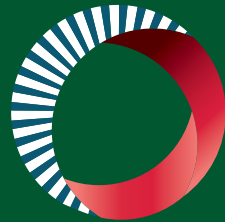


**ROOTED WITH PURPOSE,
STRENGTH IN SYNERGY**



OLP

OLP FINANCIAL SERVICES PAKISTAN LIMITED

First Quarterly Report **2024-2025**

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Company Profile

OLP Financial Services Pakistan Limited (OLP) was established in July 1986 as a joint venture between ORIX Corporation, Japan and local investors. The Company is listed on the Pakistan Stock Exchange.

OLP is headquartered in Karachi and has 35 branches situated in 32 cities. Its major shareholder is ORIX Corporation (ORIX) having 49.58% shareholding. Established in 1964, ORIX is one of Japan's leading integrated financial services groups with operations in 28 countries worldwide. The group has experience of 60 years of operations and has a total asset base of Yen (¥) 16,502 billion and equity of ¥ 4,073 billion as at June 30, 2024, which equates to US\$ 103 billion and US\$ 25 billion respectively.

OLP offers value-added financial products and innovative, customized services to a wide array of customers throughout Pakistan. With 38 years of combined international experience and local expertise, OLP has gained a distinctive competitive edge. The company takes pride in being a catalyst for creating thousands of jobs and stimulating economic activity across the country. By supporting the Small and Medium Enterprises (SME) sector, OLP has helped transform numerous small and medium businesses into larger enterprises, driving capital formation and contributing to the nation's economic development.

Parent Subsidiaries & Associates

Parent Company

ORIX Corporation

Tokyo Headquarters, World Trade Center Building, 2-4-1, Hamamatsu-cho Minato-ku, Tokyo 105-6135, Japan

Tel:(81)-3-3435-3145

Fax:(81)-3-3435-3163

www.orix.co.jp

Subsidiaries

OLP Services Pakistan (Private) Limited

Office 601, 6th Floor, Syedna Tahir Saifuddin Memorial Trust Building Civil Lines, Beaumont Road, Karachi, Pakistan
Tel: (021) 35930000

OLP Modaraba

Office 601, 6th Floor, Syedna Tahir Saifuddin Memorial Trust Building Civil Lines, Beaumont Road, Karachi, Pakistan
Tel: (021) 35930000
www.olpmodaraba.com

Associated Companies

Yanal Finance Company

3612, Prince Fawaz Bin Abdul Aziz, Postal code 12813, Riyadh 7997, Kingdom of Saudi Arabia
Tel: (9661) 2997777
www.yanal.com

SAMA Finance SAE

5th Floor, Cairo Center Building, 2, Abd El Kader Hamza Street, Garden City, Cairo 11461, Egypt
Tel: (202) 27922757-9
Fax: (202) 27922760
www.samafinance.com

Company Information

Board of Directors



Mr. Khalid Aziz Mirza
Chairman and
Non-Executive Director



Mr. Anwar Mansoor Khan
Independent
Non-Executive Director



Mr. Rashid Ahmed Jafer
Independent
Non-Executive Director



Mr. Yoshiaki Matsuoka
Non-Executive Director



Ms. Keiko Watanabe
Non-Executive Director



Ms. Mika Takeda
Non-Executive Director



Mr. Ramon Alfrey
Non-Executive Director



Mr. Shaheen Amin
Chief Executive Officer

Audit and Risk Committee

Mr. Rashid Ahmed Jafer - Chairman
Ms. Keiko Watanabe
Ms. Mika Takeda
Mr. Ramon Alfrey

Human Resource, Nomination and Remuneration Committee

Mr. Anwar Mansoor Khan - Chairman
Mr. Khalid Aziz Mirza
Mr. Yoshiaki Matsuoka
Mr. Shaheen Amin

Credit Committee

Mr. Yoshiaki Matsuoka - Chairman
Mr. Ramon Alfrey
Mr. Shaheen Amin

Compensation Committee

Mr. Rashid Ahmed Jafer - Chairman
Mr. Khalid Aziz Mirza
Mr. Yoshiaki Matsuoka

Chief Financial Officer

Mr. Abid Hussain Awan

Company Secretary

Mr. Salman Ali

Head of Internal Audit and Secretary to Audit Committee

Mr. Nadeem Amir Ali

Head of Compliance

Mr. Rashid Ahmed

Credit Rating by PACRA

Long term entity rating AA+
Short term entity rating A1+

Legal Advisors

M/s. Mohsin Tayebaly & Co.

External Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2,
Beaumont Road, Karachi

Registrar and Share Transfer Office

FAMCO Share Registration Services (Pvt.) Limited
8-F, Near Hotel Faran, Nursery, Block-6,
P. E. C. H. S., Shahr-e-Faisal, Karachi.
Tel: (92-21) 34380101-5, 34384621-3

Shariah Advisor

Al Hamd Shariah Advisory Services (Pvt.) Limited

Banks and Lending Institutions

1. Allied Bank Limited
2. Askari Bank Limited
3. Bank Al Habib Limited
4. Bank Alfalah Limited
5. Faysal Bank Limited
6. Habib Bank Limited
7. Habib Metropolitan Bank Limited
8. JS Bank Limited
9. Karandaaz Pakistan
10. MCB Bank Limited
11. Meezan Bank Limited
12. Standard Chartered Bank (Pakistan) Limited
13. Telenor Microfinance Bank
14. United Bank Limited

Registered and Head Office

OLP Building, Plot No.16, Sector No.24,
Korangi Industrial Area, Karachi-74900,
Pakistan.

Meet The Team



Mr. Shaheen Amin
Chief Executive Officer



Mian Faysal Riaz
Chief Operating Officer



Mr. Abid Hussain Awan
Chief Financial Officer



Mr. Imtiaz Ahmad Chaudhary
Group General Manager



Mr. Waqas Ahmed Khwaja
Head of Marketing



Mr. Shafiq Ur Rehman
Head - Corporate Division



Mr. Fahad Shahzad Memon
Head - Consumer
Auto Division



Mr. Adnan Ishaq
Head - Commercial
Vehicle Division



Ms. Aseya Qasim
Head - Small Enterprise &
Agri Division



Mr. Shah Suleman Fareed
Head - Term Finance and
Insurance Division



Mr. Hamood Ahmed
Head - Credit Risk
Management



Mr. Umair Alam Zia
Head - Business Control



Mr. Salman Ali
Company Secretary



Mr. Mashooque Ali Bhatti
Head - Human Resources



Mr. Muhammad Aslam
Head - Special
Asset Management



Mr. Muhammad Ikram
Head - Information Systems



Mr. Nadeem Amir Ali
Head - Internal Audit



Mr. Imtiaz Ahmed Khan
Head - Group Planning
& Strategy



Mr. Mamoon Ishaq
Head - Administration



Mr. Rashid Ahmed
Head - Compliance

Directors' Review Report

For the three months period ended September 30, 2024

The Board of Directors of OLP Financial Services Pakistan Limited (OLP / the Company) is pleased to present the unaudited condensed interim financial information for the three months period ended September 30, 2024.

Economic Review

Pakistan's economic and financial indicators have shown improvement in recent months, supported by prudent policy management and the resumption of financial assistance from multilateral and bilateral partners. In a key development, Pakistan secured USD 7.2 billion under the final review of the International Monetary Fund (IMF) Stand-By Arrangement (SBA). Additionally, the Asian Development Bank (ADB) announced an USD 8 billion package (USD 2 billion annually from 2024 to 2027), contributing to macroeconomic stability. The Federal Board of Revenue (FBR) continues efforts toward achieving its collection targets, supported by a rise in new income tax return filers. Key improvements include the achievement of a primary surplus, a reduction in the current account deficit to below USD 1 billion, stabilization of the currency, and an increase in foreign exchange reserves to cover two months of imports. Reform initiatives have helped ease gross financing pressures, and the exchange rate has shown signs of stability. These measures have collectively contributed to improved economic confidence.

Inflationary pressures eased in August and September 2024, with consumer inflation dropping to 6.3% in September 24, compared to 9.6% a month earlier and 31.4% in the same period last year. In response, the State Bank of Pakistan (SBP) reduced its policy rate to 17.5%. Looking ahead, GDP growth projections for FY2025 remain modest. The IMF forecasts a growth rate of 3.5%, while the World Bank estimates growth between 2.8% and 3.2%.

Financial Highlights and Business Review

	Three months ended	
	September 2024	September 2023
	-----Rupees-----	
Profit before taxation	532,431,509	620,120,520
Taxation	207,931,605	241,483,935
Net profit for the period after taxation	324,499,904	378,636,585
Earnings per share – basic and diluted	1.85	2.16

During the quarter, OLP focused on its core business activities which include offering facilities to small and medium size companies, partnerships, sole proprietors and individuals. Disbursements during the period increased by 6% to Rs. 3.8 billion compared to Rs. 3.6 billion in the same period last year.

The Company reported a Profit Before Taxation (PBT) of Rs. 532 million for the period; a 14% decrease from the Rs. 620 million recorded in the same period last year. The Profit After Tax (PAT) also decreased by 14% to Rs. 324 million (September 2023: Rs. 379 million).

This decrease is primarily attributable to rapid decline of interest rates in the Country as the Company's portfolio, particularly the portfolio funded by equity, generated lower returns. The average Karachi Interbank Offer Rate (KIBOR) during the quarter was 18.72% compared to 23.03% in same period last year.

Total income from operations in the first quarter amounted to Rs. 1,620 million; 6% lower than income of Rs. 1,725 million in the same period last year. This decline is in line with decrease in interest rates as a significant portion of the Company's portfolio is linked to KIBOR and is regularly re-priced.

Other income increased by 3% from Rs. 231 million in 3MFY2024 to Rs. 239 million in 3MFY2025. The share of profit from an associate also increased from Rs. 26.9 million to Rs. 32.5 million; a 21% increase over the preceding period.

In line with the rapid decline in interest rates, finance cost for the period (3MFY2025) decreased by 5% to Rs. 920 million; down from Rs. 969 million in the comparative period last year. Administrative and general expenses for the period amounted to Rs. 394 million (September 2023: Rs. 391 million); reflecting 1% increase compared to the corresponding period last year.

The Company recorded a provision against potential lease and loan losses of Rs. 27 million during the first quarter compared to a reversal of provision of Rs. 14 million in the corresponding period last year. OLP maintains these provisions in accordance with the Expected Credit Loss (ECL) model under IFRS 9, supplemented by subjective provisions for specific cases as required by NBFC Regulations.

Future Outlook

Despite promising signs of economic recovery, the future-outlook for the country remains closely tied to implementation of economic reforms. It is critical for the Government to strictly adhere to the reforms package envisaged in the IMF program to achieve macroeconomic stability through fiscal consolidation. OLP will focus on achieving stable growth within its business portfolio, maintaining portfolio quality and executing new business with enhanced risk management strategies.

Performance of the Group

In compliance with section 226 of the Companies Act 2017, attached with this report is the consolidated condensed interim financial information of OLP and its subsidiaries (the Group) namely – OLP Services Pakistan (Private) Limited and OLP Modaraba – for the three months ended September 30, 2024.

