



**CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2026**



DIRECTORS' REVIEW ON CONDENSED INTERIM FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

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 period ended 30 September 2026 together with the Directors' Review thereon.

Profit after tax of PCICL amounted to Rs. 1,249.62 million for the nine-month period ended 30 September 2026, compared with Rs. 1,619.87 million for the corresponding period of the previous year, reflecting a decrease of 22.86%. Earnings per share decreased from Rs. 1.45 to Rs. 1.12 over the same period. Operating profit (profit before provisions and tax) stood at Rs. 1.86 billion, compared with Rs. 2.08 billion in the corresponding period of the previous year.

Net interest income for the nine-month period ended 30 September 2026 increased by Rs. 15 million (0.62%) compared with the corresponding period of the previous year. The increase was primarily attributable to growth in the financing and investment portfolio, partially offset by a reduction in the policy rate from 13% to 11.5%.

During the period, the appreciation of the PKR against the USD resulted in a foreign exchange revaluation loss of Rs. 58 million, compared with a revaluation gain of Rs. 51.77 million during the corresponding period of the previous year, when the PKR depreciated against the USD. Gain on securities represents unrealized gains arising from the fair value measurement of financial assets.

Operating expenses increased by Rs. 30.50 million compared with the corresponding period of 2025, primarily due to higher rental and fuel expenses and the overall impact of inflation on operating costs. The net reversal of provisions and write-offs amounted to Rs. 195.47 million during the current period, compared with Rs. 540.33 million in the corresponding period of the previous year.

Total assets increased by Rs. 11.4 billion as at 30 September 2026 compared with 31 December 2025. The increase was primarily driven by growth in investments and advances.

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

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.

29 October 2026
Islamabad

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION (UNAUDITED)
AS AT 30 SEPTEMBER 2026

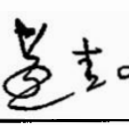
		(Unaudited)	(Audited)
		30 September 2026	31 December 2025
		-----Rupees-----	
ASSETS	Note		
Cash and balances with treasury banks	7	5,472,802,708	5,273,505,231
Balances with other banks	8	391,569,089	84,829,920
Lendings to financial institutions	9	1,436,189,040	2,707,063,072
Investments	10	22,565,184,383	14,430,885,792
Advances	11	33,290,274,206	29,530,929,461
Property and equipment	12	190,291,515	202,844,733
Right-of-use assets	13	35,033,897	58,304,779
Intangible assets	14	8,127,863	6,061,343
Other assets	15	1,564,878,460	1,356,782,186
Total Assets		64,954,351,161	53,651,206,517
LIABILITIES			
Bills payable		-	-
Borrowings	16	31,198,508,732	21,548,301,843
Deposits and other accounts	17	2,678,450,695	2,595,037,656
Lease liabilities	18	48,497,201	43,087,599
Subordinated debt		-	-
Deferred tax liabilities	19	458,866,567	427,355,237
Other liabilities	20	755,063,402	399,956,793
Total Liabilities		35,139,386,597	25,013,739,128
NET ASSETS		29,814,964,564	28,637,467,389
REPRESENTED BY			
Share capital		11,136,400,000	11,136,400,000
Advance against issue of shares	21	906,797	906,797
Reserves		3,587,802,397	3,337,879,024
Surplus on revaluation of assets	22	533,810,401	581,067,889
Unappropriated / Unremitted profit		14,556,044,969	13,581,213,679
		29,814,964,564	28,637,467,389
CONTINGENCIES AND COMMITMENTS	23		

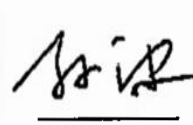
The annexed notes 1 to 41 form an integral part of these financial statements.


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 SEPTEMBER 2026

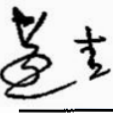
	Note	For the quarter ended		For the period ended	
		30 September	30 September	30 September	30 September
		2026	2025	2026	2025
		Rupees		Rupees	
Mark-up / Return / Interest earned	24	1,717,923,389	1,196,274,187	4,725,099,415	3,833,591,539
Mark-up / Return / Interest expensed	25	(870,269,990)	(420,012,825)	(2,303,839,268)	(1,427,173,646)
Net mark-up / interest income		847,653,399	776,261,362	2,421,260,147	2,406,417,893
NON MARK-UP / INTEREST INCOME					
Fee and commission income	26	23,368,950	25,623,011	50,571,636	54,404,703
Dividend income		1,903,513	-	25,103,513	24,675,000
Foreign exchange income / (loss)		(21,077,217)	(42,805,851)	(58,082,073)	51,777,641
Income / (Loss) from derivatives		-	-	-	-
Gain / (Loss) on securities	27	53,412,552	377,513	67,472,789	148,298,752
Net loss on derecognition of financial assets measured at amortised cost	28	(6,977,139)	(4,651,425)	(20,931,417)	(13,954,275)
Other income	29	5,037,209	5,746,889	14,592,993	16,192,565
Total non-markup / interest income		55,667,868	(15,709,863)	78,727,441	281,394,386
Total income		903,321,267	760,551,499	2,499,987,588	2,687,812,279
NON MARK-UP/INTEREST EXPENSES					
Operating expenses	30	207,649,595	197,755,805	636,872,752	606,373,452
Workers welfare fund		-	-	-	-
Other charges		-	-	-	-
Total non-markup / interest expenses		207,649,595	197,755,805	636,872,752	606,373,452
Profit before credit loss allowance		695,671,672	562,795,694	1,863,114,836	2,081,438,827
Credit loss allowance and write offs - net	31	(113,147,312)	(32,640,324)	(195,466,266)	(540,325,319)
PROFIT BEFORE TAXATION		808,818,984	595,436,018	2,058,581,102	2,621,764,146
Taxation	32	324,467,421	275,086,365	808,964,239	1,001,889,204
PROFIT AFTER TAXATION		484,351,563	320,349,633	1,249,616,863	1,619,874,942
Basic and diluted earnings per share	33	0.43	0.29	1.12	1.45

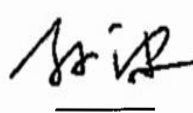
The annexed notes 1 to 41 form an integral part of these financial statements.


