

29th April 2025

FORM-7

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi

Contact: 021-32439618; 021-35274381
Fax: 021-111-573-329

Subject: **Announcement - Financial Results for the Quarter Ended 31st March 2025**

Dear Sir

We have to inform you that Board of Directors of Arif Habib Corporation Limited (AHCL) in their meeting held on Monday, 28th April 2025 at 3:00 p.m. at Arif Habib Centre, 23 M. T. Khan Road, Karachi recommended the following:

(i) CASH DIVIDEND	NIL
(ii) BONUS SHARES	NIL
(iii) RIGHT SHARES	NIL
(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION	NIL
(v) ANY OTHER PRICE-SENSITIVE INFORMATION	NIL

The financial results for the nine months and quarter ended 31st March 2025, along with the required additional statements, are attached herewith as follows :

- Condensed Interim Consolidated Statement of Profit or Loss (**Annexure-A-1**)
- Condensed Interim Consolidated Statement of Comprehensive Income (**Annexure-A-2**)
- Condensed Interim Consolidated Statement of Financial Position (**Annexure-A-3**)
- Condensed Interim Consolidated Statement of Changes in Equity (**Annexure-A-4**)
- Condensed Interim Consolidated Statement of Cash Flows (**Annexure-A-5**)
- Condensed Interim Unconsolidated Statement of Profit or Loss and Other Comprehensive Income (**Annexure-B-1**)
- Condensed Interim Unconsolidated Statement of Financial Position (**Annexure-B-2**)
- Condensed Interim Unconsolidated Statement of Changes in Equity (**Annexure-B-3**)
- Condensed Interim Unconsolidated Statement of Cash Flows (**Annexure-B-4**)
- Directors' Review Report (**Annexure-C**)

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Arif Habib Corporation Limited

Registered & Corporate Office: Arif Habib Centre, 23, M.T. Khan Road, Karachi - 74000

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The Quarterly Report of the Company for the nine months and quarter ended 31st March 2025 will be transmitted through PUCARS separately, within the specified time.

Yours' faithfully



Manzoor Raza
Company Secretary



ARIF HABIB CORPORATION LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT OR LOSS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2025

	Nine months period ended		Three months period ended	
	31 March 2025	31 March 2024 (Restated) (Rupees)	31 March 2025	31 March 2024 (Restated) (Rupees)
Revenue	6,195,226,431	6,836,598,441	1,480,902,729	1,658,581,879
Gain / (loss) on remeasurement of investments - net	1,671,490,650	410,525,773	(426,545,016)	(1,185,705,361)
Gain on sale of investments - net	1,286,924,936	462,830,212	418,334,449	463,749,779
Net change in fair value of investment properties	(18,936,679)	(100,000)	(6,500,000)	-
	<u>9,134,705,338</u>	<u>7,709,854,426</u>	<u>1,466,192,162</u>	<u>936,626,297</u>
Cost of energy sales	(1,395,218,473)	(1,379,477,429)	(429,089,667)	(416,703,142)
Administrative expenses	(1,660,568,258)	(965,226,948)	(361,275,750)	(312,076,802)
Other income	74,539,460	17,856,787	22,226,810	6,273,701
Finance cost	(1,158,006,672)	(1,428,301,928)	(288,058,077)	(419,715,404)
Other charges	(55,340,811)	(3,996,343)	(4,061,156)	1,655,470
	<u>4,940,110,584</u>	<u>3,950,708,565</u>	<u>405,934,322</u>	<u>(203,939,880)</u>
Share of profit of equity-accounted associates investees - net of tax	<u>5,478,752,084</u>	<u>3,974,915,279</u>	<u>1,573,133,895</u>	<u>1,300,607,170</u>
Profit before levies and income tax	<u>10,418,862,668</u>	<u>7,925,623,844</u>	<u>1,979,068,217</u>	<u>1,096,667,290</u>
Levies - Final tax	(111,997,646)	(27,623,307)	(43,594,303)	(27,623,307)
Profit before income tax	<u>10,306,865,022</u>	<u>7,898,000,537</u>	<u>1,935,473,914</u>	<u>1,069,043,983</u>
Income tax expense	(2,370,136,960)	(1,273,115,030)	(321,477,742)	(193,136,843)
Profit for the period	<u>7,936,728,062</u>	<u>6,624,885,507</u>	<u>1,613,996,172</u>	<u>875,907,140</u>
Profit attributable to:				
Equity holders of the Parent Company	7,493,335,235	6,187,193,708	1,507,048,086	755,986,724
Non-controlling interests	443,392,827	437,691,799	106,948,086	119,920,416
	<u>7,936,728,062</u>	<u>6,624,885,507</u>	<u>1,613,996,172</u>	<u>875,907,140</u>
Earnings per share - basic & diluted	<u>1.78</u>	<u>1.47</u>	<u>0.36</u>	<u>0.18</u>

