

**PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED
JUNE 30, 2025**



DIRECTORS' REVIEW ON CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE HALF YEAR ENDED 30 JUNE 2025

We are pleased to present on behalf of the Board of Directors, the unaudited condensed interim financial statements of Pak China Investment Company Limited (PCICL) for the half year ended 30 June 2025 together with the Directors' Review thereon.

Profit after tax of PCICL came to Rs. 1.30 billion for the half year ended 30 June 2025 as compared to Rs. 1.23 billion in the first half of prior year, showing a slight increase of 5.93%. Earning per share has decreased from Rs. 1.24 during last year's first half to Rs. 1.17 in current year's first half because of issue of new share capital. Operating profit (profit before provisions and tax) during the current half year has touched Rs. 1.52 billion as compared to Rs. 1.87 billion during the first half of last year.

Net Interest Income in half year of 2025 decreased by Rs. 592.13 million, i.e. 26.65% as compared to half year of 2024 majorly because of reduction in policy rate from 22% to 12%. This half-year has witnessed a depreciation of PKR against USD which resulted in foreign exchange revaluation gain of Rs. 94.58 million, while in comparable half-year, a modest appreciation of PKR against USD resulted in foreign exchange revaluation loss of Rs. 49.66 million. Gain on securities reflect the sale of shares of a listed company and revaluation of preference shares.

Operating expenses decreased by Rs. 19.58 million majorly due to empty position of Managing Director as compared to 2024. Normal annual increments in salaries of employees and inflationary impact offset this decrease. Provisions and write-offs – net reversal amounted to Rs. 507.68 million, as compared to reversal of Rs. 84.07 million in last year's first half. ECL models have been recalibrated and improved using comprehensive dataset and improved economic conditions have been the major reasons for reversal in ECL.

Total assets have decreased by Rs. 36.97 billion as of 30 June 2025 as compared to the balance as at 31 December 2024, primarily due to maturity of investment in market treasury bills funded through short-term borrowings.

During the period ended 30 June 2025, VIS Credit Rating Company has reaffirmed the entity ratings of the Company as long term AAA and short term A-1+, highest in both categories. The medium to long term rating of AAA denotes highest credit quality, with negligible risk factors, being only slightly more than risk-free debt of Government of Pakistan. The outlook on the assigned rating is Stable.

Finally, on behalf of the Board, I would like to express our gratitude to our shareholders, Ministry of Finance, Government of Pakistan and China Development Bank for their support and State Bank of Pakistan for professional guidance. The Board also wishes to place on record its appreciation of the hard work and dedication of the Management and staff of the Company.

On behalf of the Board of Directors


Song Zhenwen
Managing Director
Pak China Investment Co. Ltd.


Amjad Mahmood
Chairman Board of Directors
Pak China Investment Co. Ltd.

31 March 2026
Islamabad

Saudi Pak Tower, 13th Floor, Jinnah Avenue, Islamabad 44000 Pakistan.

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INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of
Pak China Investment Company Limited

Report on Review of Condensed Interim Financial Statements**Introduction**

We have reviewed the accompanying condensed interim statement of financial position of Pak China Investment Company Limited (the Company), as at June 30, 2025, and the related condensed interim statement of statement of profit and loss account, the condensed interim statement of comprehensive income, the condensed interim statement of changes in equity, and the condensed interim cash flow statement, and notes to the financial statements for the six-month period then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of this interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

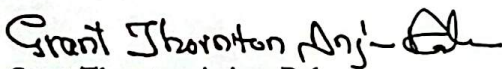
Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matters

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the company. Accordingly, the figures of the condensed interim statement of profit and loss account and condensed interim statement of comprehensive income for the three months period ended June 30, 2025, have not been reviewed by us.

The engagement partner on the engagement resulting in this independent auditors' review report is Hassaan Riaz.



Grant Thornton Anjum Rahman
Chartered Accountants
Islamabad

Date: April 29, 2026

UDIN: RR202510164JIoc753VY

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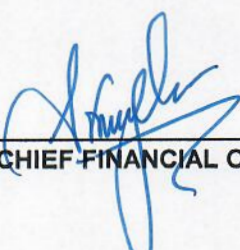
PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 JUNE 2025

		(Unaudited)	(Audited)
		30 June 2025	31 December 2024
	Note	-----Rupees-----	
ASSETS			
Cash and balances with treasury banks	5	5,300,227,637	153,936,033
Balances with other banks	6	53,716,814	4,806,312,870
Lendings to financial institutions	7	-	2,009,199,000
Investments	8	16,611,021,097	54,434,851,732
Advances	9	21,229,050,373	18,461,057,027
Property and equipment	10	205,659,286	198,531,928
Right-of-use assets	11	121,096,955	92,114,185
Intangible assets	12	1,485,679	2,535,201
Deferred tax assets		-	-
Other assets	13	1,154,511,692	1,491,787,234
Total Assets		44,676,769,533	81,650,325,210
LIABILITIES			
Bills payable		-	-
Borrowings	14	16,107,631,727	52,680,469,207
Deposits and other accounts	15	255,510,433	2,174,951,256
Lease liabilities	16	116,359,316	76,568,960
Subordinated debt		-	-
Deferred tax liabilities	17	326,706,755	72,038,243
Other liabilities	18	396,068,830	1,467,586,150
Total Liabilities		17,202,277,061	56,471,613,816
NET ASSETS		27,474,492,472	25,178,711,394
REPRESENTED BY			
Share capital		11,136,400,000	9,905,975,280
Advance against issue of shares	19	906,797	230,652,672
Reserves		3,211,501,110	2,951,596,048
Deficit on revaluation of assets	20	28,405,511	267,400,916
Unappropriated / Unremitted profit		13,097,279,054	11,823,086,478
		27,474,492,472	25,178,711,394
CONTINGENCIES AND COMMITMENTS	21		

The annexed notes 1 to 39 form an integral part of these financial statements.



 MANAGING DIRECTOR



 CHIEF FINANCIAL OFFICER



 CHAIRMAN



 DIRECTOR



 DIRECTOR

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	Note	For the quarter ended		For the half year ended	
		30 June	30 June	30 June	30 June
		2025	2024	2025	2024
		Rupees		Rupees	
Mark-up / Return / Interest earned	22	1,185,224,600	3,247,215,167	2,637,317,352	5,565,261,680
Mark-up / Return / Interest expensed	23	(404,065,132)	(2,142,152,229)	(1,007,160,821)	(3,342,974,515)
Net mark-up / interest income		781,159,468	1,105,062,938	1,630,156,531	2,222,287,165
NON MARK-UP / INTEREST INCOME					
Fee and commission income	24	16,010,604	13,057,031	28,781,692	27,646,597
Dividend income		-	-	24,675,000	19,775,000
Foreign exchange income / (loss)		63,543,307	5,129,541	94,583,492	(49,656,586)
Income / (Loss) from derivatives		-	-	-	-
Gain / (Loss) on securities	25	78,120,000	(61,193,806)	147,921,239	76,571,316
Net loss on derecognition of financial assets measured at amortised cost	26	(4,651,425)	(2,325,713)	(9,302,850)	(4,651,426)
Other income	27	6,031,410	4,087,284	10,445,676	8,194,657
Total non-markup / interest income		159,053,896	(41,245,663)	297,104,249	77,879,558
Total income		940,213,364	1,063,817,275	1,927,260,780	2,300,166,723
NON MARK-UP/INTEREST EXPENSES					
Operating expenses	28	216,176,537	209,489,997	408,617,647	428,193,229
Workers welfare fund		-	-	-	-
Other charges		-	-	-	-
Total non-markup / interest expenses		216,176,537	209,489,997	408,617,647	428,193,229
Profit before credit loss allowance		724,036,827	854,327,278	1,518,643,133	1,871,973,494
Credit loss allowance and write offs - net	29	(31,725,370)	(30,312,081)	(507,684,995)	(84,078,104)
PROFIT BEFORE TAXATION		755,762,197	884,639,359	2,026,328,128	1,956,051,598
Taxation	30	267,714,203	339,031,458	726,802,819	729,282,456
PROFIT AFTER TAXATION		488,047,994	545,607,901	1,299,525,309	1,226,769,142
Basic and diluted earnings per share	31 & 32	0.44	0.55	1.17	1.24

The annexed notes 1 to 39 form an integral part of these financial statements.