Financial Highlights of the Group's Performance are as follows:

	Three months ended	
	September 2024	September 2023
	-----Rupees-----	
Profit before taxation	565,502,251	693,314,735
Taxation	222,166,680	263,370,968
Net profit for the period after taxation	343,335,571	429,943,767
Profit attributable to Equity shareholders of the Holding Company	316,786,207	397,784,684
Profit attributable to non-controlling interest	26,549,364	32,159,083
Earnings per share – basic and diluted	1.81	2.27

On behalf of the Board:



Shaheen Amin
Chief Executive Officer



Rashid Ahmed Jafer
Director

October 24, 2024

مستقبل کا منظر نامہ:

معاشی بحالی کے خوش آئند اشاروں کے باوجود، ملک کے مستقبل کا منظر نامہ اقتصادی اصلاحات کے نفاذ سے قریبی طور پر وابستہ ہے۔ حکومت کے لیے یہ ضروری ہے کہ وہ آئی ایم ایف پروگرام میں تجویز کردہ اصلاحات کے پیکیج کی سختی سے پابندی کرے تاکہ مالیاتی استحکام کے ذریعے میکرو اکنامک استحکام حاصل کیا جاسکے۔ اوایل پی اپنے کاروباری پورٹ فولیو میں مستحکم ترقی حاصل کرنے، پورٹ فولیو کے معیار کو برقرار رکھنے اور نئے کاروبار کے ساتھ بڑھتی ہوئی خطرے کے انتظام کی حکمت عملیوں کے ساتھ عمل درآمد پر توجہ دے گا۔

گروپ کی کارکردگی:

کمپنیز ایکٹ 2017 کے سیکشن 226 کی تعمیل کے تحت، اس رپورٹ کے ساتھ اوایل پی اور اس کی ذیلی کمپنیوں (گروپ) یعنی اوایل پی سروسز پاکستان (پرائیویٹ) لمیٹڈ اور اوایل پی مضاربہ کے 30 ستمبر 2024 کو ختم ہونے والی سہ ماہی مختصر عبوری مالیاتی گوشوارے منسلک کئے گئے ہیں۔

گروپ کی کارکردگی کی مالیاتی جھلکیاں درج ذیل ہیں:

اختتامی سہ ماہی

ستمبر 2023	ستمبر 2024	
693,314,735	565,502,251	قبل از ٹیکس منافع
263,370,968	222,166,680	ٹیکسیشن
429,943,767	343,335,571	مدت کیلئے بعد از ٹیکس خالص منافع
397,784,684	316,786,207	ہولڈنگ کمپنی کیلئے ایکویٹی شیئر ہولڈرز کا منافع
32,159,083	26,549,364	نان کنٹرولنگ شیئر ہولڈرز کا منافع
2.27	1.81	فی حصص آمدنی - بنیادی و رقیق (diluted) شدہ

بورڈ کی جانب سے

راشد احمد جعفر

ڈائریکٹر

شاہین امین

چیف ایگزیکٹو آفیسر

24 اکتوبر 2024ء

دوران سہ ماہی، اوایل پی نے اپنی بنیادی کاروباری سرگرمیوں پر توجہ مرکوز رکھی، جن میں چھوٹے اور درمیانے درجے کی کمپنیوں، شراکت داروں، انفرادی کاروباری افراد اور افراد کو سہولیات فراہم کرنا شامل ہے۔ اس عرصے کے دوران ادائیگیوں میں 6 فیصد اضافہ ہوا، جو کہ 3.6 بلین روپے کے مقابلے میں 3.8 بلین روپے تک پہنچ گئی۔

کمپنی نے اس مدت کے لیے 532 ملین روپے کا منافع قبل از ٹیکس (PBT) رپورٹ کیا، جو کہ گزشتہ سال کی اسی مدت میں ریکارڈ کیے گئے 620 ملین روپے سے 14 فیصد کم ہے۔ منافع بعد از ٹیکس (PAT) بھی 14 فیصد کمی کے ساتھ 324 ملین روپے ہو گیا، جبکہ ستمبر 2023 میں یہ 379 ملین روپے تھا۔

یہ کمی بنیادی طور پر ملک میں شرح سود میں کمی کی وجہ سے ہوئی ہے کیونکہ کمپنی کے پورٹ فولیو، خاص طور پر وہ پورٹ فولیو جو ایکویٹی سے فنڈ کیا گیا تھا، نے کم منافع دیا۔ اس سہ ماہی کے دوران اوسط کراچی انٹریپرائز آفر ریٹ (KIBOR) 18.72 فیصد رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ 23.03 فیصد تھا۔

پہلی سہ ماہی میں آپریشنز سے کل آمدنی 1,620 ملین روپے رہی، جو کہ گزشتہ سال کی اسی مدت میں 1,725 ملین روپے سے 6 فیصد کم ہے۔ یہ کمی شرح سود میں کمی کے ساتھ مطابقت رکھتی ہے کیونکہ کمپنی کے پورٹ فولیو کا ایک بڑا حصہ KIBOR سے منسلک ہے اور اس کی قیمت باقاعدگی سے دوبارہ مقرر کی جاتی ہے۔

دیگر آمدنیوں میں 3 فیصد اضافہ ہوا، جو مالی سال 2024 کی پہلی سہ ماہی میں 231 ملین روپے سے بڑھ کر مالی سال 2025 کی پہلی سہ ماہی میں 239 ملین روپے ہو گئی۔ ایسوسی ایٹ منافع کا حصہ بھی 26.9 ملین روپے سے بڑھ کر 32.5 ملین روپے ہو گیا، جو گزشتہ مدت کے مقابلے میں 21 فیصد اضافہ ہے۔

شرح سود میں تیزی سے کمی کے تحت، مالی سال 2025 کی پہلی سہ ماہی کیلئے مالیاتی لاگت 5 فیصد کم ہو کر 920 ملین روپے رہی، جو کہ گزشتہ سال کی اسی مدت میں 969 ملین روپے تھی۔ اس عرصے کے دوران انتظامی اور عمومی اخراجات 394 ملین روپے رہے (ستمبر 2023: 391 ملین روپے)؛ جو گزشتہ سال کی اسی مدت کے مقابلے میں 1 فیصد اضافہ ظاہر کرتا ہے۔

کمپنی نے گزشتہ سال کی اسی مدت میں 14 ملین روپے کے ریورسل پروویژن کے مقابلے میں اس سہ ماہی کے دوران ممکنہ لیز اور قرض کے نقصانات کیلئے 27 ملین روپے کا پروویژن ریکارڈ کیا۔ اوایل پی ان پروویژن کو IFRS کے تحت متوقع کریڈٹ نقصان (ECL) ماڈل کے مطابق برقرار رکھتا ہے، جس میں مخصوص معاملات کے لیے ضرورت کے مطابق موضوعی پروویژن بھی شامل ہیں جیسا کہ NBFC ریگولیشنز میں درکار ہے۔

30 ستمبر 2024ء کو اختتام پذیر ہونے والی سہ ماہی مدت کیلئے ڈائریکٹرز کی جائزہ رپورٹ

اوایل پی فنانشل سروسز پاکستان لمیٹڈ (OLP / دی کمپنی) کے بورڈ آف ڈائریکٹرز بمسرت 30 ستمبر 2024 کو اختتام پذیر ہونے والی سہ ماہی مدت کے غیر حتمی مختصر عبوری مالیاتی گوشوارے پیش کرتے ہیں۔

معیشت کا جائزہ:

حالیہ مہینوں میں پاکستان کے معاشی اور مالیاتی اعداد و شمار میں بہتری دیکھنے میں آئی ہے، جس کی وجہ دانشمندانہ پالیسی مینجمنٹ اور کثیرالجہتی اور دو طرفہ شراکت داروں سے مالی امداد کا دوبارہ آغاز ہے۔ ایک اہم پیش رفت کے طور پر، پاکستان نے انٹرنیشنل مانیٹری فنڈ (IMF) کے اسٹینڈ بائی از تجنٹ (SBA) کے تحت 7.2 بلین امریکی ڈالر حاصل کیے۔ مزید برآں، ایشین ڈویلپمنٹ بینک (ADB) نے 8 بلین امریکی ڈالر کے پیکج (2024 سے 2027 تک سالانہ 2 بلین ڈالر) کا اعلان کیا، جو معاشی استحکام میں معاون ثابت ہوگا۔ فیڈرل بورڈ آف ریونیو (FBR) نئے آکم ٹیکس ریٹن فاکٹرز کی تعداد میں اضافے کے ساتھ اپنے محصولات کے اہداف حاصل کرنے کی کوششوں کو جاری رکھے ہوئے ہے۔ اہم اصلاحات میں پرائمری سرپلس کا حصول، کرنٹ اکاؤنٹ خسارے کا ایک بلین امریکی ڈالر سے کم ہونا، کرنسی کا استحکام اور زر مبادلہ کے ذخائر میں اضافہ شامل ہے، جو اب دو ماہ کی درآمدات کو پورا کرنے کے قابل ہیں۔ اصلاحاتی اقدامات نے مجموعی مالیاتی دباؤ کو کم کرنے میں مدد کی ہے، اور ایکسیچ ریٹ میں استحکام کے آثار ظاہر ہو رہے ہیں۔ ان اقدامات نے مجموعی طور پر معاشی اعتماد میں بہتری میں اہم کردار ادا کیا ہے۔

اگست اور ستمبر 2024 میں افراط زر کے دباؤ میں کمی آئی، جو کہ ستمبر 2024 میں 6.3 فیصد تک پہنچ گئی، جو گزشتہ مہینے 9.6 فیصد اور گزشتہ سال کی اسی مدت میں 31.4 فیصد تھی۔ اس صورتحال میں، اسٹیٹ بینک آف پاکستان (SBP) نے اپنی پالیسی شرح کو کم کر کے 17.5 فیصد کر دیا۔ مستقبل کے حوالے سے، مالی سال 2025 کے لیے جی ڈی پی کی شرح نمو کے تخمینے معتدل ہیں۔ انٹرنیشنل مانیٹری فنڈ (IMF) نے 3.5 فیصد کی شرح نمو کی پیش گوئی کی ہے، جبکہ عالمی بینک کے اندازے کے مطابق شرح نمو 2.8 فیصد سے 3.2 فیصد کے درمیان رہے گی۔

مالیاتی جھلکیاں اور کاروباری جائزہ:

اختتامی سہ ماہی

ستمبر 2023	ستمبر 2024	
620,120,520	532,431,509	قبل از ٹیکس منافع
241,483,935	207,931,605	ٹیکسیشن
378,636,585	324,499,904	مدت کیلئے بعد از ٹیکس خالص منافع
2.16	1.85	فی حصص آمدنی - بنیادی ورثیق (diluted) شدہ

OLP FINANCIAL SERVICES PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024

		(Un-audited) September 30, 2024	(Audited) June 30, 2024
	Note	----- (Rupees) -----	
ASSETS			
Non-current assets			
Fixed assets	5	1,267,717,458	1,262,747,791
Intangible assets	6	519,539	679,832
Net investment in finance lease	7	8,542,093,489	9,195,745,084
Current maturity	8	(4,660,912,004)	(5,043,931,312)
Allowance for potential lease losses		(50,927,703)	(52,225,912)
		(4,711,839,707)	(5,096,157,224)
		3,830,253,782	4,099,587,860
Investment in subsidiaries		322,374,294	322,374,294
Investment in associate		1,736,271,232	1,707,416,512
Long-term finances and loans		8,795,758,907	9,019,476,144
Long-term deposits		11,720,680	11,294,566
Defined benefit plan asset		21,790,481	21,790,481
		15,986,406,373	16,445,367,480
Current assets			
Short-term finances		29,626,464	33,631,427
Current maturity of non-current assets	8	12,911,060,897	12,234,783,623
Short-term investments	9	2,405,387,303	2,576,131,677
Advances and prepayments		48,149,971	65,641,154
Other receivables		103,873,809	101,414,918
Cash and bank balances		210,247,016	404,210,109
		15,708,345,460	15,415,812,908
Assets classified as held for sale	10	92,704,400	92,704,400
		31,787,456,233	31,953,884,788
Total assets			
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital		3,500,000,000	3,500,000,000
350,000,000 (June 30, 2024: 350,000,000) ordinary shares of Rs.10 each		3,500,000,000	3,500,000,000
Issued, subscribed and paid-up capital	11	1,754,076,470	1,754,076,470
Reserves		9,040,145,545	8,716,460,372
		10,794,222,015	10,470,536,842
Non-current liabilities			
Long-term finances	12	6,868,109,742	7,082,485,746
Long-term certificates of deposit		856,439,235	893,235,446
Deferred taxation		586,914,128	594,880,979
Other long-term liabilities		155,308,460	150,185,454
		8,466,771,565	8,720,787,625
Current liabilities			
Trade and other payables		1,122,132,505	1,574,959,281
Unclaimed dividend		35,544,783	35,598,795
Short-term borrowings	13	1,399,383,053	1,683,561,376
Short-term certificates of deposit		4,032,568,232	4,183,106,620
Taxation - net		271,495,149	235,272,528
Current maturity of non-current liabilities	14	5,665,338,931	5,050,061,721
		12,526,462,653	12,762,560,321
		31,787,456,233	31,953,884,788
Total equity and liabilities			
Contingencies and commitments			
	15		

The annexed notes 1 to 27 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Note	For the quarter ended	
		September 30, 2024	September 30, 2023
(Rupees)			
INCOME			
Income from operations			
Mark-up on finance leases		541,802,240	762,411,159
Mark-up on finances and loans		1,078,482,013	962,489,202
		<u>1,620,284,253</u>	<u>1,724,900,361</u>
Income from other activities			
Other income - net	16	239,260,871	231,491,639
Share of profit from associate	17	32,481,183	26,953,749
		<u>271,742,054</u>	<u>258,445,388</u>
		<u>1,892,026,307</u>	<u>1,983,345,749</u>
EXPENSES			
Finance cost	18	919,623,623	968,668,571
Administrative and general expenses		394,496,415	391,206,316
Direct cost		8,309,161	5,510,077
		<u>1,322,429,199</u>	<u>1,365,384,964</u>
Profit before provision and taxation		<u>569,597,108</u>	<u>617,960,785</u>
Provision / (reversal of provision) for potential lease and loan losses - net		26,844,511	(13,520,696)
Other provision -net	19	10,321,088	11,360,961
		<u>37,165,599</u>	<u>(2,159,735)</u>
Profit before taxation		<u>532,431,509</u>	<u>620,120,520</u>
Taxation - Current		215,377,564	265,925,688
- Deferred		(7,445,959)	(24,441,753)
		<u>207,931,605</u>	<u>241,483,935</u>
Profit for the period after taxation		<u><u>324,499,904</u></u>	<u><u>378,636,585</u></u>
Earnings per share - basic and diluted	24	<u>1.85</u>	<u>2.16</u>