ARIF HABIB CORPORATION LIMITED
CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2025

	Nine months period ended		Three months period ended	
	31 March 2025	31 March 2024 (Restated)	31 March 2025	31 March 2024 (Restated)
	(Rupees)		(Rupees)	
Profit for the period	7,936,728,062	6,624,885,507	1,613,996,172	875,907,140
Other comprehensive income				
<i>Items that will not be reclassified subsequently to consolidated statement of profit or loss</i>				
Share of other comprehensive income of equity-accounted associates - net of tax	(9,327,571)	(14,965,188)	115,141	(139,748)
Other comprehensive loss for the period - net of tax	(9,327,571)	(14,965,188)	115,141	(139,748)
Total comprehensive income for the period	<u>7,927,400,491</u>	<u>6,609,920,319</u>	<u>1,614,111,313</u>	<u>875,767,392</u>
Total comprehensive income attributable to:				
Equity holders of the Parent Company	7,484,007,664	6,172,228,520	1,507,163,227	755,846,976
Non-controlling interests	<u>443,392,827</u>	<u>437,691,799</u>	<u>106,948,086</u>	<u>119,920,416</u>
	<u>7,927,400,491</u>	<u>6,609,920,319</u>	<u>1,614,111,313</u>	<u>875,767,392</u>

ARIF HABIB CORPORATION LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2025

	(Unaudited) 31 March 2025	(Audited) 30 June 2024
	(Rupees)	
ASSETS		
NON-CURRENT ASSETS		
Property, plant and equipment	15,890,826,268	16,862,656,879
Intangible assets	708,759	978,594
Goodwill	910,206,117	910,206,117
Trading right entitlement certificate, membership cards and offices	5,600,000	5,600,000
Investment properties	1,775,920,000	207,900,000
Equity accounted investees	31,317,013,164	19,528,823,031
Other long term investments	8,170,823,561	4,832,776,004
Long term loan to related party	-	49,670,165
Long term deposits and other receivables	32,897,451	56,374,711
	<u>58,103,995,320</u>	<u>42,454,985,501</u>
CURRENT ASSETS		
Trade debts	5,574,668,287	5,766,986,879
Loans and advances	1,174,259,958	4,088,604,166
Deposits and prepayments	496,363,187	304,237,366
Receivable under margin trading system	3,728,236	12,631,269
Receivable against trading of securities - net	82,461,681	-
Accrued mark-up and other receivables	1,639,447,870	1,233,332,362
Short term investments	3,010,863,263	7,344,894,001
Cash and bank balances	4,797,122,516	3,768,472,554
	<u>16,778,914,998</u>	<u>22,519,158,597</u>
TOTAL ASSETS	<u><u>74,882,910,318</u></u>	<u><u>64,974,144,098</u></u>

ARIF HABIB CORPORATION LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2025

