Arif Habib Corp

together we are stronger

annual report 2025

Arif Habib Group

Since its inception, the Arif Habib Group has been at the forefront of innovation, turning bold ideas into tangible realities. We've played a pivotal role in Pakistan's growth story, investing in sectors that drive national development and uplift communities across the country.

Our entrepreneurial spirit and passion for positive change have fueled our expansion into diverse industries, including financial services, fertilizers, cement, steel, renewable energy, and real estate development. By leveraging our expertise and forging strategic partnerships, we've consistently delivered value to our stakeholders and contributed significantly to Pakistan's economy.

Quality and excellence are the cornerstones of our business model. We're committed to setting new standards and pushing the boundaries of what's possible. With unwavering faith in Pakistan's potential, we're dedicated to harnessing innovation and transforming challenges into opportunities for growth and prosperity.

Arif Habib Corporation Limited

Arif Habib Corporation Limited (AHCL) is the cornerstone of the Arif Habib Group, a legacy built on the entrepreneurial vision of Mr. Arif Habib. Incorporated as a public limited company in 1994, AHCL has consistently delivered value to its shareholders and stakeholders.

Since its IPO, the comapny has demonstrated a strong commitment to its shareholders, distributing a total of PKR 19 billion as dividends (inculding specie dividends). More over, AHCL conducted two buybacks of its share having face value of PKR.10; first in 2005-06 amounting to PKR 720 million at prices of PKR 360 per share, and second in 2019-20 amounting to PKR 1.225 billion at prices of PKR 27 per share.
As at June 30 2025, AHCL has strong equity base of PKR 55 billion built through retained earnings. This remarkable journey has translated into a compounded annualized return of 30.8% for the intial investors who participated in the IPO back in 2001.

The Arif Habib brand is synonymous with integrity, excellence, and a relentless focus on stakeholder value. Our commitment to best practices and ethical conduct has earned us the trust and respect of our clients, partners, and employees. As we continue to evolve, we remain dedicated to upholding the high standards that have defined our success.

Arif Habib Group's Journey

2025
Sub-division of AHCL Shares

2024
Amalgamation of AHL's investment portfolio into AHCL

2023
Divestment of MCBAH Savings and Investments Limited

2022
First Developmental REIT Listed on PSX, Globe Residency REIT (GRR)

2021
Launch of Silk Islamic Development REIT, Pakistan's first developmental REIT

1994
Establishment of Arif Habib Corporation (Previous name Arif Habib Securities)

2001
Establishment of Asset Management Company, Arif Habib Investments

2004
Establishment of Arif Habib Limited by separating brokerage business from Arif Habib Corporation

2004
Acquired Rupali Bank, renamed Arif Habib Rupali Bank and then Arif Habib Bank; finally sold off

Acquisition of Sukh Chayn Gardens and Thatta Cement

2005
Acquisition of Pakarab Fertilizers

2020
Achieved COD of Power Cement's expansion

2019
Achieved COD of Aisha Steel's expansion

2017
Incorporation of Black Gold Power Limited for 660MW Coal Power Project

Achievement of Financial Close for expansion of Aisha Steel and Power Cement (USD 300m)

2015
Launch of Dolmen City REIT,

South Asia's first listed REIT

Acquisition of Fatimafert Ltd (formerly DH Fertilizers)

