016 without assigning any reason thereof, resultantly aggregate tax demand of Rs. 41.10 million was raised. The hearing of appeal has been concluded and the CIR(A) has upheld the disallowance of the provision against non-performing loans advances of Rs. 19.42 million and with respect to refund adjustment aggregating Rs. 34.30 million the CIR(A) has directed the assessing officer to ascertain the amount of refundable after making proper verifications and adjusting the same. Later on, the ADCIR issued notice for further amendment of assessment for the TY 2016 on account of adjustment of tax refunds by NRSP Bank against tax demand and charged default surcharge of Rs. 22.39 million. As a result of final amendment, the aggregate tax demand of Rs. 63.49 million was raised. NRSP Bank filed appeal before CIR(A) against the order of the ADCIR. The CIR(A) has upheld the decision of CIR regarding to the Provision and referred back the refund for verification to CIR. Being aggrieved NRSP Bank has filed an appeal before ATIR against the order of CIR(A). The Tribunal has set aside the disallowance of the provision against non-performing loans and advances (Rs. 19.42 million) and remanded back the refund adjustment back to the assessing officer for fresh examination. We are optimistic that a favorable outcome will be achieved.
- iv) The income tax assessment for the Tax Year 2014 was amended by the Additional Commissioner Inland Revenue (ADCIR) by making certain disallowances and add backs including, apportionment of income and expenses between exempt and taxable period, disallowance of provision against non-performing loans, bad debts written off etc. and raising an aggregate tax demand of Rs 92.97 million. NRSP Bank filed appeal against the order of ADCIR before CIR (A) who remanded the case back to ADCIR for reassessment. NRSP Bank has preferred appeal against the decision of CIR (A) before the Appellate Tribunal, Inland Revenue (ATIR). The ATIR has directed the CIR(A) to reconsider the matter after providing proper opportunity to the NRSP Bank. The hearing of appeal has been concluded and the decision of CIR(A) is awaited. We are optimistic that a favorable outcome will be achieved.

- v) Show cause notice under section 161/205 of the Ordinance for the Tax Year 2016 in order to verify the withholding compliance. Requisite information was provided. The ACIR has raised demand of Rs. 45.62 million on account of short deduction of tax. Major heads on which short deduction of tax was detected are vehicle running and maintenance; rent charges; fixed assets; and mark-up on deposit. The NRSP Bank filed rectification application to allow tax credit on mark up on deposit and rent which was earlier not considered by the ACIR while computing the tax demand, the rectification application of the NRSP Bank is partially accepted and total demand under this order was rectified to Rs. 14.09 million. NRSP Bank filed appeal before CIR (A) which has been decided against NRSP Bank. NRSP Bank has filed appeal before the ATIR against order of the CIR(A). The ATIR after hearing of the appeal has vacated the order of ACIR and CIR(A) and remanded the case to the taxation officer for revise proceedings after fulfilling all the legal requirements of the law for the year under appeal. Remand back proceedings has been finalized and order was issued creating demand of Rs. 9 million along with the surcharge of 7 million has been ordered by CIR. Being aggrieved, NRSP Bank has filed appeal to CIR (A) against the decision of CIR which is pending adjudication till date. We are optimistic that a favorable outcome will be achieved.
- vi) The income tax assessment for the Tax Year 2018 was amended by the Assessing Officer Inland Revenue, whereby tax demand of Rs 52.30 million was raised. Major issues on which assessment was amended include disallowing the difference between provision against non-performing loans and actual write-offs against the aforesaid provision, partial disallowance of accounting gain on sale of assets, disallowance of charge for employees' leave encashment scheme and disallowance for foreign tax credit. Being aggrieved with the decision of the ADCIR, NRSP Bank has filed appeal with the Commissioner Inland Revenue (Appeals) [CIR(A)] which has been decided against order of NRSP Bank. NRSP Bank has filed appeal before the ATIR against order of CIR(A) which is pending adjudication till date. Further, the contingent liability involved is only Rs. 27m as the remaining liability pertains to the provision against non-performing loans from the effect of which is already taken while recording the tax liability in accounts. We are optimistic that a
- vii) NRSP Bank was issued a Show Cause Notice on December 07, 2023 for Tax Year 2022, regarding the non-realization of sales tax on the sale of scrap and withholding sales tax on advertisement services. NRSP Bank complied with the notice; however, the relevant authority issued order dated May 13, 2024 creating demand of Rs- 1.4million. Subsequently, NRSP Bank filed an appeal before the Commissioner of Inland Revenue (Appeals), which remains pending as of December 31, 2025.
- viii) Bank has unadjusted balance of input tax of approximately Rs.25,958 million pertaining to the Tax periods March 2017 to December 2019 which NRSP Bank has not been able to claim after implementation of STRIVE software on the web portal of PRA. NRSP Bank has taken up the matter with the PRA Tax Authorities seeking their approval for adjustment/ refund of the said amount however the matter is pending for approval. We are optimistic that a favorable outcome will be achieved.
- ix) Tax authorities of the Punjab Revenue Authority (PRA) have passed the Order in Original NO NRSP/2020 dated February 03, 2020 whereby demand for Punjab Sales Tax amounting to Rs 86.40 million and penalty of Rs 86.40 million have been raised for alleged inadmissible claim of input tax credit without apportionment between taxable services i.e. fee, commission and brokerage income and non-taxable services i.e. mark-up receipts during the financial years 2012, 2013, 2014, 2015 and 2018. NRSP Bank has preferred appeal against the order along with stay application before the Commissioner (Appeals) PRA which has deleted the penalty of 86.4 and raised demand of Rs. 86.4 million. NRSP Bank has filed an appeal before ATIR against the order of Commissioner Appeal which is pending till date. We are optimistic that a favorable outcome will be achieved.

An order was issued by Appellate Tribunal Inland Revenue having appeal number 74/2023 dated 30-June-2025 against appeal filed under section 24 of Punjab Sales Tax on Services Act, 2012. The order concluded that the appeal filed was meritless and the same is hereby dismissed, however default surcharge and penalty are hereby set aside. The NRSP Bank intends to file reference before High Court against the order of ATIR. High court has upheld the decision of ATIR and ultimately the bank has to pay the 30% of the order amount against recovery notice issued by the authority being agreed the bank filed CPLA in supreme court of Pakistan against the order of the High court which is pending adjudication.

- x) Tax authorities of the Punjab Revenue Authority (PRA) have passed the Order in Original No. ENF-IV, UNIT13/22/2023 dated Nov 13, 2023 whereby demand for Punjab Sales Tax amounting to Rs 697.5 million and penalty of Rs 34.87 million have been raised for alleged short payment of Sales tax and Sales tax withholding for the year 2019, 2020, 2021 and 2022. NRSP Bank has preferred appeal against the order along with stay application before the Commissioner (Appeals) PRA which has annulled the order and remanded back the case to Commissioner. NRSP Bank has also got the stay from Honorable Lahore High Court. NRSP Bank has also paid Rs. 30 million against order in order to avoid recovery from authority. Order against Remand back proceeding was issued by Commissioner (Appeals) PRA dated May 16, 2025 creating a demand of Rs 553 million along with 100% penalty. Appeal against order is to be filed in upcoming days. We are optimistic that a favorable outcome will be achieved.



|  |      | 31-Dec-25        | 31-Dec-24        |
|--|------|------------------|------------------|
|  | Note | Rupees in '000'  |                  |
| <b>30 FEE &amp; COMMISSION INCOME</b>                      |      |                  |                  |
| Branch banking customer fees                               |      | 109,679          | 92,699           |
| Branchless banking Income                                  |      | -                | 72,755           |
| Card related fees  |      | 17,074           | 19,891           |
| Commission income  |      | 526              | 2,087            |
|  |      | <u>127,279</u>   | <u>187,432</u>   |
| <b>31 OTHER INCOME</b>                                     |      |                  |                  |
| Gain on sale of property and equipment - net               |      | 23,600           | 823              |
| Fair value adjustment on financial instruments             | 31.1 | -                | -                |
| Grant income   |      | 49,218           | 83,682           |
| Gain on termination of lease                               |      | 2,878            | 11,304           |
| Other miscellaneous Income                                 |      | 15,230           | 14,892           |
|  |      | <u>90,926</u>    | <u>110,701</u>   |
| <b>31.1 Fair value adjustment on financial instruments</b> |      |                  |                  |
| On financial assets  |      | (571,426)        | (1,265,260)      |
| Grant recognised corresponding to fair value adjustment    |      | 571,426          | 1,265,260        |
|  |      | <u>-</u>         | <u>-</u>         |
| <b>32 OPERATING EXPENSES</b>                               |      |                  |                  |
| Total compensation expense                                 | 32.1 | 2,362,687        | 2,056,464        |
| Directors' fees and allowances                             |      | 4,563            | 6,905            |
| Rent, taxes, insurance, electricity, etc.                  |      | 325,436          | 226,905          |
| Legal and professional charges                             |      | 64,737           | 27,172           |
| Communications   |      | 158,190          | 139,327          |
| Repairs and maintenance                                    |      | 41,875           | 29,490           |
| Stationery and printing                                    |      | 52,606           | 42,272           |
| Travelling & conveyance                                    |      | 25,751           | 24,521           |
| Fuel and power   |      | 123,477          | 142,420          |
| Vehicle running and maintenance                            |      | 20,936           | 22,485           |
| Office supplies  |      | 7,698            | 6,617            |
| Security and Administration                                |      | 179,361          | 136,194          |
| Advertisement and publicity                                |      | 6,589            | 3,150            |
| Auditors' remuneration                                     | 32.2 | 6,218            | 7,593            |
| Depreciation   |      | 96,037           | 88,722           |
| Amortization   |      | 12,723           | 12,548           |
| Depreciation on ROU asset                                  |      | 120,225          | 130,785          |
| IT Related Expense   |      | 82,753           | 106,567          |
| Meetings and conferences                                   |      | 41,093           | 33,424           |
| Training & development                                     |      | 8,787            | 7,449            |
| Others   |      | 33,893           | 34,536           |
|  |      | <u>3,775,635</u> | <u>3,285,546</u> |
| <b>32.1 Total compensation expense</b>                     |      |                  |                  |
| Managerial remuneration                                    |      |                  |                  |
| i) Fixed   |      | 1,789,544        | 1,623,336        |
| Charge for defined benefit plan                            |      | 109,185          | 91,631           |
| Contribution to defined contribution Plan                  |      | 84,295           | 85,408           |
| Deposit Incentive  |      | 203,570          | 172,821          |
| Recovery Incentive   |      | 81,265           | 40,141           |
| Disbursement Incentive                                     |      | 53,026           | 27,742           |
| Medical  |      | 11,360           | 14,488           |
| Vehicle Maintenance Allowance                              |      | 20,650           | 25               |
| Other Allowances and Benefits                              |      | 9,792            | 872              |
| Grand total  |      | <u>2,362,687</u> | <u>2,056,464</u> |

|  | Note | 31-Dec-25<br>Rupees in '000' | 31-Dec-24           |
|--|------|------------------------------|---------------------|
| <b>32.2 Auditors' remuneration</b>   |      |                              |                     |
| Annual audit   |      | 1,198                        | 1,198               |
| Interim review   |      | 605                          | 605                 |
| Special purpose financial statements and group reporting   |      | 2,997                        | 1,683               |
| Special certifications etc.  |      | 942                          | 3,652               |
| Out of pocket expenses   |      | 476                          | 455                 |
|  |      | <u>6,218</u>                 | <u>7,593</u>        |
| <b>33 OTHER CHARGES</b>  |      |                              |                     |
| Penalties imposed by State Bank of Pakistan  |      | 10                           | 1,050               |
|  |      | <u>10</u>                    | <u>1,050</u>        |
| <b>34 CREDIT LOSS ALLOWANCE &amp; WRITE OFFS - NET</b>   |      |                              |                     |
| Credit loss allowance against loans & advances   |      | 1,937,207                    | 571,118             |
| Credit loss allowance held against other assets  |      | 165,516                      | 62,279              |
| First loss guarantee claim   |      | (256,520)                    | -                   |
| Principal Recovery of written off / charged off bad debts  |      | (208,313)                    | (745,169)           |
| Markup Recovery of written off / charged off bad debts   |      | (627,028)                    | (570,012)           |
|  |      | <u>1,010,862</u>             | <u>(681,784)</u>    |
| <b>35 MINIMUM TAX DIFFERENTIAL</b>   |      |                              |                     |
| Minimum tax differential levy  |      | 258,150                      | 290,614             |
| Final tax levy   |      | 92,170                       | 59,660              |
| Total  |      | <u>350,320</u>               | <u>350,274</u>      |
| 35.1 This represents portion of minimum tax paid under section 113 C and 5AA of Income Tax Ordinance (ITO, 2001), representing levy in terms of requirements of IFRIC 21/IAS 37. The aggregate of minimum / final tax and income tax, amounting to Rs. 350.320 million (2024: Rs. 350.274 million) represents tax liability of the Company calculated under the relevant provisions of the Income Tax Ordinance, 2001. |      |                              |                     |
| <b>36 TAXATION</b>   |      | <b>31-Dec-25</b>             | <b>31-Dec-24</b>    |
|  |      | <b>Rupees in '000'</b>       |                     |
| Deferred   |      | 107,862                      | 294,580             |
|  |      | <u>107,862</u>               | <u>294,580</u>      |
| 36.1 <i>Relationship between tax expense and accounting profit</i>   |      | <b>31-Dec-25</b>             | <b>31-Dec-24</b>    |
|  |      | <b>% age</b>                 | <b>% age</b>        |
| Applicable tax rate %  |      | <u>33.00</u>                 | <u>33.00</u>        |
| Effect of change in rate   |      | -                            | -                   |
| Income charged at different tax rate   |      | (0.060)                      | (0.440)             |
| Penalties  |      | 0.001                        | 0.019               |
| Remeasurement  |      | 0.073                        | (4.380)             |
| Super tax  |      | -                            | -                   |
| Prior year tax due to NPLs   |      | -                            | -                   |
| Others   |      | (25.59)                      | (8.82)              |
| <b>Average effective tax rate %</b>  |      | <u><b>7.42</b></u>           | <u><b>19.38</b></u> |
| <b>37 BASIC EARNINGS/ (LOSS) PER SHARE</b>   |      | <b>31-Dec-25</b>             | <b>31-Dec-24</b>    |
|  |      | <b>Rupees in '000'</b>       |                     |
| Profit for the period  |      | <u>1,345,838</u>             | <u>1,225,258</u>    |
| Weighted average number of ordinary shares   |      | <u>251,207,720</u>           | <u>149,837,201</u>  |
| Basic earnings per share (Amount in Rupees)  |      | <u><b>5.36</b></u>           | <u><b>8.18</b></u>  |

| 38 | DILUTED EARNINGS/ (LOSS) PER SHARE  | 31-Dec-25       | 31-Dec-24   |
|----|---|-----------------|-------------|
|    |   | Rupees in '000' |             |
|    | Profit for the period   | 1,345,838       | 1,225,258   |
|    | Weighted average number of ordinary shares (adjusted for the effects of all dilutive potential ordinary shares) | 251,481,693     | 149,837,201 |
|    | Diluted earnings per share (Amount in Rupees)   | 5.35            | 8.18        |
| 39 | CASH AND CASH EQUIVALENTS   |                 |             |
|    | Cash and balances with SBP and NBP  | 8,037,386       | 5,892,288   |
|    | Balances with other banks / NBFIs / MFBS  | 2,800,733       | 3,938,347   |
|    | Call money lendings   | -               | 3,101,072   |
|    |   | 10,838,119      | 12,931,707  |
| 40 | STAFF STRENGTH  |                 |             |
|    | Domestic  |                 |             |
|    | Permanent   | 1,991           | 2,016       |
|    | On contract   | 373             | 260         |
|    | Staff strength at the end of the year   | 2,364           | 2,276       |
| 41 | NUMBER OF BRANCHES  |                 |             |
|    | As at January 01,   | 133             | 133         |
|    | Opened during the year  | -               | -           |
|    | Closed during the year  | -               | -           |
|    | At the end of the year  | 133             | 133         |

41.1 These include 37 (2024: 37) branches of the Bank's Islamic Microfinance Division.

#### 42 DEFINED BENEFIT PLAN

##### 42.1 General description

As explained in note 7.10 (a) the bank operates defined benefit plan (gratuity and compensated absences) for all its regular employees who are entitled for these benefits.

