

FOR ALL MARKET PARTICIPANTS PRIMARY MARKET AUCTION - GOP HYBRID SUKUK (GHS)

This is with reference to PSX Notice# PSX/N-693 dated June 08, 2026, regarding the Revised Auction Calendar – GoP Hybrid Sukuk (GHS) and GoP Ijarah Sukuk (GIS).

All market participants are hereby informed that the **11th GoP Hybrid Sukuk (GHS)** auction will be conducted on **Wednesday, July 08, 2026**, through the PSX Auction System. The Hybrid Sukuk structure comprises an Ijarah Sale & Lease Back (Ijarah SLB) transaction and a Commodity Murabaha transaction, with 55% of proceeds allocated to Ijarah SLB and to 45% to Commodity Murabaha. Please note that all operational modalities will be same for GHS and GIS auctions.

All Broker Clearing Members (BCMs), Non-Broker Clearing Members (NBCMs), and Professional Clearing Member (PCM) of the National Clearing Company of Pakistan Limited (NCCPL) are eligible to participate in the auction for their proprietary accounts, investors, and funds under management.

Please note following key points related to this auction:

- The Participant Admin User details (Back office and Front office) as provided by the participants till last auction to PSX/NCCPL shall be used 'as is' for upcoming auction.
- All participants shall use their same credentials (User ID, Password and PIN Code) for upcoming auction as were used in last auction for investor mapping/cash assignment and bidding.
- In case of any amendment in the Participants' Admin user details, participants may provide the updated details to PSX/NCCPL on the email addresses.
- Participants eligible for advance amount as per NCCPL regulations must provide instrument wise **10% Advance Committed Amount** and inform PSX/NCCPL via emails nccpl-docs@nccpl.com.pk & trading@psx.com.pk with the subject clearly specifying "**Primary Market Auction Setup**".
- The investor(s) registered by the participants in the last auction shall remain available in the auction system and the participants will only be required to map the instruments and assign cash where applicable.
- Participants are advised to verify the instruments mapping from Bid Screen after login into their Front Office Terminals. This is to ensure that instruments are correctly mapped before the auction.
- Participants register new investors in the PSX Auction System as per defined procedures. For new investor registration, participants are required to incorporate accurate UIN, CDC Participants ID and CDC Sub Account No./CDC Investor A/c No. Otherwise Auction System will not allow to save investor registration form in Auction System. Please note that the Auction System is integrated with the CDS for validation of UIN, CDC Participant ID and CDC Sub Account/House Account/CDC Investor Account. In case an investor is not maintaining a CDC Sub Account/ CDC Investor Account, participants will be required to input "ZEROS (00000)" in the Participant ID field and leave the CDC Sub Account/ CDC Investor Account field remain blank while registering their investors.
- PCM may register their Trading-Only (TO) brokers in the PSX Auction System as an investor with clear identification of the respective broker code or broker name along with the investor name OR alternatively can use multiple IDs on behalf of their TO brokers.

All Participants are advised to follow the step-by-step procedure as mentioned below:

| Activity | Day & Date | Time |
|--|--|--|
| <p>Participants (where advance amount is applicable as per NCCPL regulations) to communicate their expression of interest along with 10% Advanced instrument wise cash amount to NCCPL/ PSX at (nccpl-docs@nccpl.com.pk; trading@psx.com.pk) with subject clearly specifying 'Primary Market Auction Setup'.</p> <p>These participants shall also be required to submit their cash advance through the GDS Advance Deposit screen available on their NCCS terminals via URL https://nccs.nccpl.pk/Nccs.jsp</p> <p>Participants participating for the first time in the auction shall be required to provide two Admin users' details to NCCPL/PSX: one for Front Office and the other for Back Office. Participants may also provide details for multiple back office and front office users.</p> <p>(refer Note – 1)</p> | <p>From: Friday, July 03, 2026 To: Monday, July 06, 2026</p> | <p>From: 02:00 p.m. To: 04:00 p.m.</p> |
| <p>Upon registration of Participants and instrument (s) assignment by PSX, Participants shall be registered in the Auction System along with the accurate registration details and the assigned limits.</p> <p>The credentials (Login ID and Password) of Participants for Auction System shall be sent on their registered email addresses while PIN code shall be sent on to the register mobile numbers.</p> | <p>From: Friday, July 03, 2026 To: Monday, July 06, 2026</p> | <p>From: 03:00 p.m. To: 05:00 p.m.</p> |
| <p>Interested participants would be required to map the auction instrument (s) and assign cash (where applicable).</p> <p>Participants who had not participated in the last auction shall be required to register their investors and to map instrument/cash assignment (where applicable).</p> <p>(refer Note – 2)</p> | <p>From: Friday, July 03, 2026 To: Monday, July 06, 2026</p> | <p>From: 03:30 p.m. To: 07:00 p.m.</p> |
| <p>Advance cash amount committed to NCCPL shall be deposited through NCCS terminal via URL https://nccs.nccpl.pk/Nccs.jsp one day prior to the auction. In case of failure, respective participant would be disabled for the bidding session.</p> | <p>Tuesday, July 07, 2026</p> | <p>From: 09:00 a.m. To: 11:00 a.m.</p> |
| <p>Auction of all instruments: [Competitive & Non-Competitive]</p> | <p>Wednesday, July 08, 2026</p> | <p>From: 10:00 a.m. To: 12:00 p.m.</p> |
| <p>Final Collection of Settlement Amount</p> | <p>Thursday, July 09, 2026</p> | <p>From: 09:00 a.m. To: 12:00 p.m.</p> |