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 SEPTEMBER 2026

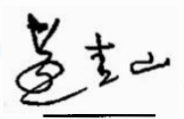
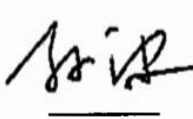
	For the quarter ended		For the period ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2026
	Rupees		Rupees	
Profit after taxation for the period	484,351,563	320,349,633	1,249,616,863	1,619,874,942
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in (deficit) / surplus on revaluation of debt investments through FVOCI - net of tax	7,229,334	(14,286,512)	(43,791,344)	(157,682,925)
	7,229,334	(14,286,512)	(43,791,344)	(157,682,925)
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	(222,076,952)	179,767,886	(3,466,144)	209,528,066
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-
	(222,076,952)	179,767,886	(3,466,144)	209,528,066
Total comprehensive income	269,503,945	485,831,007	1,202,359,375	1,671,720,083

The annexed notes 1 to 41 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 SEPTEMBER 2026

	Share Capital	Advance against issue of shares	Statutory reserve *	Surplus / (deficit) on revaluation of investments	Unappropriated profit	Total
Balance as at 01 January 2025	9,905,975,280	230,652,672	2,951,596,049	267,400,914	11,823,086,477	25,178,711,392
Impact of measurement of unquoted securities at fair value				(125,359,170)	210,254,816	84,895,646
Balance as at 01 January 2025 - as restated	9,905,975,280	230,652,672	2,951,596,049	142,041,744	12,033,341,293	25,263,607,038
Profit after taxation for the period ended 30 September 2025	-	-	-	-	1,619,874,942	1,619,874,942
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	(157,682,925)	-	(157,682,925)
Movement in deficit on revaluation of investments in equity instruments - net of tax	-	-	-	209,528,066	-	209,528,066
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-
Total comprehensive income / (loss) - net of tax	-	-	-	51,845,141	-	51,845,141
Transfer to statutory reserve	-	-	323,974,988	-	(323,974,988)	-
Transaction with owners recognized 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 September 2025	11,136,400,000	906,797	3,275,571,037	193,886,885	13,329,241,247	27,936,005,968
Profit after taxation for the period ended 31 December 2025	-	-	-	-	311,539,934	311,539,934
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	89,880,540	-	89,880,540
Movement in deficit on revaluation of investments in equity instruments - net of tax	-	-	-	297,300,464	-	297,300,464
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	2,740,485	2,740,485
Total comprehensive income - net of tax	-	-	-	387,181,004	2,740,485	389,921,489
Transfer to statutory reserve	-	-	62,307,987	-	(62,307,987)	-
Balance as at 31 December 2025	11,136,400,000	906,797	3,337,879,024	581,067,889	13,581,213,679	28,637,467,389
Profit after taxation for the period ended 30 September 2026	-	-	-	-	1,249,616,863	1,249,616,863
Movement in deficit on revaluation of investments in debt instruments - net of tax	-	-	-	(43,791,344)	-	(43,791,344)
Movement in surplus / (deficit) on revaluation of investments in equity instruments - net of tax	-	-	-	(3,466,144)	-	(3,466,144)
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-
Total comprehensive income - net of tax	-	-	-	(47,257,488)	-	(47,257,488)
Transfer to statutory reserve	-	-	249,923,373	-	(249,923,373)	-
Transaction with owners recorded directly in equity						
SECP Fee-Increase in Authorized Capital	-	-	-	-	(24,862,200)	(24,862,200)
	-	-	-	-	(24,862,200)	(24,862,200)
Balance as at 30 September 2026	11,136,400,000	906,797	3,587,802,397	533,810,401	14,556,044,969	29,814,964,564

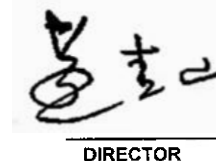
* According to BPD Circular No. 15, dated 31 May 2004, issued by the SBP, an amount not less than 20% of the after tax profits shall be transferred to create a reserve fund, till such time the reserve fund equals the amount of the paid-up capital of the Company, and after that a sum not less than 5%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

The annexed notes 1 to 41 form an integral part of these financial statements.


MANAGING DIRECTOR


CHIEF FINANCIAL OFFICER


CHAIRMAN

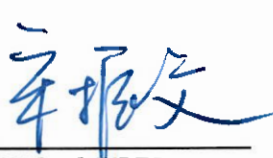

DIRECTOR


DIRECTOR

PAK CHINA INVESTMENT COMPANY LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

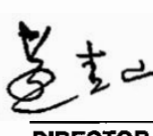
		For the period ended	
		30 September 2026	30 September 2026
		-----Rupees-----	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		2,058,581,102	2,621,764,146
Less: Dividend income		(25,103,513)	(24,675,000)
		2,033,477,589	2,597,089,146
Adjustments:			
Depreciation	30	18,176,059	8,542,938
Depreciation on right-of-use assets	30	23,270,887	34,545,041
Amortization	30	520,980	1,582,980
Credit loss allowance and write-offs	31	(234,322,274)	(601,739,794)
Gain/(Loss) on disposal of property and equipment		36,507	(967,393)
Finance charges on leased assets	25	5,409,602	9,064,262
Provision for gratuity		15,770,439	13,213,233
Unrealized loss on revaluation of 'FVTPL' securities	27	(67,264,812)	(78,981,226)
Exchange gain		58,082,073	(51,777,641)
		(180,320,539)	(666,517,600)
		1,853,157,050	1,930,571,546
(Increase) / Decrease in operating assets			
Lendings to financial institutions		1,270,874,032	(1,590,403,375)
Advances		(3,466,030,759)	(2,154,261,760)
Others assets (excluding advance taxation)		(343,200,101)	102,272,556
		(2,538,356,828)	(3,642,392,579)
Increase/ (Decrease) in operating liabilities			
Borrowings from financial institutions		21,060,253,276	(38,190,507,072)
Deposits		83,413,039	(398,138,781)
Others liabilities (excluding current taxation)		365,054,386	(817,681,298)
		21,508,720,701	(39,406,327,151)
Payments against off-balance sheet obligations			
Income tax paid		(638,486,518)	(554,398,802)
Contribution to plan assets		-	9,743,443
		(638,486,518)	(544,655,359)
Net cash flow (used in) / from operating activities		20,185,034,404	(41,662,803,543)
CASH FLOW FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI		(8,330,770,623)	39,920,586,604
Dividends received		25,103,513	24,675,000
Investments in property and equipment		(5,877,120)	(22,611,886)
Disposal of property and equipment		290,786	999,064
Net cash flow from / (used in) investing activities		(8,311,253,444)	39,923,648,782
CASH FLOW FROM FINANCING ACTIVITIES			
Receipts/ Payments of long term liabilities		(11,512,500,000)	634,833,333
Issue of share capital		-	1,230,424,720
Advance for issue of share		-	(229,745,875)
Net cash flow from / (used in) financing activities		(11,512,500,000)	1,635,512,178
Effects of exchange rate changes on cash and cash equivalents		(58,082,073)	51,777,641
Increase in cash and cash equivalents		303,198,887	(51,864,942)
Cash and cash equivalents at beginning of the year		287,508,411	287,536,438
Cash and cash equivalents at end of the year		590,707,298	235,671,496

The annexed notes 1 to 41 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
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

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

These financial statements have been presented in accordance with the format prescribed by The Statebank of Pakistan (SBP) vide BPRD Circular letter No. 2 dated 09 February 2023.

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

2.1 Functional and presentation currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Company operates. The financial statements are presented in Pak. Rupee, which is the Company's functional and presentation currency.

3 STATEMENT OF COMPLIANCE

These 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) and the Securities and Exchange Commission of Pakistan (SECP).

3.1 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.

3.2 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 these standards have not been considered in the preparation of these 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 financial statements continue to be prepared on the going concern basis.