The annexed notes 1 to 27 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	For the quarter ended	
	September 30, 2024	September 30, 2023
	----- (Rupees) -----	
Profit for the period after taxation	324,499,904	378,636,585
Other comprehensive income / (loss)		
<i>Items that will be reclassified to the unconsolidated statement of profit or loss</i>		
- Exchange (loss) / gain arising on translation of foreign associate	(3,876,664)	9,761,006
- Deferred tax on exchange loss / (gain) arising on translation of foreign associates	1,511,898	(3,757,193)
	(2,364,766)	6,003,813
<i>Items that will not be subsequently reclassified to statement of profit or loss</i>		
- Fair value changes on remeasurement of financial assets	2,290,840	(2,219,988)
- Deferred tax on fair value changes on remeasurement of financial assets	(893,428)	865,796
	1,397,412	(1,354,192)
- Share of other comprehensive income from associate	250,201	465,859
- Deferred tax on share of other comprehensive income from associate	(97,578)	(181,685)
	152,623	284,174
Total comprehensive income for the period	<u>323,685,173</u>	<u>383,570,380</u>

The annexed notes 1 to 27 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	For the quarter ended	
	September 30, 2024	September 30, 2023
CASH FLOWS FROM OPERATING ACTIVITIES	(Rupees)	
Profit before taxation for the period	532,431,509	620,120,520
Adjustments for:		
Depreciation and amortisation	28,120,612	26,262,096
Amortisation of transaction cost	1,596,219	1,961,460
Provision / (reversal of provision) against potential lease and other loan losses - net	26,844,511	(13,520,696)
Other provision - net	10,321,088	11,360,961
Gain on sale on investments - net	(22,572,900)	(46,532,000)
Charge for defined benefit plan	596,451	6,015,915
Share of profit from associate	(32,481,183)	(26,953,749)
Fair value changes on remeasurement of financial assets at fair value through profit or loss	(17,266,206)	(3,580,365)
Finance cost including bank charges	918,027,404	966,707,111
Dividend income	(9,076,706)	(9,076,706)
Return on investments and deposits	(96,799,909)	(92,607,708)
Gain on disposal of fixed assets	(3,519,809)	(939,618)
	<u>803,789,572</u>	<u>819,096,701</u>
Operating cash flows before working capital changes	<u>1,336,221,081</u>	<u>1,439,217,221</u>
(Increase) / decrease in operating assets		
Investment in finance lease - net	653,651,595	642,447,064
Long-term finances and loans - net	(863,467,634)	(278,824,258)
Short-term finances	3,750,532	(671,427)
Long-term deposits	(426,114)	(1,650,000)
Advances and prepayments	17,491,183	(11,391,846)
Other receivables	6,670,549	(25,132,736)
	<u>(182,329,889)</u>	<u>324,776,797</u>
(Decrease) / increase in operating liabilities		
Other long term liabilities - net	(199,443,925)	(187,046,820)
Trade and other payables	(460,636,835)	383,510,456
	<u>(660,080,760)</u>	<u>196,463,636</u>
Cash generated from operating activities	<u>493,810,432</u>	<u>1,960,457,654</u>
Payment against staff retirement benefits	(5,105,451)	(3,866,332)
Income tax paid	(179,154,943)	(265,921,800)
	<u>(184,260,394)</u>	<u>(269,788,132)</u>
Net cash generated from operating activities	<u>309,550,038</u>	<u>1,690,669,522</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred - own use and intangible assets	(31,363,336)	(38,584,565)
Proceeds from disposal of assets - own use	5,413,288	1,531,255
Investments - net	204,867,925	81,008,411
Interest received	104,806,304	57,917,107
Net cash generated from investing activities	<u>283,724,181</u>	<u>101,872,208</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long term finance	1,500,000,000	500,000,000
Certificates of deposit redeemed / issued - net	(334,259,726)	(234,819,209)
Repayment of long term loans	(1,003,264,892)	(932,986,111)
Finance cost paid	(638,899,573)	(493,414,878)
Payment of lease liability against right-of-use assets	(12,870,896)	(9,034,128)
Dividend paid	(54,012)	(161,101,255)
Net cash used in financing activities	<u>(489,349,099)</u>	<u>(1,331,355,581)</u>
Net increase in cash and cash equivalents	<u>103,925,120</u>	<u>461,186,149</u>
Cash and cash equivalents at beginning of the period	<u>(1,241,797,731)</u>	<u>(681,992,604)</u>
Cash and cash equivalents at end of the period	<u><u>(1,137,872,611)</u></u>	<u><u>(220,806,455)</u></u>

The annexed notes 1 to 27 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Reserves							Total shareholders equity	
	Capital reserves					Unappropriated profit	Total reserves		
	Issued, subscribed and paid-up capital	Share premium	Statutory reserve	Foreign currency translation reserve	Surplus / (deficit) on re-measurement of financial assets at fair value through other comprehensive income				Surplus on revaluation of leasehold land and office building
(Rupees)									
Balance as at July 1, 2023 (audited)	1,754,076,470	1,501,683,073	1,887,588,963	641,001,426	2,956,489	922,051,255	3,084,646,520	8,039,927,726	9,794,004,196
Total comprehensive income for the three months ended September 30, 2023									
Profit for the period	-	-	-	-	-	-	378,636,585	378,636,585	378,636,585
Other comprehensive income	-	-	-	6,003,813	(1,354,192)	-	284,174	4,933,795	4,933,795
Total comprehensive income for the period	-	-	-	6,003,813	(1,354,192)	-	378,920,759	383,570,380	383,570,380
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	(7,519,788)	7,519,788	-	-
Deferred tax on transfer of surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	1,530,321	(1,530,321)	-	-
	-	-	-	-	-	(5,989,467)	5,989,467	-	-
Balance as at September 30, 2023 (un-audited)	1,754,076,470	1,501,683,073	1,887,588,963	647,005,239	1,602,297	916,061,788	3,469,556,746	8,423,498,106	10,177,574,576
Balance as at July 1, 2024 (audited)	1,754,076,470	1,501,683,073	1,957,234,499	611,177,389	2,234,530	898,306,747	3,745,824,134	8,716,460,372	10,470,536,842
Total comprehensive income for the three months ended September 30, 2024									
Profit for the period	-	-	-	-	-	-	324,499,904	324,499,904	324,499,904
Other comprehensive income	-	-	-	(2,364,766)	1,397,412	-	152,623	(814,731)	(814,731)
Total comprehensive income for the period	-	-	-	(2,364,766)	1,397,412	-	324,652,527	323,685,173	323,685,173
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	(7,432,344)	7,432,344	-	-
Deferred tax on transfer of surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	1,496,217	(1,496,217)	-	-
	-	-	-	-	-	(5,936,127)	5,936,127	-	-
Balance as at September 30, 2024 (un-audited)	1,754,076,470	1,501,683,073	1,957,234,499	608,812,623	3,631,942	892,370,620	4,076,412,788	9,040,145,545	10,794,222,015

The annexed notes 1 to 27 form an integral part of these unconsolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

1 LEGAL STATUS AND OPERATIONS

- 1.1 OLP Financial Services Pakistan Limited (formerly ORIX Leasing Pakistan Limited) ("the Company") was incorporated in Pakistan as a private limited company on July 01, 1986 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company on December 23, 1987. The Company is listed on the Pakistan Stock Exchange Limited and is licensed to carry out Investment Finance Services as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP).

The registered office of the Company is situated at OLP Building, Plot No. 16, Sector No. 24, Korangi Industrial Area, Karachi.

- 1.2 The Pakistan Credit Rating Agency Limited (PACRA) has assigned a long-term rating of AA+ (2023: AA+) and a short-term rating of A1+ (2023: A1+) to the Company on March 01, 2024 (2023: March 03, 2023).

2 BASIS OF PREPARATION

2.1 Statement of compliance

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting, which comprise of:

- International Accounting Standard 34 " Interim Financial Reporting" issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- Provisions of and directives issued under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations have been followed.

2.2 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for the following:

- Leasehold land and office building are stated at revalued amounts;
- Certain investments are stated at fair value;
- Non-current assets classified as held-for-sale are valued at lower of carrying amount and fair value less cost to sell;
- Obligation in respect of staff gratuity is measured at present value of defined benefit obligation;
- Investment in associate are valued using equity method of accounting; and
- Lease liabilities which have been carried at present value and right-of-use assets which are initially measured at an amount equal to the corresponding lease liabilities (adjusted for any lease payments and certain specified costs) and depreciated over the respective lease terms.

- 2.3 These unconsolidated condensed interim financial statements do not include all the information required for a full set of financial statements and should be read in conjunction with the annual published unconsolidated audited financial statements of the Company for the year ended June 30, 2024.

- 2.4 The comparative unconsolidated condensed interim statement of financial position presented in these unconsolidated condensed interim financial statements has been extracted from the annual published unconsolidated audited financial statements of the Company for the year ended June 30, 2024, whereas the comparative unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity and unconsolidated condensed interim statement of cash flows are stated from the unaudited unconsolidated condensed interim financial statements for the quarter ended September 30, 2023.

- 2.5 These unconsolidated condensed interim financial statements have been presented in Pakistani Rupees, which is the functional currency of the Company.

3 SIGNIFICANT POLICIES, ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

- 3.1 The accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the annual audited published unconsolidated financial statements of the Company for the year ended June 30, 2024.

- 3.2 The preparation of these unconsolidated condensed interim financial statements in conformity with accounting and reporting standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.

- 3.3 The significant judgments, estimates and assumptions made by the management in applying the Company's accounting policies and the factors used in making those estimates and associated assumptions were the same as those that were applied to the annual audited published unconsolidated financial statements for the year ended June 30, 2024.

- 3.4 **Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year**

There are certain amendments to the standards and new interpretations that are mandatory for accounting periods beginning on or after July 1, 2024 but are considered not to be relevant or do not have any significant effect on the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

- 3.5 **Standards, interpretations and amendments to approved accounting standards that are not yet effective**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's accounting period beginning on July 1, 2025. However, these will not have any significant impact on the Company's operations and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

4 RISK MANAGEMENT POLICIES

The financial risk management objectives and policies are consistent with those disclosed in the annual audited published unconsolidated financial statements of the Company for the year ended June 30, 2024.

	(Un-audited) September 30, 2024	(Audited) June 30, 2024
	----- (Rupees) -----	
5 FIXED ASSETS		
Own use	1,189,083,728	1,179,987,875
Ijarah assets	365,760	522,540
Right-of-use asset	78,267,970	82,237,376
	<u>1,267,717,458</u>	<u>1,262,747,791</u>

- 5.1 The following is a statement of cost of additions and disposals to / from fixed assets.

	Own use		Right-of-use assets	
	Additions	Disposals	Additions	Adjustment
	----- (Rupees) -----			
Right-of-use assets	-	-	3,113,002	11,013,295
Generators / machinery	-	-	-	-
Leasehold improvements	-	714,154	-	-
Furniture, fittings and office equipment	414,771	2,091,016	-	-
Computers and accessories	365,400	120,500	-	-
Vehicles	30,583,165	4,201,373	-	-
September 30, 2024	<u>31,363,336</u>	<u>7,127,043</u>	<u>3,113,002</u>	<u>11,013,295</u>
September 30, 2023	38,584,565	1,816,902	9,426,027	-

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
6 INTANGIBLE ASSETS		----- (Rupees) -----	
Computer software and license	6.1	519,539	679,832
6.1	No additions and disposal were made to intangible assets during the quarter ended September 30, 2024 (September 30, 2023: Nil).		
	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
7 NET INVESTMENT IN FINANCE LEASE		----- (Rupees) -----	
Instalment contract receivables		10,841,684,300	12,006,476,058
Residual value		5,424,194,792	5,728,291,210
Less: adjustable security deposits	7.1	(5,422,086,249)	(5,724,992,167)
Gross investment in finance lease	7.2	10,843,792,843	12,009,775,101
Less: unearned finance income		(2,301,699,354)	(2,814,030,017)
Present value of investment in finance lease		<u>8,542,093,489</u>	<u>9,195,745,084</u>
7.1	Security deposit is received from lessees under finance lease contracts which is adjustable at the expiry of the lease period.		
7.2	The Company's implicit rate of return on performing leases ranges from 16.60% to 36.18% (June 30, 2024: 15.00% to 36.18%) per annum. These are secured against leased assets, security deposits averaging 26.87% (June 30, 2024: 25.15%) of the cost of leased assets and personal guarantees.		
	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
8 CURRENT MATURITY OF NON-CURRENT ASSETS		----- (Rupees) -----	
Current maturity of:			
Net investment in finance lease		4,660,912,004	5,043,931,312
Allowance for potential lease losses		(514,935,661)	(528,062,002)
		<u>4,145,976,343</u>	<u>4,515,869,310</u>
Long-term finances and loans		8,987,047,413	7,906,424,883
Allowance for potential loan losses		(221,962,859)	(187,510,570)
		<u>8,765,084,554</u>	<u>7,718,914,313</u>
		<u>12,911,060,897</u>	<u>12,234,783,623</u>
9 SHORT-TERM INVESTMENTS			
At fair value through profit or loss			
Market treasury bills	9.1	2,387,516,107	2,560,551,321
At fair value through other comprehensive income			
Ordinary shares - unlisted		10,007,317	9,359,956
Ordinary shares - listed		7,863,879	6,220,400
		<u>2,405,387,303</u>	<u>2,576,131,677</u>
9.1	These include investment amounted to Rs. 750.41 million (June 30, 2024: Rs. 800.55 million) made as required under Regulation 14(4)(g) of the NBFC Regulations to maintain liquidity against certificates of deposit. These are redeemable within a period of 1 to 5 months (June 30, 2024: 1 to 6 months) from the reporting date, carrying yield ranging from 17.47% to 20.87% (June 30, 2024: 19.92% to 21.57%) per annum.		