	(Unaudited) 31 March 2025	(Audited) 30 June 2024
	(Rupees)	
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorised share capital	10,000,000,000	10,000,000,000
Share capital		
Issued, subscribed and paid-up share capital	4,216,967,470	4,083,750,000
Shares to be issued under scheme of arrangement	-	133,217,470
	4,216,967,470	4,216,967,470
Capital reserve		
Surplus on revaluation	7,835,000	7,835,000
Revenue reserves		
General reserve	4,019,567,665	4,019,567,665
Unappropriated profit	39,286,901,222	34,805,458,414
Equity attributable to owners of the Parent Company	47,531,271,357	43,049,828,549
Non-controlling interest	2,493,477,141	2,364,303,954
TOTAL EQUITY	50,024,748,498	45,414,132,503
NON-CURRENT LIABILITIES		
Long term loans - secured	4,132,618,601	5,449,490,891
Contributions from Musharaka participants	522,537,950	-
Land lease liability	35,016,003	11,868,514
Lease liability against right-of-use assets	31,507,012	84,203,968
Staff retirement benefits	49,728,266	46,016,466
Deferred taxation - net	5,507,897,985	4,095,822,090
	10,279,305,817	9,687,401,929
CURRENT LIABILITIES		
Trade and other payables	5,095,652,052	3,717,948,719
Accrued mark-up	313,118,929	264,357,754
Sales tax payable	47,686,822	208,926,360
Short term borrowings	4,043,582,584	1,165,647,311
Loan from sponsor	975,000,000	800,000,000
Current portion of long term loans - secured	2,806,000,000	2,788,000,000
Current portion of lease liability against right-of-use assets	39,357,453	51,881,487
Current portion of land lease liability	9,280,000	1,360,000
Payable against purchase of investment - net	-	198,721,206
Taxation - net	1,197,525,888	631,925,278
Unclaimed dividend	51,652,275	43,841,551
	14,578,856,003	9,872,609,666
TOTAL LIABILITIES	24,858,161,820	19,560,011,595
Contingencies and commitments		
TOTAL EQUITY AND LIABILITIES	74,882,910,318	64,974,144,098

	Equity attributable to owners of the Parent						Non-controlling interests	Total equity
	Issued, subscribed and paid up share capital	Shares to be issued under scheme of arrangement	Capital reserve	Revenue reserves		Total		
			Surplus on revaluation	General reserve	Unappropriated profit			
	(Rupees)							
Balance as at 1 July 2023	4,083,750,000	-	7,835,000	4,019,567,665	26,004,636,795	34,115,789,460	3,070,755,570	37,186,545,030
Transactions with owners of the Company recorded directly in equity								
Effect of scheme of arrangement - note 1.1.1	-	133,217,470	-	-	995,762,895	1,128,980,365	(1,128,980,365)	-
Total comprehensive income for the nine months period 31 March 2024								
Profit for the period (restated)	-	-	-	-	6,187,193,708	6,187,193,708	437,691,799	6,624,885,507
Other comprehensive loss (restated)	-	-	-	-	(14,965,188)	(14,965,188)	-	(14,965,188)
	-	-	-	-	6,172,228,520	6,172,228,520	437,691,799	6,609,920,319
Distribution by subsidiaries	-	-	-	-	-	-	(157,612,430)	(157,612,430)
Balance as at 31 March 2024 (restated)	4,083,750,000	133,217,470	7,835,000	4,019,567,665	33,172,628,210	41,416,998,345	2,221,854,574	43,638,852,919
Total comprehensive income for the three months period ended 30 June 2024								
Profit for the period (restated)	-	-	-	-	1,632,988,987	1,632,988,987	255,833,115	1,888,822,102
Other comprehensive loss (restated)	-	-	-	-	(158,783)	(158,783)	-	(158,783)
	-	-	-	-	1,632,830,204	1,632,830,204	255,833,115	1,888,663,319
Distribution by subsidiaries	-	-	-	-	-	-	(113,383,735)	(113,383,735)
Balance as at 30 June 2024	4,083,750,000	133,217,470	7,835,000	4,019,567,665	34,805,458,414	43,049,828,549	2,364,303,954	45,414,132,503
Total comprehensive income for the nine months period 31 March 2025								
Profit for the period	-	-	-	-	7,493,335,235	7,493,335,235	443,392,827	7,936,728,062
Other comprehensive income	-	-	-	-	(9,327,571)	(9,327,571)	-	(9,327,571)
	-	-	-	-	7,484,007,664	7,484,007,664	443,392,827	7,927,400,491
Transactions with owners of the Company recorded directly in equity								
Final cash dividend at the rate of Rs. 7 per share for the year ended 30 June 2024	-	-	-	-	(2,951,877,229)	(2,951,877,229)	-	(2,951,877,229)
Distribution by subsidiaries	-	-	-	-	-	-	(303,567,580)	(303,567,580)
Acquisition of equity interest in subsidiary without change in control - net					(50,687,627)	(50,687,627)	(10,652,060)	(61,339,687)
Shares issued under scheme of arrangement	133,217,470	(133,217,470)	-	-	-	-	-	-
Balance as at 31 March 2025	4,216,967,470	-	7,835,000	4,019,567,665	39,286,901,222	47,531,271,357	2,493,477,141	50,024,748,499