3.3 Standards, interpretations of and amendments to the published accounting and reporting standards that are effective in the current year:

The International Accounting Standards Board (IASB) has issued new and amended standards, interpretations, and amendments effective for accounting periods beginning on or after January 1, 2023. The Company elected to early adopt IFRS 9 'Financial Instruments' and implement the new financial statement format effective January 1, 2023, with related impacts disclosed in note 5.1. Other applicable standards, amendments, and interpretations have been assessed as either not relevant to the Company's operations or having no significant effect, and therefore are not separately detailed in these financial statements.

3.4 Standards, interpretations of and amendments to the published accounting and reporting standards that are not yet effective:

There are certain new and amended standards, issued by International Accounting Standards Board

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

(IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2026 but are considered not to be relevant or do not have any material effect on the Bank's financial statements except for:

- IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 01, 2027 by IASB. IFRS 18 when applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in the unconsolidated financial statements.

- Amendments to IFRS 9 'Financial Instruments' and IFRS 7 'Financial Instruments: Disclosures' clarify the timing of recognition and derecognition of certain financial instruments including settlement of liabilities through banking instruments and channels including electronic transfers. Further, guidance on the SPPI assessment, and disclosure requirements for instruments with cash flow modifying features and equity instruments designated at FVOCI has also been amended. These amendments are effective from January 1, 2026. The amendment when applied may impact the accounting and presentation of the financial instruments.

4 MATERIAL ACCOUNTING POLICY

The material accounting policies applied in the preparation of these unconsolidated condensed interim

4.1 IFRS 9 - Financial Instruments

4.1.1 The Bank had adopted IFRS 9 effective from January 1, 2024 with modified retrospective approach for restatement permitted under IFRS 9. The cumulative impact of initial application was recorded as an adjustment to equity at the beginning of the previous accounting period

4.1.2 - The SBP in a separate instruction BPRD/RPD/822456/25 dated January 22, 2025 has allowed extension for application of Effective Interest Rate upto December 31, 2025. During the current period, the Bank has implemented SBP's instructions regarding application of effective interest rate.

4.1.3 - The SBP has directed the Banks through its BPRD Circular Letter No. 1 dated January 22, 2025 to continue the existing revenue recognition methodology for Islamic Operations, including the requirements of IFAS 1 and IFAS 2 until further instructions.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of the financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses. It also requires management to exercise judgments in application of its accounting policies. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an on going basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if their revision affects only that period, or in the period of revision and future periods if their revision affects both current and future periods. Material accounting estimates applied in the preparation of these financial statements are presented below:

(a) classification and valuation of investments;

(b) expected credit loss/ provision against advances;

(c) depreciation / amortisation of fixed assets and intangible assets;

(d) contingent assets and liabilities, provisions against off balance sheet obligations;

(e) Assumption and estimation in recognition of provision for current and deferred taxation; and

(f) accounting for defined benefit plan and compensated absences.

Estimates and judgments are continually evaluated and are based on historical experience and other factors, including expectation of future events that are believed to be reasonable under the circumstances. Actual results may differ from these estimates.

6 FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the audited annual unconsolidated financial statements of the Bank for the year ended December 31, 2025.

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

		(Unaudited) 30 September 2026	(Audited) 31 December 2025
		-----Rupees-----	
7 CASH AND BALANCES WITH TREASURY BANKS	Note		
In hand			
Local currency		75,000	75,000
With State Bank of Pakistan in			
Local currency current account	7.1	187,442,610	193,000,633
With National Bank of Pakistan in			
Local currency current account		11,526,665	10,155,630
Foreign currency current account		93,933	108,743
Foreign currency deposit account	7.2	5,273,664,500	5,070,165,225
		<u>5,472,802,708</u>	<u>5,273,505,231</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>5,472,802,708</u>	<u>5,273,505,231</u>

7.1 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.

7.2 This mainly represents a foreign currency term deposit of USD 19,039,500 (2025: 18,104,500) carrying mark-up rate of 6.01% (2025: 6.36%) per annum and will mature on 24 June 2027. The related accrued interest on this TDR is also presented in Note 15.

		(Unaudited) 30 September 2026	(Audited) 31 December 2025
		-----Rupees-----	
8 BALANCES WITH OTHER BANKS			
In Pakistan			
In current account		382,495	386,702
In deposit account		391,186,595	84,443,219
		<u>391,569,090</u>	<u>84,829,921</u>
Less: Credit loss allowance held against balances with other banks		(1)	(1)
Balances with other banks - net of credit loss allowance		<u>391,569,089</u>	<u>84,829,920</u>

		(Unaudited) 30 September 2026	(Audited) 31 December 2025
		-----Rupees-----	
9 LENDINGS TO FINANCIAL INSTITUTIONS			
Reverse repo agreements		1,436,189,040	2,707,063,072
Less: Credit loss allowance held against lending to financial institutions		-	-
Lendings to financial institutions - net of credit loss allowance		<u>1,436,189,040</u>	<u>2,707,063,072</u>

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

10 INVESTMENTS

10	INVESTMENTS		(Unaudited)				(Audited)			
			30 September 2026				31 December 2025			
10.1	Investments by type	Note	Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
			Rupees				Rupees			
	FVTPL									
	Shares		548,625,261	-	(9,981,773)	538,643,488	502,872,150	-	(77,246,585)	425,625,565
			548,625,261	-	(9,981,773)	538,643,488	502,872,150	-	(77,246,585)	425,625,565
	FVOCI									
	Federal Government securities		6,432,618,532	-	(37,221,599)	6,395,396,933	5,176,722,219	-	4,655,395	5,181,377,614
	Shares		1,798,163,240	-	677,459,644	2,475,622,884	1,798,163,240	-	683,293,261	2,481,456,501
	Non Government debt securities		12,806,950,200	(394,366,147)	34,544,380	12,447,128,433	6,456,128,651	(408,802,959)	58,885,238	6,106,210,930
			21,037,731,972	(394,366,147)	674,782,425	21,318,148,250	13,431,014,110	(408,802,959)	746,833,894	13,769,045,045
	Amortized cost									
	Non Government debt securities		708,393,067	(422)	-	708,392,645	236,219,046	(3,864)	-	236,215,182
	Total Investments		22,294,750,300	(394,366,569)	664,800,652	22,565,184,383	14,170,105,306	(408,806,823)	669,587,309	14,430,885,792
							</			

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

10.2 Credit Loss Allowance / provision for diminution in value of investments

Opening Balance

Charge / Reversal

Charge for the period

Reversals for the period

Closing Balance

(Unaudited)	(Audited)
30 September 2026	31 December 2025
Rupees	
408,806,823	438,234,272
199,629	65,378,961
(14,639,883)	(94,806,410)
(14,440,254)	(29,427,449)
394,366,569	408,806,823