##### 42.2 Number of Employees under the scheme

The number of employees covered under the following defined benefit schemes are:

|                         | 31-Dec-25          | 31-Dec-24 |
|-------------------------|--------------------|-----------|
|                         | ----- Number ----- |           |
| Gratuity fund           | 1,991              | 2,016     |
| Leave Encashment Scheme | 1,991              | 2,016     |

##### 42.3 Principal actuarial assumptions

###### a) Employees' gratuity fund

The latest actuarial valuation was carried out at December 31, 2025 on the basis of which, amounts recognised in financial statements in respect of employees' gratuity fund as at December 31, 2025 are as follow:

|  | 31-Dec-25             | 31-Dec-24 |
|--|-----------------------|-----------|
|  | ----- Per Annum ----- |           |
| Discount rate - per annum                            | 12.25%                | 15.50%    |
| Discount rate used for year end obligation           | 11.00%                | 12.25%    |
| Expected rate of increase in salaries - per annum    | 10.50%                | 11.75%    |
| Mortality rate                                       | SLIC 2001 - 2005      |           |
| Average number of leaves accumulated - per annum     | 15 days               | 15 days   |
| Average expected remaining working life of employees | 8 years               | 8 years   |
| Retirement assumption                                | Age 60                | Age 60    |

|  | 31-Dec-25        | 31-Dec-24       |
|--|------------------|-----------------|
|  | Rupees in '000'  |                 |
| <b>i) Reconciliation of (receivable from) / payable to defined benefit plans</b> |                  |                 |
| Present value of defined benefit obligation                                      | 520,461          | 478,881         |
| Fair value of plan assets  | (684,897)        | (614,862)       |
| Benefits due but not paid  | 44,184           | 37,095          |
| Balance Sheet Liability  | <u>(120,252)</u> | <u>(98,886)</u> |
| <b>ii) Movement in defined benefit obligations</b>                               |                  |                 |
| Opening defined benefit obligation   | 478,882          | 440,697         |
| Current service cost for the year  | 79,544           | 75,741          |
| Past Service Cost (Credit)   | -                | -               |
| Interest cost for the year   | 53,353           | 59,415          |
| Adjustment for opening payables  | (1,423)          | 215             |
| Benefits due but not paid  | (35,656)         | (30,659)        |
| Benefits paid during the year  | (51,022)         | (84,087)        |
| Remeasurements:  |                  |                 |
| Actuarial (gains)/losses from changes in demographic assumptions                 | -                | -               |
| Actuarial (gains)/losses from changes in financial assumptions                   | (231)            | 16,989          |
| Experience adjustments   | (2,986)          | 571             |
| Closing defined benefit obligation   | <u>520,461</u>   | <u>478,882</u>  |
| <b>iii) Movement in fair value of plan assets</b>                                |                  |                 |
| Opening fair value of plan assets  | 614,862          | 576,854         |
| Interest income on plan assets   | 72,195           | 82,896          |
| Return on plan assets, excluding interest income                                 | (2,160)          | (44,888)        |
| Closing fair value of plan assets  | <u>684,897</u>   | <u>614,862</u>  |
| <b>iv) Movement in (receivable) / payable under defined benefit scheme</b>       |                  |                 |
| Opening defined benefit obligation   | (98,887)         | (86,512)        |
| Amounts recognized in the profit and loss account                                | 60,703           | 52,260          |
| Remeasurements chargeable in other comprehensive Income                          | (1,057)          | 62,448          |
| Contributions  | -                | -               |
| Benefits paid directly by the bank   | (81,012)         | (127,083)       |
| Closing defined benefit obligation   | <u>(120,253)</u> | <u>(98,887)</u> |
| <b>v) Charge for defined benefit plan Cost recognised in profit and loss</b>     |                  |                 |
| Current service cost   | 79,544           | 75,741          |
| Past Service Cost  | -                | -               |
| Interest cost  | 53,353           | 59,415          |
| Expected return on plan assets   | (72,195)         | (82,896)        |
|  | <u>60,702</u>    | <u>52,260</u>   |
| <b>Re-measurements recognised in OCI during the year</b>                         |                  |                 |
| Actuarial (gains)/losses from changes in demographic assumptions                 | -                | -               |
| Actuarial (gains)/losses from changes in financial assumptions                   | (231)            | 16,989          |
| Experience adjustments   | (2,986)          | 571             |
| Return on plan assets, excluding interest income                                 | 2,160            | 44,888          |
|  | <u>(1,057)</u>   | <u>62,448</u>   |
| <b>vi) Components of plan assets</b>   |                  |                 |
| Term deposits with banks   | -                | -               |
| Accrued income on deposit with banks   | 70,035           | 74,126          |
| Saving deposits with banks   | 614,862          | 540,736         |
|  | <u>684,897</u>   | <u>614,862</u>  |

| vii) Sensitivity Analysis                        | 31-Dec-25       | 31-Dec-24 |
|--|-----------------|-----------|
|  | Rupees in '000' |           |
| 1% increase in discount rate                     | 482,001         | 444,512   |
| 1% decrease in discount rate                     | 565,095         | 518,793   |
| 1 % increase in expected rate of salary increase | 564,879         | 518,603   |
| 1 % decrease in expected rate of salary increase | 481,512         | 444,080   |

viii) **Expected contributions to be paid to the funds in the next financial year**

The Bank contributes to the gratuity fund according to the actuary's advice. Contribution to the fund is made by the Bank as per requirements. Currently Fair value of plan assets exceeds present value of defined benefit obligation by PKR 120 million.

|   | 31-Dec-25       | 31-Dec-24 |
|---|-----------------|-----------|
|   | Rupees in '000' |           |
| ix) <b>Expected charge / (reversal) for the next financial year</b> | 60,703          | 62,887    |

x) **Maturity profile**

The weighted average duration of the obligation is 8 years.

b) **Accumulated compensated absences**

All employees of the bank are entitled to earned leaves of thirty days every year. Earned leaves can be accumulated upto fifteen days each year upto a maximum of ninety days. Unutilized leaves are encashed on basis of gross salary upon leaving the service with the Bank. Amount recognised in the financial statements in respect of accumulated compensated absences on basis of actuarial valuation as at December, 2025 are as follows:

| i) Reconciliation of (receivable from) / payable to defined benefit plans | 31-Dec-25       | 31-Dec-24 |
|---|-----------------|-----------|
|   | Rupees in '000' |           |
| Present value of defined benefit obligation                               | 184,680         | 176,489   |
| Benefits due but not paid   | 20,568          | 18,255    |
| Balance Sheet Liability   | 205,248         | 194,744   |

ii) **Movement in defined benefit obligations**

|  |          |          |
|--|----------|----------|
| Opening defined benefit obligation                               | 176,489  | 176,617  |
| Current service cost for the year                                | 19,597   | 18,485   |
| Adjustment for opening payables                                  | 19,072   | 1,288    |
| Interest cost for the year                                       | 1,303    | 23,321   |
| Benefits due but not paid  | (16,171) | (14,400) |
| Benefits paid during the year                                    | (24,121) | (36,624) |
| Remeasurements:  | -        | -        |
| Actuarial (gains)/losses from changes in demographic assumptions | -        | -        |
| Actuarial (gains)/losses from changes in financial assumptions   | (74)     | 5,654    |
| Remeasurements: experience adjustments                           | 8,585    | 2,148    |
| Closing defined benefit obligation                               | 184,680  | 176,489  |

iii) **Movement in (receivable) / payable under defined benefit scheme**

|   |          |          |
|---|----------|----------|
| Opening defined benefit obligation                | 194,744  | 201,747  |
| Amounts recognized in the profit and loss account | 48,483   | 50,897   |
| Adjustment for last year payable                  | (1,303)  | (1,288)  |
| Benefits paid directly by the bank                | (36,676) | (56,612) |
| Closing defined benefit obligation                | 205,248  | 194,744  |

iv) **Charge for defined benefit plan**

**Cost recognised in profit and loss**

|                                   |        |        |
|-----------------------------------|--------|--------|
| Current service cost              | 19,597 | 18,485 |
| Adjustment for opening payables   | 1,303  | 1,288  |
| (Gains)/Losses arising from PVDBO | 8,511  | 7,802  |
| Interest cost                     | 19,072 | 23,321 |
| Expense Charged to P&L            | 48,483 | 50,896 |

v) **Sensitivity Analysis**

31-Dec-25

31-Dec-24

Rupees in '000'

- 1% increase in discount rate
- 1% decrease in discount rate
- 1 % increase in expected rate of salary increase
- 1 % decrease in expected rate of salary increase

|  | 31-Dec-25 | 31-Dec-24 |
|--|-----------|-----------|
| 1% increase in discount rate                     | 172,385   | 165,046   |
| 1% decrease in discount rate                     | 198,936   | 189,762   |
| 1 % increase in expected rate of salary increase | 198,867   | 189,698   |
| 1 % decrease in expected rate of salary increase | 172,229   | 164,902   |

**42.4 Funding policy**

The Bank endeavors to ensure that liabilities under the employee benefit scheme are covered by the assets of the Fund on any valuation date, based on actuarial assumptions

**42.5 Significant risk associated with the staff retirement benefit schemes.**

**42.5.1 Final Salary Risk**

The risk that the final salary at the time of cessation of service is greater than what we assumed. Since the benefit is calculated on the final salary (which will closely reflect inflation and other macroeconomic factors), the benefit amount increases as salary increases.

**42.5.2 Mortality Risk**

The risk that the actual mortality experience is different than the assumed mortality. This effect is more pronounced in schemes where the age and service distribution is on the higher side.

**42.5.3 Withdrawal Risk**

The risk of actual withdrawals experience is different from assumed withdrawal probability. The significance of the withdrawal risk

**42.5.3 Investment Risk**

The risk of the investment underperforming and being not sufficient to meet the liabilities

**43 Defined contribution plan**

The bank operates a recognised provident fund for all its regular employees for which equal monthly contributions are made both by the Bank and the employees to the fund at the rate of 10% of basic salary of the employee. Payments are made to the employees as specified in the rules of the fund.

The total amount contributed by the the Employee and the Bank is Rs. 94.65 million

44 COMPENSATION OF DIRECTORS AND KEY MANAGEMENT PERSONNEL

| Items                                     | 31-Dec-25                |                 |                          | 31-Dec-24                |                 |                          |
|---|--------------------------|-----------------|--------------------------|--------------------------|-----------------|--------------------------|
|   | Non-Executives Directors | President / CEO | Key Management Personnel | Non-Executives Directors | President / CEO | Key Management Personnel |
| ----- Rupees 000 -----                    |                          |                 |                          |                          |                 |                          |
| Fees and allowances                       |                          |                 |                          |                          |                 |                          |
| Managerial remuneration                   |                          |                 |                          |                          |                 |                          |
| i) Fixed                                  | 4,563                    | 11,600          | 52,161                   | 6,905                    | 10,836          | 39,125                   |
| ii) Variable                              | -                        | -               | -                        | -                        | -               | -                        |
| a) Bonus/ Incentive                       | -                        | 175             | 12,065                   | -                        | 53              | 6,803                    |
| Charge for defined benefit plan           | -                        | 1,600           | 7,431                    | -                        | 1,491           | 5,410                    |
|   |                          | -               | -                        |                          |                 | -                        |
| Contribution to defined contribution plan | -                        | 1,160           | 3,907                    | -                        | 1,084           | 2,480                    |
| Rent & house maintenance                  | -                        | 5,220           | 23,472                   | -                        | 4,876           | 17,606                   |
| Utilities                                 | -                        | 1,160           | 5,216                    | -                        | 1,084           | 3,912                    |
| Medical                                   | -                        | 132             | 496                      | -                        | 7               | 377                      |
| Conveyance                                | -                        | 1,160           | 5,216                    | -                        | 1,084           | 3,912                    |
| Leave encashment                          | -                        | 797             | 3,586                    | -                        | 736             | 2,613                    |
| Other Allowance                           | -                        | 180             | 3,303                    | -                        | 180             | 3,517                    |
| <b>Total</b>                              | <b>4,563</b>             | <b>23,184</b>   | <b>116,853</b>           | <b>6,905</b>             | <b>21,431</b>   | <b>85,755</b>            |
| <b>Number of persons</b>                  | <b>8</b>                 | <b>1</b>        | <b>17</b>                | <b>8</b>                 | <b>1</b>        | <b>16</b>                |

44.1 The President / Chief Executive Officer is provided with the Bank's owned and maintained car in accordance with their entitlement as per rules of the Bank.

## 45 FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as amortised cost, is based on quoted market price. Quoted securities classified as amortised cost are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

Fair value of fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments. The expected credit loss allowance of loans and advances has been calculated in accordance with the Bank's accounting policy as stated in note 12.1 to these financial statements.

Fair value of remaining financial assets and liabilities except fixed term loans, staff loans, non-performing advances and fixed term deposits is not significantly different from the carrying amounts since assets and liabilities are either short term in nature or are frequently repriced in the case of customer loans and deposits.

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

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities. Currently, no financial instruments are classified in level 1.
- 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). Investment in federal government securities (market treasury bills, sukus and Pakistan investment bonds) are classified in level 2.
- Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs). Financial instruments included in level 3 comprise of derivative financial assets.

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

The table below analyzes 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:

|  | Level 1        | Level 2    | Level 3 | Total      |
|--|----------------|------------|---------|------------|
|  | Rupees in '000 |            |         |            |
| <b>December 31, 2025</b>   |                |            |         |            |
| <b>On balance sheet financial instruments</b>                      |                |            |         |            |
| <b>Financial assets - measured at fair value</b>                   |                |            |         |            |
| Investments in Federal Government securities                       |                |            |         |            |
| Pakistan Investment Bonds  | -              | -          | -       | -          |
| Market Treasury Bills  | -              | 18,615,756 | -       | 18,615,756 |
| Ijarah Sukuks  | -              | 2,208,818  | -       | 2,208,818  |
| <b>Financial assets - disclosed but not measured at fair value</b> |                |            |         |            |
| Investment in Federal Government securities                        |                |            |         |            |
| Pakistan Investment Bonds  | -              | -          | -       | -          |
| Market Treasury Bills  | -              | 1,072,273  | -       | 1,072,273  |
| Ijarah Sukuks  | -              | 959,436    | -       | 959,436    |
|  | -              | 22,856,283 | -       | 22,856,283 |

|  | Level 1        | Level 2     | Level 3 | Total       |
|--|----------------|-------------|---------|-------------|
|  | Rupees in '000 |             |         |             |
| <b>Off-balance sheet financial</b>                                 | -              | -           | -       | -           |
| Forward agreements for lending                                     | -              | -           | -       | -           |
| Forward agreements for borrowing                                   | -              | -           | -       | -           |
| <b>December 31, 2024</b>   |                |             |         |             |
| <b>On balance sheet financial instruments</b>                      |                |             |         |             |
| <b>Financial assets - measured at fair value</b>                   |                |             |         |             |
| <b>Investments</b>   |                |             |         |             |
| Investments in Federal Government securities                       |                |             |         |             |
| Pakistan Investment Bonds  | -              | 104,284,518 | -       | 104,284,518 |
| Market Treasury Bills  | -              | 7,821,848   | -       | 7,821,848   |
| Ijarah Sukuks  | -              | 1,736,050   | -       | 1,736,050   |
| <b>Financial assets - disclosed but not measured at fair value</b> |                |             |         |             |
| <b>Investment</b>  |                |             |         |             |
| Investment in Federal Government securities                        |                |             |         |             |
| Pakistan Investment Bonds  | -              | 1,034,162   | -       | 1,034,162   |
| Market Treasury Bills  | -              | 3,378,163   | -       | 3,378,163   |
| Ijarah Sukuks  | -              | -           | -       | -           |
|  | -              | 118,254,741 | -       | 118,254,741 |
| <b>Off-balance sheet financial</b>                                 | -              | -           | -       | -           |
| Forward agreements for lending                                     | -              | -           | -       | -           |
| Forward agreements for borrowing                                   | -              | -           | -       | -           |

**Valuation techniques and inputs used in determination of fair values**

| <u>Item</u>   | <u>Valuation techniques and inputs used</u>  |
|---|--|
| Market treasury bills and Pakistan Investment bonds | Fair value of investment in market treasury bills is determined based on the rates / prices sourced from PKRV/PKFRV as per SBP |