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
----- (Rupees) -----			
10 ASSETS CLASSIFIED AS HELD FOR SALE			
Repossessed assets	10.1	250,001	250,001
Investments in associates			
- OPP (Private) Limited	10.2	87,754,399	87,754,399
- SAMA Finance SAE (SAMA)	10.3	172,043,037	172,043,037
Stock Exchange room		4,700,000	4,700,000
		<u>264,747,437</u>	<u>264,747,437</u>
Less: Impairment against assets held for sale		<u>(172,043,037)</u>	<u>(172,043,037)</u>
		<u><u>92,704,400</u></u>	<u><u>92,704,400</u></u>

10.1 These represent repossessed assets consisting of vehicle previously leased out to customers. The Company intends to dispose of these assets to recover the balance amount outstanding against such leases.

10.2 The Company holds 45% (2024: 45%) ownership interest in OPP (Private) Limited. During 2014, the Board of Directors of the Company approved divestment of the Company's entire investment in OPP.

The sales negotiations for disposal of investment in OPP were held with a minority shareholder of OPP and a Share Purchase Agreement (SPA) was signed by all the parties in July 2014. However, the minority shareholder had failed to comply with the terms of the SPA and initiated legal proceedings to restrict the Company in managing the affairs of OPP. The Company has also filed a reference in the Lahore High Court to allow the Company to buy out the minority stakeholder in OPP or to wind up OPP which is pending to date.

10.3 The Company holds a 23% (2024: 23%) ownership interest in SAMA. In February 2019, the Board of Directors approved the divestment of this investment. The Company engaged in sale negotiation for disposal and signed a Sale Purchase Agreement (SPA) on October 17, 2019. Although the long stop date of the agreement expired in May 2022 without an extension, the Board reaffirmed their intention to sell in April 2023. Accordingly, the Company has appointed a consultant to advise on and execute the sale. An impairment was recorded against the investment due to hampered profits, using the present value valuation method. The disposal is expected to be completed within a year, subject to regulatory approvals.

11 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

(Un-audited) September 30, 2024	(Audited) June 30, 2024		(Un-audited) September 30, 2024	(Audited) June 30, 2024
----- (Number of shares) -----			----- (Rupees) -----	
		Ordinary shares of Rs. 10 each		
106,485,517	106,485,517	Fully paid in cash	1,064,855,170	1,064,855,170
66,739,592	66,739,592	Fully paid bonus shares	667,395,920	667,395,920
2,182,538	2,182,538	Fully paid shares against amalgamation	21,825,380	21,825,380
<u>175,407,647</u>	<u>175,407,647</u>		<u>1,754,076,470</u>	<u>1,754,076,470</u>

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
----- (Rupees) -----			
12 LONG-TERM FINANCES - Secured			
Long-term finances utilised under mark-up arrangements - financial institutions	12.1	10,065,972,217	9,383,333,328
Privately placed term finance certificates	12.2	1,687,500,000	1,875,000,000
Accrued interest / mark-up on long term finances		290,845,092	274,028,628
		<u>12,044,317,309</u>	<u>11,532,361,956</u>
Less: unamortised transaction cost		(4,806,919)	(6,403,138)
Less: current maturity	14	(5,171,400,648)	(4,443,473,072)
		<u>(5,176,207,567)</u>	<u>(4,449,876,210)</u>
		<u><u>6,868,109,742</u></u>	<u><u>7,082,485,746</u></u>

- 12.1** These finances have been obtained for financing of operations and are secured by hypothecation of leased assets, related lease receivables and financing receivables. The mark-up rates thereon range from 16.59% to 22.35% (June 30, 2024: 20.32% to 22.59%) per annum. These finances are repayable within a period of 36 to 60 months (June 30, 2024: 36 to 60 months).
- 12.2** The Company has issued rated, privately placed, secured term finance certificates ("TFCs") as an instrument of redeemable capital. These carry markup of 3 months kibar plus 0.8% and will mature on December 30, 2026 and are secured against hypothecation charge on receivables of the Company.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
----- (Rupees) -----			
13	SHORT-TERM BORROWINGS		
	From banking companies - secured		
	Running finance arrangements	13.1 1,348,119,627	1,646,007,840
	Accrued interest / mark-up on short term borrowings	51,263,426	37,553,536
		<u>1,399,383,053</u>	<u>1,683,561,376</u>

- 13.1** These represent short-term running finance facilities for financing of operations with limits aggregating to Rs. 3,050 million as at September 30, 2024 (June 30, 2024: Rs. 2,950 million). These facilities have been obtained for financing of day to day operations. The rate of mark-up ranges from 20.04% to 21.24% (June 30, 2024: 22.39% to 22.99%) per annum on a daily product basis. These are secured by hypothecation of leased assets, related lease receivables and financing receivables.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
----- (Rupees) -----			
14	CURRENT MATURITY OF NON-CURRENT LIABILITIES		
	Current maturity of:		
	Long-term finances	12 5,171,400,648	4,443,473,072
	Long-term certificates of deposit	463,550,676	578,356,496
	Lease liability against right-of-use assets	30,387,607	28,232,153
		<u>5,665,338,931</u>	<u>5,050,061,721</u>

15 CONTINGENCIES AND COMMITMENTS

- 15.1** There was no change in the status of contingencies, except for the following, as disclosed in the note 28 to the annual audited published unconsolidated financial statements to the Company for the year ended June 30, 2024.
- 15.1.1** In September 2024, the Company received show-cause notices from the Sindh Revenue Board (SRB) demanding payment of the Sindh Workers Welfare Fund (SWWF) on total profit amounting to Rs. 68.1 million for the years ended June 30, 2022, and June 30, 2023. Accordingly, the Company responded to the notices for both years, stating that it operates on a trans-provincial basis, and until a methodology is agreed upon among all stakeholders. Additionally, on September 24, 2024, the Company filed a petition before the Sindh High Court (SHC) challenging the SRB's demand and seeking to restrain the SRB from taking any coercive action while the matter is pending. The SHC granted a stay order, subject to the deposit of the disputed amount with the Nazir of the SHC, and directed the SRB not to take any coercive action until a final decision is reached. The Company submitted pay orders amounting to Rs. 37.2 million and Rs. 39.0 million for the years ended June 30, 2022, and June 30, 2023, respectively.
- 15.2** Commitments relating to capital expenditure at the reporting date amounted to Rs. 0.87 million (June 30, 2024: Rs.1.59 million).

September 30, 2024			
Finance lease	Finances and loans	Investment in subsidiaries, associates & others	Total

----- (Rupees) -----

Segment analysis for the quarter

ended September 30, 2024 - (Un-audited)

Segment revenues	583,741,252	1,103,917,291	204,367,764	1,892,026,307
Finance cost	252,785,070	499,900,176	166,938,377	919,623,623
Administrative and general expenses	131,664,491	260,375,751	2,456,173	394,496,415
Direct cost	1,681,625	6,345,237	282,299	8,309,161
Provision-net	(14,424,549)	41,269,060	(52,735)	26,791,776
Segment results	212,034,615	296,027,067	34,743,650	542,805,332

Provision for Workers' Welfare Fund

(10,373,823)

Provision for taxation

(207,931,605)

Profit for the period

324,499,904

Other information - As at September 30, 2024 (Un-audited)

Segment assets	7,976,230,127	16,730,747,923	5,415,273,010	30,122,251,060
Unallocated assets				1,665,205,173
Total assets				31,787,456,233
Segment liabilities	96,211,341	313,893,672	1,861,153	411,966,166
Unallocated liabilities				20,581,268,052
Total liabilities				20,993,234,218

Segment analysis for the quarter

ended September 30, 2024 - (Un-audited)

Depreciation	-	-	156,780	156,780
Unallocated				
Capital expenditure - fixed assets for own use	-	-	-	31,363,336
Unallocated depreciation and amortisation	-	-	-	27,963,832

September 30, 2023			
Finance lease	Finances and loans	Investment in subsidiaries, associates & others	Total

----- (Rupees) -----

Segment analysis for the quarter

ended September 30, 2023 - (Un-audited)

Segment revenues	782,959,845	999,838,102	200,547,802	1,983,345,749
Finance cost	345,743,772	438,669,475	184,255,324	968,668,571
Administrative and general expenses	172,209,722	218,494,603	501,991	391,206,316
Direct cost	1,086,925	4,265,619	157,533	5,510,077
(Reversal of provision) / provision-net	(49,113,214)	35,592,518	(282,000)	(13,802,696)
Segment result	313,032,640	302,815,887	15,914,954	631,763,481

Provision for Workers' Welfare Fund

(11,642,961)

Provision for taxation

(241,483,935)

Profit for the period

378,636,585

Other information - As at June 30, 2024 (Audited)

Segment assets	8,615,707,171	16,389,841,375	5,081,138,768	30,086,687,314
Unallocated assets				1,867,197,474
Total assets				31,953,884,788
Segment liabilities	143,557,678	652,320,186	1,861,153	797,739,017
Unallocated liabilities				20,685,608,929
Total liabilities				21,483,347,946

Segment analysis for the quarter

ended September 30, 2023 - (Un-audited)

Depreciation	-	-	156,780	156,780
Unallocated				
Capital expenditure - fixed assets for own use				
Unallocated depreciation and amortisation				

21 TRANSACTIONS / BALANCES WITH RELATED PARTIES

The Company has related party relationships with its parent company, related group companies, associated companies, staff provident fund, staff gratuity fund, directors and key management personnel and entities over which the directors or key management personnel are able to exercise significant influence.

The Company in the normal course of business carries out transactions with various related parties. These transactions are executed substantially on the same terms as those prevailing at the time of comparable transactions with unrelated parties and do not involve more than a normal risk. The staff loans are in accordance with the terms of the Company's HR policy. Amounts due from and due to related parties are disclosed in the relevant notes to the unconsolidated financial statements.

21.1 Transactions with related parties during the period are given below:

	(Un-audited)	
	For the quarter ended	
	September 30, 2024	September 30, 2023
	----- (Rupees) -----	
ORIX Corporation, Japan - Parent Company - 49.58% Holding		
Dividend paid - net of tax	-	160,876,952
Reimbursement of cost	-	277,200
Yanal Finance Company - Associate / Common directorship - 2.5% ownership		
Reimbursement of cost	573,877	2,833,996
OLP Modaraba - Subsidiary - 20% ownership		
Dividend income	9,076,706	9,076,706
Reimbursement of cost	187,173	149,166
OLP Services Pakistan (Private) Limited (OSPPL) - subsidiary company		
Rental income / expenses on behalf of OSPPL	13,474,977	14,123,422
OLP Financial Services Pakistan Limited - Employees Provident Fund		
Contribution paid	8,187,088	7,773,710
OLP Financial Services Pakistan Limited - Staff Gratuity Fund		
Contribution paid	5,075,451	3,639,332
Donation paid - Common Directorship		
The Layton Rahmatullah Benevolent Trust - Donation	-	1,000,000
Other related party transactions during the period		
Directors and Key Management Personnel		
Compensation of Directors and Key Management Personnel		
Directors' fees paid	4,200,000	3,000,000
Short-term employee benefits	69,985,514	72,019,531
Retirement benefits	379,545	1,701,837
Total compensation to directors and key management personnel	74,565,059	76,721,368
Other transactions with Key Management Personnel		
Staff loans disbursed	975,000	-
Interest recovered on staff loans	663,583	902,323
Principal recovered on staff loans	6,487,372	2,650,653

	(Un-audited) September 30, 2024	(Audited) June 30, 2024
	----- (Rupees) -----	
21.2 Balances with related parties as at period / year end		
Investment in subsidiaries	322,374,294	322,374,294
Investment in associate	1,736,271,232	1,707,416,512
Assets classified as held for sale		
- OPP (Private) Limited	87,754,399	87,754,399
- SAMA Finance SAE	-	-
Certificates of deposit held by key management personnel	2,001,172	2,001,172
Accrued profit on certificates of deposit payable to key management personnel	357,093	249,907
Outstanding loans to key management personnel	16,368,359	21,123,618
Receivable from OLP Services Pakistan (Private) Limited	88,309,396	83,098,261
Receivable from OLP Modaraba	211,409	24,236
Receivable from Yanal Finance Company	1,820,349	2,871,582
Receivable from ORIX Corporation, Japan	1,892,895	1,892,895

22 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of investments classified as "at fair value through profit or loss" and "at fair value through other comprehensive income" are based on active market. The investment in associate is accounted for using the equity method while the subsidiaries have been kept at cost.