10.3 Particulars of credit loss allowance against debt securities

Domestic

Performing Stage 1

Underperforming Stage 2

Non-performing Stage 3

Substandard

Doubtful

Loss

Total

(Unaudited)		(Audited)	
30 September 2026		31 December 2025	
Rupees			
Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
13,129,351,767	8,375,069	6,292,937,963	9,991,823
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
385,991,500	385,991,500	399,409,734	398,815,000
13,515,343,267	394,366,569	6,692,347,697	408,806,823

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

11 ADVANCES

	(Unaudited)	(Audited)	(Unaudited)	(Audited)	(Unaudited)	(Audited)
	Performing		Non performing		Total	
	30 September 2026	31 December 2025	30 September 2026	31 December 2025	30 September 2026	31 December 2025
	----- Rupees -----					
Loans, cash credits, running finances, etc.	30,148,262,559	27,010,218,559	1,302,405,690	1,445,703,611	31,450,668,249	28,455,922,170
Islamic Financing and related assets	3,197,610,932	2,606,369,853	-	-	3,197,610,932	2,606,369,853
Advances - gross	<u>33,345,873,491</u>	<u>29,616,588,412</u>	<u>1,302,405,690</u>	<u>1,445,703,611</u>	<u>34,648,279,181</u>	<u>31,062,292,023</u>
Credit loss allowance against advances						
- Stage 1	12,132,034	15,088,152	-	-	12,132,034	15,088,152
- Stage 2	43,467,251	88,487,413	-	-	43,467,251	88,487,413
- Stage 3	-	-	1,302,405,690	1,427,786,997	1,302,405,690	1,427,786,997
	55,599,285	103,575,565	1,302,405,690	1,427,786,997	1,358,004,975	1,531,362,562
Advances - net of credit loss allowance	<u>33,290,274,206</u>	<u>29,513,012,847</u>	<u>-</u>	<u>17,916,614</u>	<u>33,290,274,206</u>	<u>29,530,929,461</u>

11.1 Particulars of advances (Gross)

In local currency

(Unaudited)	(Audited)
30 September 2026	31 December 2025
----- Rupees -----	
<u>34,648,279,181</u>	<u>31,062,292,023</u>

PAK CHINA INVESTMENT COMPANY LIMITED
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11.2 Advances include Rs.1,365.8 million (2024: Rs.1,491.3 million) which have been placed under non-performing / Stage 3 status as detailed below:-

	(Unaudited)		(Audited)	
	30 September 2026		31 December 2025	
	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	-	-	173,210,978	155,294,364
Substandard Stage 3	174,232,948	174,232,948	-	-
Doubtful Stage 3	1,128,172,742	1,128,172,742	1,272,492,633	1,272,492,633
Loss Stage 3	1,302,405,690	1,302,405,690	1,445,703,611	1,427,786,997

11.3 Particulars of credit loss allowance against advances

	(Unaudited)				(Audited)			
	30 September 2026				31 December 2025			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	Rupees							
Opening balance	15,088,152	88,487,413	1,427,786,997	1,531,362,562	215,611,318	118,888,946	1,404,240,125	1,738,740,389
Charge for the period	5,944,104	1,190,415	18,938,583	26,073,102	1,616,472	12,856,302	186,819,155	201,291,929
Reversals	(8,900,222)	(46,210,577)	(144,319,890)	(199,430,689)	(202,139,638)	(43,257,835)	(163,272,283)	(408,669,756)
	(2,956,118)	(45,020,162)	(125,381,307)	(173,357,587)	(200,523,166)	(30,401,533)	23,546,872	(207,377,827)
Amounts written off	-	-	-	-	-	-	-	-
Closing balance	12,132,034	43,467,251	1,302,405,690	1,358,004,975	15,088,152	88,487,413	1,427,786,997	1,531,362,562

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

11.4.1 Opening Balance

New Advances
Advances derecognised or repaid
Transfer to stage 1
Transfer to stage 2
Transfer to stage 3

Amounts written off / charged off
Changes in risk parameters
Charge for the period
Other Changes
Closing Balance

(Unaudited) 30 September 2026				(Audited) 31 December 2025			
Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
Rupees							
15,088,152	88,487,413	1,427,786,997	1,531,362,562	215,611,318	118,888,946	1,404,240,125	1,738,740,389
799,939	-	-	799,939	1,616,470	-	-	1,616,470
(1,200,778)	(10,628,382)	(144,319,890)	(156,149,050)	(192,928,761)	(84,289,819)	(108,720,433)	(385,939,013)
-	-	-	-	-	-	-	-
-	-	-	-	-	84,377,795	(84,377,795)	-
-	-	-	-	-	(30,489,509)	30,489,509	-
(400,839)	(10,628,382)	(144,319,890)	(155,349,111)	(191,312,291)	(30,401,533)	(162,608,719)	(384,322,543)
-	-	-	-	-	-	-	-
(2,555,279)	(34,391,780)	18,938,583	(18,008,476)	(9,210,875)	-	60,687,174	51,476,299
-	-	-	-	-	-	-	-
-	-	-	-	-	-	125,468,417	125,468,417.00
-	-	-	-	-	-	-	-
12,132,034	43,467,251	1,302,405,690	1,358,004,975	15,088,152	88,487,413	1,427,786,997	1,531,362,562
-	-	-	-	-	-	-	-

11.4.2 Advances - Category of Classification

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

(Unaudited) 30 September 2026		(Audited) 31 December 2025	
Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
Rupees			
20,373,567,243	12,132,034	28,929,079,323	15,088,152
12,972,306,248	43,467,251	687,509,089	88,487,413
-	-	-	-
-	-	173,210,978	155,294,364
174,232,948	174,232,948	-	-
1,128,172,742	1,128,172,742	1,272,492,633	1,272,492,633
34,648,279,181	1,358,004,975	31,062,292,023	1,531,362,562

PAK CHINA INVESTMENT COMPANY LIMITED
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		(Unaudited) 30 September 2026	(Audited) 31 December 2025
		-----Rupees-----	
12	PRPOERTY AND EQUIPMENT		
	Capital work-in-progress	12.1 -	922,249
	Property and equipment	12.2 190,291,515	201,922,484
		<u>190,291,515</u>	<u>202,844,733</u>
12.1	Capital work-in-progress		
	Advances to suppliers	-	922,249
		<u>-</u>	<u>922,249</u>
		(Unaudited) 30 September 2026	(Unaudited) 30 September 2025
		-----Rupees-----	
12.2	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		
	Leasehold improvements	1,512,914	-
	Furniture and fixture	700,000	-
	Electrical office and computer equipment	4,586,455	14,570,494
		<u>6,799,369</u>	<u>14,570,494</u>
12.3	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	254,279	43,779
		<u>254,279</u>	<u>51,087</u>
		(Unaudited) 30 September 2026	(Audited) 31 December 2025
13	RIGHT-OF-USE ASSETS	Building	Building
		-----Rupees-----	
	At 01 January		
	Cost	317,481,395	317,481,395
	Accumulated Depreciation	(282,447,498)	(259,176,616)
	Net Carrying amount at December 31	<u>35,033,897</u>	<u>58,304,779</u>
14	INTANGIBLE ASSETS		
	Advances to suppliers	7,668,400	5,080,900
	Computer Software	459,463	980,443
		<u>8,127,863</u>	<u>6,061,343</u>