ARIF HABIB CORPORATION LIMITED

CONDENSED INTERIM CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2025

	Nine months period ended	
	31 March 2025	31 March 2024
	(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash generated from operations	7,556,331,680	7,426,016,749
Income taxes paid	(504,458,101)	(358,548,824)
Finance cost paid	(1,018,219,974)	(1,234,962,207)
Mark-up received	530,463,686	810,123,701
Dividend received	234,357,620	646,639,519
Gratuity paid	(969,501)	(2,897,657)
Net cash generated from operating activities	6,797,505,410	7,286,371,281
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred	(9,215,530)	(5,803,419)
Acquisition of long term investments	(274,769,001)	(11,379,389)
Acquisition of investment properties	(1,715,020,000)	(689,870,415)
Acquisition of equity interest in subsidiary (AHL) - net	(61,339,687)	-
Acquisition of equity accounted investees	(4,507,198,513)	-
Proceeds from sale of equity accounted investees	284,116,507	-
Proceeds from sale of property, plant and equipment	155,157	258,779
Proceeds from sale of investment property	128,063,321	-
Long term deposit and other receivables recovered / (paid)	23,477,260	(638,548)
Dividend from equity accounted investee	1,493,199,031	558,250,361
Net cash used in investing activities	(4,638,531,454)	(149,182,631)
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from sponsor loan	5,089,000,000	-
Repayment of sponsor loan	(4,914,000,000)	-
Contributions received from Musharaka participants	522,537,950	-
Short term loans obtained	6,300,000,000	-
Short term loans repaid	(6,300,000,000)	-
Repayment of long term loan	(1,395,750,000)	(1,474,500,000)
Lease rentals paid	(54,602,408)	(39,533,738)
Dividend paid	(2,951,877,229)	-
Distribution by subsidiary to non-controlling interest	(303,567,580)	(157,612,430)
Net cash used in financing activities	(4,008,259,267)	(1,671,646,168)
Net change in cash and cash equivalents	(1,849,285,311)	5,465,542,482
Cash and cash equivalents at beginning of the period	2,602,825,243	(2,287,798,647)
Cash and cash equivalents at end of the period	753,539,932	3,177,743,835

ARIF HABIB CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS
AND OTHER COMPREHENSIVE INCOME (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2025

	Nine months period ended		Three months period ended	
	31 March 2025	31 March 2024 (Restated)	31 March 2025	31 March 2024 (Restated)
	(Rupees)			
Dividend income	3,447,863,502	2,103,665,427	108,200,595	102,350,625
Other revenue	102,287,222	92,443,181	34,544,846	31,879,708
Gross revenue	3,550,150,724	2,196,108,608	142,745,441	134,230,333
Gain on sale of securities - net	614,208,632	279,478,937	136,451,915	159,256,710
Administrative expenses	(193,113,578)	(121,730,658)	(100,628,677)	(37,199,846)
Net finance cost	(403,291,458)	(208,322,775)	(78,471,017)	(78,089,580)
	3,567,954,320	2,145,534,113	100,097,662	178,197,618
Gain on remeasurement of investments - net	18,406,772,560	3,552,952,696	3,619,086,761	331,861,369
Net change in fair value of investment properties	(18,936,679)	-	(6,500,000)	-
	21,955,790,201	5,698,486,809	3,712,684,423	510,058,987
Other income	8,384	-	-	-
Other charges	(7,860,457)	(3,628,941)	(3,285,250)	(1,421,041)
Profit before levies and income tax	21,947,938,128	5,694,857,868	3,709,399,173	508,637,946
Levies - Final Tax	(1,800,062)	(2,831,850)	-	(94,500)
Profit before income tax	21,946,138,066	5,692,026,018	3,709,399,173	508,543,446
Income tax expense	(3,695,048,472)	(671,783,882)	(615,394,800)	(7,255,118)
Profit for the period	18,251,089,594	5,020,242,136	3,094,004,373	501,288,328
Other comprehensive income	-	-	-	-
Total comprehensive income for the period	18,251,089,594	5,020,242,136	3,094,004,373	501,288,328
Earnings per share - basic and diluted	4.33	1.19	0.73	0.12