46 BALANCES AND TRANSACTIONS WITH RELATED PARTIES

The Bank is a subsidiary of National Rural Support Program (NRSP) which holds 81.75% share capital of the Bank. Therefore, all subsidiaries and associated undertakings of NRSP are related parties of the Bank. Other related parties include staff retirement benefits, directors, key management personnel which include CEO and Head of Departments (HOD's) and entities under common directorship. Remuneration to directors and key management personnel is disclosed in note 44 to these financial statements. All transactions involving related parties are subject to the approval of the Board of Directors. The bank enters into transaction with related parties on agreed basis. Significant transactions with the related parties other than those referred to in the foregoing entered into during the year are as follows:

|   | December 31, 2025           |                          |            |                       | December 31, 2024 |                          |            |                       |
|---|-----------------------------|--------------------------|------------|-----------------------|-------------------|--------------------------|------------|-----------------------|
|   | Parent                      | Key management personnel | Associates | Other Related Parties | Parent            | Key management personnel | Associates | Other Related Parties |
|   | .....(Rupees in '000')..... |                          |            |                       |                   |                          |            |                       |
| <b>Balances with other banks / MFBs / DFIs</b>      |                             |                          |            |                       |                   |                          |            |                       |
| In deposit accounts                                 | -                           | -                        | -          | -                     | -                 | -                        | 7,750      | -                     |
| <b>Other Assets</b>                                 |                             |                          |            |                       |                   |                          |            |                       |
| Receivable from staff retirement fund               | -                           | -                        | -          | 120,252               | -                 | -                        | -          | 167,089               |
| Receivable from Proparco                            | -                           | -                        | -          | -                     | -                 | -                        | -          | 19,951                |
| Receivable from parent                              | -                           | -                        | -          | -                     | 659               | -                        | -          | -                     |
| <b>Deposits and other accounts</b>                  |                             |                          |            |                       |                   |                          |            |                       |
| Opening balance                                     | 1,224                       | 35,111                   | 4,221      | 1,221,031             | 59                | 4,256                    | 9,268      | 1,175,690             |
| Received during the period / year                   | 47,090                      | 245,576                  | 397,164    | 1,592,870             | 1,175             | 316,037                  | 345,147    | 1,293,743             |
| Withdrawn during the period / year                  | (41,694)                    | (258,671)                | (306,871)  | (1,422,809)           | (10)              | (285,182)                | (350,194)  | (1,248,402)           |
| Transfer in / (out) - net                           | 5,396                       | (13,095)                 | 90,293     | 170,061               | 1,165             | 30,855                   | (5,047)    | 45,341                |
| Closing balance                                     | 6,620                       | 22,016                   | 94,514     | 1,391,092             | 1,224             | 35,111                   | 4,221      | 1,221,031             |
| <b>Other liabilities</b>                            |                             |                          |            |                       |                   |                          |            |                       |
| Payable to staff retirement fund                    | -                           | -                        | -          | 205,248               | -                 | -                        | -          | 211,188               |
| Sub-ordinate debt                                   | -                           | -                        | -          | 100,000               | -                 | -                        | -          | -                     |
| Mark-up payable on sub-ordinate debt                | -                           | -                        | -          | 3,261                 | -                 | -                        | -          | -                     |
| Payable to Parent                                   | 233,090                     | -                        | -          | -                     | 106,575           | -                        | -          | -                     |
| <b>RELATED PARTY TRANSACTIONS</b>                   |                             |                          |            |                       |                   |                          |            |                       |
| <b>Income</b>                                       |                             |                          |            |                       |                   |                          |            |                       |
| Mark-up / return / interest earned                  | -                           | -                        | -          | -                     | -                 | -                        | 74,201     | -                     |
| <b>Expense</b>                                      |                             |                          |            |                       |                   |                          |            |                       |
| Mark-up / return / interest paid                    | 145                         | 4,506                    | 3126       | 227,227               | 85                | 4764                     | 203        | 151,923               |
| <b>Operating expenses</b>                           |                             |                          |            |                       |                   |                          |            |                       |
| Charged for Defined Contribution Grauity Fund       | -                           | -                        | -          | 60,702                | -                 | -                        | -          | 92,662                |
| Contribution to Defined Contribution Provident Fund | -                           | -                        | -          | 47,333                | -                 | -                        | -          | 38,229                |
| Expense Charged in respect of Leave Encashment      | -                           | -                        | -          | 48,483                | -                 | -                        | -          | 49,079                |
| Expense Charged in respect of EOBI                  | -                           | -                        | -          | 36,962                | -                 | -                        | -          | 36,329                |
| Actuarial Loss/(Gain)                               | -                           | -                        | -          | (1,057)               | -                 | -                        | -          | (62,448)              |
| Rent Expense  | 4,029                       | -                        | -          | -                     | -                 | -                        | -          | -                     |
| Other Expense                                       | 341                         | -                        | -          | -                     | -                 | -                        | -          | -                     |

**47 CAPITAL ADEQUACY & MINIMUM CAPITAL REQUIREMENTS**

31-Dec-25      31-Dec-24  
Rupees in '000'

**Minimum Capital Requirement (MCR):**

|                                 |                  |           |
|---------------------------------|------------------|-----------|
| Paid-up capital (net of losses) | <b>4,457,965</b> | 1,752,164 |
|---------------------------------|------------------|-----------|

The Bank's policy is to maintain a strong capital base to maintain investor, depositor, creditor and market confidence and to sustain future development of the business, while providing adequate returns to shareholders.

The SBP, through BPRD Circular No. 10 dated June 3, 2015, has required Microfinance Banks to maintain a minimum paid-up capital of Rs. 1,000 million (net of accumulated losses). The paid-up capital (net of accumulated losses) of the Bank as at December 31, 2025 stood at Rs. 4.457 billion (2024: Rs. 1.752 billion) and is in compliance with SBP requirements (2024: Compliant with SBP requirements). SBP through letter SBPHOK-BPRD-BACPD-NRSP-1081074 dated January 29, 2026 allowed NRSP Bank to consider the advance against future issue of right shares amounting Rs. 1,000 million received from its sponsor shareholder (NRSP Foundation) for MCR and CAR purpose.

**Capital Adequacy Ratio (CAR):**

31-Dec-25      31-Dec-24  
Rupees in '000'

|   |                   |            |
|---|-------------------|------------|
| Eligible Common Equity Tier 1 (CET 1) Capital | <b>3,175,000</b>  | 213,853    |
| Eligible Additional Tier 1 (ADT 1) Capital    | -                 | -          |
| Total Eligible Tier 1 Capital                 | <b>3,175,000</b>  | 213,853    |
| Eligible Tier 2 Capital                       | <b>1,077,000</b>  | 89,112     |
| Total Eligible Capital (Tier 1 + Tier 2)      | <b>4,252,000</b>  | 302,965    |
| <b>Risk Weighted Assets (RWAs):</b>           |                   |            |
| Credit risk                                   | <b>24,306,000</b> | 31,299,504 |
| Operational risk                              | <b>1,322,400</b>  | 906,473    |
| Total   | <b>25,628,400</b> | 32,205,977 |
| Common Equity Tier 1 Capital Adequacy Ratio   | <b>12.39%</b>     | 0.66%      |
| Total Capital Adequacy Ratio                  | <b>16.59%</b>     | 0.94%      |

**47.1** Bank uses standardized approach for calculation of Credit risk weighted asset. Under this approach, the risk weighted amount of an on-balance sheet asset is determined by multiplying its current book value (including accrued interest or revaluations, and net of any specific provision or associated depreciation) by the relevant risk weight as provided by State Bank of Pakistan through BPRD Circular No. 10 of June 3, 2015. The bank is using transitional provisions as provided in IFRS 9 application instructions through BPRD Circular No. 03 of 2022 dated July 05, 2022 for absorption of impact of expected credit loss allowance after implementation of IFRS 9. Had the transitional provisions not been adopted, the Tier 1 and overall CAR would have stood at 15.23%..

For the calculation of operational risk weighted assets, average positive Gross Income of the bank over the past three years is used. Figures for any year in which gross income is negative or zero is excluded from both numerator and denominator when calculating average.

Gross Income (GI) is defined as the sum of net interest income and net non-interest income and is arrived at before accounting for: (i) provisions (including those for credit impairment), (ii) operating expenses (including fee in respect of outsourced activities), (iii) realized profits/ losses from the sale of securities, (iv) extra ordinary items/ windfalls, and (v) income from insurance.

**47.2** Under the requirements of BPRD Circular No. 10 of June 3, 2015, the Bank is required to maintain the Capital Adequacy Ratio of at least 15% of its risk weighted assets, however, its CAR stood at 16.59 percent as at December 31, 2025 which is in compliance of minimum regulatory CAR threshold only because of staggering of ECL by SBP. Had the full ECL been recognized the CAR would have fallen from 16.59 percent to 9.38 percent.

**48 FINANCIAL RISK MANAGEMENT**

**48.1 Risk Management Department**

NRSP maintains a structured, strong, and well-governed approach to risk management. The risk management and credit department is led by the Head of Risk Department. The Board of Directors (BoD) has authorized the department to implement and monitor a comprehensive risk management framework across the bank. The Board, via its Board Risk Management and Compliance Committee conducts robust assessments of the bank's principal risks.

## 48.2 Credit Risk

The possibility of monetary loss to financial institutions arising due to the inability or unwillingness of a counterparty to perform a commitment as per the agreed terms and conditions, inter alia, on account of lending, trading, hedging, settlement, and other financial transactions.

Credit risk is managed through the credit policies approved by the Board; a well-defined credit approval mechanism; use of internal risk ratings; prescribed documentation requirements; post-disbursement administration, review, and monitoring of loans; and continuous assessment of credit worthiness of counterparties. Decisions regarding the credit portfolio are taken mainly by the Central Credit Forum. The Bank is committed to the appropriate level of due diligence to ensure that credit risk is identified and analyzed diligently, ensuring that credit commitments are appropriately structured, priced (in line with market practices) and documented. NRSP has a Credit Operational Manual and a Credit Policy in place to strategize and govern the Bank's overall lending strategy.

### 48.2.1 Definition of default and cure

As detailed in note 7.1.3, the Bank considers a financial instrument defaulted and therefore Stage 3 (credit-impaired) for ECL calculations, advances to customers when the borrower becomes 90 days past due for general loans, 180 days past due for enterprise loans, 180 days for Agricultural and live stock and 180 days past dues for housing loans on its contractual payments. The Bank considers treasury and interbank balances defaulted and takes immediate action when the required intraday payments are not settled by the close of business as outlined in the individual agreements.

As a part of a qualitative assessment of whether a customer is in default, the Bank also considers a variety of instances that may indicate unlikelihood to pay. When such events occur, the Bank carefully considers whether the event should result in treating the customer as defaulted and therefore assessed as Stage 3 for ECL calculations or whether Stage 2 is appropriate. Such events include:

- The borrower is deceased
- A material decrease in the underlying collateral value where the recovery of the loan is expected from the sale of the collateral
- A covenant breach not waived by the Bank
- the borrower is unable to pay due to any other reason

It is the Bank's policy to consider a financial instrument as 'cured' and therefore re-classified out of Stage 3 when none of the default criteria have been present. The decision whether to classify an asset as Stage 2 or Stage 1 once cured depends on the updated delinquency, at the time of the cure, and whether this indicates there has been a significant increase in credit risk compared to initial recognition. However, no financial assets is directly classified from stage 3 to stage 1.

### 48.2.2 PD estimation process

#### a) *Consumer lending*

The banks entire loans and advances portfolio consist of consumer lending. Consumer lending comprises agriculture, livestock, enterprise, general, gold, house and Islamic loans . The Bank does not have credit score card model for consumer landings, therefore, the Bank used delinquency (day past due) based model for estimation of PDs. Average monthly transitions to default of relevant delinquency states were converted into current 12 months point in time PDs using statistical models. The lifetime PD is developed by applying a maturity profile to the current 12 months PD. Data from January 01, 2019 till December 31, 2025 has been used for PD estimations.

#### b) *Bank balances*

For bank balances and terms deposits, the Bank's credit risk department analyses publicly available information such as financial information and other external data, e.g., the rating of good rating agency. PDs of external ratings are sourced from studies of international credit agencies such as PACRA and VIS.

**c) LGD estimation process**

The Bank segments its consumer lending products into smaller homogeneous segments, based on key characteristics that are relevant to the estimation of future cash flows. The bank calculate LGD of each segment based historical experiences of cash recoveries from defaults (including settlements), cost and time of recoveries. one year set back is maintained for calculation of LGD for defaults, which means parties which are classified as default till end of last year are taken in to the calculation of LGD. Effective interest rate or approximate there of has been used to discount recoveries to date of default. Data from January 01, 2019 till date has been used for LGD estimations for the parties classified as default till December 31, 2024. For receivables from the banks and investments, the Bank used LGD percentages prescribed under Basel Foundation – Internal Rating Based (F-IRB) approach to determine ECL under BSD Circular No. 08 dated June 27, 2006 issued by SBP.

**d) Forward looking information:**

IFRS 9 requires incorporating future economic conditions into the measurement of ECL. Future economic conditions are incorporated by adjusting estimates of PD to reflect expectations about the stage of economic cycle expected to be prevalent in the economy as-and-when default is expected to arise in the future. The macroeconomic factors were selected based on management judgement and analysis of historical default rates. GDP growth rate and CPI were considered to be the most suitable for the Bank's customers. The GDP and CPI forecast were sourced from World Bank which were used to determine forward looking Point in time PDs (Pit PDs).

**48.3 Operational risk**

Operational risk is the risk of loss resulting from inadequate or failed internal processes, people and system or from external events

Operational Risk Management is housed within Risk Management and a comprehensive ORM, BCM and Outsourcing Risk Management Framework is in place addressing key operational risk aspects related to people, processes, systems, and external events. A Steering Committee oversees and monitors operational risk issues and its mitigation. The bank utilizes key ORM tools, including Risk Control Self-Assessment (RCSA), Key Risk Indicators (KRIs), Risk Appetite and operational loss data, to assess the likelihood and severity of operational risks. Stress testing is employed to proactively evaluate potential impacts. RCSA exercises are conducted regularly across the bank, and operational risk reports are submitted to senior management.

**48.4 Interest / mark-up rate risk**

Interest rate risk is the risk that the value of the financial instrument will fluctuate due to changes in the market interest rates. The Bank's interest rate exposure is low due to the short-term nature of the majority of business transactions. Interest rate risk is also controlled through flexible credit pricing mechanism and variable deposit rates. Optimization of yield is achieved through the Bank's investment strategy which aims on attaining a balance between yield and liquidity under the strategic guidance of Assets and Liability Committee of Management (ALCO).

**48.5 Market Risk**

It is the risk arising from changes in the value of on and off-balance sheet positions of the Bank due to adverse movements in market rates or prices such as interest rates, foreign exchange rates, credit spreads and commodity prices, resulting in a loss to earnings and capital.

The Market Risk Unit monitors the impact of price and rate movements on the Bank's portfolios and periodically reports to the Asset and Liability Committee (ALCO), which are primarily responsible for oversight of market risk. The risk management department has developed various tools for risk measurement and its mitigation thereof, including Value at Risk (VaR), Duration, Price Value of a Basis Point (PVBPP) and, Re-pricing Gaps. In addition, the carries out stress tests, using both internally developed scenarios and scenarios prescribed by the regulator.

**48.6 Foreign Exchange Risk**

Foreign exchange risk arises in case of an on balance sheet / off balance sheet asset or liability position when there is adverse exchange rate movement. The Bank's exposure to this category of market risk is negligible as the Bank has no foreign currency reserves and has minimal foreign

**48.7 Liquidity risk**

Liquidity risk is the potential for loss to an institution arising from either its inability to meet its obligations or to fund increase in assets as they fall due without incurring unacceptable cost or losses.

The Bank's Asset and Liability Committee (ALCO) sets the overall strategy and oversees asset and liability management. Liquidity risk is monitored through several metrics, including the Cash Reserve Requirement, Statutory Liquidity Requirement, liquidity gaps, stress testing, and various liquidity ratios. Liquidity Risk Management regularly monitors these metrics, and the ALCO reviews liquidity risk

## 48.8 Assets and liabilities - based on contractual maturity

31-Dec-25

|   | Total            | Upto 1 Month        | Over 1 to 3Months | Over 3 to 6 Months | Over 6 to 12 Months | Over 1 to 2 years | Over 2 to 5 years | Over 5 Years |
|---|------------------|---------------------|-------------------|--------------------|---------------------|-------------------|-------------------|--------------|
| <b>Assets</b>                               |                  |                     |                   |                    |                     |                   |                   |              |
| ----- Rupees '000 -----                     |                  |                     |                   |                    |                     |                   |                   |              |
| Cash and balances with treasury banks       | 8,037,386        | 8,037,386           | -                 | -                  | -                   | -                 | -                 | -            |
| Balances with other MFBs / Banks / NBFIs    | 2,800,733        | 2,800,733           | -                 | -                  | -                   | -                 | -                 | -            |
| Lending to financial institutions           | -                | -                   | -                 | -                  | -                   | -                 | -                 | -            |
| Investments                                 | 22,861,670       | -                   | 5,962,042         | 3,673,467          | 12,370,211          | 855,950           | -                 | -            |
| Advances                                    | 40,927,367       | 3,540,934           | 2,410,623         | 6,999,081          | 12,122,289          | 5,253,183         | 10,601,257        | -            |
| Property and equipment                      | 565,269          | -                   | -                 | -                  | -                   | -                 | 565,269           | -            |
| Right-of-use assets                         | 667,551          | -                   | -                 | -                  | -                   | -                 | 667,551           | -            |
| Intangible assets                           | 23,039           | -                   | -                 | -                  | -                   | -                 | 23,039            | -            |
| Deferred tax asset                          | 3,119,179        | -                   | -                 | -                  | -                   | -                 | 3,119,179         | -            |
| Other assets                                | 2,610,272        | 732,655             | 843,772           | 778,804            | 23,088              | 46,176            | 185,071           | -            |
|   | 81,612,466       | 15,111,708          | 9,216,437         | 11,451,352         | 24,515,588          | 6,155,309         | 15,161,366        | -            |
| <b>Liabilities</b>                          |                  |                     |                   |                    |                     |                   |                   |              |
| Bills Payable                               | 46,524           | 46,524              | -                 | -                  | -                   | -                 | -                 | -            |
| Borrowings                                  | 16,072,935       | 2,374,762           | 2,742             | 767                | 13,576,302          | 4,129             | 114,233           | -            |
| Deposits and other accounts                 | 52,261,714       | 25,689,941          | 198,170           | 2,803,244          | 20,566,186          | 1,527,941         | 1,476,232         | -            |
| Lease Liabilities                           | 951,819          | 20,771              | 53,791            | 69,150             | 113,928             | 204,079           | 490,100           | -            |
| Subordinated debt                           | 2,487,428        | 25,110              | -                 | -                  | 1,692,318           | 192,500           | 577,500           | -            |
| Deferred grants                             | -                | -                   | -                 | -                  | -                   | -                 | -                 | -            |
| Other liabilities                           | 3,168,725        | 122,606             | 162,023           | 294,505            | 436,390             | 364,203           | 1,746,454         | -            |
|   | 74,989,145       | 28,279,714          | 416,726           | 3,167,666          | 36,385,124          | 2,292,852         | 4,404,519         | -            |
| <b>Net assets</b>                           | <b>6,623,321</b> | <b>(13,168,006)</b> | <b>8,799,711</b>  | <b>8,283,686</b>   | <b>(11,869,536)</b> | <b>3,862,457</b>  | <b>10,756,847</b> | <b>-</b>     |
| <b>Represented by :</b>                     |                  |                     |                   |                    |                     |                   |                   |              |
| Share capital                               | 3,498,383        |                     |                   |                    |                     |                   |                   |              |
| Advance Against Issue of Shares             | 1,000,000        |                     |                   |                    |                     |                   |                   |              |
| Statutory reserve                           | 1,512,143        |                     |                   |                    |                     |                   |                   |              |
| Depositors' protection fund                 | 656,430          |                     |                   |                    |                     |                   |                   |              |
| Surplus / (Deficit) On Fair Value Of Asset: | (3,217)          |                     |                   |                    |                     |                   |                   |              |
| Unappropriated profit                       | (40,418)         |                     |                   |                    |                     |                   |                   |              |
|   | <u>6,623,321</u> |                     |                   |                    |                     |                   |                   |              |