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	(Unaudited)	(Audited)
	30 September 2026	31 December 2025
	-----Rupees-----	
15 OTHER ASSETS		
Income / mark-up accrued in local currency	1,098,314,609	713,294,798
Income / mark-up accrued in foreign currency	87,160,490	171,084,275
Advances, deposits, advance rent and other prepayments	172,407,716	118,734,712
Receivable against fee, commission and advisory services	29,850,353	34,897,293
Advance taxation (payments less provisions)	61,568,835	175,741,245
Receivable against rent	3,568,514	-
Receivable from provident fund	1,898,996	12,001,592
Deferred fair value loss on derecognition of financial assets	137,217,074	158,148,491
Others	611,874	599,781
	<u>1,592,598,461</u>	<u>1,384,502,187</u>
Less: Credit loss allowance held against other assets	27,720,001	27,720,001
Other assets (Net of credit loss allowance)	<u>1,564,878,460</u>	<u>1,356,782,186</u>

- 15.1** 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 unconsolidated financial statements.

	(Unaudited)	(Audited)
	30 September 2026	31 December 2025
	-----Rupees-----	
16 BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan		
Long Term Finance Facility (LTFF)	1,045,819,898	1,203,134,228
Temporary Economic Relief Facility (TERF)	650,166,851	731,876,801
	<u>1,695,986,749</u>	<u>1,935,011,029</u>
Repurchase agreement borrowings	2,217,202,300	-
Borrowing from financial institution	-	1,500,000,000
Other borrowings	21,284,589,245	9,081,250,000
	<u>23,501,791,545</u>	<u>10,581,250,000</u>
Total secured	<u>25,197,778,294</u>	<u>12,516,261,029</u>
Unsecured		
Borrowing from banks	6,000,730,438	9,032,040,814
Borrowing from DFI's	-	-
Total unsecured	<u>6,000,730,438</u>	<u>9,032,040,814</u>
	<u>31,198,508,732</u>	<u>21,548,301,843</u>

	30 September 2026	
	-----Rupees-----	
17 DEPOSITS AND OTHER ACCOUNTS		
Customers		
17.1	In Local Currency	In Foreign Currency
- Term deposits	2,678,450,695	-
	<u>2,678,450,695</u>	<u>2,678,450,695</u>
	31 December 2025	
	-----Rupees-----	
	In Local Currency	In Foreign Currency
- Term deposits	2,595,037,656	-
	<u>2,595,037,656</u>	<u>2,595,037,656</u>

17.1 All the deposits are in local currency.

PAK CHINA INVESTMENT COMPANY LIMITED
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18 LEASE LIABILITIES

	(Unaudited) 30 September 2026	(Audited) 31 December 2025
	Rupees	
Outstanding amount at the start of the year	43,087,599	76,568,960
Lease payments including interest	-	(45,600,246)
Interest expense	5,409,602	12,118,885
Outstanding amount at the end of the year	48,497,201	43,087,599
18.1 Contractual maturity of lease liabilities		
Not later than one year	48,497,201	43,087,599
Total at the year end	48,497,201	43,087,599

	(Unaudited) 30 September 2026	(Audited) 31 December 2025
	Rupees	
19 DEFERRED TAX ASSETS / (LIABILITIES)		
Deductible Temporary Differences on		
- Post retirement employee benefits	217,172	661,645
- Provision for diminution in the value of FVOCI	-	-
- Liabilities against assets subject to lease	5,250,689	(5,934,712)
- Credit loss allowance / provision against advances, off balance sheet etc.	551,766,849	653,444,244
- Revaluation of investments - FVOCI	(140,972,023)	(165,766,005)
- Effective interest rate and modification loss	72,334,112	73,982,202
- Capital Losses	18,682,083	18,728,878
	507,278,882	575,116,252
Taxable Temporary Differences		
- Accelerated tax depreciation	12,251,764	7,027,204
- Revaluation of investments - FVPL	25,711,536	40,521,166
-NET investment in leases	(45,394,045)	(68,653,147)
- Unrealized exchange gain	(958,714,704)	(981,366,712)
	(966,145,449)	(1,002,471,489)
	(458,866,567)	(427,355,237)

	(Unaudited) 30 September 2026	(Audited) 31 December 2025
	Rupees	
20 OTHER LIABILITIES		
Mark-up / Return / Interest payable in local currency	631,171,900	208,729,122
Accrued expenses	79,019,681	115,191,303
Unearned fee / commission	1,121,222	2,818,871
Current taxation (provisions less payments)	-	-
Withholding tax / sales tax payable	7,004,274	6,725,554
Payable to contribution benefit plan	-	-
Payable to defined benefit plan	1,113,701	3,393,049
Credit loss allowance against off-balance sheet obligations	15,547,075	23,215,503
Others	20,085,549	39,883,391
	755,063,402	399,956,793

20.1 Credit loss allowance against off-balance sheet obligations		
Opening balance	23,215,503	48,341,383
Impact of IFRS 09	-	-
	23,215,503	48,341,383
Charge for the period	4,133,618	(25,125,880)
Reversals	(11,802,046)	-
	(7,668,428)	(25,125,880)
Amount written off	-	-
Closing balance	15,547,075	23,215,503

21 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.

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		(Unaudited)	(Audited)
		30 September 2026	31 December 2025
		Rupees	
Note			
22	SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS		
	(Deficit) / surplus on revaluation of		
	- Securities measured at FVOCI - Debt	10.1 (2,677,219)	63,540,633
	- Securities measured at FVOCI - Equity	10.1 677,459,644	683,293,261
		674,782,425	746,833,894
	Deferred tax on (Deficit) / surplus on revaluation of:		
	- Securities measured at FVOCI - Debt	(2,354,338)	(24,780,846)
	- Securities measured at FVOCI - Equity	(138,617,686)	(140,985,159)
		(140,972,024)	(165,766,005)
		533,810,401	581,067,889
23	CONTINGENCIES AND COMMITMENTS		
	Guarantees	23.1 62,000,000	5,418,981,237
	Commitments	21.2 12,545,157,914	3,897,879,017
	Other contingent liability	21.3 -	-
		12,607,157,914	9,316,860,254
23.1	Guarantees		
	Financial guarantees	62,000,000	5,001,740,674
	Performance guarantees	-	-
		62,000,000	5,001,740,674
21.2	Commitments		
	Documentary credits and short term trade related transactions		
	Letters of credit	6,289,748,925	-
	Commitments in respect of:		
	Forward government securities transactions - Purchase	10 2,227,028,900	-
	Forward government securities transactions - Sale	1,436,676,774	996,719,000
	Non government debt securities transactions - Sale	-	1,711,946,873
	Commitments to extend credits	21.2.1 2,586,965,642	1,188,193,144
	Commitment for acquisition of fixed assets	4,737,673	1,020,000
		12,545,157,914	3,897,879,017
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. 2,587 million (2025: Rs. 1,188.2 million).		
		(Unaudited)	
		For the period ended	
		30 September 2026	30 September 2025
24	MARK-UP / RETURN / INTEREST EARNED	Rupees	
	Loans and advances	2,900,669,082	1,849,615,840
	Investments	1,420,245,737	1,583,623,002
	Lendings to financial institutions	145,160,528	99,283,573
	Balances with banks	259,024,068	301,069,124
		4,725,099,415	3,833,591,539
24.1	Interest income (calculated using effective interest rate method) recognised on:		
	Financial assets measured at amortised cost	3,304,853,678	2,249,968,537
	Financial assets measured at fair value through OCI	1,420,245,737	1,583,623,002
		4,725,099,415	3,833,591,539
25	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits	201,455,199	105,836,349
	Borrowings	2,096,974,467	1,312,273,035
	Lease liability	5,409,602	9,064,262
		2,303,839,268	1,427,173,646
25.1	Interest expense calculated using effective interest rate method	2,303,839,268	1,427,173,646