ARIF HABIB CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 MARCH 2025

	(Unaudited) 31 March 2025	(Audited) 30 June 2024
	----- (Rupees) -----	
ASSETS		
NON-CURRENT ASSETS		
Property and equipments	37,608,144	49,532,593
Intangible assets	-	141,875
Investment properties	1,732,020,000	169,000,000
Long term investments	54,364,140,196	26,363,022,014
Long term loan to related party	-	49,670,165
Long term deposits and other receivable	6,777,078	5,880,378
	<u>56,140,545,418</u>	<u>26,637,247,025</u>
CURRENT ASSETS		
Loans and advances	1,168,175,093	4,088,591,568
Mark-up receivable	57,138,578	77,280,288
Prepayments and other receivables	771,821,560	660,748,917
Short term investments	2,340,992,756	6,794,188,359
Cash and bank balances	94,363,593	45,975,441
	<u>4,432,491,580</u>	<u>11,666,784,573</u>
TOTAL ASSETS	<u><u>60,573,036,998</u></u>	<u><u>38,304,031,598</u></u>
EQUITY AND LIABILITIES		
SHARE CAPITAL AND RESERVES		
Authorised share capital	<u>10,000,000,000</u>	<u>10,000,000,000</u>
Share capital		
Issued, subscribed and paid up share capital	4,216,967,470	4,083,750,000
Shares to be issued under scheme of arrangement	-	133,217,470
	<u>4,216,967,470</u>	<u>4,216,967,470</u>
Revenue reserves		
General reserve	4,000,000,000	4,000,000,000
Unappropriated profit	41,151,683,681	25,852,471,316
TOTAL EQUITY	<u>49,368,651,151</u>	<u>34,069,438,786</u>
LIABILITIES		
NON-CURRENT LIABILITIES		
Deferred taxation - net	4,302,222,010	1,317,575,057
Contributions from Musharaka participants	522,537,950	-
Lease liability against right of use assets	4,952,735	17,904,171
	<u>4,829,712,695</u>	<u>1,335,479,228</u>
CURRENT LIABILITIES		
Short term borrowings	3,965,768,967	501,329,430
Loan from sponsor	975,000,000	800,000,000
Other payables	390,718,702	970,937,063
Current portion of lease liability	16,544,508	12,823,623
Taxation - net	998,240,529	591,841,742
Unclaimed dividend	28,400,446	22,181,726
	<u>6,374,673,152</u>	<u>2,899,113,584</u>
TOTAL LIABILITIES	<u>11,204,385,847</u>	<u>4,234,592,812</u>
Contingencies and commitments		
TOTAL EQUITY AND LIABILITIES	<u><u>60,573,036,998</u></u>	<u><u>38,304,031,598</u></u>

ARIF HABIB CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2025

	Issued, subscribed and paid up share capital	Shares to be issued under scheme of arrangement	Reserves		Sub total	Total
			General reserve	Unappropriated profit		
			(Rupees)			
Balance as at 1 July 2023	4,083,750,000	-	4,000,000,000	12,385,423,995	16,385,423,995	20,469,173,995
Total comprehensive income for the nine months period ended 31 March 2024						
Profit for the period (Restated)	-	-	-	5,020,242,136	5,020,242,136	5,020,242,136
Other comprehensive income for the period	-	-	-	-	-	-
Transactions with owners of the Company recorded directly in equity - distributions	-	-	-	5,020,242,136	5,020,242,136	5,020,242,136
Effect of scheme of arrangement / merger - note 1.3.1	-	133,217,470	-	4,036,449,816	4,036,449,816	4,169,667,286
Balance as at 31 March 2024 (Restated)	4,083,750,000	133,217,470	4,000,000,000	21,442,115,947	25,442,115,947	29,659,083,417
Total comprehensive income for the three months period ended 30 June 2024						
Profit for the period (Restated)	-	-	-	4,410,355,369	4,410,355,369	4,410,355,369
Other comprehensive income for the period	-	-	-	-	-	-
Balance as at 30 June 2024	4,083,750,000	133,217,470	4,000,000,000	4,410,355,369	4,410,355,369	4,410,355,369
Total comprehensive income for the nine months period ended 31 March 2025						
Profit for the period	-	-	-	18,251,089,594	18,251,089,594	18,251,089,594
Other comprehensive income for the period	-	-	-	-	-	-
Transactions with owners of the Company recorded directly in equity - distributions	-	-	-	18,251,089,594	18,251,089,594	18,251,089,594
Final cash dividend at the rate of Rs. 7 per share for the year ended 30 June 2024	-	-	-	(2,951,877,229)	(2,951,877,229)	(2,951,877,229)
Shares issued under scheme of arrangement	133,217,470	(133,217,470)	-	-	-	-
Balance as at 31 March 2025	4,216,967,470	-	4,000,000,000	41,151,683,681	45,151,683,681	49,368,651,151