 MANAGING DIRECTOR



 CHIEF FINANCIAL OFFICER



 CHAIRMAN



 DIRECTOR



 DIRECTOR

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	For the quarter ended		For the half year ended	
	30 June 2025	30 June 2024	30 June 2025	30 June 2024
	-----Rupees-----		-----Rupees-----	
Profit after taxation for the period	488,047,994	545,607,901	1,299,525,309	1,226,769,142
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in (deficit) / surplus on revaluation of debt investments through FVOCI - net of tax	39,341,743	14,322,307	(143,396,413)	(14,224,113)
	39,341,743	14,322,307	(143,396,413)	(14,224,113)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in (deficit) / surplus on revaluation of Shares through FVOCI - net of tax	57,312,136	126,407,078	29,760,180	84,475,636
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-
	57,312,136	126,407,078	29,760,180	84,475,636
Total comprehensive income	584,701,873	686,337,286	1,185,889,076	1,297,020,665

The annexed notes 1 to 39 form an integral part of these financial statements.



 MANAGING DIRECTOR



 CHIEF FINANCIAL OFFICER



 CHAIRMAN



 DIRECTOR



 DIRECTOR

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	Share Capital	Advance against issue of shares	Statutory reserve *	Surplus / (deficit) on revaluation of investments	Unappropriated profit	Total
Balance as at 01 January 2024	9,905,975,280	15,212,360	2,463,427,065	(462,447,573)	9,857,585,325	21,779,752,457
Profit after taxation for the period ended 30 June 2024	-	-	-	-	1,226,769,142	1,226,769,142
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	(14,224,113)	-	(14,224,113)
Movement in deficit on revaluation of investments in equity instruments - net of tax	-	-	-	84,475,636	-	84,475,636
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-
Total comprehensive income / (loss) - net of tax	-	-	-	70,251,523	-	70,251,523
Transfer to statutory reserve	-	-	245,353,828	-	(245,353,828)	-
Transaction with owners recognized directly in equity						
Advance against issue of shares	-	100,000,000	-	-	-	100,000,000
Balance as at 30 June 2024	9,905,975,280	115,212,360	2,708,780,893	(392,196,050)	10,839,000,639	23,176,773,122
Profit after taxation for the period ended 31 December 2024	-	-	-	-	1,214,075,774	1,214,075,774
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	225,363,061	-	225,363,061
Movement in deficit on revaluation of investments in equity instruments - net of tax	-	-	-	434,233,903	-	434,233,903
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	12,825,219	12,825,219
Total comprehensive income - net of tax	-	-	-	659,596,964	12,825,219	672,422,183
Transfer to statutory reserve	-	-	242,815,155	-	(242,815,155)	-
Transaction with owners recognized directly in equity						
Advance against issue of shares	-	115,440,312	-	-	-	115,440,312
Balance as at 31 December 2024 - as reported	9,905,975,280	230,652,672	2,951,596,048	267,400,916	11,823,086,478	25,178,711,394
Impact of measurement of unquoted securities at fair value (Note 3.2.1)	-	-	-	(125,359,171)	234,572,329	109,213,156
Balance as at 01 January 2025 - as restated	9,905,975,280	230,652,672	2,951,596,048	142,041,745	12,057,658,807	25,287,924,551
Profit after taxation for the period ended 30 June 2025	-	-	-	-	1,299,525,309	1,299,525,309
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	(143,396,413)	-	(143,396,413)
Movement in deficit on revaluation of investments in equity instruments - net of tax	-	-	-	29,760,180	-	29,760,180
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	(113,636,234)	-	(113,636,233)
Transfer to statutory reserve	-	-	259,905,062	-	(259,905,062)	-
Transaction with owners recorded directly in equity						
Advance against issue of shares	-	1,000,678,845	-	-	-	1,000,678,845
Issue of Share Capital	1,230,424,720	(1,230,424,720)	-	-	-	-
	1,230,424,720	(229,745,875)	-	-	-	1,000,678,845
Balance as at 30 June 2025	11,136,400,000	906,797	3,211,501,110	28,405,511	13,097,279,054	27,474,492,472

* According to BPD Circular No. 15, dated 31 May 2004, issued by the SBP, an amount not less than 20% of the after tax profits shall be transferred to create a reserve fund, till such time the reserve fund equals the amount of the paid-up capital of the Company, and after that a sum not less than 5% of the profit after tax shall be credited to the said reserve.

The annexed notes 1 to 39 form an integral part of these financial statements.


MANAGING DIRECTOR


CHIEF FINANCIAL OFFICER


CHAIRMAN


DIRECTOR


DIRECTOR

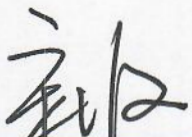
PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

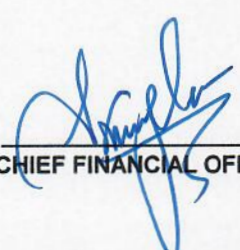
	(Unaudited)	(Audited)
	30 June	30 June
	2025	2024
	-----Rupees-----	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	2,026,328,128	1,956,051,598
Less: Dividend income	(24,675,000)	(19,775,000)
	<u>2,001,653,128</u>	<u>1,936,276,598</u>
Adjustments:		
Depreciation	11,704,539	9,485,567
Depreciation on right-of-use assets	22,390,488	23,766,151
Amortization	1,049,522	1,052,437
Credit loss allowance and write-offs	(568,927,170)	(84,078,104)
Loss on disposal of property and equipment	(947,976)	(15,389)
Finance charges on leased assets	7,017,107	8,573,547
Provision for gratuity	8,808,822	13,183,021
Unrealized loss on revaluation of 'FVTPL' securities	(78,603,713)	(32,715,000)
Exchange gain	(94,583,492)	49,656,586
	<u>(692,091,873)</u>	<u>(11,091,184)</u>
	1,309,561,255	1,925,185,414
(Increase) / Decrease in operating assets		
Lendings to financial institutions	2,009,199,000	1,339,673,432
Advances	(2,349,121,050)	(2,207,418,314)
Others assets (excluding advance taxation)	341,595,932	(847,553,585)
	1,673,882	(1,715,298,467)
Increase/ (Decrease) in operating liabilities		
Borrowings from financial institutions	(36,443,541,026)	25,910,538,188
Deposits	(1,919,440,823)	20,085,005
Others liabilities (excluding current taxation)	(941,124,455)	896,361,550
	<u>(39,304,106,304)</u>	<u>26,826,984,743</u>
Payments against off-balance sheet obligations		
Income tax paid	(496,800,967)	(803,174,475)
Contribution to plan assets	9,743,443	(14,828,893)
	<u>(487,057,524)</u>	<u>(818,003,368)</u>
Net cash flow (used in) / from operating activities	(38,479,928,691)	26,218,868,322
CASH FLOW FROM INVESTING ACTIVITIES		
Net Investments in securities classified as FVOCI	37,537,391,791	(25,298,242,102)
Dividends received	24,675,000	19,775,000
Investments in property and equipment	(18,882,994)	(30,193,301)
Disposal of property and equipment	999,064	202,774
Net cash flow from / (used in) investing activities	<u>37,544,182,861</u>	<u>(25,308,457,629)</u>
CASH FLOW FROM FINANCING ACTIVITIES		
Payments of lease obligations against right-of-use assets	(18,600,000)	(20,328,000)
Receipts/ Payments of long term liabilities	(208,916,667)	(564,958,333)
Issue of share capital	1,230,424,720	-
Advance for issue of share	(229,745,875)	100,000,000
Net cash flow from / (used in) financing activities	<u>773,162,178</u>	<u>(485,286,333)</u>
Effects of exchange rate changes on cash and cash equivalents	94,583,492	(49,656,586)
Increase in cash and cash equivalents	<u>(68,000,160)</u>	<u>375,467,774</u>
Cash and cash equivalents at beginning of the year	287,508,411	111,906,548
Cash and cash equivalents at end of the year	<u>219,508,251</u>	<u>487,374,322</u>

Note

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The annexed notes 1 to 39 form an integral part of these financial statements.


 MANAGING DIRECTOR


 CHIEF FINANCIAL OFFICER


 CHAIRMAN


 DIRECTOR


 DIRECTOR

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

1 STATUS AND NATURE OF BUSINESS

Pak China Investment Company Limited (the Company) is a public limited company incorporated in Pakistan on July 27, 2007 under the Companies Ordinance, 1984 (Repealed with the enactment of the Companies Act, 2017 on May 30, 2017). The registered office of the Company is situated at 13th Floor, Saudi Pak Tower, Blue Area, Islamabad. The Company is a 50:50 joint venture between the 'Government of People's Republic of China' and 'Government of Islamic Republic of Pakistan' through China Development Bank and Ministry of Finance, respectively. The Company's objectives include, inter alia, investment and financing in infrastructure projects, and in industrial, manufacturing, non-manufacturing and financial sectors.