Note – 1

| CM ID | CM Name | User Type | Participant Contact Person | Contact Person | | No. of Branches to be created | Margin Allocation % in case of Branch | Instrument Code | Instrument wise Advance Amount (Rs.) |
|-------|-----------------|--------------|----------------------------|--|--------------|-------------------------------|---------------------------------------|------------------------------|--------------------------------------|
| | | | | Email Address | Mobile# | | | | |
| 11111 | ABC Bank | Front Office | ABC | abc@hotmail.com | 923341234567 | 1 | - | P01GHS080727 P10VRR160436 | - |
| 11111 | ABC Bank | Back Office | XYZ | xyz@hotmail.com | 923451234567 | | | | |
| 22222 | ABC Broker | Front Office | ABC1 | abc1@hotmail.com | 923331234567 | 2 | 50% | P01GHS080727 P10VRR160436 | 500,000 in each instrument |
| 22222 | ABC Broker | Back Office | XYZ1 | xyz1@hotmail.com | 923001234567 | | | | |
| 22222 | ABC Broker – 01 | Front Office | ABC2 | abc2@hotmail.com | 923011234567 | | 50% | | |
| 22222 | ABC Broker-01 | Back Office | XYZ2 | xyz@hotmail.com | 923441234567 | | | | |

* Instrument wise Advance Amount shall be applicable as per NCCPL Regulations.

Note – 2:

| Investor Name | CNIC#/ UIN | Email Address | Mobile# (11 Digits) | IBAN Number | CDC Sub A/c. No. OR CDC Investor A/c No. | CDC Participant ID | Instrument Code | 10% Advance Amount |
|---------------|---|--|------------------------|---|--|------------------------------------|-----------------|--------------------|
| ABC | For CNIC: 13-Digits without “_” For Co. Reg.# Minimum of 7 digits | abc@hotmail.com | 923331234567 | 24 Digits without spaces PK12BABA1068000001011101 | Should be accurate | Should be accurate and of 5 digits | | |

Auction and Instrument Details:

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| Auction System Link | https://debt.psx.com.pk/ |
| Auction Day & Date | Wednesday, Jul 08, 2026 |
| Auction Settlement date | Thursday, Jul 09, 2026 |
| Auction Timings (Competitive & Non-Competitive Bidding) | 10:00 a.m. to 12:00 p.m. |
| Issuer | Pakistan Domestic Sukuk Company Limited (PDSCL) through Ministry of Finance (MoF) |
| Instruments Issue | <ul style="list-style-type: none"> ▪ 1-Year Fixed Rate Discounted GoP Hybrid Sukuk - Fresh Issue ▪ 10-Year Variable Rental Rate GoP Hybrid Sukuk - Re-Opening |
| Instrument Code | <ul style="list-style-type: none"> ▪ P01GHS080727 ▪ P10VRR160436 |
| Instrument Name | <ul style="list-style-type: none"> ▪ 1-Year Fixed Rate Discounted GoP Hybrid Sukuk – Maturity Date 08-July-27 - Fresh Issue |