31-Dec-24

| Total | Upto 1 Month | Over 1 to 3Months | Over 3 to 6 Months | Over 6 to 12 Months | Over 1 to 2 years | Over 2 to 5 years | Over 5 Years |
|-------|--------------|-------------------|--------------------|---------------------|-------------------|-------------------|--------------|
|-------|--------------|-------------------|--------------------|---------------------|-------------------|-------------------|--------------|

----- Rupees '000 -----

**Assets**

|  |             |            |             |            |            |           |            |           |
|--|-------------|------------|-------------|------------|------------|-----------|------------|-----------|
| Cash and balances with treasury banks    | 5,892,288   | 5,892,288  | -           | -          | -          | -         | -          | -         |
| Balances with other MFBs / Banks / NBFIs | 3,938,347   | 3,738,347  | 200,000     | -          | -          | -         | -          | -         |
| Lending to financial institutions        | 3,101,072   | 3,101,072  | -           | -          | -          | -         | -          | -         |
| Investments                              | 120,110,978 | -          | 102,020,923 | 10,042,297 | 6,311,704  | 1,367,078 | 368,976    | -         |
| Advances                                 | 37,170,324  | 1,976,160  | 2,398,723   | 7,433,021  | 9,471,558  | 5,821,533 | 7,164,723  | 2,904,606 |
| Property and equipment                   | 568,665     | 14,562     | 39          | 587        | 2,572.00   | 8,197     | 232,962    | 309,745   |
| Right-of-use assets                      | 622,772     | 1,007      | 1,545       | 2,812      | 5,941      | 27,876    | 207,761    | 375,830   |
| Intangible assets                        | 28,203      | -          | 844         | 1,075      | 1,008      | 25,276    | -          | -         |
| Deferred tax asset                       | 3,211,739   | -          | -           | -          | -          | -         | 3,211,739  | -         |
| Other assets                             | 2,596,909   | 2,522,035  | -           | -          | 74,874     | -         | -          | -         |
|  | 177,241,297 | 17,245,471 | 104,622,074 | 17,479,792 | 15,867,657 | 7,249,960 | 11,186,161 | 3,590,181 |

**Liabilities**

|                             |                  |                     |             |                |                  |                  |                  |                  |                  |
|-----------------------------|------------------|---------------------|-------------|----------------|------------------|------------------|------------------|------------------|------------------|
| Bills Payable               | 53,036           | 53,036.00           | -           | -              | -                | -                | -                | -                |                  |
| Borrowings                  | 112,182,676      | 12,550,586          | 99,632,090  | -              | -                | -                | -                | -                |                  |
| Deposits and other accounts | 55,000,504       | 28,678,255          | 4,056,506   | 7,786,401      | 11,592,924       | 851,591          | 297,423          | 1,737,405        |                  |
| Lease Liabilities           | 894,018          | 19,086              | 37,629      | 55,504         | 106,572          | 28,939           | 453,219          | 193,069          |                  |
| Subordinated debt           | 2,391,879        | 33,383              | 770,000     | 1,588,496      | -                | -                | -                | -                |                  |
| Deferred grants             | 85               | 85                  | -           | -              | -                | -                | -                | -                |                  |
| Other liabilities           | 3,161,860        | 817,121             | 310,905     | 331,472        | 224,718          | 653,063          | 681,531          | 143,049          |                  |
|                             | 173,684,058      | 42,151,552          | 104,807,130 | 9,761,873      | 11,924,214       | 1,533,593        | 1,432,173        | 2,073,523        |                  |
| <b>Net assets</b>           | <b>3,557,239</b> | <b>(24,906,081)</b> | <b>-</b>    | <b>185,056</b> | <b>7,717,919</b> | <b>3,943,443</b> | <b>5,716,367</b> | <b>9,753,988</b> | <b>1,516,658</b> |

**Represented by :**

|   |                  |
|---|------------------|
| Share capital                               | 1,498,372        |
| Advance Against Issue of Shares             | 1,304,296        |
| Statutory reserve                           | 1,242,975        |
| Depositors' protection fund                 | 533,542          |
| Surplus / (Deficit) On Fair Value Of Asset: | 28,558           |
| Unappropriated profit                       | (1,050,504)      |
|   | <u>3,557,239</u> |

49 ISLAMIC BANKING BUSINESS

The bank is operating with 37 (2024: 37) Islamic banking branches.

|   | Note | 31-Dec-25         | 31-Dec-24         |
|---|------|-------------------|-------------------|
|   |      | Rupees in '000    |                   |
| <b>ASSETS</b>                               |      |                   |                   |
| Cash and balances with treasury banks       |      | 3,174,444         | 1,777,743         |
| Balances with other banks                   |      | 723,594           | 626,815           |
| Due from financial institutions             |      | -                 | -                 |
| Investments                                 | 49.1 | 3,175,820         | 3,499,535         |
| Islamic financing and related assets - net  | 49.2 | 11,519,516        | 11,816,522        |
| Property and equipment                      |      | 50,008            | 62,457            |
| Right-of-use assets                         |      | 71,590            | 337,617           |
| Other assets                                |      | 33,233            | 1,253,857         |
| <b>Total assets</b>                         |      | <b>18,748,205</b> | <b>19,374,546</b> |
| <b>LIABILITIES</b>                          |      |                   |                   |
| Bills payable                               |      | 11,606            | 18,816            |
| Due to financial institutions               |      | -                 | -                 |
| Deposits and other accounts                 | 49.5 | 9,771,919         | 12,862,582        |
| Due to head office                          |      | 1,418,740         | 20,689            |
| Lease liabilities                           |      | 130,504           | 389,821           |
| Charity                                     |      | 58                | 25                |
| Other liabilities                           |      | 2,471,476         | 2,172,002         |
|   |      | <b>13,804,304</b> | <b>15,463,935</b> |
| <b>NET ASSETS</b>                           |      | <b>4,943,902</b>  | <b>3,910,611</b>  |
| <b>REPRESENTED BY</b>                       |      |                   |                   |
| Islamic banking fund                        |      | 440,000           | 440,000           |
| Surplus/ (Deficit) on revaluation of assets |      | (6,215)           | 6,706             |
| Unappropriated profit                       | 49.8 | 4,510,117         | 3,463,905         |
|   |      | <b>4,943,902</b>  | <b>3,910,611</b>  |
| <b>CONTINGENCIES AND COMMITMENTS</b>        |      |                   |                   |
|   | 49.9 |                   |                   |

The profit and loss account of the Bank's Islamic banking branches for the period ended December 31, 2025 is as follows:

|   |       | 31-Dec-25        | 31-Dec-24        |
|---|-------|------------------|------------------|
|   |       | Rupees in '000   |                  |
| Profit / return earned                              | 49.10 | 2,990,924        | 3,291,306        |
| Profit / return expensed                            | 49.11 | (1,152,858)      | (1,273,657)      |
| Net profit / return                                 |       | <b>1,838,066</b> | <b>2,017,649</b> |
| Other income  |       |                  |                  |
| Fee and commission income                           |       | 85,120           | 85,212           |
| Other income  |       | -                | 61,444           |
| <b>Total other income</b>                           |       | <b>85,120</b>    | <b>146,656</b>   |
| <b>Total income</b>                                 |       | <b>1,923,186</b> | <b>2,164,305</b> |
| Other expenses                                      |       |                  |                  |
| Operating expenses                                  |       | (682,715)        | (711,642)        |
| Other charges                                       |       | -                | (162)            |
| <b>Total other expenses</b>                         |       | <b>(682,715)</b> | <b>(711,804)</b> |
| <b>Profit / (Loss) before credit loss allowance</b> |       | <b>1,240,471</b> | <b>1,452,501</b> |
| Credit loss allowance and write offs - net          |       | (200,965)        | (109,441)        |
| <b>Profit before taxation</b>                       |       | <b>1,039,506</b> | <b>1,343,060</b> |
| Taxation  |       | -                | -                |
| <b>Profit after taxation</b>                        |       | <b>1,039,506</b> | <b>1,343,060</b> |

| 49.1 Investments by segments:                  | 31-Dec-25                  |  |                        |                   | 31-Dec-24                  |  |                        |                   |
|--|----------------------------|--|------------------------|-------------------|----------------------------|--|------------------------|-------------------|
|  | Cost/<br>Amortised<br>cost | Credit loss<br>allowance for<br>diminution | Surplus /<br>(Deficit) | Carrying<br>value | Cost<br>/Amortised<br>cost | Credit loss<br>allowance for<br>diminution | Surplus /<br>(Deficit) | Carrying<br>value |
|  | 'Rupees in '000            |  |                        |                   |                            |  |                        |                   |
| <b>Debt Instruments</b>                        |                            |  |                        |                   |                            |  |                        |                   |
| <b>Classified / Measured at amortised cost</b> |                            |  |                        |                   |                            |  |                        |                   |
| Federal Government securities                  |                            |  |                        |                   |                            |  |                        |                   |
| -Ijarah Sukuks                                 | 967,002                    | -  | -                      | 967,002           | 1,856,237                  | -  | -                      | 1,856,237         |
|  | 967,002                    | -  | -                      | 967,002           | 1,856,237                  | -  | -                      | 1,856,237         |
| <b>Classified / Measured at FVOCI</b>          |                            |  |                        |                   |                            |  |                        |                   |
| Federal Government securities                  |                            |  |                        |                   |                            |  |                        |                   |
| -Ijarah Sukuks                                 | 2,215,033                  | -  | (6,215)                | 2,208,818         | 1,730,634                  | -  | 5,416                  | 1,736,050         |
|  | 2,215,033                  | -  | (6,215)                | 2,208,818         | 1,730,634                  | -  | 5,416                  | 1,736,050         |
| <b>Total investments</b>                       | <b>3,182,035</b>           | <b>-</b>                                   | <b>(6,215)</b>         | <b>3,175,820</b>  | <b>3,586,871</b>           | <b>-</b>                                   | <b>5,416</b>           | <b>3,592,287</b>  |

For Investments in associates give details in respect of individual entities specifying percentage of holding and country of incorporation along with details regarding assets, liabilities, revenue, profit after taxation and total comprehensive income of these entities.

#### 49.1.1 Particulars of credit loss allowance

Expected credit loss on Government securities have not been estimated due to exemption available under IFRS 9 instructions issued by SBP through BPRD circular no. 3 of 2022 dated July 05, 2022

| 49.2 Islamic financing and related assets                                  | 31-Dec-25         | 31-Dec-24         |
|--|-------------------|-------------------|
|  | Rupees in '000    |                   |
| Ijarah   | 187,255           | 476,452           |
| Murabaha   | 9,890,062         | 8,589,780         |
| Diminishing Musharaka  | 1,958,112         | 3,092,747         |
| Gross Islamic financing and related assets                                 | 12,035,429        | 12,158,979        |
| Less: Credit loss allowance against Islamic financings                     |                   |                   |
| -Stage 1   | (9,143)           | (71,971)          |
| -Stage 2   | (2,462)           | (12,851)          |
| -Stage 3   | (504,308)         | (257,635)         |
|  | (515,913)         | (342,457)         |
| <b>Islamic financing and related assets - net of Credit loss allowance</b> | <b>11,519,516</b> | <b>11,816,522</b> |

## 49.3 Ijarah

|                          | Cost             |                            |                | Depreciation   |                        |                | Book Value<br>as at<br>December 31 |
|--------------------------|------------------|----------------------------|----------------|----------------|------------------------|----------------|------------------------------------|
|                          | As at Jan 01     | Additions /<br>(deletions) | As at Dec 31   | As at Jan 01   | Charge for<br>the year | As at Dec 31   |                                    |
| Rupees in '000           |                  |                            |                |                |                        |                |                                    |
| <b>December 31, 2025</b> |                  |                            |                |                |                        |                |                                    |
| Plant & machinery        | -                | -                          | -              | -              | -                      | -              | -                                  |
| Vehicles                 | 719,449          | (410,179)                  | 309,270        | 242,997        | (120,981)              | 122,015        | 187,255                            |
| Equipment                | -                | -                          | -              | -              | -                      | -              | -                                  |
| <b>Total</b>             | <b>719,449</b>   | <b>(410,179)</b>           | <b>309,270</b> | <b>242,997</b> | <b>(120,981)</b>       | <b>122,015</b> | <b>187,255</b>                     |
| <b>December 31, 2024</b> |                  |                            |                |                |                        |                |                                    |
| Plant & machinery        | -                | -                          | -              | -              | -                      | -              | -                                  |
| Vehicles                 | 1,341,822        | (622,374)                  | 719,449        | 331,685        | (88,688)               | 242,997        | 476,452                            |
| Equipment                | -                | -                          | -              | -              | -                      | -              | -                                  |
| <b>Total</b>             | <b>1,341,822</b> | <b>(622,374)</b>           | <b>719,449</b> | <b>331,685</b> | <b>(88,688)</b>        | <b>242,997</b> | <b>476,452</b>                     |

## Future Ijarah payments receivable

|                                  | Current                  |   |                    |                | Prior                    |   |                    |                |
|----------------------------------|--------------------------|---|--------------------|----------------|--------------------------|---|--------------------|----------------|
|                                  | Not later<br>than 1 year | Later than 1<br>year & less<br>than 5 years | Over Five<br>years | Total          | Not later than<br>1 year | Later than 1<br>year & less<br>than 5 years | Over Five<br>years | Total          |
| Rupees in '000                   |                          |   |                    |                |                          |   |                    |                |
| <b>Ijarah rental receivables</b> | <b>89,157</b>            | <b>42,500</b>                               | <b>-</b>           | <b>131,657</b> | <b>89,534</b>            | <b>161,287</b>                              | <b>-</b>           | <b>250,820</b> |

## 49.4 Murabaha

Murabaha financing

## 49.4.1 Murabaha receivable - gross

Less: Deferred murabaha income

Profit receivable shown in other assets

Murabaha financings

## 49.4.2 The movement in Murabaha financing during the year is as follows:

Opening balance

Sales during the year

Adjusted during the year

Closing balance

| Note   | 31-Dec-25<br>Rupees in '000 | 31-Dec-23<br>Rupees in '000 |
|--------|-----------------------------|-----------------------------|
| 49.4.1 | 9,890,062                   | 8,589,780                   |
| 49.4.2 | 9,890,062                   | 8,589,780                   |
| 49.4.4 | (2,665,614)                 | (2,318,198)                 |
|        | -                           | -                           |
|        | <b>7,224,448</b>            | <b>6,271,582</b>            |
|        | 8,589,780                   | 8,971,208                   |
|        | 9,138,963                   | 6,447,002                   |
|        | (7,838,681)                 | (6,828,430)                 |
|        | <b>9,890,062</b>            | <b>8,589,780</b>            |

|  | Note | 31-Dec-25        | 31-Dec-24        |
|--|------|------------------|------------------|
|  |      | Rupees in '000   |                  |
| <b>49.4.3</b> Murabaha sale price      |      | 9,138,963        | 6,447,002        |
| Murabaha purchase price                |      | 6,700,635        | 4,802,658        |
|  |      | <u>2,438,328</u> | <u>1,644,344</u> |
| <b>49.4.4</b> Deferred murabaha income |      |                  |                  |
| Opening balance                        |      | 2,318,198        | 2,349,939        |
| Arising during the year                |      | 2,438,328        | 1,644,344        |
| Less: Recognised during the year       |      | (2,090,912)      | (1,676,085)      |
| Closing balance                        |      | <u>2,665,614</u> | <u>2,318,198</u> |