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FOR THE PERIOD ENDED 30 SEPTEMBER 2026

		(Unaudited)	
		For the period ended	
		30 September 2026	30 September 2025
		Rupees	
26	FEE AND COMMISSION INCOME		
	Credit related fee	21,369,999	8,693,322
	Investment banking fees	-	4,163,582
	Commission on trade	637,366	65,143
	Commission on guarantees	28,564,271	41,482,656
		<u>50,571,636</u>	<u>54,404,703</u>
27	GAIN / (LOSS) ON SECURITIES		
	Realized	27.1 207,977	69,317,526
	Unrealised - Measured at FVPL	10.1 67,264,812	78,981,226
		<u>67,472,789</u>	<u>148,298,752</u>
27.1	Realized gain / (loss) on:		
	Federal Government Securities	207,977	(39,338,491)
	Shares	-	108,656,017
		<u>207,977</u>	<u>69,317,526</u>
28	NET LOSS ON DERECOGNITION OF FINANCIAL ASSETS MEASURED AT AMORTISED COST		
	Loss on derecognition of financial assets measured at amortised cost	28.1 (20,931,417)	(13,954,275)
		<u>(20,931,417)</u>	<u>(13,954,275)</u>
28.1	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 3rd year's 15% of loss in these unconsolidated financial statements.		

		(Unaudited)	
		For the period ended	
		30 September 2026	30 September 2025
		Rupees	
29	OTHER INCOME		
	Rent on property	14,556,486	13,478,226
	Gain on sale of property and equipment - net	36,507	967,393
	Other income	-	1,746,946
		<u>14,592,993</u>	<u>16,192,565</u>

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		(Unaudited)	
		For the period ended	
		30 September 2026	30 September 2025
		----- Rupees -----	
30 OPERATING EXPENSES			
Total Compensation expense		432,998,549	425,343,170
Property expense			
Rent and taxes		16,032,680	12,879,021
Insurance		101,286	46,692
Utilities cost		8,976,987	7,912,325
Security		6,720,438	6,271,566
Repair and maintenance		6,015,982	3,305,304
Depreciation		24,373,423	27,069,735
		62,220,796	57,484,643
Information technology expenses			
Software maintenance		2,246,174	1,985,656
Hardware maintenance		261,225	317,676
Amortization		520,980	1,582,980
Depreciation		8,823,892	7,102,763
Network charges		292,534	270,865
		12,144,805	11,259,940
Other operating expenses			
Directors' fees and allowances		3,250,000	6,000,000
Legal and professional charges		5,464,541	5,634,690
Outsourced services costs		10,519,605	8,475,626
Travelling and conveyance		45,224,796	39,047,507
Insurance		5,606,313	5,021,062
Repair and maintenance		6,900,791	4,486,806
Depreciation		8,249,631	8,915,481
Training and development		1,161,984	774,250
Utilities		-	-
Communication		3,947,204	3,424,448
Stationery and printing		4,403,542	3,595,689
Marketing, advertisement and publicity		11,395,388	7,910,148
Auditors remuneration		4,099,660	3,706,253
Bank charges		174,261	327,358
Entertainment		10,671,415	7,574,043
Donations		2,000,000	-
Others		6,439,471	7,392,338
		129,508,602	112,285,699
		636,872,752	606,373,452
		(Unaudited)	
		For the period ended	
		30 September 2026	30 September 2025
		----- Rupees -----	
31 CREDIT LOSS ALLOWANCE & WRITE OFFS - NET	Note		
Credit loss allowance for diminution in value of investments - net	10.2	(14,440,252)	(91,694,008)
Credit loss allowance against loans & advances - net	11.3	(173,357,586)	(322,706,394)
Other credit loss allowance - net	11.3	(7,668,428)	(125,924,917)
		(195,466,266)	(540,325,319)
32 TAXATION			
Current		752,658,928	761,657,381
Deferred		56,305,311	240,231,823
		808,964,239	1,001,889,204
33 BASIC EARNINGS PER SHARE			
Profit for the period		1,249,616,863	1,619,874,942
Weighted average number of ordinary shares		1,113,640,000	1,113,640,000
Basic earnings per share - Rupees		1.12	1.45
34 DILUTED EARNINGS PER SHARE			
Diluted earning per share has not been separately presented as the Company does not have convertible instruments in issue.			
35 CASH AND CASH EQUIVALENTS			
Cash and balance with treasury banks	7	199,138,208	165,791,437
Balance with other banks		391,569,090	53,716,814
		590,707,298	219,508,251

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
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36 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.

36.1 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).

36.2 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)				
	30 September 2026				
	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	6,395,396,933	-	6,395,396,933	-	6,395,396,933
Shares	2,527,980,955	1,914,989,690	-	612,991,265	2,527,980,955
Preference Shares	486,285,417	441,630,000	-	44,655,417	486,285,417
Non-Government Debt Securities	12,447,128,433	-	12,447,128,433	-	12,447,128,433
	21,856,791,738	2,356,619,690	18,842,525,366	657,646,682	21,856,791,738
Financial assets - disclosed but not measured at fair value					
Shares	-	-	-	-	-
Preference Shares	-	-	-	-	-
Commercial Paper	708,392,645	-	-	-	-
Non-Government Debt Securities	-	-	-	-	-
	708,392,645	-	-	-	-
	22,565,184,383	2,356,619,690	18,842,525,366	657,646,682	21,856,791,738
Off-balance sheet financial instruments - measured at fair value					
Forward government securities transactions - purchase	2,227,028,900	-	2,227,028,900	-	2,227,028,900
Forward government securities transactions - sale	1,436,676,774	-	1,436,676,774	-	1,436,676,774

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FOR THE PERIOD ENDED 30 SEPTEMBER 2025