The Company commenced business after obtaining the Certificate of Commencement of Business, from the Securities and Exchange Commission of Pakistan (SECP), on 02 November 2007, and the permission to commence business from the State Bank of Pakistan (SBP), on 10 January 2008.

2 BASIS OF PRESENTATION

The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP through BPRD Circular Letter No. 02 dated February 09, 2023 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". They do not include all the information and disclosures required for annual financial statements, and therefore should be read in conjunction with the annual audited financial statements for the year ended December 31, 2024.

2.1 STATEMENT OF COMPLIANCE

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

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

Wherever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the directives issued by the SBP and the SECP differ with the requirements of IFRS and IFAS the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives, shall prevail.

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment property' for Banks and DFIs through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Accordingly, the requirements of this standard have not been considered in the preparation of these condensed interim financial statements. Further, the SECP, through S.R.O 411(1)/2008 dated April 28, 2008, has deferred the applicability of IFRS 7, Financial Instruments: Disclosures, to banks and DFIs.

The Company believes that there is no significant doubt on the Company's ability to continue as a going concern. Therefore, the condensed interim financial statements continue to be prepared on the going concern basis.

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

2.2 Standards, interpretations of and amendments to published approved accounting and reporting standards that are not yet effective

There are various other standards, interpretations and amendments to accounting standards as applicable in Pakistan that are not yet effective in the current period. These are not likely to have material effect on the Company's financial statements.

2.3 Standards, interpretations of and amendments to published approved accounting and reporting standards that are effective in the current period

There are certain new and amended standards, interpretations and amendments that are mandatory for the Company's accounting periods beginning on or after January 1, 2025 but are considered not to be relevant or do not have any significant effect on the Company's operations and are therefore not detailed in these condensed interim financial statements, except for the changes mentioned below:

Effective from January 1, 2023, the Company adopted IFRS 9, with the exception of measuring unquoted equity securities at fair value. The State Bank of Pakistan (SBP) permitted, through BPRD Circular No. 3 of 2022 dated July 5, 2022, "IFRS 9 Financial Instruments Application Instructions," and BPRD Circular Letter No. 16 of 2024 dated July 29, 2024, to continue measuring unquoted equity securities at the lower of cost or breakup value until December 31, 2024. Effective January 1, 2025, the Company adopted the measurement of investments in unquoted securities at fair value as required by IFRS 9 Financial Instruments.

2.4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis for accounting estimates adopted in the preparation of these condensed interim financial statements is the same as that applied in the preparation of the audited annual financial statements for the year ended December 31, 2024.

3 MATERIAL ACCOUNTING POLICIES

The material accounting policies in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the audited annual financial statements of the Company for the year ended December 31, 2024 except for the valuation of unquoted equity securities which were previously measured at the lower of cost or breakup value and now it has been measured at fair value in accordance with IFRS-9 Financial Instruments.

3.1 Transitioning adjustments

This change in measurement has been applied retrospectively without restating the comparatives. Consequently, the difference between the previously reported carrying amounts of investments as of December 31, 2024 has been recognized in opening retained earnings. The reconciliation is shown below.

	Rupees
Investment	
Carrying amount as of December 31, 2024 - as reported	54,434,851,732
IFRS 9 Impact	
Reversal of provision in value of diminution	532,552,177
Fair value loss in other comprehensive income	(353,514,212.00)
Carrying amount as of January 1, 2025 - as restated	54,613,889,697

3.2 Fair valuation of unlisted equity securities

The measurement of the fair value of investments in unquoted equity securities involves the use of different methodologies and assumptions. The company uses valuation techniques that maximize the use of relevant observable inputs and minimize the use of unobservable inputs. The chosen valuation techniques incorporate various factors that market participants would consider in pricing a transaction. When observable inputs are not readily available, the fair value is determined using valuation techniques that include the use of mathematical models.

Surplus/(deficit) on revaluation of investments

Unquoted equity investments, previously measured at the lower of cost or breakup value, are now measured at fair value through other comprehensive income (OCI). The accounting policy are summarized below:

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

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
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3.2.1 Reconciliation of Surplus / (deficit) on revaluation of investments and Unappropriated profit

The impact of above transition to IFRS 9 on surplus / (deficit) on revaluation of investments and unappropriated profit as at January 01, 2025 is as follows:

Surplus on revaluation of assets - net		Carrying amount as of January 1, 2025 - as restated
		Rupees
Carrying amount as of December 31, 2024 - as reported		267,400,916
IFRS 9 Impact		
Fair value loss in other comprehensive income	(205,506,838)	
Deferred tax impact	80,147,667	(125,359,171)
Carrying amount as of January 01, 2025 - as restated		142,041,745
Unappropriated / Unremitted profit - net		11,823,086,478
Carrying amount as of December 31, 2024 - as reported		
IFRS 9 Impact		
Reversal of provision in value of diminution	532,552,177	
Fair loss in unappropriated / unremitted profit	(148,007,375)	
Deferred tax impact	(149,972,473)	234,572,329
Carrying amount as of January 01, 2025 - as restated		12,057,658,807

4 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Company are consistent with those disclosed in the audited annual financial statements for the year ended December 31, 2024. These risk management policies continue to remain robust and the Company is reviewing its portfolio regularly and conducts rapid portfolio reviews in line with the emerging risks.

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		(Unaudited) 30 June 2025	(Audited) 31 December 2024
		-----Rupees-----	
5 CASH AND BALANCES WITH TREASURY BANKS	Note		
In hand			
Local currency		25,022	3,869
With State Bank of Pakistan in			
Local currency current account	5.1	148,451,838	152,676,868
With National Bank of Pakistan in			
Local currency current account		17,204,455	945,409
Foreign currency current account		110,122	309,887
Foreign currency deposit account	5.2	<u>5,134,436,200</u>	-
		<u>5,300,227,637</u>	<u>153,936,033</u>
Less: Credit loss allowance held against cash and balances with treasury banks		-	-
Cash and balances with treasury banks - net of credit loss allowance		<u><u>5,300,227,637</u></u>	<u><u>153,936,033</u></u>

5.1 This mainly represents the minimum cash reserve required to be maintained with SBP, in accordance with the requirements of DMMD Circular No. 21 dated 5 October 2012.

5.2 This mainly represents a foreign currency term deposit of USD 18,104,500 (2024: Nil) carrying mark-up rate of 6.36% (2024: Nil) per annum and will mature on 24 June 2026. The related accrued interest on this FDR is also presented in Note 13.

		(Unaudited) 30 June 2025	(Audited) 31 December 2024
		-----Rupees-----	
6 BALANCES WITH OTHER BANKS	Note		
In Pakistan			
In current account		391,598	384,357
In deposit account	6.1	<u>53,325,217</u>	<u>4,805,954,044</u>
		<u>53,716,815</u>	<u>4,806,338,401</u>
Less: Credit loss allowance held against balances with other banks		(1)	(25,531)
Balances with other banks - net of credit loss allowance		<u><u>53,716,814</u></u>	<u><u>4,806,312,870</u></u>

6.1 This balance includes term deposit receipt (TDR) amounting to USD: Nil (2024: USD 16,787,275), carrying an interest rate of Nil (2024: 9.10%) with a maturity of 12 months. The related accrued interest on this TDR is presented in Note 13.