**49.5 Deposits**

|   | 2025              |                       |                  | 2024              |                       |                   |
|---|-------------------|-----------------------|------------------|-------------------|-----------------------|-------------------|
|   | In local currency | In foreign currencies | Total            | In local currency | In foreign currencies | Total             |
| Rupees in '000                                      |                   |                       |                  |                   |                       |                   |
| <b>Customers</b>                                    |                   |                       |                  |                   |                       |                   |
| Current deposits                                    | 1,138,650         | -                     | 1,138,650        | 1,145,355         | -                     | 1,145,355         |
| Savings deposits                                    | 1,873,220         | -                     | 1,873,220        | 1,801,456         | -                     | 1,801,456         |
| Term deposits                                       | 1,619,414         | -                     | 1,619,414        | 1,596,042         | -                     | 1,596,042         |
| Others  | 23,954            | -                     | 23,954           | 18,819            | -                     | 18,819            |
|   | <u>4,655,238</u>  | <u>-</u>              | <u>4,655,238</u> | <u>4,561,672</u>  | <u>-</u>              | <u>4,561,672</u>  |
| <b>Financial institutions</b>                       |                   |                       |                  |                   |                       |                   |
| Current deposits                                    | 106               | -                     | 106              | 40                | -                     | 40                |
| Savings deposits                                    | 99,458            | -                     | 99,458           | 113,447           | -                     | 113,447           |
| Term deposits                                       | 4,000             | -                     | 4,000            | 107,675           | -                     | 107,675           |
|   | <u>103,564</u>    | <u>-</u>              | <u>103,564</u>   | <u>221,162</u>    | <u>-</u>              | <u>221,162</u>    |
| <b>Firms/ Corporations</b>                          |                   |                       |                  |                   |                       |                   |
| Current deposits                                    | 85,109            | -                     | 85,109           | 1,050,369         | -                     | 1,050,369         |
| Savings deposits                                    | 654,706           | -                     | 654,706          | 1,979,886         | -                     | 1,979,886         |
| Term deposits                                       | 3,981,133         | -                     | 3,981,133        | 4,539,559         | -                     | 4,539,559         |
|   | <u>4,720,948</u>  | <u>-</u>              | <u>4,720,948</u> | <u>7,569,814</u>  | <u>-</u>              | <u>7,569,814</u>  |
| <b>Mark-up/Return /Interest Payable on Deposits</b> | <u>292,170</u>    | <u>-</u>              | <u>292,170</u>   | <u>509,934</u>    | <u>-</u>              | <u>509,934</u>    |
|   | <u>9,771,920</u>  | <u>-</u>              | <u>9,771,920</u> | <u>12,862,582</u> | <u>-</u>              | <u>12,862,582</u> |

|                                     | 31-Dec-25      | 31-Dec-24 |
|-------------------------------------|----------------|-----------|
|                                     | Rupees in '000 |           |
| <b>49.6</b> Composition of deposits |                |           |
| Individuals                         | 4,655,238      | 4,561,672 |
| Financial institutions              | 103,564        | 221,162   |
| Firms/ Corporations                 | 4,720,948      | 7,569,814 |

|   | 31-Dec-25      | 31-Dec-24 |
|---|----------------|-----------|
|   | Rupees in '000 |           |
| <b>49.7 Charity fund</b>  |                |           |
| Opening balance   | 15,773         | 15,253    |
| <b>Additions during the period</b>  |                |           |
| Received from customers on account of delayed payment                       | 18,750         | 14,392    |
| <b>Profit on charity saving account</b>                                     | 867            | 1,382     |
| <b>Payments / utilization during the period</b>                             |                |           |
| Health  | (9,000)        | (9,000)   |
| Others  | (6,780)        | (6,254)   |
|   | (15,780)       | (15,254)  |
| Closing balance   | 19,610         | 15,773    |
| <b>49.8 Islamic banking business unappropriated profit</b>                  |                |           |
| Opening balance   | 3,470,611      | 2,127,551 |
| Add: Islamic banking profit for the period                                  | 1,039,506      | 1,343,060 |
| Less: Transferred / Remitted to head office                                 | -              | -         |
| Closing balance   | 4,510,117      | 3,470,611 |
| <b>49.9 CONTINGENCIES AND COMMITMENTS</b>                                   |                |           |
| Contingencies and commitments   | -              | -         |
| <b>49.10 Profit / Return Earned of Financing, Investments and Placement</b> |                |           |
| <b>Profit earned on:</b>  |                |           |
| Financing   | 2,722,918      | 3,025,452 |
| Investments   | 425,059        | 334,656   |
| Profit Waived off on Islamic Products                                       | (157,053)      | (68,802)  |
|   | 2,990,924      | 3,291,306 |
| <b>49.11 Profit on Deposits and other Dues Expensed</b>                     |                |           |
| Deposits and other accounts   | 1,152,858      | 1,273,657 |
| Inter Branch Transfer pricing   | -              | -         |
|   | 1,152,858      | 1,273,657 |
| <b>49.12 Pool management</b>  |                |           |

NRSP Islamic Microfinance Division (IMD) is operating General pool to manage profit distribution.

#### FEATURES OF GENERAL POOL AND SPECIAL POOL

In this pool, all forms of deposits are accepted on a Mudaraba basis, applicable to various asset types and income generated from these assets. Certificates may also be issued for a specified duration. The deposits collected in this pool are allocated to Islamic assets, including Murabaha, Ijarah, Musharaka, Islamic Sukuks, and any other Shariah-compliant investments that have received approval from the Shariah Advisor. Deposits can be made through all NRSP Islamic branches.

There is no minimum deposit requirement to participate in profit sharing; however, a nominal minimum amount may be necessary to establish an account. Profit payments are made monthly, quarterly, or semi-annually for investments ranging from three months to three years, with profit calculated based on the daily average balance for the month. Early termination of deposits is permitted, subject to profit adjustments.

All direct administrative expenses of the General Pool are shared with depositors, although equity holders may choose to cover all or part of these expenses. Provisions created for non-performing financing and declines in investment value, as mandated by prudential regulations and other directives from the State Bank of Pakistan, are not charged to the PLS deposits as expenses. However, income reversals resulting from asset classification and losses from actual write-offs are considered expenses of the pool.

According to the Bank's policy, weightages are announced three days prior to the beginning of each month. The Mudarib share for the current period amounts of Rs. 920,658,228/- representing 45.7% of distributable income. The Mudarib share allocated to depositors as gift (Hiba) during this period totals Rs. 18,659,576/- which is 0.9% of the distributable income. The profit rate earned and the profit rate distributed to depositors for the current period are 19.9% and 10.2%, respectively.

50 **General**

50.1 Account captions as prescribed by BPRD circular no. 3 of 2023 dated February 09, 2023, in the context of which there are no amounts, have not been reproduced in these financial statement, except for the captions of the balance sheet and profit and loss account.

50.2 Corresponding figures have been rearranged and reclassified for more appropriate presentation where necessary including resultant changes from adoption of new format of financial statements.


50.3 The figures in the financial statements are rounded off to the nearest thousand rupees.


51 **EVENTS AFTER THE REPORTING DATE**

52 **DATE OF AUTHORISATION FOR ISSUE**

The financial statements were approved and authorised by the Board of Directors of the Bank in their meeting held on

15 APR 2026 

  
\_\_\_\_\_  
President/Chief Executive

  
\_\_\_\_\_  
Chief Financial Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Director

**NRSP Microfinance Bank Limited**  
**Annual Audit for the year ended December 31, 2025**  
**Property and Equipment**

| Asset code | Category           | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax    | Net sale proceed | (Gain)/loss | Tax status | Description  | Party Name                         | Dep Rate |
|------------|--------------------|---------------|------------------|--------------------------|------------|-------------|--------|------------------|-------------|------------|--|------------------------------------|----------|
| 4050100164 | Computer Equipment | 16-Jun-25     | 20,000           | 20,000                   | -          | -           | -      | -                | -           | NO         | Samsung A 32 Rowan Tahir - 02985   | Rowan Tahir 02985                  | 33%      |
| 4050100195 | Computer Equipment | 1-Sep-25      | 20,000           | 20,000                   | -          | -           | -      | -                | -           | NO         | Oppo A16E -7421 4-64 Mobile Phone Zafar Iqbal 20056  | Muhammad Zafar Iqbal 20056         | 33%      |
| 4050100196 | Computer Equipment | 1-Mar-25      | 20,000           | 16,667                   | 3,333      | 19,000      | -      | 19,000           | (15,667)    | NO         | Samsung A 32 Mobile phone For Hamid Anwar 04333 Head Comp.   | ICI Insurance - Total Loss         | 33%      |
| 1010200063 | Vehicles           | 30-Jun-25     | 711,000          | 711,000                  | -          | 869,885     | 79,080 | 790,805          | (790,805)   | YES        | 796CC - Mehran ( Reg # DR-17-356, Eng # PK907732, Chassis # SB308PK01246246)                         | Muhammad Qasim - 312020227765      | 20%      |
| 1011000014 | Vehicles           | 1-Jun-25      | 1,076,000        | 1,076,000                | -          | 726,865     | 66,079 | 660,786          | (660,786)   | YES        | Faw XPV 970 CC (Reg # LEH-19-7432 Eng #84014432 Chassis # AHFMV5119PD000895)                         | Muhammad Qasim - CNIC 312020227765 | 20%      |
| 1011000022 | Vehicles           | 1-Jun-25      | 1,158,883        | 1,125,132                | 33,751     | 737,865     | 67,079 | 670,786          | (637,035)   | YES        | Faw XPV 970 CC (Reg # DR-19-377,Eng #8301038-12 Chassis # AHFMV5119PD000882)                         | Muhammad Qasim - CNIC 312020227765 | 20%      |
| 1011000023 | Vehicles           | 1-Jun-25      | 1,195,780        | 1,195,780                | -          | 755,465     | 66,679 | 688,786          | (686,786)   | YES        | Faw XPV 970 CC (Reg # DR-19-376,Eng #8301037-12 Chassis # AHFMV5119PD000880)                         | Muhammad Qasim - CNIC 312020227765 | 20%      |
| 1011000024 | Vehicles           | 1-Jun-25      | 1,078,460        | 1,078,460                | -          | 748,865     | 68,079 | 680,786          | (680,786)   | YES        | Faw XPV 970 CC (Reg # DR-19-304,Eng #8301034-12 Chassis # AHFMV5119PD000879)                         | Muhammad Qasim - CNIC 312020227765 | 20%      |
| 1020300138 | Vehicles           | 1-Jun-25      | 71,030           | 71,030                   | -          | 33,865      | 3,079  | 30,786           | (30,786)    | YES        | Bike ( Reg # BHM-18-2872, Eng # 60,575,305694797, Chassis # JE 148976)                               | Muhammad Qasim - CNIC 312020227765 | 20%      |
| 2050200015 | Office Equipment   | 1-Jun-25      | 2,500            | 2,000                    | 500        | 1,500       | 136    | 1,364            | (864)       | YES        | Temperature Gun for MTN  | Urman Ramzan - CNIC 312020227765   | 20%      |
| 2190300045 | Office Equipment   | 1-Jun-25      | 3,400            | 963                      | 2,437      | 2,600       | 236    | 2,364            | 73          | YES        | Electric Kettle Fatehpur Islamic branch  | Urman Ramzan - CNIC 312020227765   | 20%      |
| 2211800017 | Office Equipment   | 1-Jun-25      | 225,225          | 225,225                  | -          | 9,299       | 845    | 8,454            | (8,454)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800025 | Office Equipment   | 1-Jun-25      | 225,225          | 225,225                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800029 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,109       | 828    | 8,281            | (8,281)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800031 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800034 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800035 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800036 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800037 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800039 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800043 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800045 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800049 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800061 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800063 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800089 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800102 | Office Equipment   | 1-Jun-25      | 202,995          | 202,995                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (SNBC Bank Note Sorter BNE-5110) 2 Pockets, 5.2" Display & 1000 notes/min speed | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800141 | Office Equipment   | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDIX CO.,LTD,ML-2F)   | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800142 | Office Equipment   | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDIX CO.,LTD,ML-2F)   | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800143 | Office Equipment   | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDIX CO.,LTD,ML-2F)   | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800149 | Office Equipment   | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDIX CO.,LTD,ML-2F)   | Saf Ur Rehman - CNIC 312020227765  | 20%      |
| 2211800150 | Office Equipment   | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836    | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDIX CO.,LTD,ML-2F)   | Saf Ur Rehman - CNIC 312020227765  | 20%      |

| Asset code | Category               | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax   | Net sale proceed | (Gain)/loss | Tax Status | Description  | Party Name                          | Dep Rate |
|------------|------------------------|---------------|------------------|--------------------------|------------|-------------|-------|------------------|-------------|------------|--|-------------------------------------|----------|
| 2211800151 | Office Equipment       | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836   | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDEX CO.,LTD,ML-2F)                             | Saif Ur Rehman - CNIC 3120289244949 | 20%      |
| 2211800155 | Office Equipment       | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836   | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDEX CO.,LTD,ML-2F)                             | Saif Ur Rehman - CNIC 3120289244949 | 20%      |
| 2211800156 | Office Equipment       | 1-Jun-25      | 225,000          | 225,000                  | -          | 9,199       | 836   | 8,363            | (8,363)     | YES        | Note Sorting Machine (LIDEX CO.,LTD,ML-2F)                             | Saif Ur Rehman - CNIC 3120289244949 | 20%      |
| 2212500006 | Office Equipment       | 1-Jun-25      | 2,700            | 2,700                    | -          | 2,600       | 182   | 1,818            | (1,818)     | YES        | Stapler Large  | Zandaf Khan - 3120203023637         | 20%      |
| 3010100002 | Furniture and Fixtures | 1-Jun-25      | 3,638            | 3,638                    | -          | 600         | 55    | 545              | (545)       | YES        | Office Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3020302730 | Furniture and Fixtures | 1-Jun-25      | 2,500            | 2,500                    | -          | 600         | 55    | 545              | (545)       | YES        | Visitor Chair  | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3020302732 | Furniture and Fixtures | 1-Jun-25      | 2,500            | 2,500                    | -          | 600         | 55    | 545              | (545)       | YES        | Visitor Chair  | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3020302734 | Furniture and Fixtures | 1-Jun-25      | 2,500            | 2,500                    | -          | 600         | 55    | 545              | (545)       | YES        | Visitor Chair  | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3020302737 | Furniture and Fixtures | 1-Jun-25      | 2,500            | 2,500                    | -          | 600         | 55    | 545              | (545)       | YES        | Visitor Chair  | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3020302738 | Furniture and Fixtures | 1-Jun-25      | 2,500            | 2,500                    | -          | 600         | 55    | 545              | (545)       | YES        | Visitor Chair  | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3040100042 | Furniture and Fixtures | 1-Jun-25      | 9,995            | 9,995                    | -          | 600         | 55    | 545              | (545)       | YES        | Almirah (wooden)   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3040100046 | Furniture and Fixtures | 1-Jun-25      | 4,147            | 4,147                    | -          | 600         | 55    | 545              | (545)       | YES        | Almirah (wooden)   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3040100047 | Furniture and Fixtures | 1-Jun-25      | 4,239            | 4,239                    | -          | 600         | 55    | 545              | (545)       | YES        | Almirah (wooden)   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3040100049 | Furniture and Fixtures | 1-Jun-25      | 4,712            | 4,712                    | -          | 600         | 55    | 545              | (545)       | YES        | Almirah (wooden)   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200011 | Furniture and Fixtures | 1-Jun-25      | 3,149            | 3,149                    | -          | 600         | 55    | 545              | (545)       | YES        | Bed Side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200012 | Furniture and Fixtures | 1-Jun-25      | 2,729            | 2,729                    | -          | 600         | 55    | 545              | (545)       | YES        | Bed Side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200013 | Furniture and Fixtures | 1-Jun-25      | 2,357            | 2,357                    | -          | 600         | 55    | 545              | (545)       | YES        | Bed Side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200014 | Furniture and Fixtures | 1-Jun-25      | 3,149            | 3,149                    | -          | 600         | 55    | 545              | (545)       | YES        | Bed Side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200020 | Furniture and Fixtures | 1-Jun-25      | 2,929            | 2,929                    | -          | 600         | 55    | 545              | (545)       | YES        | Bed Side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200021 | Furniture and Fixtures | 1-Jun-25      | 2,924            | 2,924                    | -          | 600         | 55    | 545              | (545)       | YES        | Bed Side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200022 | Furniture and Fixtures | 1-Jun-25      | 2,924            | 2,924                    | -          | 600         | 55    | 545              | (545)       | YES        | Bed Side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3050200025 | Furniture and Fixtures | 1-Jun-25      | 13,565           | 13,565                   | -          | 11,200      | 1,018 | 10,182           | (10,182)    | YES        | Bed side Table   | Muhammad Qasim - CNIC 3120202277265 | 10%      |
| 3111300009 | Furniture and Fixtures | 1-Jun-25      | 58,900           | 58,900                   | -          | 15,000      | 1,364 | 13,636           | (13,636)    | YES        | Sign Board (Back Lt Board)   | Usman Ramzan - CNIC 3120201965727   | 10%      |
| 3111300164 | Furniture and Fixtures | 1-Jun-25      | 3,300            | 2,310                    | 990        | 1,500       | 136   | 1,364            | (374)       | YES        | Sign Board (Back Lt Board)   | Usman Ramzan - CNIC 3120201965727   | 10%      |
| 3111300179 | Furniture and Fixtures | 1-Jun-25      | 85,500           | 57,713                   | 27,788     | 30,000      | 2,727 | 27,273           | (515)       | YES        | Sign Board (Back Lt Board)   | Usman Ramzan - CNIC 3120201965727   | 10%      |
| 3111300199 | Furniture and Fixtures | 1-Jun-25      | 69,722           | 44,739                   | 24,983     | 25,000      | 2,273 | 22,727           | (2,256)     | YES        | Sign Board (Back Lt Board)   | Usman Ramzan - CNIC 3120201965727   | 10%      |
| 3111300203 | Furniture and Fixtures | 1-Jun-25      | 100,898          | 64,743                   | 36,155     | 39,000      | 3,545 | 35,455           | (700)       | YES        | Sign Board (Back Lt Board)   | Usman Ramzan - CNIC 3120201965727   | 10%      |
| 3111300218 | Furniture and Fixtures | 1-Jun-25      | 60,000           | 36,500                   | 23,500     | 30,000      | 2,727 | 27,273           | (3,727)     | YES        | Sign Board (Back Lt Board)   | Usman Ramzan - CNIC 3120201965727   | 10%      |
| 4010100217 | Computer Equipment     | 1-Jun-25      | 16,000           | 16,000                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer with LCD (Core 2 Duo 3.0 GHz, 3 GB RAM, 240GB HDD)            | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010100543 | Computer Equipment     | 1-Jun-25      | 16,700           | 16,700                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer with LCD (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD & 19" LCD) | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010100652 | Computer Equipment     | 1-Jun-25      | 11,300           | 11,300                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 3 GB RAM, 200 GB HDD)             | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010100679 | Computer Equipment     | 1-Jun-25      | 11,400           | 11,400                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 1.8GHz, 3 GB RAM)                          | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010101137 | Computer Equipment     | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD)             | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010101284 | Computer Equipment     | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD)             | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010101313 | Computer Equipment     | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD)             | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010101318 | Computer Equipment     | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.30 GHz, 4 GB RAM, 80 GB HDD)                | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010101457 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010101657 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010101777 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102147 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.20GHz, 4GB RAM, 250 GB HDD)                | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102288 | Computer Equipment     | 1-Jun-25      | 12,050           | 12,050                   | -          | 2,014       | 183   | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                | Khalid Mahmood - CNIC 3310030240769 | 33%      |