(Audited)					
31 December 2025					
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	5,181,377,614	3,003,900,000	2,177,477,614	-	5,181,377,614
Shares	2,481,456,501	1,882,668,534	-	598,787,967	2,481,456,501
Preference Shares	425,625,565	378,000,000	-	47,625,565	425,625,565
Non-Government Debt Securities	6,106,210,930	3,846,531,353	2,259,679,577	-	6,106,210,930
	14,194,670,610	9,111,099,887	4,437,157,191	646,413,532	14,194,670,610
Financial assets - disclosed but not measured at fair value					
Shares	-	-	-	-	-
Commercial Paper	236,215,182	-	-	-	-
Non-Government Debt Securities	-	-	-	-	-
	236,215,182	-	-	-	-
	14,430,885,792	9,111,099,887	4,437,157,191	646,413,532	14,194,670,610
Off-balance sheet financial instruments - measured at fair value					
Forward government securities transactions - purchase	-	-	-	-	-
Forward government securities transactions - sale	-	-	-	1,711,948,873	1,711,948,873

36.3 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

PAK CHINA INVESTMENT COMPANY LIMITED
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37 SEGMENT INFORMATION

37.1 Segment Details with respect to Business Activities

Profit & Loss

Net mark-up / return / profit
Inter segment revenue - net
Non mark-up income
Total Income
Segment direct expenses
Provisions / Impairment
Profit before tax

(Unaudited)				
30 September 2026				
Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Rupees				
1,682,957,918	350,660,490	116,273,312	271,368,427	2,421,260,147
(1,227,695,000)	(310,847,000)	(92,086,000)	1,630,628,000	-
36,201,637	106,738,324	207,977	(64,420,497)	78,727,441
491,464,555	146,551,814	24,395,289	1,837,575,930	2,499,987,588
(83,651,505)	(26,711,416)	(35,975,991)	(490,533,840)	(636,872,752)
(16,318,706)	211,788,454	0	(3,483)	195,466,266
391,494,344	331,628,852	(11,580,702)	1,347,038,607	2,058,581,102

Balance Sheet

Cash & Bank balances
Investments
Advances
Performing
Credit loss allowance
Non-performing
Credit loss allowance

(Unaudited)				
30 September 2026				
Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Rupees				
-	-	1,436,189,040	5,864,371,797	7,300,560,837
9,671,734,360	6,476,145,909	6,395,396,933	21,907,181	22,565,184,383
27,141,349,451	5,972,961,155	-	231,562,885	33,345,873,491
554,161,160	(609,729,182)	-	(31,263)	(55,599,285)
27,695,510,611	5,363,231,973	-	231,531,622	33,290,274,206
1,301,742,126	-	-	663,564	1,302,405,690
(1,301,742,126)	-	-	(663,564)	(1,302,405,690)
-	-	-	-	-
903,954,019	431,710,820	18,334,620	444,332,276	1,798,331,735
38,271,198,990	12,271,088,702	7,849,920,593	6,562,142,876	64,954,351,161
19,971,470,667	5,226,307,621	6,000,730,444	-	31,198,508,732
2,678,450,695	-	-	-	2,678,450,695
151,841,125	41,152,991	460,156,170	609,276,884	1,262,427,170
22,801,762,487	5,267,460,612	6,460,886,614	609,276,884	35,139,386,597
-	-	-	29,814,964,564	29,814,964,564
22,801,762,487	5,267,460,612	6,460,886,614	30,424,241,448	64,954,351,161
8,938,714,567	-	3,663,705,674	4,737,673	12,607,157,914

Others

Total Assets

Borrowings

Deposits

Others

Total liabilities

Equity

Total Equity & liabilities

Contingencies & Commitments

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Profit & Loss

Net mark-up / return / profit
Inter segment revenue - net
Non mark-up income
Total Income
Segment direct expenses
Provisions
Profit before tax

(Unaudited)				
30 September 2025				
Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Rupees				
1,254,379,154	290,841,291	241,418,054	619,779,394	2,406,417,893
(881,406,764)	(146,349,021)	(159,981,429)	1,187,737,214	-
41,547,799	199,042,283	(39,338,491)	80,142,795	281,394,386
414,520,189	343,534,553	42,098,134	1,887,659,403	2,687,812,279
(55,607,429)	(24,542,385)	(33,017,289)	(493,206,349)	(606,373,452)
164,452,608	203,626,798	-	172,245,912	540,325,319
523,365,368	522,618,966	9,080,845	1,566,698,967	2,621,764,146

Balance Sheet

Cash & Bank balances
Investments
Advances
Performing
General provision
Non-Performing
Specific provision

Others
Total Assets

Borrowings
Deposits
Others
Total liabilities
Equity
Total Equity & liabilities

Contingencies & Commitments

(Audited)				
31 December 2025				
Corporate banking & SME group	Investment Banking group	Treasury	Head Office	Total
Rupees				
-	-	2,707,063,072	5,358,335,151	8,065,398,223
5,876,386,486	3,237,004,353	5,181,377,614	136,117,339	14,430,885,792
29,465,556,574	-	-	151,031,838	29,616,588,412
(103,555,176)	-	-	(20,389)	(103,575,565)
29,362,001,398	-	-	151,011,449	29,513,012,847
1,445,040,047	-	-	663,564	1,445,703,611
(1,427,123,433)	-	-	(663,564)	(1,427,786,997)
17,916,614	-	-	-	17,916,614
650,638,888	259,211,123	70,220,845	643,922,185	1,623,993,041
35,906,943,386	3,496,215,476	7,958,661,531	6,289,386,124	53,651,206,517
14,736,026,497	1,146,000,000	5,666,275,346	-	21,548,301,843
2,595,037,656	-	-	-	2,595,037,656
124,893,150	12,367,363	114,889,409	618,249,707	870,399,629
17,455,957,303	1,158,367,363	5,781,164,755	618,249,707	25,013,739,128
-	-	-	28,637,468,389	28,637,468,389
17,455,957,303	1,158,367,363	5,781,164,755	29,255,718,098	53,651,207,517
6,607,174,381	-	2,708,665,873	1,020,000	9,316,860,254

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38 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 September 2026 (Unaudited)			31 December 2025 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	-----Rupees-----					
Lendings to financial institutions						
Opening balance	-	-	996,100,000	-	-	-
Addition during the period	-	-	47,229,162,928	-	-	30,704,849,093
Repaid during the period	-	-	(46,789,073,888)	-	-	(29,708,749,093)
Closing balance	-	-	1,436,189,040	-	-	996,100,000
Investments						
Opening balance	-	-	2,003,108,315	-	-	1,313,144,784
Investment made during the period	-	-	-	-	-	-
Investment redeemed / disposed off during the period	-	-	-	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-
Revaluation / impairment impact	-	-	(44,414,640)	-	-	689,963,531
Closing balance	38.1	-	1,958,693,675	-	-	2,003,108,315
Advances						
Opening balance	-	74,702,206	78,947,369	-	75,107,172	184,210,525
Addition during the period / year	-	75,126,804	-	-	11,765,463	-
Transferred to other assets	-	-	-	-	-	-
Repaid during the period / year	-	(32,690,878)	(78,947,369)	-	(12,170,429)	(105,263,156)
Closing balance	-	117,138,132	-	-	74,702,206	78,947,369
Credit loss allowance held against advances	-	(5,901)	-	-	(289)	10,628,382