| | <ul style="list-style-type: none"> 10-Year Variable Rental Rate GoP Hybrid Sukuk Issue Dated 16-Apr-26 - 6th Re-Opening | | | | | | | | | |
|--|--|---|--|--|-------|---------------|---|---------|---------|----------|
| Tenor | <ul style="list-style-type: none"> 364 Days for 1 Year Discounted GHS 10 Years for VRR GHS | | | | | | | | | |
| Issue Date of VRR-GHS | 16-Apr-2026 | | | | | | | | | |
| Re-Opening Settlement Date | 09-Jul-2026 | | | | | | | | | |
| Accrued Days | 84 | | | | | | | | | |
| Price Premium Calculation | Bid Face Amount*(Cut-Off Rental Rate of Fresh Issue/365*Accrued Days) | | | | | | | | | |
| Rental Rate & Price Premium | <table border="1"> <thead> <tr> <th colspan="3">VRR</th> </tr> <tr> <th>Tenor</th> <th>Rental Rate %</th> <th>Price Premium per PKR 5,000 Face Value</th> </tr> </thead> <tbody> <tr> <td>10 Year</td> <td>11.7185</td> <td>134.8430</td> </tr> </tbody> </table> | VRR | | | Tenor | Rental Rate % | Price Premium per PKR 5,000 Face Value | 10 Year | 11.7185 | 134.8430 |
| VRR | | | | | | | | | | |
| Tenor | Rental Rate % | Price Premium per PKR 5,000 Face Value | | | | | | | | |
| 10 Year | 11.7185 | 134.8430 | | | | | | | | |
| Minimum Bid Size | Rs.5,000 and in multiple thereof for all instruments | | | | | | | | | |
| Maximum Bidding Limit (Rs.) | For competitive bids, there is no maximum amount limit For non-competitive bids, the maximum limit per investor is 0.25% of pre-auction target amount or Rs.500 million; whichever is lower | | | | | | | | | |
| Target Amount | <ul style="list-style-type: none"> PKR 150 billion for 1 Year GHS Discounted PKR 100 billion for 10 Year GHS VRR | | | | | | | | | |
| Eligible Investors | <ul style="list-style-type: none"> Existing investors having CDC Sub A/c or CDC IAS Account Roshan Digital Account Holders (RDA) through CDC Investor Account Services New investors who have no CDC Sub A/c can participate through Facilitation Account service provided by CDC | | | | | | | | | |
| Advance cash Requirements | <ul style="list-style-type: none"> For BCMs, CDC IAS, PCM and any other participant where advance amount is applicable as per NCCPL regulations, the same shall be collected as per designated time schedule as notified and the balanced amount shall be collected on settlement date i.e. A+1 For NBCMs (Banks or DFI), Standing Instruction required one day before auction For NBCMs (Mutual Funds), Irrevocable undertaking from Trustee is required one day before auction In case successful investors do not fulfill their money obligation, Participant may inform NCCPL to park the units in participant's house account instead of the investors account. | | | | | | | | | |

Instrument wise Term Sheets are enclosed as Annexure "A" and Annexure "B".

Transaction Structures and other relevant documents of primary market auction are placed on the PSX website at the following link:

<https://www.psx.com.pk/psx/product-and-services/products/government-debt-securities-primary-market-auction>

Participants can communicate at trading@psx.com.pk, nccpl-docs@nccpl.com.pk & info@cdcpak.com or call via the following numbers, for required support:

| Location | Contact Details |
|----------|--|
| PSX | 021-35274328 021-35274384 021-35274337 021-35274401 to 4410 |
| NCCPL | 021-111-111-622 |
| CDC | 0800-23275 |

PSX, CDC and NCCPL look forward to your usual support and cooperation towards the successful primary issuance of Sukuk through Capital Market.

Regards,

_____sd_____
Jawad H. Hashmi
Chief Operating Officer – PSX

_____sd_____
Muhammad Asif
General Manager,
Head of Operations - NCCPL

_____sd_____
Abdul Samad
Chief Operating Officer-CDC

Copy To:

1. The Director General, Debt Office
2. The Chief Executive Officer, PSX
3. The Chief Executive Officer, CDC
4. The Chief Executive Officer, NCCPL
5. PSX Website

Annexure "A"