2012
Establishment of Arif Habib Commodities

2011
Acquisition of Sachal Energy (to set up Wind Power)

Merger of Arif Habib Investments and MCB asset management

Launch of Naya Nazimabad

2009
Establishment of REIT Management Company

Divestment of Arif Habib Bank (now Bank Makramah) and Thatta Cement

2008
Acquired stake in ICPL (Dolmen City)

2007
Became a joint venture partner in Aisha Steel Mills Limited

2006
Acquisition of Javedan Cement

Invested in Power Cement

2005
Invested in Fatima Fertilizer, which was established as a JV green field project

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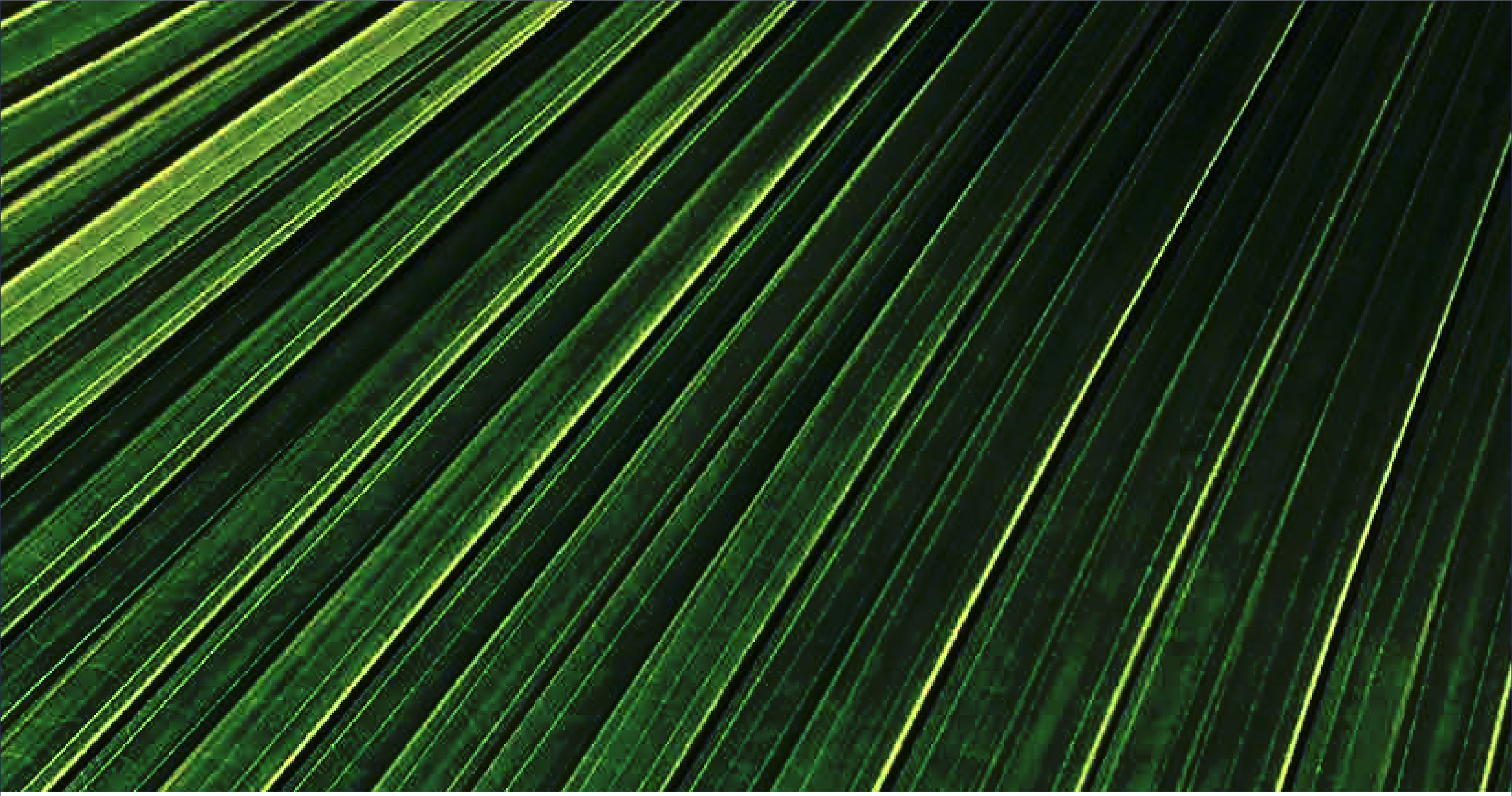


Forward Looking Statements

Statements in this report that are not historical facts are futuristic plans based on the current beliefs, estimates and expectations of management and includes risks and uncertainties coupled with variations in economic or market conditions, amendments in laws, regulations and policies.

Our Vision

To be Pakistan's leading Investment Company, which delivers both competitive financial returns, together with having a positive impact on the country's economy and its people through responsible investing.

Our Mission

Our mission is to excel in conceiving, developing and executing innovative projects across business sectors, with the aim of maximising returns for stakeholders, while playing a significant role in developing Pakistan's economy and its integration into the world markets.

Corporate Strategy

Our Corporate Strategy aims at creating value for all stakeholders by maintaining and improving our competitive position in the market.