Fair values of net investments in finance lease, long term loans and finances, long term deposits and other assets, other liabilities, long term certificates of deposit and other accounts are approximate to their carrying value. The provision for impairment of finance lease and long term loans and finances has been calculated in accordance with the Company's accounting policy.

In the opinion of management, fair values of the remaining financial assets and liabilities are not significantly different from their carrying values since these assets and liabilities are short term in nature or are periodically repriced.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

		September 30, 2024 (Un-audited)			
		Fair value			
		Level 1	Level 2	Level 3	Total
		----- (Rupees) -----			
Financial assets at fair value through other comprehensive income					
	Ordinary shares - listed	7,863,879	-	-	7,863,879
	Ordinary shares - unlisted	-	10,007,317	-	10,007,317
Financial assets at fair value through profit or loss					
	Market treasury bills	-	2,387,516,107	-	2,387,516,107
Non-financial assets					
	Fixed assets (Leasehold land and building)	-	-	991,585,715	991,585,715
	Total	<u>7,863,879</u>	<u>2,397,523,424</u>	<u>991,585,715</u>	<u>3,396,973,018</u>
		June 30, 2024 (Audited)			
		Fair value			
		Level 1	Level 2	Level 3	Total
		----- (Rupees) -----			
Financial assets at fair value through other comprehensive income					
	Ordinary shares - listed	6,220,400	-	-	6,220,400
	Ordinary shares - unlisted	-	9,359,956	-	9,359,956
Financial assets at fair value through profit or loss					
	Market treasury bills	-	2,560,551,321	-	2,560,551,321
Non-financial assets					
	Fixed assets (Leasehold land and building)	-	-	1,000,130,432	1,000,130,432
	Total	<u>6,220,400</u>	<u>2,569,911,277</u>	<u>1,000,130,432</u>	<u>3,576,262,109</u>
		----- (Un-audited) -----			
		As at			
		Note	September 30, 2024	September 30, 2023	
		----- (Rupees) -----			
23	CASH AND CASH EQUIVALENTS				
	Cash at banks		208,403,190	336,347,887	
	Cash in hand		1,843,826	1,970,537	
			210,247,016	338,318,424	
	Running finance arrangements	13	(1,348,119,627)	(559,124,879)	
			<u>(1,137,872,611)</u>	<u>(220,806,455)</u>	
		----- (Un-audited) -----			
		For the quarter ended			
		September 30, 2024	September 30, 2023		
		----- (Rupees) -----			
24	EARNINGS PER SHARE - BASIC AND DILUTED				
	Profit for the period after taxation		324,499,904	378,636,585	
		----- (Number of shares) -----			
	Weighted average number of ordinary shares		175,407,647	175,407,647	
		----- (Rupees) -----			
	Earnings per share - basic and diluted		1.85	2.16	
24.1	Diluted earnings per share has not been presented separately as the Company does not have any convertible instruments in issue as at September 30, 2024 and September 30, 2023, which would have any effect on the earnings per share if the option to convert is exercised.				

25 NON-ADJUSTING EVENTS AFTER THE REPORTING PERIOD

The Board of Directors in its meeting held on September 18, 2024 proposed a final cash dividend of Rs. 3 per share (2023: Rs. 2 per share) for the year ended June 30, 2024, amounting to Rs. 526,222,941 (2023: Rs. 350,815,294). This appropriation will be approved by the members of the Company at the Annual General Meeting to be held on October 25, 2024. The unconsolidated financial statements for the quarter ended September 30, 2024 do not include the effect of the above appropriation which will be accounted for in the unconsolidated financial statements of the Company for the year ending June 30, 2025.

26 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on October 24, 2024 by the Board of Directors of the Company.

27 GENERAL

27.1 Figures reported in this unconsolidated condensed interim financial statements have been rounded off to the nearest Rupee unless otherwise stated.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2024

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
----- (Rupees) -----			
ASSETS			
Non-current assets			
Fixed assets	5	2,501,903,436	2,537,148,388
Intangible assets	6	18,211,112	18,177,501
Net investment in finance lease	7	8,542,093,489	9,195,745,084
Current maturity of net investment in finance lease		(4,660,912,004)	(5,043,931,312)
Allowance for potential lease losses		(50,927,703)	(52,225,912)
		(4,711,839,707)	(5,096,157,224)
		3,830,253,782	4,099,587,860
Investment in associate		1,736,271,232	1,707,416,512
Long-term investments	8	9,406,250	9,406,250
Long-term finances and loans		12,738,349,209	12,835,154,164
Long-term deposits		11,720,680	11,294,566
Defined benefit plan asset		21,790,481	21,790,481
		20,867,906,182	21,239,975,722
Current assets			
Short-term finances		29,626,464	33,631,427
Current maturity of non-current assets	9	14,518,573,502	13,801,882,128
Short-term investments	10	2,556,107,429	2,927,049,914
Advances and prepayments		518,960,971	379,356,083
Other receivables		82,219,972	101,216,151
Cash and bank balances		1,127,863,381	754,076,529
		18,833,351,719	17,997,212,232
Assets classified as held for sale	11	92,704,400	92,704,400
Total assets		39,793,962,301	39,329,892,354
EQUITY AND LIABILITIES			
Share capital and reserves			
Authorised share capital		3,500,000,000	3,500,000,000
350,000,000 (2024: 350,000,000) Ordinary shares of Rs.10 each			
Issued, subscribed and paid-up capital	12	1,754,076,470	1,754,076,470
Reserves		8,974,870,935	8,658,899,459
Total equity attributable to equity holder of the Holding Company		10,728,947,405	10,412,975,929
Non-controlling interest		961,090,622	1,007,154,906
		11,690,038,027	11,420,130,835
Non-current liabilities			
Long-term finances	13	7,555,368,290	7,746,643,711
Long-term certificates of deposit		856,439,235	893,235,446
Long-term deposits		265,090,370	269,719,334
Deferred taxation		564,631,464	573,185,939
Other long-term liabilities		155,308,460	150,185,454
Redeemable capital		140,950,000	142,400,000
		9,537,787,819	9,775,369,884
Current liabilities			
Trade and other payables		1,368,734,755	1,844,974,102
Unclaimed dividend		165,761,046	93,201,410
Short-term borrowings	14	1,399,383,053	1,683,561,376
Short-term certificates of deposit		4,032,568,232	4,183,106,620
Current maturity of non-current liabilities	15	11,312,615,289	10,071,866,736
Taxation-net		287,074,080	257,681,391
		18,566,136,455	18,134,391,635
Total equity and liabilities		39,793,962,301	39,329,892,354
Contingencies and Commitments	16		

The annexed notes 1 to 29 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	Note	For the quarter ended	
		September 30, 2024	September 30, 2023
		----- (Rupees) -----	
INCOME			
Income from operations			
Mark-up on finance leases		541,802,240	762,411,159
Mark-up on finances and loans		1,392,783,558	1,234,344,547
		<u>1,934,585,798</u>	<u>1,996,755,706</u>
Income from other activities			
Other income - net	17	450,056,457	501,614,830
Share of profit from associate	18	32,481,183	26,953,749
		<u>482,537,640</u>	<u>528,568,579</u>
		<u>2,417,123,438</u>	<u>2,525,324,285</u>
EXPENSES			
Finance cost	19	1,218,565,132	1,226,192,756
Administrative and general expenses		465,819,800	463,850,682
Direct cost		117,884,849	147,724,186
		<u>1,802,269,781</u>	<u>1,837,767,624</u>
Profit before provision and taxation		<u>614,853,657</u>	<u>687,556,661</u>
Provision / (reversal of provision) against potential leases and loan losses - net		36,432,898	(16,148,519)
Other provisions - net	20	10,771,219	9,048,554
		<u>47,204,117</u>	<u>(7,099,965)</u>
Profit before taxation and final taxes		<u>567,649,540</u>	<u>694,656,626</u>
Final taxes	21	2,147,289	1,341,891
Profit before taxation		<u>565,502,251</u>	<u>693,314,735</u>
Taxation - Current		230,200,262	297,101,439
- Deferred		(8,033,582)	(33,730,471)
		<u>222,166,680</u>	<u>263,370,968</u>
Profit for the period after taxation		<u>343,335,571</u>	<u>429,943,767</u>
Profit attributable to			
Equity shareholders of the Holding Company		316,786,207	397,784,684
Non-controlling interest		26,549,364	32,159,083
		<u>343,335,571</u>	<u>429,943,767</u>
Earnings per share - basic and diluted	26	<u>1.81</u>	<u>2.27</u>

The annexed notes 1 to 29 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND
OTHER COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

	For the quarter ended	
	September 30, 2024	September 30, 2023
	----- (Rupees) -----	
Profit for the period after taxation attributable to:		
Equity shareholders of the Holding Company	316,786,207	397,784,684
Non-controlling interest	26,549,364	32,159,083
	<u>343,335,571</u>	<u>429,943,767</u>
Other comprehensive income		
Items that will be subsequently reclassified to consolidated statement of profit or loss		
- Exchange (loss) / gain arising on translation of foreign associate	(3,876,664)	9,761,006
- Deferred tax on exchange loss / (gain) arising on translation of foreign associates	1,511,898	(3,757,193)
	(2,364,766)	6,003,813
Items that will not be subsequently reclassified to consolidated statement of profit or loss		
- Fair value changes on remeasurement of financial assets	2,290,840	(2,219,988)
- Deferred tax on fair value changes on remeasurement of financial assets	(893,428)	865,796
	1,397,412	(1,354,192)
- Share of other comprehensive income from associate	250,201	465,859
- Deferred tax on share of other comprehensive income from associate	(97,578)	(181,685)
	152,623	284,174
Total comprehensive income for the period	<u>342,520,840</u>	<u>434,877,562</u>
Total comprehensive income for the period attributable to:		
Equity shareholders of the Holding Company	315,971,476	402,718,479
Non-controlling interest	26,549,364	32,159,083
	<u>342,520,840</u>	<u>434,877,562</u>