		(Unaudited) 30 June 2025	(Audited) 31 December 2024
		-----Rupees-----	
7 LENDINGS TO FINANCIAL INSTITUTIONS			
Reverse repo agreements		-	2,009,199,000
Less: Credit loss allowance held against lending to financial institutions		-	-
Lendings to financial institutions - net of credit loss allowance		<u><u>-</u></u>	<u><u>2,009,199,000</u></u>

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PAK CHINA INVESTMENT COMPANY LIMITED
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FOR THE PERIOD ENDED 30 JUNE 2025

8 INVESTMENTS

8.1 Investments by type

	Note	(Unaudited)				(Audited)			
		30 June 2025				31 December 2024			
		Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
		-----Rupees-----				-----Rupees-----			
FVTPL									
Shares		502,872,150	-	(28,453,662)	474,418,488	517,829,391	(187,872,150)	271,913,242	601,870,483
		502,872,150	-	(28,453,662)	474,418,488	517,829,391	(187,872,150)	271,913,242	601,870,483
FVOCI									
Federal Government securities		7,357,926,019	-	1,980,665	7,359,906,684	44,793,925,370	-	210,025,231	45,003,950,601
Shares		1,798,163,240	-	(21,840,632)	1,776,322,608	1,798,163,240	(344,680,027)	109,661,571	1,563,144,784
Non Government debt securities	8.3	7,284,317,620	(350,695,871)	66,751,568	7,000,373,317	7,582,734,874	(438,234,272)	121,385,262	7,265,885,864
		16,440,406,879	(350,695,871)	46,891,601	16,136,602,609	54,174,823,484	(782,914,299)	441,072,064	53,832,981,249
Amortized cost									
Non Government debt securities		-	-	-	-	-	-	-	-
Total Investments		16,943,279,029	(350,695,871)	18,437,939	16,611,021,097	54,692,652,875	(970,786,449)	712,985,306	54,434,851,732
Listed Companies		1,122,067,240	-	(1,202,214)	1,120,865,026	1,122,067,240	-	(10,018,456)	1,112,048,784
Un-Listed Companies		676,096,000	-	(20,638,418)	655,457,582	676,096,000	(344,680,027)	119,680,027	451,096,000

8.1.1 Investments given as collateral

Treasury Bills / Pakistan Investment Bonds

	(Unaudited)	(Audited)
	30 June	31 December
	2025	2024
	----- Rupees -----	
	1,072,000,000	41,295,743,142

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PAK CHINA INVESTMENT COMPANY LIMITED
 NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
 FOR THE PERIOD ENDED 30 JUNE 2025

	(Unaudited)	(Audited)
	30 June 2025	31 December 2024
	----- Rupees -----	
8.2 Credit Loss Allowance / provision for diminution in value of investments		
Opening Balance	970,786,449	1,257,326,164
Impact of remeasurement due to adoption of IFRS - 9	(532,552,177)	-
Charge / Reversal		
Charge for the period	975,111	(247,208,768)
Reversals for the period	(88,513,512)	(39,330,947)
	(87,538,401)	(286,539,715)
Closing Balance	350,695,871	970,786,449

	(Unaudited)	(Audited)		
	30 June 2025	31 December 2024	----- Rupees -----	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
8.3 Particulars of credit loss allowance against debt securities				
Domestic				
Performing	6,879,705,078	8,567,112	7,107,232,563	86,561,902
Underperforming	62,493,542	9,759	124,834,311	1,004,370
Non-performing	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	342,119,000	342,119,000	350,668,000	350,668,000
Total	7,284,317,620	350,695,871	7,582,734,874	438,234,272

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
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9 ADVANCES

	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Performing		Non performing		Total	
	30 June 2025	31 December 2024	30 June 2025	31 December 2024	30 June 2025	31 December 2024
	----- Rupees -----					
Loans, cash credits, running finances, etc.	18,847,200,521	15,991,575,747	1,337,154,160	1,381,213,068	20,184,354,681	17,372,788,815
Islamic Financing and related assets	2,381,824,826	2,716,895,489	109,789,406	110,113,112	2,491,614,232	2,827,008,601
Advances - gross	<u>21,229,025,347</u>	<u>18,708,471,236</u>	<u>1,446,943,566</u>	<u>1,491,326,180</u>	<u>22,675,968,913</u>	<u>20,199,797,416</u>
Credit loss allowance against advances						
- Stage 1	28,429,288	215,611,318	-	-	28,429,288	215,611,318
- Stage 2	12,987,675	118,888,946	-	-	12,987,675	118,888,946
- Stage 3	-	-	1,405,501,577	1,404,240,125	1,405,501,577	1,404,240,125
	41,416,963	334,500,264	1,405,501,577	1,404,240,125	1,446,918,540	1,738,740,389
Advances - net of credit loss allowance	<u>21,187,608,384</u>	<u>18,373,970,972</u>	<u>41,441,989</u>	<u>87,086,055</u>	<u>21,229,050,373</u>	<u>18,461,057,027</u>
					(Unaudited)	(Audited)
					30 June 2025	31 December 2024
9.1 Particulars of advances (Gross)					----- Rupees -----	
In local currency					<u>22,675,968,913</u>	<u>20,199,797,416</u>

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PAK CHINA INVESTMENT COMPANY LIMITED
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9.2 Advances include Rs.1,446.9 million (2024: Rs.1,491.3 million) which have been placed under non-performing / Stage 3 status as detailed below:-

		(Unaudited)		(Audited)	
		30 June 2025		31 December 2024	
		Non Performing Loans	Credit loss allowance	Non Performing Loans	Credit loss allowance
		----- Rupees -----			
Category of Classification in stage 3					
Domestic					
Other Assets Especially Mentioned (OAEM)	Stage 3	109,789,406	97,574,700	110,113,112	84,377,795
Substandard	Stage 3	-	-	-	-
Doubtful	Stage 3	-	-	262,500,000	201,149,262
Loss	Stage 3	1,337,154,160	1,307,926,878	1,118,713,068	1,118,713,068
		1,446,943,566	1,405,501,577	1,491,326,180	1,404,240,125

9.3 Particulars of credit loss allowance against advances

	(Unaudited)				(Audited)			
	30 June 2025				31 December 2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	----- Rupees -----							
Opening balance	215,611,318	118,888,946	1,404,240,125	1,738,740,389	101,059,213	179,506,976	1,297,164,432	1,577,730,621
Charge for the period	9,186,317	-	45,321,398	54,507,715	126,519,440	63,625,655	205,272,033	395,417,128
Reversals	(196,368,346)	(105,901,271)	(44,059,946)	(346,329,563)	(11,967,335)	(124,243,685)	(98,196,340)	(234,407,360)
	(187,182,029)	(105,901,271)	1,261,452	(291,821,848)	114,552,105	(60,618,030)	107,075,693	161,009,768
Amounts written off	-	-	-	-	-	-	-	-
Closing balance	28,429,288	12,987,675	1,405,501,577	1,446,918,540	215,611,318	118,888,946	1,404,240,125	1,738,740,389

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
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9.4 Advances - Particulars of credit loss allowance

	(Unaudited) 30 June 2025				(Audited) 31 December 2024			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
9.4.1 Opening Balance	215,611,318	118,888,946	1,404,240,125	1,738,740,389	101,059,213	179,506,976	1,297,164,432	1,577,730,621
New Advances	9,186,217	-	-	9,186,217	63,275,248	-	-	63,275,248
Advances derecognised or repaid	(140,402,840)	(20,583,918)	(44,059,946)	(205,046,704)	(64,580,280)	(10,855,243)	(98,441,671)	(173,877,194)
Transfer to stage 1	-	-	-	-	115,825,464	(115,825,464)	-	-
Transfer to stage 2	-	-	-	-	(5,555,998)	5,555,998	-	-
Transfer to stage 3	-	-	-	-	(2,613,606)	-	2,613,606	-
	(131,216,623)	(20,583,918)	(44,059,946)	(195,860,487)	106,350,828	(121,124,709)	(95,828,065)	(110,601,946)
Amounts written off / charged off	-	-	-	-	-	-	-	-
Changes in risk parameters	(55,965,406)	(85,317,353)	45,321,398	(95,961,361)	8,201,277	60,506,679	202,903,758	271,611,714
Charge for the period	-	-	-	-	-	-	-	-
Closing Balance	28,429,288	12,987,675	1,405,501,577	1,446,918,540	215,611,318	118,888,946	1,404,240,125	1,738,740,389

9.4.2 Advances - Category of Classification

Domestic

Performing	Stage 1
Underperforming	Stage 2
Non-performing	Stage 3
Other Assets especially mentioned	
Substandard	
Doubtful	
Loss	

(Unaudited) 30 June 2025		(Audited) 31 December 2024	
Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
20,363,953,034	28,429,288	17,743,723,578	215,611,318
865,072,313	12,987,675	964,747,657	118,888,946
109,789,406	97,574,700	110,113,112	84,377,795
-	-	-	-
-	-	262,500,000	201,149,262
1,337,154,160	1,307,926,878	1,118,713,068	1,118,713,068
22,675,968,913	1,446,918,540	20,199,797,416	1,738,740,389

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PAK CHINA INVESTMENT COMPANY LIMITED
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FOR THE PERIOD ENDED 30 JUNE 2025