Term Sheet

1-year Fixed Rate Discounted GOP Hybrid Sukuk issued through PSX

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| Issue / Security | 1-year Discounted GOP Hybrid Sukuk. |
| Issuer | Pakistan Domestic Sukuk Company Limited (PDSCL) - a wholly owned subsidiary of Ministry of Finance, Government of Pakistan. |
| Target Size | PKR 150 Billion |
| Issue Date | 9 th Jul, 2026 |
| Maturity Date | 8 th Jul, 2027 In case the Maturity Date falls on a public holiday then the maturity of the Sukuk would be on the next working day. |
| Transaction Shariah Structure and Utilisation of Sukuk Proceeds | Transaction structure is based on Hybrid Sukuk comprising of Ijarah Sale and Lease Back (Ijarah SLB) Transaction and Commodity Murabaha Transaction. 55% of the Sukuk proceeds would be utilized for the Ijarah SLB transaction while 45% of the Sukuk proceeds would be utilized for Commodity Murabaha Transaction. A detailed transaction structure (including Shariah Advisor's approval, asset details, transaction flow, related transaction risks & reward) as approved by the Shariah Advisor is published separately. |
| Sukuk | A Shariah-compliant certificate/instrument that represents the undivided proportionate share in a pool of assets comprising of Ijarah Asset and Commodity Murabaha receivable. |
| Face Value | Face Value means the amount to be received by each Security holder at maturity. It would be the sum of Investment Value per Sukuk and Annual Profit amount to be received against each Sukuk. |
| Bid Amount | A single bid can be placed for Face Value of PKR 5,000 or any multiple of PKR 5,000. |
| Bid Price | Bid Price shall be the price computed by the bidder for a Security using Face Value of 100 and specified up to four decimal places. |
| Bid Amount Realized Value | $Bid Amount \times \frac{Bid Price}{100}$ |

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| <p>Cut-off Price</p> | <p>Cut-off Price shall be the Bid Price accepted by the Ministry of Finance. In case, the Ministry of Finance does not accept any Bid Price, the auction shall stand rejected.</p> <p>This Cut-off Price will be used to calculate the Investment Value for each Sukuk</p> |
| <p>Investment Value</p> | <p>Investment Value of a successful bid shall be equal to</p> $Bid\ Amount \times \frac{Cut - off\ Price}{100}$ <p>Investment Value per Sukuk shall be the proportionate undivided share of each investor in the Sukuk representing an Asset Pool which shall comprise of Ijarah SLB Transaction and Commodity Murabaha transaction.</p> |
| <p>Annual Profit</p> | <p>The Annual Profit amount payable on the sukuk would be driven from the Ijarah SLB transaction and Commodity Murabaha transaction such that it is equal to the Sukuk Face Value minus Investment Value.</p> <p>Profit from Commodity Murabaha would be a fixed amount and shall remain fixed for the entire tenor of the Sukuk and payable at maturity.</p> <p>Ijarah Rental in respect of an issued security shall also be fixed for the entire tenor of the Sukuk and payable at maturity</p> <p>The amount of rental shall remain fixed for entire tenure.</p> |
| <p>Tenor</p> | <p>364 days</p> |
| <p>Joint Financial Advisors & Shariah Advisor to the Issue</p> | <p>Meezan Bank Limited, Dubai Islamic Bank (Pakistan) Limited, Bank Islami Pakistan Limited, Bank Alfalah Limited.</p> |
| <p>Issuance Methodology</p> | <p>The Sukuk shall be issued at a discount (Investment Value) from the Face Value.</p> <p>An investor may submit any number of bids to purchase the Sukuk in the manner prescribed by Pakistan Stock Exchange (PSX).</p> <p>Each bid must specify the Bid Amount Face Value and the Bid Price.</p> <p>The auction shall follow a single price methodology. All bids whose Bid Prices are equal to or higher than the Cut-off Price shall be treated as successful bids. All the successful bidders shall be allocated the cut-off Price.</p> |
| <p>Tradability</p> | <p>Tradable on Pakistan Stock Exchange (PSX).</p> |

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| Profit Payment Frequency | On maturity |
| Sukuk Redemption | Sukuk would be redeemed on the Maturity Date by paying the Face Value (sum of Investment Value and Annual Profit amount). Payment of Face Value upto the commodity murabaha transaction would be construed as final payment of commodity murabaha price while Face value upto the Ijarah transaction would be redeemed upto the proportion Cutoff Investment Value through Asset Purchase Undertaking and the remaining as Ijarah Rental. |
| Commodity Murabaha Price Payment Obligation, Rental Payment Obligation & Asset Purchase Undertaking | Government of Pakistan. |
| Eligible Investors | <p>All eligible investors as defined in the Government of Pakistan Sukuk Rules 2008 (as amended in 2023) and as notified by SRO 1585(I)2023 issued by Ministry of Finance dated 17th November 2023 including the following:</p> <ul style="list-style-type: none"> • Individuals, Institutions, Trusts, funds of all types, bodies corporate including banks, non-banking finance companies, insurance and Takaful companies irrespective of their residential status. • RDA Customers. • Non-resident Pakistani. • Foreign Investors & International Islamic Banks & FIs. |
| Eligible Participants | All Clearing Members of NCCPL shall be allowed to submit bids as Auction Participants in the auction process. |