This is achieved by continuously evaluating and acting in the best interests of our stakeholders in response to the changing market conditions, both domestically and internationally. Towards this end, we optimise our financial and human capital while seeking partnerships with other business houses having strong management teams to create and expand viable business enterprises.

Objectives

- Maintain Industry Leadership
- Create new businesses to augment profitability for sustained economic growth
- Maintain operational efficiency and to achieve synergies within our resources

Values

AHCL is values-driven, and this principle continues to direct the business and the growth of the Arif Habib Group companies. The core values which reinforce the way we do business are:

Excellence

We constantly strive to achieve the highest possible standards in our day-to-day work and in the quality of the goods and services we provide

Integrity

We conduct our business fairly, with honesty and with transparency. Everything we do stands the test of public scrutiny

Unity

We work cohesively with our colleagues across the group and with our customers and partners around the world, building strong relationships based on tolerance, understanding and mutual cooperation

Responsibility

We continue to be responsible, as well as sensitive to the geographies, communities and the environment in which we work, always ensuring that what comes from the people goes back to the people many times over

Company Information

Board of Directors

Asadullah Khawaja
Chairman

Arif Habib
Chief Executive Officer

Khawaja Najam Ud Din Roomi
Independent Director

Zeba Bakhtiar
Independent Director

Nasim Beg
Non-Executive Director

Abdus Samad Habib
Non-Executive Director

Muhammad Ejaz
Non-Executive Director

Kashif Habib
Non-Executive Director

Audit Committee

Khawaja Najam Ud Din Roomi
Chairman

Kashif Habib
Member

Muhammad Ejaz
Member

Management

Arif Habib
Chief Executive Officer

Aamir Hafeez
Chief Financial Officer

Manzoor Raza
Company Secretary

Saher Mangi
Chief of Staff

Bankers

Allied Bank Limited
Askari Bank Limited
Bank Al Habib Limited
Bank Alfalah Limited
Bank Islami Pakistan Limited
Bank Makramah Limited
Faysal Bank Limited
Habib Bank Limited
Habib Metropolitan Bank Limited
JS Bank Limited
MCB Bank Limited
MCB Islamic Bank Limited
National Bank Of Pakistan
Sindh Bank Limited
Soneri Bank Limited
Standard Chartered Bank (Pakistan) Limited
The Bank Of Khyber
The Bank Of Punjab
United Bank Limited

Auditors

A. F. Ferguson & Co.
Chartered Accountants

Legal Advisors

Bawaney & Partners
Akhund Forbes

Registered & Corporate Office

Arif Habib Centre, 23, M.T.Khan Road
Karachi-74000
Phone: (021) 32460717-9
Fax: (021) 32429653
Email: info@arifhabibcorp.com
Company website:
www.arifhabibcorp.com
Group website:
www.arifhabib.com.pk

Registrar & Share Transfer Agent

CDC Share Registrar Services Limited
CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahrah-e-Faisal, Karachi
Phone: (021) 111-111-500
Fax: (021) 34326053
URL: www.cdcrsl.com
Email: info@cdcrsl.com

Review Report by the Chairman on the overall Performance of the Board

During the year under review, the Board of Directors (the Board) of AHCL has performed their duties diligently in upholding the best interest of the shareholders of the Company and has managed the affairs of the Company in an effective and efficient manner.

The Board has exercised its powers and has performed its duties as stated in the Companies Act, 2017, the Code of Corporate Governance ("the Code") and the Rule Book of the Pakistan Stock Exchange ("the Rule Book") where the Company is listed.

The Board during the year ended 30th June 2025 played an effective role in managing the affairs of the Company and achieving its objectives in the following manner;

- The Board has ensured that there is adequate representation of non-executive and independent directors on the Board and its committees as required under the Code and that members of the Board and its respective committees has adequate skill, experience and knowledge to manage the affairs of the Company;

- The Board has formed an Audit and Human Resource and Remuneration Committee having approved respective terms of references, and has assigned adequate resources so that the committees perform their responsibilities diligently;

- The Board has developed and put in place the rigorous mechanism for an annual evaluation of its own performance and that of its committees and individual directors. The findings of the annual evaluation are assessed and re-evaluated by the Board periodically;