	Note	(Unaudited) 30 June 2025	(Audited) 31 December 2024
10	PRPOERTY AND EQUIPMENT	-----Rupees-----	
	Capital work-in-progress	5,080,900	768,400
	Property and equipment	200,578,386	197,763,528
		<u>205,659,286</u>	<u>198,531,928</u>
10.1	Capital work-in-progress		
	Advances to suppliers	<u>5,080,900</u>	<u>768,400</u>
10.2	Additions to property and equipment		
	The following additions have been made to Property and Equipment during the period:		
	Capital work-in-progress	-	-
	Property and equipment		
	Furniture and fixture	-	391,920
	Vehicles	-	29,233,860
	Electrical office and computer equipment	14,570,494	567,521
		<u>14,570,494</u>	<u>30,193,301</u>
		<u>14,570,494</u>	<u>30,193,301</u>
10.3	Disposal of property and equipment		
	The net book value of Property and Equipment disposed off during the period is as follows:		
	Property and equipment		
	Furniture and fixtures	7,308	-
	Computers and office equipment	43,779	187,385
		<u>51,087</u>	<u>187,385</u>
		<u>51,087</u>	<u>187,385</u>
11	RIGHT-OF-USE ASSETS	(Unaudited) 30 June 2025	(Audited) 31 December 2024
		Building	Building
		-----Rupees-----	
	At 01 January		
	Cost	317,481,395	317,481,395
	Accumulated Depreciation	(225,367,210)	(177,573,741)
	Net Carrying amount at 01 January	<u>92,114,185</u>	<u>139,907,654</u>
	Year ended December 31		
	Additions during the year	51,373,249	-
	Deletions during the period	-	-
	Depreciation charge for the period	(22,390,479)	(47,793,469)
	Net Carrying amount at 30 June / 31 December	<u>121,096,955</u>	<u>92,114,185</u>
12	INTANGIBLE ASSETS		
	Computer Software	<u>1,485,679</u>	<u>2,535,201</u>
		<u>1,485,679</u>	<u>2,535,201</u>
		<u>1,485,679</u>	<u>2,535,201</u>
12.1	Additions to intangible assets		
	The following additions have been made to intangible assets during the period:		
	Directly purchased	-	-

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PAK CHINA INVESTMENT COMPANY LIMITED
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	Note	(Unaudited)	(Audited)
		30 June 2025	31 December 2024
-----Rupees-----			
13 OTHER ASSETS			
Income / mark-up accrued in local currency		595,786,713	727,587,932
Income / mark-up accrued in foreign currency		6,349,586	229,145,879
Advances, deposits, advance rent and other prepayments		97,964,217	97,169,512
Receivable against fee, commission and advisory services		28,971,763	29,730,014
Advance taxation (payments less provisions)		259,014,221	229,134,976
Receivable against rent		-	7,648,565
Receivable from provident fund		26,536,447	5,238,843
Receivable from Gratuity fund		-	16,256,005
Deferred fair value loss on derecognition of financial asset	13.1	167,451,341	176,754,191
Others		157,405	841,318
		1,182,231,693	1,519,507,235
Less: Credit loss allowance held against other assets		27,720,001	27,720,001
Other assets (Net of credit loss allowance)		1,154,511,692	1,491,787,234

13.1 As per the privatization initiative approved by the Government of Pakistan (GoP), a new public limited company, Pakistan International Airlines Holding Company Limited (PIAHCL), has been formed by GoP to succeed specified assets and liabilities of Pakistan International Airlines Corporation Limited (PIACL). In this regard, the Company recorded deferred fair value loss, at a benchmark rate corresponding to the tenor of the loan, arising from the restructuring of syndicated exposure to PIACL in accordance with the guidance issued by the SBP vide letter No. BPRD / BRD / PIAHCL / 733688 – 2024 dated August 01, 2024. The impact of deferred loss recognition during the period is disclosed in note 26.1 to these financial statements.

	(Unaudited)	(Audited)
	30 June 2025	31 December 2024
-----Rupees-----		
14 BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan		
Renewable Energy Power Projects (REPP)	-	-
Long Term Finance Facility (LTFF)	1,384,886,751	1,403,760,645
Temporary Economic Relief Facility (TERF)	701,698,962	830,864,889
	2,086,585,713	2,234,625,534
Repurchase agreement borrowings	1,034,350,288	-
Borrowing from financial institution	-	39,999,993,915
Other borrowings	4,625,000,000	9,416,083,333
Total secured	7,745,936,001	51,650,702,782
Unsecured		
Borrowing from banks	8,361,695,726	1,029,766,425
	16,107,631,727	52,680,469,207

	(Unaudited)			(Audited)		
	30 June 2025			31 December 2024		
	In Local Currency	In Foreign Currencies	Total	In Local Currency	In Foreign Currencies	Total
----- Rupees -----						
15 DEPOSITS AND OTHER ACCOUNTS						
Customers						
Term deposits	255,510,433	-	255,510,433	2,174,951,256	-	2,174,951,256
	255,510,433	-	255,510,433	2,174,951,256	-	2,174,951,256

15.1 All term deposits are in local currency.

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16 LEASE LIABILITIES

	(Unaudited) 30 June 2025	(Audited) 31 December 2024
	-----Rupees-----	
Outstanding amount at the start of the year	76,568,960	122,080,378
Additions during the year	51,373,249	-
Lease payments including interest	(18,600,000)	(62,418,876)
Interest expense	7,017,107	16,907,458
Outstanding amount at the end of the year	116,359,316	76,568,960

16.1 Liabilities Outstanding

Not later than one year	11,582,893	43,087,249
Later than one year and upto five years	104,776,423	33,481,711
Over five years	-	-
Total at the year end	116,359,316	76,568,960

This Represents space obtained for Office in Islamabad and a house for chinese staff. These are discounted using incremental borrowing rate ranging from 12.33% to 22.13% (2024: 10.77% to 22.13%). Lease rentals are subject to annual escalation of 10% and 8.34% for chinese staff house and office space respectively.

17 DEFERRED TAX ASSETS / (LIABILITIES)

Deductible Temporary Differences on

- Post retirement employee benefits	447,771	(3,169,921)
- Provision for diminution in the value of financial asset	-	207,694,689
- Accelerated tax depreciation	7,263,964	(27,415,834)
- Credit loss allowance / provision against advances, off balance sheet etc.	594,523,402	794,222,658
- Effective interest rate and modification loss	70,335,410	69,614,830
- Revaluation of investments - FVTPL	60,373,652	(9,213,750)
- Capital Losses	18,728,878	9,877,717
	751,673,077	1,041,610,390

Taxable Temporary Differences on

- Liabilities against assets subject to lease	(1,847,679)	29,861,894
- Revaluation of investments - FVOCI	(18,486,090)	(173,671,151)
-NET investment in leases	(51,319,125)	-
- Unrealized exchange gain	(1,006,726,939)	(969,839,377)
	(1,078,379,833)	(1,113,648,633)
	(326,706,755)	(72,038,243)

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PAK CHINA INVESTMENT COMPANY LIMITED
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FOR THE PERIOD ENDED 30 JUNE 2025

18 OTHER LIABILITIES	Note	(Unaudited)	(Audited)
		30 June 2025	31 December 2024
		-----Rupees-----	
Mark-up / Return / Interest payable in local currency		276,219,896	1,126,704,269
Accrued expenses		76,091,563	119,790,812
Unearned fee / commission		1,386,834	906,552
Withholding tax / sales tax payable		13,132,866	2,034,716
Payable to defined benefit plan		2,296,260	-
Credit loss allowance against off-balance sheet obligations	18.1	14,691,392	147,380,517
Others		12,250,019	70,769,284
		396,068,830	1,467,586,150

18.1 Credit loss allowance against off-balance sheet obligations

Opening balance	147,380,517	48,341,383
Impact of IFRS 09	-	-
	147,380,517	48,341,383
Charge for the period	4,133,618	99,039,134
Reversals	(136,822,743)	-
	(132,689,125)	99,039,134
Amount written off	-	-
Closing balance	14,691,392	147,380,517

19 ADVANCE AGAINST ISSUE OF SHARES

This represents difference between amount received and shares issued to Ministry of Finance (MOF). The shares were issued in the ratio of 50:50 to both the sponsors. This amount will be adjusted against next tranche of equity injection.