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| <p>Non-Competitive Bid (NCB)</p> | <p>The investors may place NCBs on the auction date in the manner prescribed by PSX.</p> <p>NCB shall only specify the Bid Amount Face Value.</p> <p>A single investor shall not bid for an aggregate face value exceeding 0.25% of the Auction Target or PKR 500 million, whichever is lower.</p> <p>In case the aggregate Face Value of all NCBs is greater than the Sukuk issuance amount, the securities shall be issued on prorata basis to the relevant investors.</p> <p>All NCBs shall be treated as successful provided that the Ministry of Finance announces a cut-off price. No NCBs shall be treated as successful in case the auction is rejected.</p> <p>The calculation methodology of Investment Value and Profit for NCBs shall be the same as of the competitive bids.</p> |
| <p>Investment Agent</p> | <p>Pakistan Domestic Sukuk Company Limited.</p> <p>(By entering into the auction process, all investors to the issue shall agree to authorize Investment Agent to perform all actions required on their behalf as per the Transaction Structure & related documentation)</p> |
| <p>Transaction Agent</p> | <p>Purchase of Commodity: Meezan Bank Limited.</p> <p>The Transaction agent would be responsible to act on behalf of the Investors and perform all actions necessary (as per the approved Shariah Structure) to execute the Commodity Murabaha transaction with Ministry of Finance.</p> <p>Sale of Commodity: NCCPL</p> <p>The Transaction agent would be responsible to act on behalf of the MoF and perform all actions necessary (as per the approved Shariah Structure) to execute the Commodity Murabaha transaction on the approved platform for monetization of the commodity (i.e. sell the commodity on spot to obtain cash).</p> |
| <p>Legal Advisor</p> | <p>Ahmed & Qazi Advocates & Legal Consultants</p> |
| <p>Paying Agent</p> | <p>National Clearing Company of Pakistan Limited (NCCPL).</p> |
| <p>Registrar</p> | <p>Central Depository Company (CDC) Share Registrar Services Limited (wholly owned subsidiary of CDC).</p> |

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| Custodian & Transfer Agent | The Sukuk shall be inducted in Central Depository System (CDS) of CDC in book entry form and units (in term of volume) and will be reflected in the CDS account of the sukuk holders. Transfer of Securities shall be made in accordance with the Central Depositories Act, 1997 and CDC Regulations made under the Act. |
| Listing | Sukuk shall be listed on PSX. |
| Reopening of Sukuk | The Sukuk can be reopened in the future subject to the terms and conditions of the approved Transaction Structure. |
| SLR Eligibility | The Sukuk shall be an 100% SLR eligible instrument for all eligible investors, on the basis of Government of Pakistan Sukuk Rules 2008 (as amended in 2023), published in Government of Pakistan S.R.O 1585(I)2023 dated 17 th November 2023, issued by Ministry of Finance. |
| Other Terms & Conditions | <ul style="list-style-type: none"> ● No bid shall be considered if received after the deadline for bid submission. ● PSX shall notify the successful bidder ● Shariah structure and legal documentation shall be approved by Shariah Advisor of the Issue. ● Ministry of Finance, Government of Pakistan reserves the right to reject the bids without assigning any reason. |
| Disclaimer & Investor Advice | <ul style="list-style-type: none"> ● Investors are advised to read the Term Sheet, Transaction Structure and related documentation to understand the risk and reward of the transaction and should not construe this Term Sheet, Transaction Structure and related documentation as financial, legal or tax advice and should conduct their own investigation and analysis of the transaction described herein before deciding to invest in the Sukuk. ● Investment in Sukuk is subject to market risk, liquidity risk, asset risk, foreign exchange risk and prevailing market conditions. ● The transaction is governed by the Transaction Structure and related legal documents, approved by the Shariah Advisor to the Issue. |
| Governing Rules | Government of Pakistan Sukuk Rules, 2008 (as amended in 2023) and as notified by SRO 1585(I)2023 issued by Ministry of Finance dated 17 th November 2023. |

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| Governing Law | The Sukuk shall be subject to the laws of Islamic Republic of Pakistan. |
| Shariah Compliance | The overall issue has been structured and shall be executed in accordance to the guidelines provided by the Shariah Advisor to the Issue and all parties involved in the transaction shall commit to ensure compliance with these guidelines at all times. |
| Indemnification | The Issuer hereby indemnifies and agrees to hold harmless the Joint Financial Advisors and Shariah Advisor to the Issue and each of their affiliates and each of its respective officers, directors, employees, agents, advisors and representatives (each an "Indemnified Party") from and against any and all claims, damages, losses, liabilities, costs and expenses (hereinafter collectively referred as "Claim"), joint or several, that may be incurred by or awarded against any Indemnified Party, in each case arising out of or in connection with or relating to the Issue except to the extent such Claim has resulted from such Indemnified Party's gross negligence or willful misconduct. |
| Arbitration | Any conflict shall be resolved with the mutual consent of respective parties involved. In absence of mutual consent, the matter shall be resolved through Pakistani courts. |