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	30 September 2026 (Unaudited)			31 December 2025 (Audited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	Rupees					
Other Assets						
Deferred Employees Benefits						
Opening balance	-	37,492,833	-	-	41,876,762	-
Transferred from advances	-	-	-	-	-	-
Addition during the period / year	-	24,432,291	-	-	1,899,716	-
Repaid during the period / year	-	-	-	-	-	-
Amortized during the period / year	-	(5,177,483)	-	-	(6,283,645)	-
Closing balance	-	56,747,641	-	-	37,492,833	-
Interest / mark-up accrued	-	-	487,734	-	-	1,012,456
Receivable from staff contributed fund	-	-	1,898,996	-	-	14,454,844
Receivable from staff retirement fund	-	-	-	-	-	-
Other receivable	-	4,017	2,988,372	-	6,243	2,988,372
	-	4,017	5,375,102	-	6,243	18,455,672
Borrowings						
Opening balance	-	-	-	-	-	-
Borrowings during the period	-	-	6,232,905,730	-	-	3,124,773,785
Settled during the period	-	-	(6,232,905,730)	-	-	(3,124,773,785)
Closing balance	-	-	-	-	-	-
Deposits						
Opening balance	-	-	-	-	-	274,951,256
Received during the period / year	-	-	-	-	-	55,130,432
Withdrawn during the period / year	-	-	-	-	-	(330,081,688)
Closing balance	-	-	-	-	-	-
Other Liabilities						
Interest / mark-up payable	-	-	-	-	-	-
Payable to staff contribution fund	-	-	(1,860,609)	-	-	(614,948)
Payable to staff retirement fund	-	-	1,113,701	-	-	3,393,049
Other liabilities	-	3,142,601	49,605,882	345,095	31,138,275	44,853,164
	-	3,142,601	48,858,974	345,095	31,138,275	47,631,265

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	30 September 2026 (Unaudited)			30 September 2025 (Unaudited)		
	Directors	Key management personnel	Other related parties	Directors	Key management personnel	Other related parties
	-----Rupees-----					
Income						
Mark-up / return / interest earned	-	9,132,031	141,620,479	-	6,848,760	24,467,409
Fee Received	-	-	-	-	-	6,062,900
Dividend Received	-	-	-	-	-	-
Expense						
Mark-up / return / interest paid	-	-	12,040,872	506,502	506,502	29,842,151
Operating expenses						
Charge for defined benefit plan	301,770	5,884,677	9,583,992	1,291,671	4,905,630	7,015,932
Charge for contribution plan	1,761,850	3,169,580	6,510,213	1,973,331	3,405,545	5,067,742
Salaries	29,070,536	52,298,172	-	32,559,943	57,494,818	-
Bonus expense	6,715,630	19,062,456	-	9,292,525	20,326,714	-
Overseas allowances	9,986,255	-	-	9,314,667	-	-
Leave fair assistance & Encashment	-	5,810,908	-	3,649,607	6,158,213	-
Tax borne by employer	28,242,730	-	-	38,403,202	18,808,959	-
Others	19,999,316	29,042,510	2,654,772	18,893,473	32,515,813	4,699,678
Depreciation expense on lease hold building	-	-	23,270,882	2,818,538	2,818,538	23,270,882

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. 5,285 Million (2025:Rs. 5,080 million), Rs. 875.55 million (2025: 901.7 million), Rs. 199.36 million (2025: 251.59 million) Rs. Nil (2025: nil) respectively, and income earned on deposits, advances, investment and lendings and interest expense on borrowings amounted to Rs. 89.3 million (2025: 58.6 million), Rs. 21.45 million (2025: 25 million), Rs. 48.26 million (2025: 33.4 million) and Rs. 6 million (2025: Nil) respectively.

- 38.1 This includes an equity investment of Rs. 1,862.62 million (2025: Rs. 1,882.69 million) representing 5% (2025: 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. 96.46 million (2025: Rs. 120.43 million) representing a 9.5% (2025: 9.5%) interest in Deli-JW Glassware Company Limited, which is related to the Company by virtue of common directorship.

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	(Unaudited)	(Audited)
	30 September 2026	31 December 2025
39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
39.1 Minimum Capital Requirement (MCR):	-----Rupees-----	
Paid-up capital (net of losses)	<u>11,136,400,000</u>	<u>11,136,400,000</u>
39.2 Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	22,687,189,340	27,426,277,768
Eligible Tier 2 Capital	-	219,870,682
Total Eligible Capital (Tier 1 + Tier 2)	<u>22,687,189,340</u>	<u>27,646,148,450</u>
Risk Weighted Assets (RWAs):		
Credit Risk	44,583,420,346	31,219,591,716
Market Risk	7,235,516,577	6,556,618,732
Operational Risk	8,323,631,928	8,323,631,928
Total	<u>60,142,568,850</u>	<u>46,099,842,375</u>
Common Equity Tier 1 Capital Adequacy ratio	<u>37.72%</u>	<u>59.49%</u>
Tier 1 Capital Adequacy Ratio	<u>37.72%</u>	<u>59.49%</u>
Total Capital Adequacy Ratio	<u>37.72%</u>	<u>59.97%</u>
39.3 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>
39.4 Leverage Ratio (LR):		
Eligible Tier-1 Capital	22,687,189,340	27,426,277,768
Total Exposures	65,710,796,745	53,679,102,699
Leverage Ratio	<u>34.53%</u>	<u>51.09%</u>
Minimum Requirement	<u>3.00%</u>	<u>3.00%</u>
39.5 Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	13,107,619,745	12,077,495,566
Total Net Cash Outflow	513,759,676	2,529,928,623
Liquidity Coverage Ratio	<u>2551.31%</u>	<u>477.38%</u>
39.6 Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	49,879,305,532	35,744,509,661
Total Required Stable Funding	38,105,404,157	27,400,304,590
Net Stable Funding Ratio	<u>130.90%</u>	<u>130.45%</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/car2026/car-september-26.pdf>

PAK CHINA INVESTMENT COMPANY LIMITED
NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)
FOR THE PERIOD ENDED 30 SEPTEMBER 2026

40 GENERAL

40.1 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.

40.2 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.

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

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

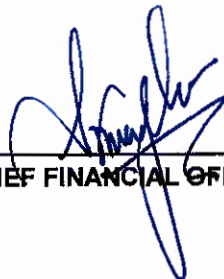
41 DATE OF AUTHORIZATION

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

~~29 OCT 2026~~



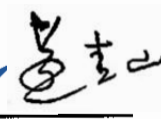
MANAGING DIRECTOR



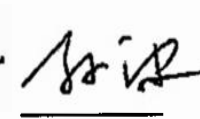
CHIEF FINANCIAL OFFICER



CHAIRMAN



DIRECTOR



DIRECTOR