20 SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS	Note	(Unaudited)	(Audited)
		30 June 2025	31 December 2024
		-----Rupees-----	
(Deficit) / surplus on revaluation of			
- Securities measured at FVOCI - Debt	8.1	68,732,233	331,410,493
- Securities measured at FVOCI - Equity	8.1	(21,840,632)	109,661,571
		46,891,601	441,072,064
Deferred tax on (Deficit) / surplus on revaluation of:			
- Securities measured at FVOCI - Debt		(9,968,243)	(129,250,090)
- Securities measured at FVOCI - Equity		(8,517,846)	(44,421,058)
		(18,486,090)	(173,671,148)
		28,405,511	267,400,916

21 CONTINGENCIES AND COMMITMENTS

Guarantees	21.1	5,197,298,153	5,001,740,674
Commitments	21.2	1,910,510,178	44,193,666,229
Other contingent liability	21.3	168,100,000	168,100,000
		7,275,908,331	49,363,506,903

21.1 Guarantees

Financial guarantees	5,197,298,153	5,001,740,674
Performance guarantees	-	-
	5,197,298,153	5,001,740,674

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	Note	(Unaudited)	(Audited)
		30 June 2025	31 December 2024
		-----Rupees-----	
21.2 Commitments			
Documentary credits and short term trade related transactions			
Letters of credit		-	23,571,702
Commitments in respect of:			
Forward government securities transactions - Purchase		-	41,295,743,142
Forward government securities transactions - Sale	7	-	924,895,000
Non government debt securities transactions - Sale	7	-	1,085,826,384
Commitments to extend credits	21.2.1	1,909,490,178	862,610,001
Commitment for acquisition of fixed assets		1,020,000	1,020,000
		1,910,510,178	44,193,666,229

21.2.1 Commitments to extend credits

The Company makes commitments to extend credit in the normal course of its business, but these being revocable commitments, normally do not attract any significant penalty or expense if the facility is unilaterally withdrawn. As at reporting date, however, the Company's outstanding irrevocable commitments amounts to Rs. 1,909.4 million (2024: Rs. 862.6 million).

21.3 Other contingent liability

An ex-employee of the company has lodged a claim of Rs.168.1 million against the Company. The case has been decided in favor of the Company and the complainant has filed an appeal before the High Court against decision of the Civil Judge. Based on internal assessment and legal advice, management is confident that the case will be decided in the favor of the Company and possibility of any adverse outcome is remote. Accordingly, no provision has been made in these financial statements.

21.3.1 The status of the tax contingencies remain unchanged as disclosed in the note 33.2 of the annual audited financial statements for the year ended December 31, 2024

	(Unaudited)	
	For the half year ended	
	30 June 2025	30 June 2024
		----- Rupees -----
22 MARK-UP / RETURN / INTEREST EARNED		
Loans and advances	1,160,485,541	1,962,984,226
Investments	1,175,456,641	3,144,283,537
Lendings to financial institutions	85,666,794	199,203,337
Balances with banks	215,708,376	258,790,580
	2,637,317,352	5,565,261,680
22.1 Interest income (calculated using effective interest rate method) recognised on:		
Financial assets measured at amortised cost	1,461,860,711	2,420,978,143
Financial assets measured at fair value through OCI	1,175,456,641	3,144,283,537
	2,637,317,352	5,565,261,680
23 MARK-UP / RETURN / INTEREST EXPENSED		
Deposits	72,287,392	36,525,258
Borrowings	927,856,324	3,297,875,710
Lease liability	7,017,107	8,573,547
	1,007,160,823	3,342,974,515
23.1 Interest expense calculated using effective interest rate method	1,007,160,823	3,342,974,515
24 FEE AND COMMISSION INCOME		
Credit related fee	1,809,351	3,893,642
Investment banking fees	4,163,582	1,000,000
Commission on trade	56,645	525,773
Commission on guarantees	22,752,114	22,227,182
	28,781,692	27,646,597

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

		(Unaudited)	
		For the half year ended	
Note		30 June 2025	30 June 2024
----- Rupees -----			
25	GAIN / (LOSS) ON SECURITIES		
	Realized	25.1 69,317,526	43,856,316
	Unrealised - Measured at FVPL	8.1 78,603,713	32,715,000
		<u>147,921,239</u>	<u>76,571,316</u>
25.1	Realized gain / (loss) on:		
	Federal Government Securities	(39,338,491)	-
	Shares	108,656,017	43,856,316
		<u>69,317,526</u>	<u>43,856,316</u>
26	NET LOSS ON DERECOGNITION OF FINANCIAL ASSETS MEASURED AT AMORTISED COST		
	Loss on derecognition of financial assets measured at amortised cost	26.1 (9,302,850)	(4,651,426)
		<u>(9,302,850)</u>	<u>(4,651,426)</u>
26.1	This represents fair value loss arising from the restructuring of Pakistan International Airlines Corporation Limited (PIACL). The SBP through its Circular Letter No. BPRD / BRD / PIAHCL / 733688 – 2024 dated August 01, 2024 has allowed staggering of such fair value impact over a period of 06 years at rates 5%, 10%, 15%, 20%, 25% and 25% from year 01 to year 06. Accordingly, the Company has recognised proportionate amount of 2nd year's 10% of loss in these condensed interim financial statements.		

		(Unaudited)	
		For the half year ended	
Note		30 June 2025	30 June 2024
----- Rupees -----			
27	OTHER INCOME		
	Rent on property	8,828,532	8,174,568
	Gain on sale of property and equipment - net	947,976	15,389
	Other income	669,168	4,700
		<u>10,445,676</u>	<u>8,194,657</u>

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

		(Unaudited)	
		For the half year ended	
		30 June 2025	30 June 2024
		----- Rupees -----	
28 OPERATING EXPENSES	Note		
Total Compensation expense		297,033,663	315,949,997
Property expense			
Rent and taxes		2,953,871	876,991
Insurance		31,128	33,876
Utilities cost		4,770,128	7,504,540
Security		4,280,415	3,691,998
Repair and maintenance		1,873,567	1,972,176
Depreciation		23,125,503	24,501,175
		37,034,612	38,580,756
Information technology expenses			
Software maintenance		1,290,184	1,205,779
Hardware maintenance		174,328	165,240
Amortization		1,049,522	1,052,437
Depreciation		5,039,568	2,738,283
Network charges		541,729	523,410
		8,095,331	5,685,149
Other operating expenses			
Directors' fees and allowances		4,500,000	-
Legal and professional charges		4,663,388	2,072,972
Outsourced services costs		6,102,986	6,668,258
Travelling and conveyance		19,533,403	26,061,625
Insurance		3,342,568	3,022,894
Repair and maintenance		2,697,032	2,723,632
Depreciation		5,929,956	5,998,699
Training and development		271,250	27,600
Communication		2,016,410	2,013,294
Stationery and printing		1,191,903	3,210,653
Marketing, advertisement and publicity		3,713,125	2,897,306
Auditors remuneration		2,117,502	2,918,522
Bank charges		241,560	210,769
Entertainment		4,994,385	4,682,254
Others		5,138,573	5,468,849
		66,454,041	67,977,327
		408,617,647	428,193,229
29 CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
Impairment loss on investments	8.2	-	(165,893,875)
Credit loss allowance for diminution in value of investments - net	8.2	(87,538,401)	108,007,099
Credit loss allowance against loans & advances - net	9.3	(291,821,848)	(36,672,500)
Other credit loss allowance - net	6, 13 & 18.1	(128,324,746)	10,481,172
		(507,684,995)	(84,078,104)
30 TAXATION			
Current		466,921,722	718,768,133
Prior period		-	-
Deferred		259,881,096	10,514,323
		726,802,818	729,282,456

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

		(Unaudited)	
		For the half year ended	
		30 June 2025	30 June 2024
		----- Rupees -----	
31 BASIC EARNINGS PER SHARE			
Profit for the period		1,299,525,309	1,226,769,142
Weighted average number of ordinary shares		1,113,640,000	990,597,528
Basic earnings per share - Rupees		1.17	1.24

32 DILUTED EARNINGS PER SHARE

Diluted earning per share has not been separately presented as the Company does not have convertible instruments in issue.