| Asset code | Category           | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax | Net sale proceed | (Gain)/loss | Tax Status | Description  | Party Name                             | Dep Rate |
|------------|--------------------|---------------|------------------|--------------------------|------------|-------------|-----|------------------|-------------|------------|--|--|----------|
| 4010102329 | Computer Equipment | 1-Jun-25      | 19,321           | 19,321                   | -          | 2,014       | 183 | 1,831            | (2,831)     | YES        | Computer system(cores3 3.3 GHZ,8 GB ram 1 TB HDD)                | Khalid Mahmood - CNIC<br>3110830240263 | 33%      |
| 4040100140 | Computer Equipment | 1-Jun-25      | 1,153,430        | 1,153,430                | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS APC 30kVA  | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100143 | Computer Equipment | 1-Jun-25      | 71,282           | 71,282                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS  | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100152 | Computer Equipment | 1-Jun-25      | 71,282           | 71,282                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS  | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100159 | Computer Equipment | 1-Jun-25      | 131,455          | 131,455                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with Dry Batteries                                     | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100167 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexa Series  | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100190 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 12 Dry Batteries                                  | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100191 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries Islamic Hall                      | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100195 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100196 | Computer Equipment | 1-Jun-25      | 137,200          | 137,200                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100206 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100211 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with Dry Batteries 12 volt 40 Amp                      | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100213 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100214 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100215 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100218 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100219 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100220 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100223 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100226 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100229 | Computer Equipment | 1-Jun-25      | 121,956          | 121,956                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100230 | Computer Equipment | 1-Jun-25      | 156,410          | 156,410                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 5 KVA UPS with 12 Dry Batteries                                  | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100236 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100242 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 08 Dry Batteries                                  | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100248 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100254 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100255 | Computer Equipment | 1-Jun-25      | 117,265          | 117,264                  | 1          | 4,927       | 448 | 4,479            | (4,478)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100260 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100262 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100263 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with Dry Batteries 12 volt 40 Amp                      | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100267 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100271 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere)<br>Dew Pak | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100272 | Computer Equipment | 1-Jun-25      | 117,265          | 117,264                  | 1          | 4,927       | 448 | 4,479            | (4,478)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100279 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100281 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100283 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100286 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100288 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100289 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100290 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100298 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |
| 4040100301 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries                                   | Muhammad Shah - CNIC<br>3530283079463  | 33%      |

| Asset code | Category           | Disposal date | Cost at disposal | Accumulated Depreciation | Book Value | Sale amount | Tax    | Net sale proceeds | (Gain)/loss | Tax Status | Description   | Party Name                           | Dep Rate |
|------------|--------------------|---------------|------------------|--------------------------|------------|-------------|--------|-------------------|-------------|------------|---|--------------------------------------|----------|
| 4040100307 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100309 | Computer Equipment | 1-Jun-25      | 145,600          | 145,600                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100311 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100312 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100314 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak for ATM                                | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100317 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries for ATM  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100319 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100323 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100326 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak ( For ATM)                             | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100332 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100340 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100341 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100343 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100344 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100346 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100351 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100352 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100355 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (Dewmak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100362 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (Dewmak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100370 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100391 | Computer Equipment | 1-Jun-25      | 169,400          | 169,398                  | 2          | 4,927       | 448    | 4,479             | (4,477)     | YES        | UPS 3 KVA with 8 Dry Batteries Dewmak for ATM   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4040100397 | Computer Equipment | 1-Jun-25      | 63,000           | 62,999                   | 1          | 4,927       | 448    | 4,479             | (4,478)     | YES        | UPS 3 KVA with 8 Dry Batteries old )  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4220100085 | Computer Equipment | 1-Jun-25      | 5,400            | 5,400                    | -          | 884         | 80     | 804               | (804)       | YES        | LCD 19"   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100092 | Computer Equipment | 1-Jun-25      | 5,400            | 5,400                    | -          | 884         | 80     | 804               | (804)       | YES        | LCD 19"   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100093 | Computer Equipment | 1-Jun-25      | 5,400            | 5,400                    | -          | 884         | 80     | 804               | (804)       | YES        | LCD 19"   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100214 | Computer Equipment | 1-Jun-25      | 3,200            | 3,200                    | -          | 884         | 80     | 804               | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100551 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80     | 804               | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100557 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80     | 804               | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100813 | Computer Equipment | 1-Jun-25      | 5,327            | 5,327                    | -          | 884         | 80     | 804               | (804)       | YES        | LED 18.4" Wide  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220101296 | Computer Equipment | 1-Jun-25      | 5,000            | 5,000                    | -          | 884         | 80     | 804               | (804)       | YES        | LCD 19"   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 6010200012 | Vehicles           | 1-Jun-25      | 683,300          | 683,300                  | -          | 770,865     | 70,079 | 700,786           | (700,786)   | YES        | 796 CC - Mehran Car ( Reg # BR-15-722, Eng # 613907, Chassis # 1152762)                             | Muhammad Qasim - CNIC 312020227765   | 20%      |
| 6010200031 | Vehicles           | 1-Jun-25      | 656,300          | 656,300                  | -          | 831,365     | 75,579 | 755,786           | (755,786)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-244, Eng # PK8636038, Chassis # SB108PK011745411)                 | Muhammad Qasim - CNIC 312020227765   | 20%      |
| 6010200041 | Vehicles           | 1-Jun-25      | 656,450          | 656,450                  | -          | 835,765     | 75,079 | 759,786           | (759,786)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-974, Eng # PK8659552, Chassis # SB308PK011981091)                 | Muhammad Qasim - CNIC 312020227765   | 20%      |
| 6010200057 | Vehicles           | 1-Jun-25      | 753,831          | 722,269                  | 31,562     | 858,865     | 78,079 | 780,786           | (749,224)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-173, Eng # PK8668123, Chassis # SB108PK012066281)                 | Muhammad Qasim - CNIC 312020227765   | 20%      |
| 6010200058 | Vehicles           | 1-Jun-25      | 707,485          | 707,485                  | -          | 826,965     | 75,179 | 751,786           | (751,786)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-276, Eng # PK8661779, Chassis # SB308PK012022141)                 | Muhammad Qasim - CNIC 312020227765   | 20%      |
| 6010200062 | Vehicles           | 1-Jun-25      | 732,992          | 732,992                  | -          | 875,000     | 79,545 | 795,455           | (795,455)   | YES        | 796 CC - Mehran Car ( Reg # BR-17-424, Eng # PK8707845, Chassis # SB208PK012463591)                 | Muhammad Ashfaq - CNIC 3410114275849 | 20%      |
| 4040100148 | Computer Equipment | 1-Jul-25      | 70,000           | 70,000                   | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS   | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4010101081 | Computer Equipment | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183    | 1,831             | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD)  | Muhammad Shah - CNIC 3530283079463   | 33%      |
| 4010200324 | Computer Equipment | 17-Jul-25     | 157,400          | 157,400                  | -          | -           | -      | -                 | -           | NO         | HP Pro Book 450 Core i7 10510U (1.8 GHz, 16 GB Ram, 1 TB Hard Disk+512GB SSDM2, Naveed iqbal 01387) | Naveed Iqbal - 01387                 | 25%      |
| 4010200305 | Computer Equipment | 1-May-25      | 156,800          | 156,800                  | -          | -           | -      | -                 | -           | NO         | HP Pro Book 450Core i710510U (1.8 GHz, 16 GB Ram, 1 TB Hard Disk+512SSDM2,) Shafig Khan IT 01161    | Shafig Khan 01161                    | 25%      |
| 4040100347 | Computer Equipment | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448    | 4,479             | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)   | Muhammad Shah - CNIC 3530283079463   | 33%      |

| Asset code | Category               | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax | Net sale proceed | (Gain)/loss | Tax Status | Description   | Party Name                              | Dep Rate |
|------------|------------------------|---------------|------------------|--------------------------|------------|-------------|-----|------------------|-------------|------------|---|---|----------|
| 4220101340 | Computer Equipment     | 1-Jun-25      | 5,327            | 5,327                    | -          | 804         | 80  | 804              | (804)       | YES        | LED 18.4" Wide  | Ummun Ramzan - CNIC<br>3120201965727    | 33%      |
| 4220000603 | Computer Equipment     | 1-Jun-25      | 2,165,691        | 2,165,691                | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 30 KVA UPS  | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 2170200077 | Office Equipment       | 1-Jun-25      | 12,000           | 12,000                   | -          | 3,740       | 340 | 3,400            | (3,400)     | YES        | Air Cooler (Presto)   | Muhammad Adrees - CNIC<br>3120202995275 | 20%      |
| 4040100237 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100243 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with Dry Batteries 12 volt 40 Amp                         | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100258 | Computer Equipment     | 1-Jun-25      | 137,200          | 137,200                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries (Gomal University)                   | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100316 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) Dew Mak       | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100373 | Computer Equipment     | 1-Jun-25      | 71,120           | 71,120                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries 7.2 Amp (DewMak) for Bjak Department | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4010101245 | Computer Equipment     | 1-Jun-25      | 9,530            | 9,530                    | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD)          | Muhammad Shahi - CNIC<br>3310030240769  | 33%      |
| 4040100371 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)                             | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 3040100026 | Furniture and Fixtures | 1-Jun-25      | 2,029            | 2,029                    | -          | 600         | 55  | 545              | (545)       | YES        | Almirah (Wooden)  | Muhammad Qasim - CNIC<br>3120202277265  | 10%      |
| 2170100013 | Office Equipment       | 1-Jun-25      | 22,554           | 22,554                   | -          | 3,740       | 340 | 3,400            | (3,400)     | YES        | Air Condition - Haler   | Muhammad Adrees - CNIC<br>3120202995275 | 20%      |
| 4040100333 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) Malawa        | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100387 | Computer Equipment     | 1-Jun-25      | 169,400          | 169,398                  | 2          | 4,927       | 448 | 4,479            | (4,477)     | YES        | 3 KVA UPS with Dry Batteries 12 volt 40 Amp MSSJ for D/W branch     | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4010100204 | Computer Equipment     | 1-Jun-25      | 14,400           | 14,400                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System   | Muhammad Shahi - CNIC<br>3310030240769  | 33%      |
| 4010101074 | Computer Equipment     | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD)          | Muhammad Shahi - CNIC<br>3310030240769  | 33%      |
| 4010101331 | Computer Equipment     | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD)          | Muhammad Shahi - CNIC<br>3310030240769  | 33%      |
| 4010101840 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core 3 3.3 GHz, 4 GB RAM, 250 GB HDD)              | Muhammad Shahi - CNIC<br>3310030240769  | 33%      |
| 4010102203 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core 3 3.3 GHz, 4 GB RAM, 250 GB HDD)              | Muhammad Shahi - CNIC<br>3310030240769  | 33%      |
| 4040100089 | Computer Equipment     | 1-Jun-25      | 115,272          | 115,272                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 4 KVA Apex Wave   | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100114 | Computer Equipment     | 1-Jun-25      | 199,000          | 199,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS NST3 - 10 KVA IT main HUB                                       | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100115 | Computer Equipment     | 1-Jun-25      | 199,000          | 199,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS NST3 - 10 KVA   | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100157 | Computer Equipment     | 1-Jun-25      | 131,455          | 131,455                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with Dry Batteries  | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100161 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100175 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt                           | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100176 | Computer Equipment     | 1-Jun-25      | 183,000          | 183,000                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 5 KVA UPS with 20 Dry Batteries of 12 Volt Room 11 IT Audit         | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100189 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100192 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100200 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100201 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100203 | Computer Equipment     | 1-Jun-25      | 156,410          | 156,410                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 5 KVA UPS with 20 Dry Batteries                                     | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100209 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100210 | Computer Equipment     | 1-Jun-25      | 137,200          | 137,200                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100216 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100222 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100224 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100227 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100234 | Computer Equipment     | 1-Jun-25      | 121,956          | 121,956                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100235 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100238 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100247 | Computer Equipment     | 1-Jun-25      | 121,956          | 121,956                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |
| 4040100250 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries                                      | Muhammad Shahi - CNIC<br>3530203079463  | 33%      |