The annexed notes 1 to 29 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

Note	For the quarter ended	
	September 30, 2024	September 30, 2023
-----Rupees-----		
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before taxation for the period	567,649,540	694,656,626
Adjustments for:		
Depreciation and amortisation	139,219,598	170,621,001
Amortisation of transaction cost	1,596,219	1,961,460
Impairment on assets under Ijarah arrangements	(1,173,556)	(12,949,261)
Provision / (Reversal of provision) for potential lease and other loan losses - net	36,432,898	(16,148,519)
Other provisions - net	11,258,115	21,208,492
Provision for service sales tax	686,660	853,855
Charge for defined benefit plan	596,451	6,015,915
Share of profit from associate	(32,481,183)	(26,953,749)
Fair value changes on remeasurement of financial assets at fair value - net	(17,266,206)	(3,580,365)
Finance cost including bank charges	1,195,282,684	1,205,978,184
Dividend income	(314,301,545)	(8,945,943)
Return on investments and deposits	(118,926,968)	(111,460,389)
Gain on sale of investment - net	(22,572,900)	(80,394,500)
Gain on disposal of fixed assets	(3,901,879)	3,648,947
	<u>874,448,388</u>	<u>1,149,855,128</u>
Operating profit before working capital changes	1,442,097,928	1,844,511,754
(Increase) / decrease in operating assets		
Investment in finance lease - net	653,651,595	642,447,064
Long-term finances and loans - net	(1,127,804,129)	(183,101,119)
Short-term finances - net	3,750,532	(671,427)
Long-term deposits	(426,114)	(1,650,000)
Advances and prepayments	(41,500,424)	(174,323,951)
Other receivables	14,613,002	(23,225,263)
	<u>(497,715,538)</u>	<u>259,475,304</u>
(Decrease) / increase in operating liabilities		
Deposits from lessees - net	6,498,652	(8,079,711)
Other long term liabilities - net	(199,443,925)	(187,046,820)
Trade and other payables	(489,562,869)	384,379,439
	<u>(682,508,142)</u>	<u>189,252,908</u>
Cash generated from operating activities	261,874,248	2,293,239,966
Payment against staff retirement benefits	(5,105,451)	(3,866,332)
Provincial Workers' Welfare Fund paid	-	(1,999,202)
Income tax paid	(202,954,863)	(279,646,731)
	<u>(208,060,314)</u>	<u>(285,512,265)</u>
Net cash generated from operating activities	53,813,934	2,007,727,701
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred - own use and intangible assets	(34,523,188)	(43,949,234)
Capital expenditure incurred - ijarah finance	(73,566,500)	(86,240,000)
Proceeds from disposal of assets - own use	5,413,288	1,566,253
Proceeds from sale of ijarah finance assets	6,030,153	55,203,539
Investments - net	405,066,036	112,749,730
Dividend received	314,301,545	8,945,943
Interest received	125,749,859	76,769,136
	<u>748,471,193</u>	<u>125,045,367</u>
Net cash generated from investing activities	748,471,193	125,045,367
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from long-term loans	2,154,566,383	356,104,827
Short-term borrowings - net	-	-
Certificates of deposit redeemed / issued - net	(334,259,726)	(234,819,209)
Repayment of long-term finances	(1,003,264,892)	(932,986,111)
Finance cost paid	(934,726,919)	(734,401,326)
Payment of lease liability against right-of-use assets	(12,870,896)	(9,034,128)
Dividend paid	(54,012)	(161,101,255)
	<u>(130,610,062)</u>	<u>(1,716,237,202)</u>
Net cash used in financing activities	(130,610,062)	(1,716,237,202)
Net increase in cash and cash equivalents	671,675,065	416,535,866
Cash and cash equivalents at beginning of the period	(891,931,311)	(272,038,881)
Cash and cash equivalents at end of the period	25 (220,256,246)	144,496,985

The annexed notes 1 to 29 form an integral part of these consolidated condensed interim financial statements.


Chief Executive Officer


Director


Chief Financial Officer

OLP FINANCIAL SERVICES PAKISTAN LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024

Attributable to equity shareholders of the Holding Company										Non-controlling Interest	Total
Reserves											
Issued, subscribed and paid-up capital	Capital Reserves					Revenue reserve	Total reserves				
	Share premium	Statutory reserve	Foreign currency translation reserve	Surplus / (deficit) on re-measurement of financial assets at fair value through other comprehensive income	Surplus on revaluation of leasehold land and office building	Unappropriated profit					
Rupees											
Balance as at July 1, 2023 (audited)	1,754,076,470	1,501,683,073	1,887,588,963	641,001,426	2,956,489	922,051,255	3,000,879,526	7,956,160,732	953,578,804	10,663,816,006	
Profit for the period	-	-	-	-	-	-	397,784,684	397,784,684	32,159,083	429,943,767	
Other comprehensive income	-	-	-	6,003,813	(1,354,192)	-	284,174	4,933,795	-	4,933,795	
Total comprehensive income for the period	-	-	-	6,003,813	(1,354,192)	-	398,068,858	402,718,479	32,159,083	434,877,562	
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	(7,519,788)	7,519,788	-	-	-	
Deferred tax on transfer of surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	1,530,321	(1,530,321)	-	-	-	
	-	-	-	-	-	(5,989,467)	5,989,467	-	-	-	
Transactions with owners recorded directly in equity											
Profit distribution for the year ended June 30, 2023 @ Rs. 2.9 per certificate	-	-	-	-	-	-	-	-	(72,613,648)	(72,613,648)	
Balance as at September 30, 2023 (unaudited)	1,754,076,470	1,501,683,073	1,887,588,963	647,005,239	1,602,297	916,061,788	3,404,937,851	8,358,879,211	913,124,239	11,026,079,920	
Balance as at July 1, 2024 (audited)	1,754,076,470	1,501,683,073	1,957,234,499	611,177,389	2,234,530	898,306,747	3,688,263,221	8,658,899,459	1,007,154,906	11,420,130,835	
Profit for the period	-	-	-	-	-	-	316,786,207	316,786,207	26,549,364	343,335,571	
Other comprehensive income	-	-	-	(2,364,766)	1,397,412	-	152,623	(814,731)	-	(814,731)	
Total comprehensive income for the period	-	-	-	(2,364,766)	1,397,412	-	316,938,830	315,971,476	26,549,364	342,520,840	
Transferred from surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	(7,519,788)	7,519,788	-	-	-	
Deferred tax on transfer of surplus on revaluation of fixed assets on account of incremental depreciation	-	-	-	-	-	1,530,321	(1,530,321)	-	-	-	
	-	-	-	-	-	(5,989,467)	5,989,467	-	-	-	
Transactions with owners recorded directly in equity											
Profit distribution for the year ended June 30, 2024 @ Rs. 2 per certificate	-	-	-	-	-	-	-	-	(72,613,648)	(72,613,648)	
Balance as at September 30, 2024 (unaudited)	1,754,076,470	1,501,683,073	1,957,234,499	608,812,623	3,631,942	892,317,280	4,011,191,518	8,974,870,935	961,090,622	11,690,038,027	

The annexed notes 1 to 29 form an integral part of these consolidated condensed interim financial statements.



Chief Executive Officer



Director



Chief Financial Officer

**OLP FINANCIAL SERVICES PAKISTAN LIMITED
NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM
FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE QUARTER ENDED SEPTEMBER 30, 2024**

1 LEGAL STATUS AND OPERATIONS

The "Group" consists of:

- (i) OLP Financial Services Pakistan Limited - the Holding Company
- (ii) OLP Services Pakistan (Private) Limited - subsidiary company
- (iii) OLP Modaraba - subsidiary company

1.1 Holding company

OLP Financial Services Pakistan Limited (formerly ORIX Leasing Pakistan Limited) (the Holding Company / the Company) was incorporated in Pakistan as a private limited company on July 01, 1986 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company on December 23, 1987. The Company is listed on the Pakistan Stock Exchange Limited and is licensed to carry out Investment Finance Services as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 issued by the Securities and Exchange Commission of

The registered office of the Company is situated at OLP Building, Plot No. 16, Sector No. 24, Korangi Industrial Area, Karachi.

- 1.2** The Pakistan Credit Rating Agency Limited (PACRA) has assigned a long-term rating of AA+ (2023: AA+) and a short-term rating of A1+ (2023: A1+) to the Holding Company on March 01, 2024 (2023: March 03, 2023).

2 BASIS OF PREPARATION

2.1 Statement of compliance

These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting, which comprise of:

- International Accounting Standard 34 " Interim Financial Reporting" (IFRSs) issued by the International Accounting Standards Board as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- Provisions of and directives issued under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations differ from the IAS 34, the provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations have been followed.

2.2 Basis of measurement

These consolidated condensed interim financial statements have been prepared under the historical cost convention except for the following:

- Leasehold land and office building are stated at revalued amounts;
- Certain investments are stated at fair value;
- Non-current assets classified as held-for-sale are valued at lower of carrying amount and fair value less cost to
- Obligation in respect of staff gratuity is measured at present value of defined benefit obligation;
- Investment in associate are valued using equity method of accounting; and
- Lease liabilities which have been carried at present value and right-of-use assets which are initially measured at an amount equal to the corresponding lease liabilities (adjusted for any lease payments and certain specified costs) and depreciated over the respective lease terms.

- 2.3** These consolidated condensed interim financial statements does not include all the information required for a full set of financial statements and should be read in conjunction with the annual published consolidated audited financial statements of the Group for the year ended June 30, 2024.
- 2.4** The comparative consolidated condensed interim statement of financial position presented in these consolidated condensed interim financial statements has been extracted from the annual published consolidated audited financial statements of the Group for the year ended June 30, 2024, whereas the comparative consolidated condensed interim statement of profit or loss, consolidated condensed interim statement of profit or loss and other comprehensive income, consolidated condensed interim statement of changes in equity and consolidated condensed interim statement of cash flows are stated from the unaudited consolidated condensed interim financial statements for the quarter ended September 30, 2023.
- 2.5** These consolidated condensed interim financial statements have been presented in Pakistani Rupees, which is the functional currency of the Holding Company.

3 SIGNIFICANT POLICIES, ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

- 3.1** The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual published consolidated audited financial statements of the Group for the year ended June 30, 2024.
- 3.2** The preparation of these consolidated condensed interim financial statements in conformity with accounting and reporting standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3** The significant judgments, estimates and assumptions made by the management in applying the Holding Company's accounting policies and the factors used in making those estimates and associated assumptions were the same as those that were applied to the annual audited published consolidated financial statements for the year ended June 30, 2024.

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

There are certain amendments to the standards and new interpretations that are mandatory for accounting periods beginning on or after July 1, 2024 but are considered not to be relevant or do not have any significant effect on the Group's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

3.5 Standards, interpretations and amendments to approved accounting standards that are not yet effective

There are certain amendments to the published accounting and reporting standards that are mandatory for the Group's accounting period beginning on July 1, 2025. However, these will not have any significant impact on the Group's operations and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

4 RISK MANAGEMENT POLICIES

The financial risk management objectives and policies are consistent with those disclosed in the annual audited published consolidated financial statements of the Group for the year ended June 30, 2024.

5 FIXED ASSETS	(Un-audited) September 30, 2024	(Audited) June 30, 2024
	-----Rupees-----	
Own use	1,204,131,453	1,194,734,098
Ijarah assets	1,219,504,013	1,260,176,914
Right-of-use assets	78,267,970	82,237,376
	<u>2,501,903,436</u>	<u>2,537,148,388</u>

- 5.1 The following is a statement of cost of additions and disposals to / from fixed assets for the quarter ended September 30, 2024.

	Own use		Asset under Ijarah financing		Right-of-use assets	
	Additions	Disposals	Additions	Disposals	Additions	Adjustment
	(Rupees)					
Right-of-use assets	-	-	-	-	3,113,002	11,013,295
Generators / machinery	-	-	73,566,500	11,299,500	-	-
Leasehold improvements	-	714,154	-	-	-	-
Furniture, fittings and office equipment	2,811,443	2,091,016	-	-	-	-
Computers and accessories	365,400	120,500	-	-	-	-
Vehicles	30,583,165	4,201,373	-	-	-	-
September 30, 2024	33,760,008	7,127,043	73,566,500	11,299,500	3,113,002	11,013,295
September 30, 2023	41,600,183	2,339,105	86,240,000	171,651,770	9,426,027	-

6 INTANGIBLE ASSETS

	(Un-audited) September 30, 2024	(Audited) June 30, 2024
Computer software and license	4,482,379	4,448,768
Goodwill	13,728,733	13,728,733
	<u>18,211,112</u>	<u>18,177,501</u>

- 6.1 During the quarter, additions amounting to Rs. 0.8 million (September 30, 2023: Rs. 2.3 million) were made to intangible assets. No disposals were made during the period.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
7 NET INVESTMENT IN FINANCE LEASE		(Rupees)	
Instalment contract receivables		10,841,684,300	12,006,476,058
Residual value		5,424,194,792	5,728,291,210
Less: adjustable security deposit	7.1	<u>(5,422,086,249)</u>	<u>(5,724,992,167)</u>
Gross investment in finance lease		10,843,792,843	12,009,775,101
Less: unearned finance income		<u>(2,301,699,354)</u>	<u>(2,814,030,017)</u>
Present value of investment in finance lease		<u>8,542,093,489</u>	<u>9,195,745,084</u>

- 7.1 Security deposit is received from lessees under finance lease contracts which is adjustable at the expiry of the lease

- 7.2 The Group's implicit rate of return on performing leases ranges from 16.60% to 36.18% (June 30, 2024: 15.00% to 36.18%) per annum. These are secured against leased assets, security deposits averaging 26.87% (June 30, 2024: 25.15%) of the cost of leased assets and personal guarantees.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
8 LONG-TERM INVESTMENTS		(Rupees)	
At fair value through other comprehensive income			
Cashew Financial Services Limited		<u>9,406,250</u>	<u>9,406,250</u>

12 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

(Un-audited) September 30, 2024	(Audited) June 30, 2024		(Un-audited) September 30, 2024	(Audited) June 30, 2024
----- (Number of Shares) -----			-----Rupees-----	
Ordinary shares of Rs. 10 each				
106,485,517	106,485,517	Fully paid in cash	1,064,855,170	1,064,855,170
66,739,592	66,739,592	Fully paid bonus shares	667,395,920	667,395,920
<u>2,182,538</u>	<u>2,182,538</u>	Fully paid shares against amalgamation	<u>21,825,380</u>	<u>21,825,380</u>
<u>175,407,647</u>	<u>175,407,647</u>		<u>1,754,076,470</u>	<u>1,754,076,470</u>
		Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
			-----Rupees-----	

13 LONG-TERM FINANCES

Secured

Long-term finances utilised under mark-up arrangements from financial institutions	13.1 & 13.2	11,296,434,694	10,615,229,428
Privately placed term finance certificates	13.3	1,687,500,000	1,875,000,000
Accrued interest / mark-up on long-term finances		<u>346,516,301</u>	<u>331,407,877</u>
		13,330,450,995	12,821,637,305
Less: Unamortised transaction cost		<u>(4,806,919)</u>	<u>(6,403,138)</u>
Less: current maturity	15	<u>(5,770,275,786)</u>	<u>(5,068,590,456)</u>
		<u>(5,775,082,705)</u>	<u>(5,074,993,594)</u>
		<u>7,555,368,290</u>	<u>7,746,643,711</u>

13.1 These finances have been obtained for financing of operations and are secured by hypothecation of leased assets, related lease receivables and financing receivables. The mark-up rates thereon range from 16.59% to 22.35% (June 30, 2024: 20.32% to 22.59%) per annum. These finances are repayable within a period of 36 to 60 months (June 30, 2024: 36 to 60 months).