33 CASH AND CASH EQUIVALENTS

		(Unaudited)	
		For the half year ended	
		30 June 2025	30 June 2024
		----- Rupees -----	
	Note		
Cash and balance with treasury banks		165,791,437	349,545,301
Balance with other banks	6	53,716,814	137,829,021
		219,508,251	487,374,322

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

34 FAIR VALUE MEASUREMENTS

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

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits, cash & bank balances and borrowings can not be calculated with sufficient reliability due to the absence of current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

34.1 Fair value of financial assets

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

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
 Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
 Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

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

	(Unaudited)				Total
	30 June 2025				
Carrying value	Level 1	Level 2	Level 3	-----Rupees-----	
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
Federal Government Securities	7,359,906,684	-	7,359,906,684	-	7,359,906,684
Shares	1,776,322,608	1,120,865,026	655,457,582	-	1,776,322,608
Preference Shares	474,418,488	424,935,000	49,483,488	-	474,418,488
Non-Government Debt Securities	7,000,373,317	-	7,000,373,317	-	7,000,373,317
	16,611,021,097	1,545,800,026	15,065,221,071	-	16,611,021,097
Financial assets - disclosed but not measured at fair value					
Shares	-	-	-	-	-
Non-Government Debt Securities	-	-	-	-	-
	-	-	-	-	-
	16,611,021,097	1,545,800,026	15,065,221,071	-	16,611,021,097
Off-balance sheet financial instruments - measured at fair value					
Forward government securities transactions - purchase	-	-	-	-	-
Forward government securities transactions - sale	-	-	-	-	-

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	(Audited)				
	31 December 2024				
	Carrying value	Level 1	Level 2	Level 3	Total
		-----Rupees-----			
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
Federal Government Securities	45,003,950,601	-	45,003,950,601	-	45,003,950,601
Shares	1,357,969,267	1,357,969,267	-	-	1,357,969,267
Preference Shares	355,950,000	355,950,000	-	-	355,950,000
Non-Government Debt Securities	7,265,885,864	-	7,265,885,864	-	7,265,885,864
	53,983,755,732	1,713,919,267	52,269,836,465	-	53,983,755,732
Financial assets - disclosed but not measured at fair value					
Shares	451,096,000	-	-	-	-
Non-Government Debt Securities	-	-	-	-	-
	451,096,000	-	-	-	-
	54,434,851,732	1,713,919,267	52,269,836,465	-	53,983,755,732
Off-balance sheet financial instruments - measured at fair value					
Forward government securities transactions - purchase	-	-	41,295,743,142	-	41,295,743,142
Forward government securities transactions - sale	-	-	-	924,895,000	924,895,000

34.3 Fair value is the amount for which an asset could be exchanged or a liability settled between knowledgeable willing parties in an arms length transaction. Fair value of the financial instrument is based on:

Federal Government Securities
Listed Securities
Non-Government Debt Securities

PKRV rates (Reuters page)
Market Prices
MUFAP

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

35 SEGMENT INFORMATION

35.1 Segment Details with respect to Business Activities

	(Unaudited) 30 June 2025				
	Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Profit & Loss	-----Rupees-----				
Net mark-up / return / profit	808,722,582	174,705,350	226,869,993	419,858,606	1,630,156,531
Inter segment revenue - net	(881,406,764)	(146,349,021)	(159,981,429)	1,187,737,214	-
Non mark-up income	22,808,759	206,479,599	(39,338,491)	107,154,382	297,104,249
Total Income	(49,875,423)	234,835,928	27,550,073	1,714,750,202	1,927,260,780
Segment direct expenses	(35,271,517)	(16,050,046)	(23,565,927)	(333,730,157)	(408,617,647)
Provisions / Impairment	145,575,790	161,152,530	(0)	200,956,674	507,684,995
Profit before tax	60,428,850	379,938,412	3,984,146	1,581,976,720	2,026,328,128
	(Unaudited) 30 June 2025				
	Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Balance Sheet	-----Rupees-----				
Cash & Bank balances	-	-	-	5,353,944,451	5,353,944,451
Investments	4,986,189,628	2,576,253,328	7,359,906,684	1,688,671,457	16,611,021,097
Advances					
Performing	16,330,618,396	4,770,736,937	-	127,670,014	21,229,025,347
Credit loss allowance	781,809,775	(823,209,559)	-	(17,179)	(41,416,963)
	17,112,428,171	3,947,527,378	-	127,652,835	21,187,608,384
Non-performing	1,446,280,002	-	-	663,564	1,446,943,566
Credit loss allowance	(1,404,838,013)	-	-	(663,564)	(1,405,501,577)
	41,441,989	-	-	-	41,441,989
Others	467,210,948	247,457,369	13,818,205	754,267,090	1,482,753,612
Total Assets	22,607,270,736	6,771,238,075	7,373,724,889	7,924,535,833	44,676,769,533
Borrowings	5,302,506,797	1,594,887,914	7,111,557,714	2,098,679,302	16,107,631,727
Deposits	-	-	255,510,433	-	255,510,433
Others	49,121,641	22,312,397	144,268,117	623,432,746	839,134,901
Total liabilities	5,351,628,438	1,617,200,311	7,511,336,264	2,722,112,048	17,202,277,061
Equity	-	-	-	27,474,492,472	27,474,492,472
Total Equity & liabilities	5,351,628,438	1,617,200,311	7,511,336,264	30,196,604,520	44,676,769,533
Contingencies & Commitments	7,106,788,331	-	-	169,120,000	7,275,908,331

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	(Unaudited)				
	30 June 2024				
	Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Profit & Loss	-----Rupees-----				
Net mark-up / return / profit	1,713,274,964	122,812,135	98,070,106	288,129,960	2,222,287,165
Inter segment revenue - net	(647,657,000)	(38,198,000)	(45,508,000)	731,363,000	-
Non mark-up income	26,646,597	97,346,317	-	(46,113,356)	77,879,558
Total Income	1,092,264,561	181,960,452	52,562,106	973,379,604	2,300,166,723
Segment direct expenses	(37,900,134)	(12,845,553)	(21,045,280)	(356,402,262)	(428,193,229)
Provisions	(87,163,416)	171,241,520	-	-	84,078,104
Profit before tax	967,201,011	340,356,419	31,516,826	616,977,342	1,956,051,599
	(Audited)				
	31 December 2024				
	Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Balance Sheet	-----Rupees-----				
Cash & Bank balances	-	-	924,199,000	6,045,248,903	6,969,447,903
Investments	6,931,017,638	2,529,737,681	45,003,950,601	(29,854,188)	54,434,851,732
Advances					
Performing	18,581,301,041	-	-	127,170,195	18,708,471,236
General provision	(333,819,533)	-	-	(680,731)	(334,500,264)
	18,247,481,508	-	-	126,489,464	18,373,970,972
Non-Performing	1,490,662,616	-	-	663,564	1,491,326,180
Credit loss allowance	(1,403,576,561)	-	-	(663,564)	(1,404,240,125)
	87,086,055	-	-	-	87,086,055
Others	798,832,369	180,915,773	15,274,900	789,945,506	1,784,968,548
Total Assets	26,064,417,570	2,710,653,454	45,943,424,501	6,931,829,685	81,650,325,210
Borrowings	6,398,052,175	864,000,000	45,241,349,768	177,067,264	52,680,469,207
Deposits	1,900,000,000	-	274,951,256	-	2,174,951,256
Others	179,321,809	15,234,031	997,261,853	424,375,661	1,616,193,354
Total liabilities	8,477,373,984	879,234,031	46,513,562,877	601,442,925	56,471,613,817
Equity	-	-	-	25,178,711,394	25,178,711,394
Total Equity & liabilities	8,477,373,984	879,234,031	46,513,562,877	25,780,154,319	81,650,325,211
Contingencies & Commitments	5,887,922,377	-	43,306,464,528	169,120,000	49,363,506,905

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

36 RELATED PARTY TRANSACTIONS

The Company has related party relationships with shareholders and entities in which its shareholders have any interest, key management personnel, directors and employees' funds. The Government of Pakistan (Ministry of Finance) is a related party of the Company; therefore all government authorities, agencies, affiliates and other organizations ("state-controlled entities") are related parties of the Company. Significant transactions with these state-controlled entities have been separately disclosed, in aggregate. Other entities which for its business acquisition or provision of services relies / depends to a greater extent on the Company / DFI i.e. major portion (50% or more) of its business (upstream or downstream) is also a related party.

Banking transactions with the related parties are executed substantially on the same terms, including mark-up rates and collateral, as those prevailing at the time for comparable transactions with unrelated parties and do not involve more than normal risk (i.e. under the comparable uncontrolled price method) other than those under terms of employment.