Annexure “B”

Term Sheet

10-year Variable Rate of Return (VRR) GOP Hybrid Sukuk issued through PSX

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|--|--|
| Issue / Security | 10-year VRR GOP Hybrid Sukuk. |
| Issuer | Pakistan Domestic Sukuk Company Limited (PDSCCL) - a wholly owned subsidiary of Ministry of Finance, Government of Pakistan. |
| Target Size | PKR 100 Billion |
| Issue Date | 16 th April, 2026 |
| Reopen Date | 9 th July, 2026 |
| Maturity Date | 16 th April, 2036 In case the Maturity Date falls on a public holiday then the maturity of the Sukuk would be on the next working day. |
| Transaction Shariah Structure and Utilisation of Sukuk Proceeds | Transaction structure is based on Hybrid Sukuk comprising of Ijarah Sale and Lease Back (Ijarah SLB) Transaction and Commodity Murabaha Transaction. 55% of the Sukuk proceeds would be utilized for the Ijarah SLB transaction while 45% of the Sukuk proceeds would be utilized for Commodity Murabaha Transaction. A detailed transaction structure (including Shariah Advisor’s approval, asset details, transaction flow, related transaction risks & reward) as approved by the Shariah Advisor is published separately. |
| Sukuk | A Shariah-compliant certificate/instrument that represents the undivided proportionate share in a pool of assets comprising of Ijarah Asset and Commodity Murabaha receivable. |
| Face Value | Face Value of each Sukuk would be PKR 5,000 which would represent the proportionate ownership share in the pool of assets. |
| Bid Amount Face Value | A single bid can be placed for Face Value of PKR 5,000 or any multiple of PKR 5,000. |
| Bid Price | means the price per Rs. 100 at which an investor bids in the auction and does not include Price Premium. |
| Bid Price Realized Value | $Bid\ Amount\ Face\ Value \times \frac{Bid\ Price}{100}$ |

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|------------------------------|---|
| <p>Cut-off Price</p> | <p>Cut-off Price shall be the Bid Price accepted by the Ministry of Finance. In case, the Ministry of Finance does not accept any Bid Price, the auction shall stand rejected.</p> <p>This Cut-off Price will be used to calculate the Investment Value for each Sukuk</p> |
| <p>Price Premium</p> | <p>Price Premium is the per Sukuk Purchase Price premium to be paid by each investor over and above the Cut-off Price. This Price Premium is against the right of receiving higher first rental in comparison to the old investors. This would be paid upfront at the time of Sukuk issuance.</p> <p>The Price Premium would be PKR 134.8430/- per PKR 5000 Face Value.</p> |
| <p>Purchase Price</p> | <p>Purchase Value per Sukuk of a successful bid shall be equal to</p> $5,000 \times \frac{\text{Cutoff Price}}{100} + (\text{Price Premium})$ <p>Purchase Value per Sukuk shall be proportionate share purchased by the investor in the underlying assets represented by the sukuk.</p> |
| <p>Benchmark Rate</p> | <p>Weighted average yield of 6-month T-Bill as decided in last auction Or 6 month tenor rate as given on the Reuters PKRV page (121-180 days) in terms of SBP-FSCD Circular No. 13 dated September 6, 2008.</p> <p>The applicable Benchmark rate for the first period is 11.3685%. For the Subsequent periods the applicable rate can be accessed at following link at the start of each period.</p> <p>For Weighted Average Rates https://www.sbp.org.pk/DFMD/pma.asp</p> <p>For PKRV Rates (https://www.mufap.com.pk/industry.php)</p> |
| <p>Bid Spread</p> | <p>Spread for 10-year listed VRR GOP Ijarah Sukuk would be +35bps.</p> |