- The Board has ensured that the directors are provided with orientation courses to enable them to perform their duties in an effective manner;

- The Board has ensured that the meetings of the Board and that of its committees were held with the requisite quorum, all the decision making were taken through Board resolution and that the minutes of all the meetings (including committees) are appropriately recorded and maintained;

- The Board has developed a code of conduct setting forth the professional standards and corporate values adhered through the Company and has developed significant policies for smooth functioning;

- The Board has actively participated in strategic planning process, enterprise risk management system, policy development, and financial structure, monitoring and approval;

- All the significant issues throughout the year were presented before the Board or its committees to strengthen and formalize the corporate decision making process and particularly all the related party transactions executed by the Company were approved by the Board on the recommendation of the Audit Committee;

- The Board has ensured that the adequate system of internal control is in place and its regular assessment through self-assessment mechanism and /or internal audit activities;

- The Board has prepared and approved the director's report and has ensured that the directors report is published with the quarterly and annual financial statement of the Company and the content of the directors report are in accordance with the requirement of applicable laws and regulation;

- The Board has ensured the hiring, evaluation and compensation of the Chief Executive and other key executives including Chief Financial Officer, Company Secretary, and Head of Internal Audit;

- The Board has ensured that adequate information is shared among its members in a timely manner and the Board members are kept abreast of developments between meetings; and

- The Board has exercised its powers in light of the power assigned to the Board in accordance with the relevant laws and regulation applicable on the Company and the Board has always prioritized the Compliance with all the applicable laws and regulation in terms of their conduct as directors and exercising their powers and decision making.

The evaluation of the Board's performance is assessed based on those key areas where the Board requires clarity in order to provide high level oversight, including the strategic process; key business drivers and performing milestones, the global economic environment and competitive context in which the Company operates; the risk faced by the Company's business; Board dynamics; capability and information flows. Based on the aforementioned, it can reasonably be stated that the Board of AHCL has played a key role in ensuring that the Company objectives' are achieved through a joint effort with the management team and guidance and oversight by the Board and its members.

Asadullah Khawaja
Chairman
Karachi: 22nd September 2025

Board of Directors and Key Management

Mr. Asadullah Khawaja
Chairman

Mr. Asadullah Khawaja is the Chairman of Arif Habib Corporation Limited. He started his professional career with United Bank Limited and soon switched to investment banking with Investment Corporation of Pakistan (ICP) where he served in various executive positions before taking charge as the Managing Director.

Mr. Khawaja also held the additional charge as Chief Executive of Bankers Equity Limited (BEL) and National Investment Trust Limited (NITL). His foreign assignments include five years at Pakistan Embassy in London as Investment Counsellor.

During his professional career he has served as Chairman Packages Limited, Chairman Pakistan Industrial Credit and Investment Corporation (PICIC) and also the Executive Director of Pakistan Credit Rating Agency. Mr. Khawaja has also served on the Board of Directors of prestigious institutions of domestic and international standings and the list of companies can be termed impressive. He has also served as the Chairman of the Board of PICIC Asset Management Company.

Mr. Khawaja completed his Bachelor of Arts in 1964 from Forman Christian College, Lahore.

Subsequently, he completed several local and foreign courses on banking, securities, industries management, investment analysis and portfolio management. Moreover, he has participated in various international seminars and workshops on investment-oriented issues.

Mr. Airf Habib
Chief Executive

Mr. Arif Habib is the Chairman of Arif Habib Group and Chief Executive of Arif Habib Corporation Limited, the holding company of Arif Habib Group. He is also the Chairman of Fatima Fertilizer Company Limited, Power Cement Limited, Aisha Steel Mills Limited, Javedan Corporation Limited (the owner of Naya Nazimabad), Sachal Energy Development (Pvt) Limited and Arif Habib Dolmen REIT Management Limited.

Mr. Arif Habib remained the elected President / Chairman of Pakistan Stock Exchange for six times in the past and was a Founding Member and Chairman of the Central Depository Company of Pakistan Limited. He has served as a Member of the Privatization Commission, Board of Investment, Tariff Reforms Commission and Securities & Exchange Ordinance Review Committee.

He has been a member of the Prime Minister's Economic Advisory Council (EAC) and the Think-Tank constituted by the Prime Minister on COVID-19 related economic issues. He has also remained a member of the Prime Minister's Task Force on attracting Foreign Direct Investment (FDI) and a member of Advisory Committee of Planning Commission.