13.2 This also includes Musharika term finance various banks / companies amounting to Rs. 1,230 million (June 30, 2024: Rs.1,232 million). These carry profit ranging from 16.85% to 21.76% (June 30, 2024: 19.03% to 23.62%) per annum. These finances are repayable within a period of 36 to 60 months (June 30, 2024: 36 to 60 months).

13.3 The Holding Company has issued rated, privately placed, secured term finance certificates ("TFCs") as an instrument of redeemable capital. These carry markup of 3 months kibar plus 0.8% and will mature on December 30, 2026 and are secured against hypothecation charge on receivables of the Company.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
		-----Rupees-----	

14 SHORT-TERM BORROWINGS

From banking companies - secured

Running finance arrangements		1,348,119,627	1,646,007,840
Accrued interest / mark-up on short term borrowings		<u>51,263,426</u>	<u>37,553,536</u>
	14.1	<u>1,399,383,053</u>	<u>1,683,561,376</u>

14.1 These represent short-term running finance facilities for financing of operations with limits aggregating to Rs. 3,050 million as at September 30, 2024 (June 30, 2024: Rs. 2,950 million). These facilities have been obtained for financing of day to day operations. The rate of mark-up ranges from 20.04% to 21.24% (June 30, 2024: 22.39% to 22.99%) per annum on a daily product basis. These are secured by hypothecation of leased assets, related lease receivables and financing receivables.

	Note	(Un-audited) September 30, 2024	(Audited) June 30, 2024
15 CURRENT MATURITY OF NON-CURRENT LIABILITIES		-----Rupees-----	
Current maturity of:			
Long-term finances	13	5,770,275,786	5,068,590,456
Long-term certificates of deposit		30,387,607	578,356,496
Long-term deposits		141,663,608	130,535,992
Redeemable capital		4,906,737,612	4,266,151,639
Lease liability against right-of-use assets		463,550,676	28,232,153
		<u>11,312,615,289</u>	<u>10,071,866,736</u>

16 CONTINGENCIES AND COMMITMENTS

16.1 There was no change in the status of contingencies, except for the following, as disclosed in the note 32 to the annual audited published consolidated financial statements of the Group for the year ended June 30, 2024.

16.2 Holding Company

16.2.1 In September 2024, the Company received show-cause notices from the Sindh Revenue Board (SRB) demanding payment of the Sindh Workers Welfare Fund (SWWF) on total profit amounting to Rs. 68.1 million for the years ended June 30, 2022, and June 30, 2023. Accordingly, the Company responded to the notices for both years, stating that it operates on a trans-provincial basis, and until a methodology is agreed upon among all stakeholders. Additionally, on September 24, 2024, the Company filed a petition before the Sindh High Court (SHC) challenging the SRB's demand and seeking to restrain the SRB from taking any coercive action while the matter is pending. The SHC granted a stay order, subject to the deposit of the disputed amount with the Nazir of the SHC, and directed the SRB not to take any coercive action until a final decision is reached. The Company submitted pay orders amounting to Rs. 37.2 million and Rs. 39.0 million for the years ended June 30, 2022, and June 30, 2023, respectively.

16.2.2 Commitments relating to capital expenditure at the reporting date amounted to Rs. 0.87 million (June 30, 2024: Rs.1.59 million).

16.3 OLP Modaraba

16.3.1 OLP Modaraba has issued letters of comfort to various commercial banks on behalf of its customers. These aggregate to Nil (June 30, 2024: Rs. 58.52 million).

	Note	(Un-audited) For the quarter ended	
		September 30, 2024	September 30, 2023
17 OTHER INCOME - NET		-----Rupees-----	
Income from financial assets			
Return on investments and deposits		23,443,948	20,122,048
Interest income on government securities		95,995,980	92,069,785
Gain on sale of investments - net		22,572,900	80,394,500
Dividend income		14,315,257	8,945,943
Operating lease rentals		175,047,086	227,476,889
Ijarah finance income		212,944	159,339
Unrealised gain on remeasurement of financial assets at fair value through profit or loss - net		17,266,206	3,580,365
		348,854,321	432,748,869
Income from other than financial assets			
Fee and other income		57,256,056	28,667,386
Documentation fee		8,188,066	6,845,921
Gain / (loss) on disposal of fixed assets		3,901,879	(3,648,947)
Gain on cancellation of leases and finance and loans		31,887,567	36,853,107
Exchange (loss) / gain - net		(31,432)	148,494
		101,202,136	68,865,961
		<u>450,056,457</u>	<u>501,614,830</u>

18 **SHARE OF PROFIT OF ASSOCIATE UNDER EQUITY ACCOUNTING**

Name of associate	(Un-audited)			
	For the quarter ended September 30, 2024		For the quarter ended September 30, 2023	
	Associates' profit after tax	Share of associates' profit after tax	Associates' profit after tax	Share of associates' profit after tax
----- (Rupees) -----				
Un-quoted				
Yanal Finance Company	1,624,059,180	32,481,183	1,347,687,428	26,953,749

	(Un-audited)	
	For the quarter ended	
	September 30, 2024	September 30, 2023
-----Rupees-----		

19 **FINANCE COST**

Interest / mark-up / profit on:

- Long-term finances	616,437,015	741,773,986
- Redeemable capital	216,698,416	131,641,751
- Musharika finance arrangements	60,556,864	89,869,886
- Short-term borrowings	50,236,513	34,473,797
- Certificates of deposit	243,892,712	185,426,529
- Unwinding of security deposit	10,656,135	11,581,014
- Lease liability against right-of-use assets	4,708,765	3,428,752
Amortization of transaction cost	1,596,219	1,961,460
Bank charges and commission	13,782,493	26,035,581
	<u>1,218,565,132</u>	<u>1,226,192,756</u>

	(Un-audited)	
	For the quarter ended	
	September 30, 2024	September 30, 2023
-----Rupees-----		

20 **OTHER PROVISIONS / (REVERSAL OF PROVISION) - NET**

Operating lease, investments and other receivables

Reversal of provision against operating lease receivable	(52,735)	(282,000)
(Reversal of provision) / provision against ijarah receivable	(1,173,556)	8,682,347

Others

Provision for provincial Workers' Welfare Fund	11,310,850	12,743,613
Provision for services sales tax on Management Company's remuneration	686,660	853,855
Reversal of impairment against Ijarah assets	-	(12,949,261)
	<u>10,771,219</u>	<u>9,048,554</u>

21 **FINAL TAXES**

This represents final taxes paid under sections 150 of Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21 and IAS 37.

22 **SEGMENT INFORMATION**

The Group has three primary reporting segments namely, 'Finance lease', 'Finances & Loans' and 'Islamic Finance', based on the nature of business and the related risks and returns associated with these segments. The finance lease operations are primarily for long-term leases of movable assets to corporate entities and individuals. Finances and loans are primarily extended to corporate entities and individuals for purchase of saloon vehicles. Islamic Finance includes Ijarah and Diminishing Musharakah to corporate entities and individuals. Other operations, which do not fall into the above segment categories and are not deemed by the management to be sufficiently significant to disclose as separate items, are reported under 'Investment in associates and others'.

September 30, 2024				
Finance lease	Finances and loans	Islamic finance	Investment in subsidiaries, associates & others	Total

(Rupees)

Segment analysis for the quarter

ended September 30, 2024 - (Unaudited)

Segment revenues	583,741,252	1,103,917,291	500,197,451	229,267,444	2,417,123,438
Finance cost	252,785,070	499,900,176	273,500,155	192,379,731	1,218,565,132
Administrative and general expenses	131,664,491	260,375,751	67,699,988	6,079,570	465,819,800
Direct cost	1,681,625	6,345,237	108,434,539	1,423,448	117,884,849
(Reversals) / Provisions-net	(14,424,549)	41,269,060	8,414,831	633,925	35,893,267
	<u>212,034,615</u>	<u>296,027,067</u>	<u>42,147,938</u>	<u>28,750,770</u>	<u>578,960,390</u>
Provision for Workers' Welfare Fund					(11,310,850)
Provision for taxation and final taxes					(224,313,969)
Profit for the period					<u>343,335,571</u>

Segment assets and liabilities as at

September 30, 2024 (Un-audited)

Segment assets	<u>7,976,230,127</u>	<u>16,730,747,923</u>	<u>6,824,292,522</u>	<u>5,924,335,141</u>	37,455,605,713
Unallocated assets					2,338,356,588
Total assets					<u>39,793,962,301</u>
Segment liabilities	<u>96,211,341</u>	<u>313,893,672</u>	<u>419,439,977</u>	<u>1,861,153</u>	831,406,143
Unallocated liabilities					27,272,518,131
Total liabilities					<u>28,103,924,274</u>

Other information for the quarter

ended September 30, 2024 - (Unaudited)

Capital expenditure	-	-	73,566,500	-	73,566,500
Depreciation	-	-	108,434,539	156,780	108,591,319
Unallocated					
Capital expenditure - fixed asset for own use	-	-	-	-	33,760,008
Additions made to intangible assets	-	-	-	-	763,180
Unallocated depreciation and amortisation	-	-	-	-	30,628,279

September 30, 2023				
Finance lease	Finances and loans	Islamic finance	Investment in subsidiaries, associates & others	Total

(Rupees)

Segment analysis for the quarter

ended September 30, 2023 - (Unaudited)

Segment revenues	782,959,845	999,838,102	500,374,008	242,152,330	2,525,324,285
Finance cost	345,743,772	438,669,475	238,992,493	202,787,016	1,226,192,756
Administrative and general expenses	172,209,722	218,494,603	71,406,808	1,739,549	463,850,682
Direct cost	1,086,925	4,265,619	141,452,618	919,024	147,724,186
(Reversal) / provision - net	(49,113,214)	35,592,518	(6,040,882)	(282,000)	(19,843,578)
	<u>313,032,640</u>	<u>302,815,887</u>	<u>54,562,971</u>	<u>36,988,741</u>	<u>707,400,239</u>
Provision for Workers' Welfare Fund					(12,743,613)
Provision for taxation and final taxes					(264,712,859)
Profit for the period					<u>429,943,767</u>

Segment assets and liabilities as at

June 30, 2024 (Audited)

Segment assets	<u>8,615,707,171</u>	<u>16,389,841,375</u>	<u>6,769,727,272</u>	<u>4,849,173,460</u>	36,624,449,278
Unallocated assets					2,705,443,076
Total assets					<u>39,329,892,354</u>
Segment liabilities	<u>143,557,678</u>	<u>652,320,186</u>	<u>267,269,568</u>	<u>(69,627,115)</u>	993,520,317
Unallocated liabilities					26,916,241,202
Total liabilities					<u>27,909,761,519</u>

Other information for the quarter

ended September 30, 2023 - (Unaudited)

Capital expenditure	-	-	86,240,000	-	86,240,000
Depreciation	-	-	141,452,618	156,780	141,609,398
Unallocated					
Capital expenditure - fixed asset for own use	-	-	-	-	41,600,183
Additions made to intangible assets	-	-	-	-	2,349,051
Unallocated depreciation and amortisation	-	-	-	-	29,011,603

23 TRANSACTIONS / BALANCES WITH RELATED PARTIES

The Group has related party relationships with its parent company, group companies, associated companies, staff provident fund, staff gratuity fund, directors and key management personnel and entities over which the directors or key management personnel are able to exercise significant influence.