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

	30 June 2025 (Unaudited)			31 December 2024 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	-----Rupees-----					
Lendings to financial institutions						
Opening balance	-	-	-	-	-	953,802,000
Addition during the period	-	-	10,952,316,708	-	-	66,875,387,061
Repaid during the period	-	-	(10,952,316,708)	-	-	(67,829,189,061)
Closing balance	-	-	-	-	-	-
Investments						
Opening balance	-	-	1,313,144,784	-	-	439,547,070
Investment made during the period	-	-	-	-	-	-
Investment redeemed / disposed off during the period	-	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-
Revaluation / impairment impact	-	-	28,263,952	-	-	873,597,714
Closing balance	36.1	-	1,341,408,736	-	-	1,313,144,784
Advances						
Opening balance	-	75,107,172	184,210,525	-	60,009,813	289,473,686
Addition during the period / year	-	695,000	-	-	21,260,004	-
Transferred to other assets	-	-	-	-	-	-
Repaid during the period / year	-	(3,100,270)	(52,631,578)	-	(6,162,645)	(105,263,161)
Closing balance	-	72,701,902	131,578,947	-	75,107,172	184,210,525
Credit loss allowance held against advances	-	222	2,950,301	-	4,203	22,336,760

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	30 June 2025 (Unaudited)			31 December 2024 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	-----Rupees-----					
Other Assets						
Deferred Employees Benefits						
Opening balance	-	41,876,762	-	-	34,820,000	-
Transferred from advances	-	-	-	-	-	-
Addition during the period / year	-	-	-	-	12,012,996	-
Repaid during the period / year	-	-	-	-	(178,442)	-
Amortized during the period / year	-	(2,820,900)	-	-	(4,777,792)	-
Closing balance	-	39,055,862	-	-	41,876,762	-
Interest / mark-up accrued	-	-	1,129,920	-	-	1,825,748
Receivable from staff contributed fund	-	-	26,514,142	-	-	5,238,843
Receivable from staff retirement fund	-	-	16,256,005	-	-	16,256,005
Other receivable	-	127,002	2,988,372	-	1,679	2,988,372
	-	127,002	46,888,439	-	1,679	26,308,968
Borrowings						
Opening balance	-	-	-	-	-	-
Borrowings during the period	-	-	-	-	-	9,244,287,035
Settled during the period	-	-	-	-	-	(9,244,287,035)
Closing balance	-	-	-	-	-	-
Deposits						
Opening balance	-	-	274,951,256	-	-	236,340,203
Received during the period / year	-	-	13,329,698	-	-	1,412,936,435
Withdrawn during the period / year	-	-	(32,770,521)	-	-	(1,374,325,382)
Closing balance	-	-	255,510,433	-	-	274,951,256
Other Liabilities						
Interest / mark-up payable	-	-	26,916,789	-	-	13,711,862
Payable to staff contribution fund	-	-	-	-	-	-
Payable to staff retirement fund	-	-	2,296,260	-	-	-
Other liabilities	-	5,053,371	84,681,984	21,555,941	9,412,497	79,273,172
	-	5,053,371	113,895,033	21,555,941	9,412,497	92,985,034

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	30 June 2025 (Unaudited)			30 June 2024 (Unaudited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	-----Rupees-----					
Income						
Mark-up / return / interest earned	-	5,021,543	20,838,888	-	3,879,012	74,086,824
Fee Received	-	-	2,273,586	-	-	-
Expense						
Mark-up / return / interest paid	251,867	251,867	26,049,846	55,037	55,037	38,696,084
Operating expenses						
Charge for defined benefit plan	4,018,010	3,334,632	1,456,180	1,105,092	3,786,466	20,334,815
Charge for contribution plan	1,402,584	2,323,799	3,231,265	2,351,028	1,816,494	11,009,003
Salaries	23,142,628	37,425,204	-	38,791,953	36,023,859	-
Bonus expense	9,292,525	18,485,680	-	12,922,018	18,653,058	-
Overseas allowances	6,047,471	-	-	5,853,891	-	-
Leave fair assistance & Encashment	1,387,717	4,429,396	-	3,035,768	3,217,659	-
Tax borne by employer	29,635,688	13,881,605	-	18,817,618	7,576,917	-
Others	13,244,992	18,292,492	2,502,630	8,933,699	15,698,237	3,628,850
Depreciation expense on lease hold building	1,740,450	1,740,450	15,428,680	4,170,095	4,170,095	31,113,091

The Federal Government through Ministry of Finance holds controlling interest (50% shareholding) in the Company and therefore entities which are owned and / or controlled by the Federal Government, or where the Federal Government may exercise significant influence, are related parties of the Company. The Company in the ordinary course of business enters into transaction with Government related entities. Such transactions include deposits to, investments, lendings, loan and advances and provision of other banking services. As at reporting date, the deposits, loans and advances, investments, lendings and borrowings relating to Government related entities amounted to Rs. 5,152 million (2024: 1.5 million), Rs. 901.7 million (2024: 901.7 million), Rs. 304.4 million (2024: 356.9 million) Rs. Nil (2024: nil) respectively, and income earned on deposits, advances, investment and lendings and interest expense on borrowings amounted to Rs. 58.6 million (2024: 118.2 million), Rs. 25 million (2024: 95 million), Rs. 33.4 million (2024: 37.6 million) and Rs. Nil (2024: 10 million) respectively.

- 36.1 This includes an equity investment of Rs. 1,120.86 million (2024: Rs. 1,112.05 million) representing 5% (2024: 5%) interest in Pakistan Stock Exchange (PSX) acquired through participation in the consortium under the Consortium Agreement (CA) dated March 02, 2017. Pursuant to CA the director of the Company is serving on the board of PSX as a nominee of the consortium. This also includes an equity investment of Rs. 220.54 million (2024: Rs. 201.096 million) representing a 9.5% (2024: 9.5%) interest in Deli-JW Glassware Company Limited, which is related to the Company by virtue of common directorship.

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PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025

	(Unaudited)	(Audited)
	30 June 2025	31 December 2024
37 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
37.1 Minimum Capital Requirement (MCR):	-----Rupees-----	
Paid-up capital (net of losses)	<u>11,136,400,000</u>	<u>9,905,975,280</u>
37.2 Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	26,083,208,695	22,590,813,546
Eligible Tier 2 Capital	-	-
Total Eligible Capital (Tier 1 + Tier 2)	<u>26,083,208,695</u>	<u>22,590,813,546</u>
Risk Weighted Assets (RWAs):		
Credit Risk	26,371,098,474	25,185,650,555
Market Risk	7,752,664,718	11,829,250,720
Operational Risk	8,017,385,657	6,312,915,751
Total	<u>42,141,148,849</u>	<u>43,327,817,026</u>
Common Equity Tier 1 Capital Adequacy ratio	<u>61.89%</u>	<u>52.14%</u>
Tier 1 Capital Adequacy Ratio	<u>61.89%</u>	<u>52.14%</u>
Total Capital Adequacy Ratio	<u>61.89%</u>	<u>52.14%</u>
37.3 Other information:		
Minimum capital requirements prescribed by the SBP		
CET1 minimum ratio (%)	<u>6.00%</u>	<u>6.00%</u>
Tier 1 minimum ratio (%)	<u>7.50%</u>	<u>7.50%</u>
Total capital minimum ratio (%)	<u>10.00%</u>	<u>10.00%</u>
Capital Conservation Buffer (CCB)	<u>1.50%</u>	<u>1.50%</u>
Total capital plus CCB minimum ratio (%)	<u>11.50%</u>	<u>11.50%</u>
37.4 Leverage Ratio (LR):		
Eligible Tier-1 Capital	26,083,208,695	22,590,813,546
Total Exposures	46,951,404,122	91,084,911,582
Leverage Ratio	<u>55.55%</u>	<u>24.80%</u>
Minimum Requirement	<u>3.00%</u>	<u>3.00%</u>
37.5 Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	14,347,598,216	14,238,708,090
Total Net Cash Outflow	2,321,654,413	1,947,512,190
Liquidity Coverage Ratio	<u>617.99%</u>	<u>731.12%</u>
37.6 Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	33,230,170,493	31,425,243,876
Total Required Stable Funding	23,492,435,639	22,356,537,922
Net Stable Funding Ratio	<u>141.45%</u>	<u>140.56%</u>
Minimum Requirement	<u>100.00%</u>	<u>100.00%</u>

The SBP, vide BPRD Circular No.08 dated 23 June 2016 has set the minimum Net Stable Funding Ratio Requirement (NSFR) for Banks / DFIs at 100%.

***** The link to the full disclosure is available at <https://pakchinainvest.com/uploads/files/car2025/car-june->

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**PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 JUNE 2025**

38 GENERAL

38.1 Events after the reporting date

There are no adjusting events after the date of statement of financial position that may have an impact on the financial statements.

38.2 Captions, as prescribed by BPRD Circular No. 2, issued by the SBP, for which there are no amounts, have not been reproduced in these financial statements except for the statement of financial position and profit and loss account.

38.3 Figures have been rounded off to the nearest Rupee, unless otherwise stated.

38.4 The credit rating company limited has issued a long term credit rating of AAA, and the short term rating of A1+, for the Company.

39 DATE OF AUTHORIZATION

These financial statements were authorized for issue in the Board of Directors meeting held on

31 MAR 2026



MANAGING DIRECTOR



CHIEF FINANCIAL OFFICER



CHAIRMAN



DIRECTOR



DIRECTOR