| Asset code | Category               | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax     | Net sale proceed | (Gain)/loss | Tax Status | Description  | Party Name            | Dep Rate |
|------------|------------------------|---------------|------------------|--------------------------|------------|-------------|---------|------------------|-------------|------------|--|-----------------------|----------|
| 4040100256 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100259 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100261 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak                               | Muhammad Shah - CNIC  | 33%      |
| 4040100265 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100280 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100294 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100300 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100306 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100320 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries   | Muhammad Shah - CNIC  | 33%      |
| 4040100322 | Computer Equipment     | 1-Jun-25      | 121,956          | 121,956                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries For ATM   | Muhammad Shah - CNIC  | 33%      |
| 4040100330 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) DewMak                               | Muhammad Shah - CNIC  | 33%      |
| 4040100350 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)  | Muhammad Shah - CNIC  | 33%      |
| 4040100363 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (Dewmak)  | Muhammad Shah - CNIC  | 33%      |
| 4040100367 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)  | Muhammad Shah - CNIC  | 33%      |
| 4040100375 | Computer Equipment     | 1-Jun-25      | 140,000          | 140,000                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries (DewMak)  | Muhammad Shah - CNIC  | 33%      |
| 4040100384 | Computer Equipment     | 1-Jun-25      | 169,400          | 169,398                  | 2          | 4,927       | 448     | 4,479            | (4,477)     | YES        | 3 KVA UPS with Dry Batteries 12 volt 40 Amp DewMak   | Muhammad Shah - CNIC  | 33%      |
| 4040100388 | Computer Equipment     | 1-Jun-25      | 169,400          | 169,398                  | 2          | 4,917       | 447     | 4,470            | (4,468)     | YES        | 3 KVA UPS with 8 Dry Batteries M551 (ATM)  | Muhammad Shah - CNIC  | 33%      |
| 4040100392 | Computer Equipment     | 1-Jun-25      | 28,000           | 28,000                   | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS with Batteries Parova Rabita Office  | Muhammad Shah - CNIC  | 33%      |
| 4220100352 | Computer Equipment     | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80      | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC   | 33%      |
| 4220100637 | Computer Equipment     | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80      | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC   | 33%      |
| 4220101219 | Computer Equipment     | 1-Jun-25      | 5,327            | 5,327                    | -          | 884         | 80      | 804              | (804)       | YES        | LED 18.4" Wide   | Usman Ramzan - CNIC   | 33%      |
| 4220000004 | Computer Equipment     | 1-Jun-25      | 1,444,780        | 1,444,780                | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 10 KVA UPS   | Muhammad Shah - CNIC  | 33%      |
| 1010200093 | Vehicles               | 30-Jun-25     | 849,454          | 849,454                  | -          | 1,100,865   | 180,079 | 1,000,786        | (1,000,786) | YES        | 786 CC - Mehran Car ( Reg # BR-19-390, Eng # 798758898, Chassis # SB308901282492)          | Muhammad Qasim - CNIC | 20%      |
| 1011000015 | Vehicles               | 1-Jun-25      | 1,076,000        | 1,076,000                | -          | 726,865     | 66,079  | 660,786          | (660,786)   | YES        | Faw XPV 970 CC (Reg # LEV-19-7431 Eng #820072332 Chassis # AHFMVS119PD000955)              | Muhammad Qasim - CNIC | 20%      |
| 1011000018 | Vehicles               | 1-Jun-25      | 1,060,278        | 1,060,278                | -          | 780,998     | 71,000  | 709,998          | (709,998)   | YES        | Faw XPV 970 CC (Reg # ANC-19-791, Eng #8601503-12 Chassis # AHFMVS119PD000904)             | Faiz Ahmad - CNIC     | 20%      |
| 1011000025 | Vehicles               | 1-Jun-25      | 1,093,430        | 1,093,430                | -          | 743,365     | 67,579  | 675,786          | (675,786)   | YES        | Faw XPV 970 CC (Reg # LEV-18A-1948, Eng #830115332 Chassis # AHFMVS118PD000876)            | Muhammad Qasim - CNIC | 20%      |
| 3110900228 | Furniture and Fixtures | 1-May-25      | 954,873          | 39,786                   | 915,087    | -           | -       | -                | 915,087     | NO         | Renovation Expense Arcade  | Work station          | 10%      |
| 4010200447 | Computer Equipment     | 4-Aug-25      | 89,790           | 5,606                    | 84,094     | -           | -       | -                | 84,094      | NO         | HP ProBook, Core i5 (8th Generation), 8 GB RAM, 512 GB SSD - Hafiz Muhammad Abdullah 06049 | Awarded to Employee   | 33%      |
| 4010200448 | Computer Equipment     | 4-Aug-25      | 89,790           | 5,606                    | 84,094     | -           | -       | -                | 84,094      | NO         | HP ProBook, Core i5 (8th Generation), 8 GB RAM, 512 GB SSD - Hafiz Muhammad Abdullah 06049 | Awarded to Employee   | 33%      |
| 4050100225 | Computer Equipment     | 1-Jun-25      | 40,000           | 10,000                   | 30,000     | 30,000      | -       | 30,000           | -           | NO         | Mobile Phone OPPO-A58 Zeeshan Munir-09661  | Zeeshan Munir         | 33%      |
| 6010200076 | Vehicles               | 1-Jun-25      | 720,565          | 720,565                  | -          | 1,053,565   | 95,779  | 957,786          | (957,786)   | YES        | 796 CC - Mehran Car ( Reg # LR-18-1334, Eng # PKB728489, Chassis # SB3089012670821         | Khalid Mahmood - CNIC | 20%      |
| 4010101931 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                                    | Khalid Mahmood - CNIC | 33%      |
| 4010101949 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                                    | Khalid Mahmood - CNIC | 33%      |
| 4010101956 | Computer Equipment     | 1-Jun-25      | 37,410           | 37,410                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Dell 7010 Core i5, 8 GB RAM, 1 TB HDD, & 2 GB Graphic Card) Ruwan Fida    | Khalid Mahmood - CNIC | 33%      |
| 4010101976 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz, 4GB RAM, 250 GB HDD)                                     | Khalid Mahmood - CNIC | 33%      |
| 4010101977 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz, 4GB RAM, 250 GB HDD)                                     | Khalid Mahmood - CNIC | 33%      |
| 4010101979 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz, 4GB RAM, 250 GB HDD)                                     | Khalid Mahmood - CNIC | 33%      |
| 4010101988 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                                    | Khalid Mahmood - CNIC | 33%      |
| 4010101995 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                                    | Khalid Mahmood - CNIC | 33%      |
| 4010101996 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                                    | Khalid Mahmood - CNIC | 33%      |
| 4010102004 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                                    | Khalid Mahmood - CNIC | 33%      |
| 4010102005 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)                                    | Khalid Mahmood - CNIC | 33%      |

| Asset code | Category           | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax | Net sale proceed | (Gain)/loss | Tax Status | Description   | Party Name                          | Dep Rate |
|------------|--------------------|---------------|------------------|--------------------------|------------|-------------|-----|------------------|-------------|------------|---|-------------------------------------|----------|
| 4010102025 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD)  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102046 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD)  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102051 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD)  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102056 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD) (Khalid Department)                              | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102063 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD)  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102065 | Computer Equipment | 1-Jun-25      | 14,753           | 14,753                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD) Akhtar Finance                                   | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102066 | Computer Equipment | 1-Jun-25      | 12,653           | 12,653                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD) Abdul Karim                                      | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102073 | Computer Equipment | 1-Jun-25      | 12,453           | 12,453                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD) Jump Server For Intellicon AOC                   | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102085 | Computer Equipment | 1-Jun-25      | 12,653           | 12,653                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD)  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102087 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3, 3.1GHz,4GB RAM,250 GB HDD) Islamic Finance (Yousaf)                         | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102168 | Computer Equipment | 1-Jun-25      | 17,600           | 17,600                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i5 2.98 GHz, 8 GB RAM, 500 GB HDD)  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102169 | Computer Equipment | 1-Jun-25      | 17,600           | 17,600                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i5 2.98 GHz, 8 GB RAM, 500 GB HDD)  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102197 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD) (Mamun Compliance Department HD)              | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102207 | Computer Equipment | 1-Jun-25      | 12,753           | 12,753                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD) IT main Hall                                  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102209 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD) IT main Hall                                  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010102236 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD) IT main Hall                                  | Khalid Mahmood - CNIC 3310030240769 | 33%      |
| 4010200302 | Computer Equipment | 1-May-25      | 156,800          | 156,800                  | -          | -           | -   | -                | -           | NO         | HP Pro Book 440Core i7 10510U (1.8 GHz,16 GB Ram, 1 TB Hard Disk+512GB S50M2), Yasir Salehuddin 02758 | Yasir Salehuddin 02246              | 25%      |
| 4010200303 | Computer Equipment | 1-May-25      | 117,700          | 117,700                  | -          | -           | -   | -                | -           | NO         | HP Pro Book 450Core i510210U (1.6 GHz,8 GB Ram, 1 TB Hard Disk +256GB S50M2),Hamid Anwar 04313        | M Hamid Anwar 04313                 | 25%      |
| 4010200318 | Computer Equipment | 1-May-25      | 160,500          | 160,500                  | -          | -           | -   | -                | -           | NO         | HP Pro Book 440Core i710510U (1.8 GHz,16 GB Ram, 1 TB Hard Disk+512SS0M2), Riaz Khan HOD (HR) 02943   | Riaz Bangash 02940                  | 25%      |
| 4010200319 | Computer Equipment | 1-May-25      | 160,500          | 160,500                  | -          | -           | -   | -                | -           | NO         | HP Pro Book 440Core i710510U (1.8 GHz,16 GB Ram, 1 TB Hard Disk+512SS0M2), Araf MahmoodHOD Fin 00684  | Araf Mahmood 00684                  | 25%      |
| 4010200321 | Computer Equipment | 1-Jun-25      | 157,500          | 157,500                  | -          | -           | -   | -                | -           | NO         | HP Pro Book 450 Core i7 10510U (1.8 GHz,16 GB Ram, 1 TB Hard Disk+512GB S50M2), Tariq Jabbar 00982    | Tariq Jabbar                        | 25%      |
| 4010200323 | Computer Equipment | 1-May-25      | 157,500          | 157,500                  | -          | -           | -   | -                | -           | NO         | HP Pro Book 450 Core i7 10510U (1.8 GHz,16 GB Ram, 1 TB Hard Disk+512GB S50M2), Rizwan Tahir 02985    | Rizwan Tahir 02985                  | 25%      |
| 4040100046 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 447 | 4,479            | (4,467)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100047 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100048 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100049 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100050 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100051 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100052 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100053 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100054 | Computer Equipment | 1-Jun-25      | 2,871            | 2,871                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100061 | Computer Equipment | 1-Jun-25      | 2,659            | 2,659                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (Backup Battery)  | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100066 | Computer Equipment | 1-Jun-25      | 8,570            | 8,570                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS for Reception   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100074 | Computer Equipment | 1-Jun-25      | 84,140           | 84,140                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA Esp 3000VA  | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100075 | Computer Equipment | 1-Jun-25      | 84,140           | 84,140                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA Esp 3000VA  | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100090 | Computer Equipment | 1-Jun-25      | 79,965           | 79,965                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA Apex Wave   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100095 | Computer Equipment | 1-Jun-25      | 79,966           | 79,966                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA Apex Wave   | Muhammad Shah - CNIC 3530283079463  | 33%      |
| 4040100097 | Computer Equipment | 1-Jun-25      | 79,966           | 79,966                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA Apex Wave   | Muhammad Shah - CNIC 3530283079463  | 33%      |

| Asset code | Category           | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax | Net sale proceed | (Gain)/Loss | Tax Status | Description                         | Party Name            | Dep Rate |
|------------|--------------------|---------------|------------------|--------------------------|------------|-------------|-----|------------------|-------------|------------|-------------------------------------|-----------------------|----------|
| 404010009  | Computer Equipment | 1-Jun-25      | 79,966           | 79,966                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 1 KVA Apex Wave                 | Muhammad Shaif - CNIC | 33%      |
| 404010010  | Computer Equipment | 1-Jun-25      | 75,400           | 75,400                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-1010-SP                     | Muhammad Shaif - CNIC | 33%      |
| 4040100104 | Computer Equipment | 1-Jun-25      | 75,400           | 75,400                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-1010-SP                     | Muhammad Shaif - CNIC | 33%      |
| 4040100105 | Computer Equipment | 1-Jun-25      | 56,840           | 56,840                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100106 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP with 4 Batteries     | Muhammad Shaif - CNIC | 33%      |
| 4040100107 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100108 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100109 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100110 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100111 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100112 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100113 | Computer Equipment | 1-Jun-25      | 89,940           | 89,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS Exc-808-SP                      | Muhammad Shaif - CNIC | 33%      |
| 4040100116 | Computer Equipment | 1-Jun-25      | 95,500           | 95,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS System Exc-1212-SP + 05 Battery | Muhammad Shaif - CNIC | 33%      |
| 4040100117 | Computer Equipment | 1-Jun-25      | 1,401,941        | 1,401,941                | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | APC UPS                             | Muhammad Shaif - CNIC | 33%      |
| 4040100118 | Computer Equipment | 1-Jun-25      | 50,000           | 50,000                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 606-SP (ESP-2000 VA)        | Muhammad Shaif - CNIC | 33%      |
| 4040100119 | Computer Equipment | 1-Jun-25      | 92,340           | 92,340                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100120 | Computer Equipment | 1-Jun-25      | 92,340           | 92,340                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100121 | Computer Equipment | 1-Jun-25      | 92,340           | 92,340                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100122 | Computer Equipment | 1-Jun-25      | 92,340           | 92,340                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100123 | Computer Equipment | 1-Jun-25      | 92,340           | 92,340                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100124 | Computer Equipment | 1-Jun-25      | 6,000            | 6,000                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 6S VA                           | Muhammad Shaif - CNIC | 33%      |
| 4040100125 | Computer Equipment | 1-Jun-25      | 5,800            | 5,800                    | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 600 Watt                        | Muhammad Shaif - CNIC | 33%      |
| 4040100126 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100127 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100128 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100129 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100130 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100132 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100133 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100134 | Computer Equipment | 1-Jun-25      | 125,240          | 125,240                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100135 | Computer Equipment | 1-Jun-25      | 125,240          | 125,240                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100136 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100137 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100138 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100139 | Computer Equipment | 1-Jun-25      | 95,940           | 95,940                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS ESP 808-E (ESP-3000 VA)         | Muhammad Shaif - CNIC | 33%      |
| 4040100141 | Computer Equipment | 1-Jun-25      | 71,282           | 71,282                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS                           | Muhammad Shaif - CNIC | 33%      |
| 4040100145 | Computer Equipment | 1-Jun-25      | 83,400           | 83,400                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS (Atlas)                   | Muhammad Shaif - CNIC | 33%      |
| 4040100146 | Computer Equipment | 1-Jun-25      | 83,400           | 83,400                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS (Atlas)                   | Muhammad Shaif - CNIC | 33%      |
| 4040100149 | Computer Equipment | 1-Jun-25      | 92,500           | 92,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | APC UPS 2200VA                      | Muhammad Shaif - CNIC | 33%      |
| 4040100150 | Computer Equipment | 1-Jun-25      | 92,500           | 92,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | APC UPS 2200VA                      | Muhammad Shaif - CNIC | 33%      |
| 4040100151 | Computer Equipment | 1-Jun-25      | 92,500           | 92,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | APC UPS 2200VA                      | Muhammad Shaif - CNIC | 33%      |
| 4040100153 | Computer Equipment | 1-Jun-25      | 49,580           | 49,580                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS APC 2200 VA                     | Muhammad Shaif - CNIC | 33%      |

| Asset code | Category           | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax | Net sale proceed | (Gain)/loss | Tax status | Description   | Party Name                          | Dep Rate |
|------------|--------------------|---------------|------------------|--------------------------|------------|-------------|-----|------------------|-------------|------------|---|-------------------------------------|----------|
| 4040100154 | Computer Equipment | 1-Jun-25      | 31,250           | 31,250                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS APC 1500 VA   | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100164 | Computer Equipment | 1-Jun-25      | 26,932           | 26,932                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 1 KVA UPS   | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100165 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100166 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100168 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100169 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100170 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100171 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100173 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100174 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series (with 2 Batteries)                                   | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100179 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100180 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100181 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100182 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100183 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series (Tandu Adam)   | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100184 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100185 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100186 | Computer Equipment | 1-Jun-25      | 17,650           | 17,650                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 2000 Watt UPS Hexza Series  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100246 | Computer Equipment | 1-Jun-25      | 64,957           | 64,957                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100253 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100257 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100264 | Computer Equipment | 1-Jun-25      | 64,957           | 64,957                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100268 | Computer Equipment | 1-Jun-25      | 64,957           | 64,957                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100270 | Computer Equipment | 1-Jun-25      | 137,200          | 137,200                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries  | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100349 | Computer Equipment | 1-Jun-25      | 74,720           | 74,720                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries 12 Volt 7.2A (DewMak) Regional Office Bahawalpur | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4040100374 | Computer Equipment | 1-Jun-25      | 71,120           | 71,120                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries 7.2 Amp (DewMak) for Compliance Department       | Muhammad Shaif - CNIC 3530283079463 | 33%      |
| 4220100432 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100433 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100434 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100435 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100437 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100439 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100440 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100441 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100448 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100458 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100460 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100461 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100465 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100469 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100475 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |
| 4220100476 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"   | Usman Ramzan - CNIC 3120291965727   | 33%      |