The Group in the normal course of business carries out transactions with various related parties. These transactions are executed substantially on the same terms as those prevailing at the time of comparable transactions with unrelated parties and do not involve more than a normal risk. The staff loans are in accordance with the terms of the Company's HR policy.

	(Un-audited)	
	For the quarter ended	
	September 30, 2024	September 30, 2023
	-----Rupees-----	
23.1 Transactions with related parties during the period are given below:		
ORIX Corporation, Japan - Parent Company - 49.58% Holding		
Dividend paid - net of tax	-	160,876,952
Reimbursement of cost	-	277,200
Yanal Finance Company - Associate - 2.5% ownership		
Reimbursement of cost	573,877	2,833,996
OLP Financial Services Pakistan Limited - Employees Provident Fund		
Contribution made	8,187,088	7,773,710
OLP Modaraba - Staff Provident Fund		
Contribution made	1,812,367	1,486,600
OLP Financial Services Pakistan Limited - Staff Gratuity Fund		
Contribution made	5,075,451	3,639,332
OLP Modaraba - Staff Gratuity Fund		
Contribution made	1,511,336	1,238,338
Reimbursement from OLP Modaraba - Staff Gratuity Fund	699,451	122,712
Donation paid - Common Directorship		
The Layton Rahmatullah Benevolent Trust	-	2,000,000
The Patients' Behbud Society for AKU	-	1,000,000
Other related party transactions during the period		
Directors and Key Management Personnel		
Compensation of Directors and Key Management Personnel		
Directors' fees paid	4,200,000	3,000,000
Short-term employee benefits	96,530,864	94,942,601
Retirement benefits	1,931,506	2,999,295
Total compensation to directors and key management personnel	102,662,370	100,941,896
Other transactions with Key Management Personnel		
Redeemable capital issued (net off redemption)	-	11,500,000
Profit on Redeemable Capital	2,104,870	2,036,524
Staff loans disbursed	975,000	4,315,000
Principal recovered on staff loans	6,487,372	6,218,159
Interest recovered on staff loans	4,578,605	3,639,914

	(Un-audited) September 30, 2024	(Audited) June 30, 2024
	-----Rupees-----	
23.2 Balances with related parties as at period / year end		
Investment in associate - Yanal Finance Company - 2.5% ownership	1,736,271,232	1,707,416,512
Assets classified as held for sale		
- OPP (Private) Limited - 45% ownership	87,754,399	87,754,399
- SAMA Finance SAE - 23% ownership	-	-
Certificates of deposit held by key management personnel	2,001,172	2,001,172
Accrued profit on certificates of deposit held by key management personnel	357,093	249,907
Outstanding loans to key management personnel	43,025,907	50,691,455
Accrued interest on loans to key management personnel	77,211	105,032
Outstanding redeemable capital to key management personnel	42,250,000	42,250,000
Profit payable on redeemable capital to key management personnel	6,994,433	7,985,000
Receivable from Yanal Finance Company	1,820,349	2,871,582
Receivable from ORIX Corporation, Japan	1,892,895	1,892,895

24 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates. Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of investments classified as "at fair value through profit or loss" and "at fair value through other comprehensive income" are based on active market. The investment in associate is accounted for using the equity method while the subsidiaries have been kept at cost.

Fair values of net investments in finance lease, long term loans and finances, long term deposits and other assets, other liabilities, long term certificates of deposit and other accounts are approximate to their carrying value. The provision for impairment of finance lease and long term loans and finances has been calculated in accordance with the Group's accounting policy.

In the opinion of management, fair values of the remaining financial assets and liabilities are not significantly different from their carrying values since these assets and liabilities are short term in nature or are periodically repriced.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Group to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

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

September 30, 2024 (Un-audited)			
Fair value			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
Financial assets at fair value through other comprehensive income			
Ordinary shares - unlisted	-	19,413,567	-
Ordinary shares - listed	7,863,879	-	-
Financial assets at fair value through profit or loss			
Market treasury bills	-	2,387,516,107	-
Mutual fund	-	150,720,126	-
Non-financial assets			
Fixed assets (Leasehold land and building)	-	-	-
Total	7,863,879	2,557,649,800	-
2,565,513,679			

June 30, 2024 (Audited)			
Fair value			
Level 1	Level 2	Level 3	Total
----- (Rupees) -----			
Financial assets at fair value through other comprehensive income			
Ordinary shares - unlisted	-	18,766,206	-
Ordinary shares - listed	6,220,400	-	-
Financial assets at fair value through profit or loss			
Market treasury bills	-	2,560,551,321	-
Mutual fund	-	350,918,237	-
Non-financial assets			
Fixed assets (Leasehold land and building)	-	-	-
Total	6,220,400	2,930,235,764	-
2,936,456,164			

		(Un-audited)	
		As at	
	Note	September 30, 2024	September 30, 2023
-----Rupees-----			
25 CASH AND CASH EQUIVALENTS			
Cash at bank		1,125,835,661	701,543,303
Cash in hand		2,027,720	2,078,561
		1,127,863,381	703,621,864
Short term running finance facilities	14	(1,348,119,627)	(559,124,879)
		(220,256,246)	144,496,985
		(Un-audited)	
		For the quarter ended	
		September 30, 2024	September 30, 2023
26 EARNINGS PER SHARE - BASIC AND DILUTED			
Profit for the period after taxation attributable to ordinary shareholders of the Holding Company (Rupees)		316,786,207	397,784,684
Weighted average number of ordinary shares		175,407,647	175,407,647
Earnings per share - basic and diluted (Rupees)		1.81	2.27

Diluted earnings per share has not been presented separately as the Holding Company does not have any convertible instruments in issue as at September 30, 2024 and September 30, 2023, which would have any effect on the earnings per share if the option to convert is exercised.

27 NON - ADJUSTING EVENTS AFTER THE REPORTING PERIOD

The Board of Directors in its meeting held on September 18, 2024 proposed a final cash dividend of Rs. 3 per share (2023: Rs. 2 per share) for the year ended June 30, 2024, amounting to Rs. 526,222,941 (2023: Rs. 350,815,294). This appropriation will be approved by the members of the Company at the Annual General Meeting to be held on October 25, 2024. The consolidated financial statements for the quarter ended September 30, 2024 do not include the effect of the above appropriation which will be accounted for in the consolidated financial statements of the Company for the year ending June 30, 2025.

28 DATE OF AUTHORISATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorised for issue on October 24, 2024 by the Board of Directors of the Company.

29 GENERAL

29.1 Figures reported in this unconsolidated condensed interim financial information have been rounded off to the nearest Rupee unless otherwise stated.



Chief Executive Officer



Director



Chief Financial Officer

Geographical Presence

Head Office / Registered Office

OLP Building, Plot No. 16, Sector No. 24,
Korangi Industrial Area, Karachi
Tel: 021-35144029-40
Fax: 021-35144002, 35144020, 35144090-91
UAN: 111 24 24 24
Email: olp@olpfinance.com
Website: www.olpfinance.com

COD Office - DHA

Ground Floor at 112-C/1,
Al-Murtaza Commercial Lane-III,
DHA Phase VIII, Karachi.
Tel: 021-35350560-63

KBW - Karachi

Plot # 151-A, Shop No. 9 & 10,
Datari Arcade, P.E.C.H.S, Block-2.
Tel: 021-35143752-5

Hyderabad

First Floor, State Life Building,
Thandi Sarak.
Tel: 022-2784143, 2720397
Fax: 022-2785388

Sukkur

Shop No. S-33 & 34, New City Banglows,
Shikarpur Road.
Tel: 071-5807031-32

Multan

Plot # 116, Pull Moj Darya, LMQ Road Multan.
Tel: 061- 4518431-3, 4518435-6
Fax: 061-4518436
UAN: 111 24 24 24

Rahim Yar Khan

Plot No. 26, Main Street
Businessman Colony, Rahim Yar Khan.
Tel: 068-5888565, 5887617-8
Fax: 068-5887618

Bahawalpur

Ground Floor, Near Cantonment Office Board
Ahmed Pur East Road, Bahawalpur
Tel: 062-9255382, 9255494
Fax: 062-2886273

Vehari

137, Block-D, Vehari
Tel: 067-3360351 – 3

Lahore

76-B, E-1, Main Boulevard, Gulberg III
Tel: 042-35782586-93
Fax: 042-35790488
UAN: 111 24 24 24

Thokar Niaz Baig

1st floor, 55th Avenue,
Lalazar Commercial Market, Raiwind Road,
Thokar Niaz Baig, Lahore
Tel: 042-35963581-84

Faisalabad

3rd Floor, Sitara Towers, Bilal Chowk,
Civil Lines, Faisalabad
Tel: 041-2633926, 2633811-3
Fax: 041-2633927
UAN: 111 24 24 24

Sargodha

Khan Arcade, 66 Old Civil Lines,
Katchery Road, Sargodha
Tel: 048-3729521
Fax: 048-3729522

Sahiwal

Plot No. 174/28, Ground Floor,
New Civil Lines, Katchery
Road, Sahiwal.
Tel: 040-4227613-4
Fax: 040-4227615

Jhang

Church Road, Near Government
Girls College Chowk, Jhang
Tel: 047-7650421-2
Fax: 047-7650423

Sialkot

1st Floor, Ghoolam Kadir Arcade,
Aziz Shaheed Road, Sialkot Cantt.
Tel: 052-4260616, 4260877
UAN: 111 24 24 24

Gujrat

Office No.1, First Floor, Empire Centre,
Opp. Small Industrial Estate Gate No. 1,
G.T. Road, Gujrat
Tel: 053-3726053-55

Gujranwala

76-ABC, Block - P, Trust Plaza
G.T. Road, Gujranwala.
Tel: 055-3731021-22
Fax: 055-3250599

Islamabad

Ground Floor, State Life Building No. 5,
Nazimuddin Road, Blue Area, Islamabad
Tel: 051-2822800-2, 2821706, 2821748
Fax: 051-2821917
UAN- 111 24 24 24

Rawalpindi

Ground Floor, Abdullah Tower, Plot-14 Westeria
Road,
Giga downtown Sector A, DHA, Phase- 2,
Main GT Road - Rawalpindi.
Tel: 051-5147264 - 68

Chakwal

Ground Floor, Opposite Sadar Police Station
Talagang Road Chakwal
Tel: 0543-666221, 666052-53
Fax: 0543-666054

Mirpur A.K.

1st floor, Jarral plaza, 63/F, Sector F-1,
Kotli Road, Mirpur, A.K
Tel: 05827-434368, 451219
Fax: 05827-432216

Taxila

1st Floor, Raja Business Tower,
Plot No. 1023/1028, Taxila Cantt
Main G.T Road, Taxila
Tel: 051-4254473, 4254475, 4254476

Peshawar

Ground Floor, State Life Building The Mall
Tel: 091- 5278647, 5279789, 5285541, 5285520
Fax: 091-5273389,
UAN: 111 24 24 24

Abbottabad

Yousaf Jamal Plaza, Near HBL
Mansehra Road.
Tel: 0992-343888, 343188
Fax: 0992-405856

Mingora

First Floor, Shahzad Plaza, Makan Bagh,
Saaidu Road, Mingora Swat
Tel: 0946 -722620
Fax: 0946 -722621

Kohat

Ground Floor, Saad Ullah Shah Market,
Near Kachehri Chowk, Kohat City
Tel: 0922- 512564-5

Micro Finance Division

Ferozewala

Opposite Punjab Flour Mill, Near Rachna Town,
G.T. Road Shahdara, Ferozewala District
Sheikhupura.
Tel: 042-37340711

Jallo Morre

Sooter Mill Stop, Near Karachi Hot & Spicy
Restaurant, Batapur Lahore
Tel: 042-36522931

Sharaqpur Sharif

Opposite Khushali Microfinance Bank,
Main Lahore Jaranwala Road, Sharaqpur
Sharif
Tel: 056-2590021

Morre Khunda

Opposite Rice Mill, Main Jarranwala Road,
Morre Khunda, District Nankana Sahib
Tel: 056-2442371

Manga Mandi

Main Multan Road, Madina Market, Kalma
Chowk.
Tel: 042-35383864

Bhalwal

Canal Road, Ashraf Colony, Tehsil Bhalwal,
District Sargodha
Tel: 048-6644448

Sillanwali

Chaudhary Akhter Market, 46 Adda Road,
Sillanwali, District Sargodha
Tel: 048-6532666

Shahpur

Near Boys Degree College, Sargodha Road,
Shahpur Saddar.
Tel: 048-6310424

AA+ | A1+
Long Term Short Term

Credit Rating by PACRA: March 1, 2024



OLP FINANCIAL SERVICES PAKISTAN LIMITED
OLP Building, Plot No. 16, Sector No. 24, Korangi Industrial Area,
Karachi 74900 Tel: (021) 3514 4029-40 UAN: 111 24 24 24

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