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| <p>Profit</p> | <p>The Profit payable on the sukuk would be driven from the Ijarah SLB transaction and Commodity Murabaha Transaction such that it is equal to the applicable Benchmark Rate plus Cut-off Spread.</p> <p>Profit from Commodity Murabaha would be a fixed amount e.g. PKR 1,000,000/- and shall remain fixed for the entire tenor of the Sukuk and payable in installments on each profit payment date.</p> <p>Ijarah Rental per Sukuk for the first period ending on October 16th, 2026 is fixed and would be calculated as follows:</p> <p><i>Face Value x (Benchmark Rate at the start of the Period +/- Spread) x Number of Remaining days in a period divided by 365 + Price Premium - ([fixed amount] / # of Rental Periods)</i></p> <p>Ijarah Rental for each Sukuk for each subsequent six month period shall be calculated as follows:</p> <p><i>(Face Value x (Benchmark Rate at the start of the Period + Cut-off spread) x Number of days in a period divided by 365) - ([fixed amount] / # of Rental Periods)</i></p> |
| <p>Tenor</p> | <p>10 Years</p> |
| <p>Joint Financial Advisors & Shariah Advisor to the Issue</p> | <p>Meezan Bank Limited, Dubai Islamic Bank (Pakistan) Limited, Bank Islami Pakistan Limited, Bank Alfalah Limited.</p> |

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| <p>Issuance Methodology</p> | <p>The 10 year VRR Sukuk issue dated April 16th, 2026 be reopened.</p> <p>The Investors would be invited to bid for purchase of an additional share in the underlying sukuk assets at either premium or at discount to the Face Value of the Sukuk. Subsequent to the auction the additional share in the ijarah asset would be leased out to GoP under similar terms and conditions.</p> <p>An investor may submit any number of bids to purchase the Sukuk in the manner prescribed by Pakistan Stock Exchange (PSX).</p> <p>Each bid must specify the Bid Amount and the Bid Price.</p> <p>The auction shall follow a single price methodology. All bids whose Bid Spread are equal to or lesser than the Cut-off Spread shall be treated as successful bids. All the successful bidders shall be allocated the cut-off Price. All successful bidders would also be required to pay upfront the Price Premium.</p> |
| <p>Tradability</p> | <p>Tradable on Pakistan Stock Exchange (PSX).</p> |
| <p>Profit Payment and Revision Frequency</p> | <p>Profit against Sukuk would be paid on semi-annual basis. In case of Variable Rate Sukuk the Benchmark Rate would be determined at the start of each Rental Period.</p> |
| <p>Rental Periods</p> | <p>Each 6-month period falling with in the Tenor, starting from the Issue Date and ending 1 day before the Maturity Date</p> |
| <p>Sukuk Redemption</p> | <p>Sukuk would be redeemed on the Maturity Date by paying the applicable Face Value. Payment of Face Value upto the commodity murabaha transaction would be construed as final payment of commodity murabaha price while Face value upto the Ijarah transaction would be redeemed through Asset Purchase Undertaking.</p> |
| <p>Commodity Murabaha Price Payment Obligation, Rental Payment Obligation & Asset Purchase Undertaking</p> | <p>Government of Pakistan.</p> |
| <p>Ijarah Asset Details & Valuation</p> | <p>Ijarah Asset means the asset share to be purchased by the Sukuk holders as defined in the Transaction Structure</p> |

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| <p>Commingling of Assets</p> | <p>One day prior to the first Ijarah Rental payment date an asset commingling declaration would be executed whereby ijarah assets under initial issuance (dated April 16th, 2026) and ijarah assets under reopening would be comingled in accordance with the Transaction Structure.</p> |
| <p>Eligible Investors</p> | <p>All eligible investors as defined in the Government of Pakistan Sukuk Rules 2008 (as amended in 2023) and as notified by SRO 1585(I)2023 issued by Ministry of Finance dated 17th November 2023 including the following:</p> <ul style="list-style-type: none"> • Individuals, Institutions, Trusts, funds of all types, bodies corporate including banks, non-banking finance companies, insurance and Takaful companies irrespective of their residential status. • RDA Customers. • Non-resident Pakistani. • Foreign Investors & International Islamic Banks & FIs. |
| <p>Eligible Participants</p> | <p>All Clearing Members of NCCPL shall be allowed to submit bids as Auction Participants in the auction process.</p> |
| <p>Non-Competitive Bid (NCB)</p> | <p>The investors may place NCBs on the auction date in the manner prescribed by SBP.</p> <p>NCB shall only specify the Bid Amount Face Value.</p> <p>A single investor shall not bid for an aggregate face value exceeding 0.25% of the Auction Target or PKR 500 million, whichever is lower.</p> <p>In case the aggregate Face Value of all NCBs is greater than the Sukuk issuance amount, the securities shall be issued on prorata basis to the relevant investors.</p> <p>All NCBs shall be treated as successful provided that the Ministry of Finance announces a cut-off price. No NCBs shall be treated as successful in case the auction is rejected.</p> <p>The calculation methodology of Investment Value and Profit for NCBs shall be the same as of the competitive bids.</p> |