ARIF HABIB CORPORATION LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED 31 MARCH 2025

	Nine months period ended	
	31 March 2025	31 March 2024 (Restated)
	------(Rupees)-----	
CASH FLOWS FROM OPERATING ACTIVITIES		
Net cash generated from / (used in) operations	2,340,915,070	(1,864,282,387)
Income tax paid	(305,802,794)	(221,469,244)
Finance cost paid	(606,254,870)	(572,789,913)
Mark-up received	145,580,815	412,720,880
Net cash generated from / (used in) operating activities	1,574,438,221	(2,245,820,664)
CASH FLOWS FROM INVESTING ACTIVITIES		
Capital expenditure incurred - net	(1,935,712)	(1,455,574)
Acquisition of long term investments	(4,905,475,347)	(11,379,390)
Proceeds from disposal of long term investments	431,634,136	-
Acquisition of investment properties	(1,710,020,000)	(697,370,415)
Proceeds from disposal of investment properties	128,063,321	-
Dividends received	3,339,662,906	2,103,665,427
Long term deposits (paid) / recovered	(896,700)	-
Net cash (used in) / generated from investing activities	(2,718,967,397)	1,393,460,048
CASH FLOWS FROM FINANCING ACTIVITIES		
Lease rental paid	(17,191,314)	(15,125,340)
Short term loans obtained	6,300,000,000	-
Short term loans repaid	(6,300,000,000)	-
Proceeds from sponsor loan	3,839,000,000	-
Repayment of sponsor loan	(3,664,000,000)	-
Contributions received from Musharaka participants	522,537,950	-
Dividend paid	(2,951,877,229)	-
Net cash used in financing activities	(2,271,530,593)	(15,125,340)
Net decrease in cash and cash equivalents	(3,416,059,769)	(867,485,956)
Cash and cash equivalents at beginning of the period	(455,353,989)	(2,273,932,057)
Effect of exchange rate fluctuations on cash held	8,384	(339,441)
Cash and cash equivalents at end of the period	(3,871,405,374)	(3,141,757,454)

Directors' Review Report

Arif Habib Corporation Limited – Period Ended March 31, 2025

Dear Fellow Shareholders,

The Board of Directors of Arif Habib Corporation Limited (AHCL) is pleased to present the Directors' Review Report along with the condensed interim consolidated and unconsolidated financial statements for the nine-month and quarter ended March 31, 2025.

THE ECONOMY

The first nine months of FY 2025 reflected continued macroeconomic stabilization, supported by policy continuity and sustained external backing. Pakistan reached a Staff-Level Agreement with the International Monetary Fund (IMF) under the USD 7 billion Extended Fund Facility (EFF), paving the way for a potential disbursement of USD 1.0 billion. Additionally, a new 28-month arrangement of USD 1.3 billion was finalized under the Resilience and Sustainability Facility (RSF).

Macroeconomic indicators showed encouraging trends. Foreign exchange reserves stood at USD 10.7 billion as of March 2025, underpinned by record remittances of USD 28.0 billion during the nine-month period. Inflation saw a substantial decline, averaging just 1.57% in 1QCY25 compared to 24.03% in the corresponding period last year. The State Bank of Pakistan reduced the policy rate to 12%, reflecting improved economic sentiment. The Pakistani Rupee remained largely stable, closing at PKR 280.16 against the US Dollar.

While these indicators signal progress,—including US tariff measures—may impact world trade and pose challenges for Pakistan's exports. However, the decline in international oil prices offers some external relief. Domestically, the government has expressed intent to provide selective tax relief by rationalizing expenditure, advancing privatization efforts, and encouraging market-based pricing for petroleum and agricultural produce. Additionally, export promotion has been identified as a key policy focus to support long-term growth.

Sustaining economic momentum will require continued structural reforms, prudent fiscal management, and the promotion of investment-led growth.