| Asset code | Category           | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax | Net sale proceed | (Gain)/Loss | Tax status | Description  | Party Name                           | Dep Rate |
|------------|--------------------|---------------|------------------|--------------------------|------------|-------------|-----|------------------|-------------|------------|--|--------------------------------------|----------|
| 4220100478 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100480 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100481 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100482 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100492 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100497 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100516 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100523 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100526 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100528 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100532 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100533 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100534 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100535 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100536 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100537 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100538 | Computer Equipment | 1-Jun-25      | 3,120            | 3,120                    | -          | 884         | 80  | 804              | (804)       | YES        | LCD 17"  | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220100523 | Computer Equipment | 1-Jun-25      | 5,327            | 5,327                    | -          | 884         | 80  | 804              | (804)       | YES        | LED 18.4" Wide   | Usman Ramzan - CNIC 3120291965727    | 33%      |
| 4220500001 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500002 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500004 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500005 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500006 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500008 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500009 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500010 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500011 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500013 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500014 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500015 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500016 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 4220500019 | Computer Equipment | 1-Jun-25      | 28,500           | 28,500                   | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS (2 KVA Henden)   | Muhammad Shaif - CNIC 3530283079463  | 20%      |
| 2190200036 | Office Equipment   | 1-Jun-25      | 12,500           | 12,500                   | -          | 3,740       | 340 | 3,400            | (3,400)     | YES        | Water Dispenser (Orient)                                   | Muhammad Adrees - CNIC 3120202960275 | 20%      |
| 2211200004 | Office Equipment   | 1-Jun-25      | 6,499            | 6,499                    | -          | 3,749       | 341 | 3,408            | (3,408)     | YES        | Oven Hamage  | Muhammad Adrees - CNIC 3120202960275 | 20%      |
| 4010100995 | Computer Equipment | 1-Jun-25      | 34,695           | 34,695                   | -          | 2,016       | 183 | 1,833            | (1,833)     | YES        | Computer with LCD Core 2 Duo, 3.0GHz, 5 GB RAM 250GB HDD   | Khalid Mahmood - CNIC 3110030240769  | 33%      |
| 4010101881 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)    | Khalid Mahmood - CNIC 3110030240769  | 33%      |
| 4050100180 | Computer Equipment | 16-Jun-25     | 20,000           | 20,000                   | -          | -           | -   | -                | -           | NO         | Vivo T 20 2021 (Muhammad Nasir - Ansa Minger) 00592        | Muhammad Nasir - 00592               | 33%      |
| 4050100220 | Computer Equipment | 15-Jan-25     | 20,000           | 3,889                    | 16,111     | 16,111      | -   | 16,111           | -           | NO         | Samsung Galaxy A25 6/256 SM-A256 Rashid Ajmal 00031        | Mobile phone disposal                | 33%      |
| 4010101022 | Computer Equipment | 1-Jun-25      | 6,980            | 6,980                    | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 3.0 GHz, 4 GB RAM, 250 GB HDD) | Khalid Mahmood - CNIC 3110030240769  | 33%      |
| 4010101590 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 6 GB RAM, 250 GB HDD)    | Khalid Mahmood - CNIC 3110030240769  | 33%      |
| 4040100284 | Computer Equipment | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448 | 4,479            | (4,479)     | YES        | UPS 3 KVA with 6 Dry Batteries                             | Muhammad Shaif - CNIC 3530283079463  | 33%      |
| 4010101482 | Computer Equipment | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183 | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 GHz, 4 GB RAM, 250 GB HDD)    | Khalid Mahmood - CNIC 3110030240769  | 33%      |

| Asset code | Category               | Disposal date | Cost at disposal | Accumulated Depreciation | Book value | Sale amount | Tax     | Net sale proceed | (Gain)/Loss | Tax Status | Description  | Party Name                             | Dep Rate |
|------------|------------------------|---------------|------------------|--------------------------|------------|-------------|---------|------------------|-------------|------------|--|--|----------|
| 422010010  | Computer Equipment     | 1-Jun-25      | 5,327            | 5,327                    | -          | 884         | 80      | 804              | (804)       | YES        | LED 17" Wide   | Usman Kamran - CNIC 3120291965727      | 33%      |
| 4040100208 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries   | Muhammad Shaif - CNIC 3530283079463    | 33%      |
| 4222300003 | Computer Equipment     | 1-Apr-25      | 1,127,733        | 1,127,733                | -          | 40,465      | 3,679   | 36,786           | (36,786)    | YES        | ATH Machine  | Muhammad Qasim 3120202277765           | 33%      |
| 3110900113 | Furniture and Fixtures | 24-Mar-25     | 2,758,295        | 2,038,992                | 719,303    | -           | -       | -                | 719,303     | NO         | Renovation Expenses  |  | 10%      |
| 4220101443 | Computer Equipment     | 1-Jun-25      | 5,000            | 5,000                    | -          | 884         | 80      | 804              | (804)       | YES        | LCD 19" for Security Camc  | Usman Kamran - CNIC 3120291965727      | 33%      |
| 4220101659 | Computer Equipment     | 1-Jun-25      | 4,800            | 4,800                    | -          | 884         | 80      | 804              | (804)       | YES        | LED 19" Wide   | Usman Kamran - CNIC 3120291965727      | 33%      |
| 4220100076 | Computer Equipment     | 1-Jun-25      | 9,088            | 9,088                    | -          | 905         | 82      | 823              | (823)       | YES        | LCD 17"  | Usman Kamran - CNIC 3120291965727      | 33%      |
| 4220101555 | Computer Equipment     | 1-Jun-25      | 5,327            | 5,327                    | -          | 884         | 80      | 804              | (804)       | YES        | LCD 18.4"  | Usman Kamran - CNIC 3120291965727      | 33%      |
| 4050100228 | Computer Equipment     | 16-Sep-25     | 20,000           | 2,222                    | 17,778     | 17,778      | -       | 17,778           | -           | NO         | Infinix Hot 50 Pro Plus - Alta Ur Rehman Yousaf 09777  | Alta Ur Rehman Yousaf - 09777          | 33%      |
| 4050100229 | Computer Equipment     | 25-Jun-25     | 25,000           | 694                      | 24,306     | 24,306      | -       | 24,306           | -           | NO         | Samsung A73 - Muhammad Zubair 09745  | Muhammad Zubair - Head Business Sahwal | 33%      |
| 2213400035 | Office Equipment       | 1-Sep-25      | 20,000           | 20,000                   | -          | -           | -       | -                | -           | NO         | Oppo A12 Mobile Phoe (Rashed Rafiq AM Kat Acov) 06473  | Rashed Rafique - 06473                 | 33%      |
| 4010101384 | Computer Equipment     | 1-Jun-25      | 10,253           | 10,253                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core i3 3.1 Ghz, 4 GB RAM, 350 GB HDD)  | Khaid Mahmood - CNIC 3310030249769     | 33%      |
| 4040100277 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 449     | 4,488            | (4,488)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shaif - CNIC 3530283079463    | 33%      |
| 3110900099 | Furniture and Fixtures | 24-Mar-25     | 5,317,311        | 3,969,547                | 1,347,764  | 116,153     | -       | 116,153          | 1,231,611   | NO         | Renovation Expenses  |  | 10%      |
| 4010101119 | Computer Equipment     | 1-Jun-25      | 6,988            | 6,988                    | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer System (Core 2 Duo 2.93 GHz, 4 GB RAM, 250 GB HDD)  | Khaid Mahmood - CNIC 3310030249769     | 33%      |
| 4222300018 | Computer Equipment     | 1-Apr-25      | 1,035,230        | 1,035,230                | -          | 40,465      | 3,679   | 36,786           | (36,786)    | YES        | ATH Machine (NCR Software 22e-In Lobby)  | Muhammad Qasim 3120202277765           | 33%      |
| 4040100282 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | UPS 3 KVA with 8 Dry Batteries   | Muhammad Shaif - CNIC 3530283079463    | 33%      |
| 4222300040 | Computer Equipment     | 1-Apr-25      | 1,002,960        | 1,002,960                | -          | 40,465      | 3,679   | 36,786           | (36,786)    | YES        | ATH Machine (NCR Software 22e-In Lobby)  | Muhammad Qasim 3120202277765           | 33%      |
| 4040100336 | Computer Equipment     | 1-Jun-25      | 117,265          | 117,265                  | -          | 4,927       | 448     | 4,479            | (4,479)     | YES        | 3 KVA UPS with 8 Dry Batteries of 12 Volt (40 Ampere) Makkas   | Muhammad Shaif - CNIC 3530283079463    | 33%      |
| 3110900167 | Furniture and Fixtures | 24-Mar-25     | 2,824,918        | 1,812,655                | 1,012,263  | -           | -       | -                | 1,012,263   | NO         | Renovation Expenses  |  | 10%      |
| 4010200282 | Computer Equipment     | 11-Feb-25     | 89,800           | 89,800                   | -          | -           | -       | -                | -           | NO         | HP Pro Book 450 Core i5 8250U (1.6 GHz, 8 GB Ram, 1 TB Hard Disk, Max 2 GB) Rashed Al 5088           | Rashed Al 05088                        | 25%      |
| 4016100464 | Computer Equipment     | 1-Jun-25      | 10,360           | 10,360                   | -          | 2,014       | 183     | 1,831            | (1,831)     | YES        | Computer (Core 2 Duo 3.0 GHz, 4 GB RAM, 80 GB HDD)   | Khaid Mahmood - CNIC 3310030249769     | 33%      |
| 3110900081 | Furniture and Fixtures | 24-Mar-25     | 1,468,051        | 1,468,051                | -          | 54,100      | -       | 54,100           | (54,100)    | NO         | Renovation Expenses of Layyah Branch   |  | 10%      |
| 3110900186 | Furniture and Fixtures | 24-Mar-25     | 1,588,907        | 936,282                  | 662,625    | -           | -       | -                | 662,625     | NO         | Renovation Expenses  |  | 10%      |
| 4050100193 | Computer Equipment     | 1-Oct-25      | 20,000           | 20,000                   | -          | -           | -       | -                | -           | NO         | Samsung Galaxy A13 4/138 GB (Zubair Khan Ingal department 302864)                                    | Zubair Khan - 02864                    | 33%      |
| 4059100194 | Computer Equipment     | 11-Nov-25     | 20,000           | 20,000                   | -          | -           | -       | -                | -           | NO         | Canon 18 T Mobile Phone Ayaz Ahmad Sabir 03377   | Ayaz Ahmad Sabir - 03377               | 33%      |
| 1010100020 | Vehicles               | 24-Dec-25     | 419,980          | 388,969                  | 30,991     | 854,466     | 77,679  | 776,787          | (785,796)   | YES        | 1000 CC - Potohar ( Reg # IDL-02-4964, Eng # J 108329, Chassis # 331088 )                            | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 1010100027 | Vehicles               | 24-Dec-25     | 536,030          | 536,030                  | -          | 1,118,466   | 101,679 | 1,016,787        | (1,016,787) | YES        | 1000 CC - Potohar ( Reg # KP-08-397, Eng # J 110698, Chassis # 324792 )                              | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 1010200064 | Vehicles               | 21-Dec-25     | 722,000          | 721,450                  | 550        | 889,845     | 80,895  | 808,950          | (808,400)   | YES        | 796 CC - Mehran Car ( Reg # BR-18-357, Eng # PKB718418, Chassis # SB308PK01256901 )                  | Shahid Iqbal, 37101-1246807-5          | 20%      |
| 1010200069 | Vehicles               | 21-Dec-25     | 722,000          | 721,450                  | 550        | 858,990     | 78,090  | 780,900          | (780,350)   | YES        | 796 CC - Mehran Car ( Reg # BR-18-351, Eng # PKB718422, Chassis # SB308PK01256901 )                  | Zuhab Ayub, 35202-7296295-9            | 20%      |
| 1010200072 | Vehicles               | 21-Dec-25     | 722,000          | 722,000                  | -          | 525,100     | 84,100  | 841,000          | (841,000)   | YES        | 796 CC - Mehran Car ( Reg # BR-18-361, Eng # PKB715894, Chassis # SB308PK01254373 )                  | Iqbal Umar, 16101-9672488-7            | 20%      |
| 1010200073 | Vehicles               | 21-Dec-25     | 722,000          | 721,450                  | 550        | 842,600     | 76,600  | 766,000          | (765,450)   | YES        | 796 CC - Mehran Car ( Reg # BR-18-359, Eng # PKB716263, Chassis # SB308PK01254779 )                  | Muhammad Hashim Abbas, 31201-7526989-9 | 20%      |
| 1010200088 | Vehicles               | 21-Dec-25     | 771,239          | 771,239                  | -          | 861,520     | 78,320  | 783,200          | (783,200)   | YES        | 796 CC - Mehran Car ( Reg # BR-18-584, Eng # PKB730087, Chassis # SB308PK01268603 )                  | Hassan Ali, 35202-8102292-7            | 20%      |
| 1011000016 | Vehicles               | 21-Dec-25     | 1,251,963        | 1,251,963                | -          | 507,967     | 46,179  | 461,788          | (461,788)   | YES        | Faw XPV 970 CC ( Reg # LED-19-5273, Eng # 7R03327-02, Chassis # AHFMV51190000886 )                   | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 1011000017 | Vehicles               | 21-Dec-25     | 1,219,060        | 1,219,060                | -          | 506,867     | 46,079  | 460,788          | (460,788)   | YES        | Faw XPV 970 CC ( Reg # LED-19-5272, Eng # 8301044-02, Chassis # AHFMV51190000884 )                   | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 1011000027 | Vehicles               | 21-Dec-25     | 1,093,430        | 1,093,430                | -          | 509,067     | 46,279  | 462,788          | (462,788)   | YES        | Faw XPV 970 CC ( Reg # LED-18A-1949, Eng # 8R1014912, Chassis # AHFMV51190000875 )                   | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 6010200038 | Vehicles               | 21-Dec-25     | 675,404          | 675,404                  | -          | 702,967     | 71,179  | 711,788          | (711,788)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-969, Eng # PKB659280, Chassis # SB308PK01197829 )                  | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 6010200046 | Vehicles               | 21-Dec-25     | 707,485          | 707,485                  | -          | 702,667     | 63,879  | 638,788          | (638,788)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-285, Eng # PKB667297, Chassis # SB308PK01205817 ) Afed Muzamil SAM | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 6010200048 | Vehicles               | 21-Dec-25     | 707,485          | 707,485                  | -          | 784,067     | 71,279  | 712,788          | (712,788)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-384, Eng # PKB666503, Chassis # SB308PK01205041 )                  | Ahraf Ali Khan, 35202-7225687-3        | 20%      |
| 6010200055 | Vehicles               | 21-Dec-25     | 707,485          | 707,485                  | -          | 652,067     | 59,279  | 592,788          | (592,788)   | YES        | 796 CC - Mehran Car ( Reg # BR-16-274, Eng # PKB668284, Chassis # SB308PK01206801 )                  | Ahraf Ali Khan, 35202-8192292-7        | 20%      |

| Asset code   | Category | Disposal date | Cost at disposal  | Accumulated Depreciation | Book value       | Sale amount       | Tax              | Net sale proceeds | (Gain)/Loss         | Tax Status | Description  | Party Name                              | Dep Rate |
|--------------|----------|---------------|-------------------|--------------------------|------------------|-------------------|------------------|-------------------|---------------------|------------|--|---|----------|
| 6010200061   | Vehicles | 21-Dec-25     | 751,946           | 751,946                  | -                | 793,100           | 72,100           | 721,000           | (721,000)           | YES        | 796 CC - Mehran Car ( Reg # BR-17-423, Eng # PKB707821, Chassis # SB308PK01246341)     | Muhammad Hashim Abbasi, 31201-7526989-9 | 20%      |
| 6010200067   | Vehicles | 21-Dec-25     | 751,946           | 751,946                  | -                | 811,567           | 73,779           | 737,788           | (737,788)           | YES        | 796 CC - Mehran Car ( Reg # BR-17-425, Eng # PKB707795, Chassis # SB308PK01246329)     | Ashraf Ali Khan, 35202-7225687-3        | 20%      |
| 6010200088   | Vehicles | 21-Dec-25     | 820,740           | 820,740                  | -                | 842,050           | 76,550           | 765,500           | (765,500)           | YES        | 796 CC - Suzuki Mehran ( Reg # LH-18-9069, Eng # PKB736776, Chassis # SB308PK01275519) | Adi Zahoor, 31202-6754667-5             | 20%      |
| 6010200034   | Vehicles | 21-Dec-25     | 675,404           | 675,404                  | -                | 652,067           | 59,279           | 592,788           | (592,788)           | YES        | 796 CC - Mehran Car ( Reg # BR-15-861, Eng # PKB699323, Chassis # SB308PK01197850)     | Ashraf Ali Khan, 35202-7225687-3        | 20%      |
| 1010200059   | Vehicles | 21-Dec-25     | 794,280           | 794,280                  | -                | 862,167           | 78,379           | 783,788           | (783,788)           | YES        | 796CC - Mehran ( Reg # BR-17-359, Eng # PKB707786, Chassis # SB308PK01246253)          | Ashraf Ali Khan, 35202-7225687-3        | 20%      |
| 6010200039   | Vehicles | 21-Dec-25     | 675,404           | 675,404                  | -                | 652,177           | 59,289           | 592,888           | (592,888)           | YES        | 796 CC - Mehran Car ( Reg # BR-16-970, Eng # PKB699288, Chassis # SB308PK01198106)     | Ashraf Ali Khan, 35202-7225687-3        | 20%      |
| 1010200061   | Vehicles | 21-Dec-25     | 711,000           | 711,000                  | -                | 848,967           | 77,179           | 771,788           | (771,788)           | YES        | 796CC - Mehran ( Reg # BR-17-357, Eng # PKB707722, Chassis # SB308PK01246250)          | Ashraf Ali Khan, 35202-7225687-3        | 20%      |
| <b>Total</b> |          |               | <b>83,099,139</b> | <b>77,878,064</b>        | <b>5,131,020</b> | <b>33,576,132</b> | <b>2,845,338</b> | <b>28,730,794</b> | <b>(23,599,722)</b> |            |  |   |          |