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| Investment Agent | <p>Pakistan Domestic Sukuk Company Limited.</p> <p>(By entering into the auction process, all investors to the issue shall agree to authorize Investment Agent to perform all actions required on their behalf as per the Transaction Structure & related documentation)</p> |
| Transaction Agent | <p>Purchase of Commodity: Meezan Bank Limited.</p> <p>The Transaction agent would be responsible to act on behalf of the Investors and perform all actions necessary (as per the approved Shariah Structure) to execute the Commodity Murabaha transaction with Ministry of Finance.</p> <p>sssSale of Commodity: NCCPL</p> <p>The Transaction agent would be responsible to act on behalf of the MoF and perform all actions necessary (as per the approved Shariah Structure) to execute the Commodity Murabaha transaction on the approved platform for monetization of the commodity (i.e. sell the commodity on spot to obtain cash).</p> |
| Legal Advisor | Ahmed & Qazi Advocates & Legal Consultants |
| Paying Agent | National Clearing Company of Pakistan Limited (NCCPL). |
| Registrar | Central Depository Company (CDC) Share Registrar Services Limited (wholly owned subsidiary of CDC). |
| Custodian & Transfer Agent | <p>The Sukuk shall be inducted in Central Depository System (CDS) of CDC in book entry form and units (in term of volume) and will be reflected in the CDS account of the sukuk holders.</p> <p>Transfer of Securities shall be made in accordance with the Central Depositories Act, 1997 and CDC Regulations made under the Act.</p> |
| Listing | Sukuk shall be listed on PSX. |
| Reopening of Sukuk | The Sukuk can be reopened in the future subject to the terms and conditions of the approved Transaction Structure. |
| SLR Eligibility | The Sukuk shall be an 100% SLR eligible instrument for all eligible investors, on the basis of Government of Pakistan Sukuk Rules 2008 (as amended in 2023), published in Government of Pakistan S.R.O 1585(I)2023 dated 17 th November 2023, issued by Ministry of Finance. |

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| <p>Other Terms & Conditions</p> | <ul style="list-style-type: none"> ● No bid shall be considered if received after the deadline for bid submission. ● PSX shall notify the successful bidder ● Shariah structure and legal documentation shall be approved by Shariah Advisor of the Issue. ● Ministry of Finance, Government of Pakistan reserves the right to reject the bids without assigning any reason. |
| <p>Disclaimer & Investor Advice</p> | <ul style="list-style-type: none"> ● Investors are advised to read the Term Sheet, Transaction Structure and related documentation to understand the risk and reward of the transaction and should not construe this Term Sheet, Transaction Structure and related documentation as financial, legal or tax advice and should conduct their own investigation and analysis of the transaction described herein before deciding to invest in the Sukuk. ● Investment in Sukuk is subject to market risk, liquidity risk, asset risk, foreign exchange risk and prevailing market conditions. ● The transaction is governed by the Transaction Structure and related legal documents, approved by the Shariah Advisor to the Issue. |
| <p>Governing Rules</p> | <p>Government of Pakistan Sukuk Rules, 2008 (as amended in 2023) and as notified by SRO 1585(I)2023 issued by Ministry of Finance dated 17th November 2023.</p> |
| <p>Governing Law</p> | <p>The Sukuk shall be subject to the laws of Islamic Republic of Pakistan.</p> |
| <p>Shariah Compliance</p> | <p>The overall issue has been structured and shall be executed in accordance to the guidelines provided by the Shariah Advisor to the Issue and all parties involved in the transaction shall commit to ensure compliance with these guidelines at all times.</p> |

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| Indemnification | The Issuer hereby indemnifies and agrees to hold harmless the Joint Financial Advisors and Shariah Advisor to the Issue and each of their affiliates and each of its respective officers, directors, employees, agents, advisors and representatives (each an “Indemnified Party”) from and against any and all claims, damages, losses, liabilities, costs and expenses (hereinafter collectively referred as “Claim”), joint or several, that may be incurred by or awarded against any Indemnified Party, in each case arising out of or in connection with or relating to the Issue except to the extent such Claim has resulted from such Indemnified Party’s gross negligence or willful misconduct. |
| Arbitration | Any conflict shall be resolved with the mutual consent of respective parties involved. In absence of mutual consent, the matter shall be resolved through Pakistani courts. |