SHARE SUBDIVISION AND CAPITAL RESTRUCTURING

To enhance market liquidity, improve investor accessibility, and align the share price with broader market participation, the shareholders approved a share subdivision on March 19, 2025. As a result, the face value of each ordinary share was reduced from PKR 10 to PKR 1. Accordingly, the number of issued shares increased from 421,696,747 to 4,216,967,470 ordinary shares without impacting the Company's total paid-up capital or shareholders' rights.

In line with IAS 33 – Earnings Per Share, EPS for all periods presented has been retrospectively adjusted to reflect the effect of the share subdivision as if it had occurred at the beginning of the earliest period presented.

FINANCIAL RESULTS

During the nine-month period ended March 31, 2025, Arif Habib Corporation Limited delivered a strong financial performance. On a consolidated basis, profit after tax attributable to equity holders stood at PKR 7,493 million, compared to PKR 6,187 million (restated) in the corresponding period last year. Earnings per share (EPS) on a consolidated basis increased to PKR 1.78, up from PKR 1.47 (restated), primarily driven by improved performance of group companies such as Arif Habib Limited, Power Cement, and Javedan Corporation. While Sachal Energy and Fatima Fertilizer remained key contributors, their profitability was slightly lower compared to the corresponding quarter.

On an unconsolidated basis, the Company posted a profit after tax of PKR 18,251 million, significantly higher than PKR 5,020 million in the prior period, resulting in an EPS of PKR 4.33 compared to PKR 1.19 (restated). This strong performance was primarily attributable to higher dividend income, capital gains, and favorable remeasurement gains on investments.

PERFORMANCE OF SUBSIDIARIES AND ASSOCIATES

Group companies demonstrated a mixed performance during the nine-month period ended March 31, 2025. Arif Habib Limited reported a profit after tax of PKR 755.87 million, compared to PKR 441.24 million in the same period last year, translating into an EPS of PKR 11.57 (9MFY24: PKR 6.75), supported by improved market activity across brokerage and advisory segments. Javedan Corporation Limited continued to deliver strong results, with profit increasing to PKR 1,786.83 million from PKR 1,124.71 million, driven by robust demand in the real estate sector and sustained project execution.

Power Cement Limited recorded a notable turnaround, posting a profit after tax of PKR 347.93 million compared to a loss of PKR 1,186.91 million in the same period last year. This recovery was underpinned by improved operational efficiencies and a significant reduction in finance costs. Sachal Energy remained a stable contributor with profit after tax of PKR 1,789.44 million, although slightly lower than PKR 2,237.12 million in the corresponding period.

Fatima Fertilizer maintained robust profitability, recording a profit after tax of PKR 31,185.94 million (9MFY24: PKR 26,167.98 million). Fatima Fertilizer has pursued a strategy of diversification, leading to improved ‘other income’. Notably, its 33.33% stake in National Resources (Private) Limited, which recently announced signs of initial copper-gold discovery in Chagai, Balochistan, marks a significant step toward domestic mineral sector development.

SafeMix Concrete Limited remained profitable with PKR 52.92million in earnings, though lower than the PKR 86.28 million earned in the same period last year, reflecting subdued construction activity. Conversely, Aisha Steel Mills Limited faced a challenging operating environment, with its financial performance adversely affected by price compression and sluggish demand in the flat steel segment during the period under review.

FUTURE OUTLOOK

With declining inflation, easing interest rates, and improving macroeconomic stability, the business climate is expected to remain favorable. Continued IMF support, strong remittances, and fiscal consolidation are likely to support the recovery.

AHCL is well-positioned to capitalize on these developments, with expected sustained performance from the fertilizer and brokerage sectors, resilience in real estate and power, and improving outlooks in cement and steel. The Company remains strategically focused on efficiency, growth, and value creation, reinforcing our confidence in delivering consistent performance going forward.

ACKNOWLEDGEMENT

The Directors are grateful to the Company's stakeholders for their continuing confidence and patronage. We wish to place on record our appreciation and thanks for the faith and trust reposed by our Business Partners, Bankers & Financial Institutions. We thank the Ministry of Finance, the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan, the Competition Commission of Pakistan, Central Depository Company of Pakistan and the Management of Pakistan Stock Exchange for their continued support and guidance which has gone a long way in giving present shape to the Company. We acknowledge the hard work put in by employees of the Company during the period. We also appreciate the valuable contribution and active role of the members.

For and on behalf of the Board

Mr. Arif Habib
Chief Executive

Mr. Asadullah Khawaja
Chairman

Karachi: April 28, 2025