Mr. Habib participates significantly in welfare activities. He remains one of the directors of Pakistan Centre for Philanthropy (PCP), Habib University Foundation, Karachi Education Initiative (KSBL), Arif Habib Foundation and Naya Nazimabad Foundation as well as trustee of Memon Health & Education Foundation (MMI).

Corporate Responsibilities

As Chairman

Power Cement Limited
Fatima Fertilizer Company Limited
Fatimafert Limited
Sachal Energy Development (Pvt) Limited
Javedan Corporation Limited
Aisha Steel Mills Limited
Arif Habib Dolmen REIT Management Limited
Arif Habib Development and Engineering Consultants (Pvt) Limited
Sapphire Bay Development Company Limited
Arif Habib Foundation
Naya Nazimabad Foundation
Black Gold Power Limited
Essa Textile and Commodities (Pvt) Limited

As Director

Arif Habib Equity (Pvt) Limited
Arif Habib Consultancy (Pvt) Limited
Fatima Cement Limited
International Builders and Developers (Pvt) Limited
NCEL Building Management Limited
Pakarab Energy Limited
Pakistan Business Council
Pakistan Engineering Company Limited
Pakistan Opportunities Limited
Pakarab Fertilizers Limited
Naya Nazimabad IT Park Limited

As Honorary Trustee/Director

Habib University Foundation
Karachi Education Initiative
Memon Health and Education Foundation
Memon Educational Board
Pakistan Centre for Philanthropy
Memon Education Monetery Fund

Mr Nasim Beg
Non-executive Director

Mr. Nasim Beg is the Chief Executive Officer of Arif Habib Consultancy (Pvt) Limited.

He qualified as a Chartered Accountant in 1970 and over the decades has had experience in manufacturing, as well as in financial services, both within and outside the country.

He joined the Group in the year 2000 to conceive and set up an Asset Management Company, namely Arif Habib Investments, which became the market leader and was converted into a joint venture with MCB in 2011 to benefit from the bank's branch network. The Group's shareholding in this company was sold to MCB in 2023. He has also been associated at top-level positions with other asset management and investment advisory companies.

Mr. Beg has also held senior level responsibilities in the automobile industry. During his tenure as the Chief Executive of Allied Precision (a subsidiary of the Allied Engineering Group), he set up a green field project for the manufacture of sophisticated indigenous components for the automotive industry under transfer of technology licenses with Japanese and European manufacturers.

His initiation into the financial services business was with the Abu Dhabi Investment Company, UAE, where he was a part of the team that set up the company in 1977. He was the founding Chairman of the Institute of Financial Markets of Pakistan, which was sponsored by the Securities & Exchange Commission of Pakistan (SECP). He has served on several committees set up by the SECP for developing the Capital Markets, including the one that authored the Voluntary Pension System. He has also held the Chairmanship of the Mutual Funds Association of Pakistan. In addition, he has also been a member of the Prime Minister's Economic Advisory Council (EAC).

Corporate Responsibilities

Arif Habib Consultancy (Pvt) Limited (Chief Executive)

As Director

Aisha Steel Mills Limited
Power Cement Limited

Ms. Zeba Bakhtiar is a renowned name all over Pakistan. She belongs to the province of Baluchistan, and is the daughter of Mr. Yahya Bakhtiar, a prominent barrister and political figure in the history of Pakistan who had played a key role in framing of the 1973 Constitution of Pakistan as the attorney general, when he served in Prime Minister's cabinet.

Ms. Zeba Bakhtiar
Independent Director

Ms. Zeba Bakhtiar studied at St. Josephs Convent Quetta, Karachi Grammar School, Kinnaird College Lahore and Baluchistan University. She began her acting career in 1988 from PTV. In 1999, she established a film production company Nirvana films and in 2004 Sagar Entertainment for television production. In 2012 she was selected in the Eisenhower Fellowship South Asia program to study possibilities of using media for social change and development. In 2017, she made a career shift to her paternal family's business of real estate development in Quetta and began her first real estate development project "Bakhtiar Mall" in the heart of Quetta city.

She is honorary President for Diya women's football club (Pioneers of women's football in Pakistan) and supports women's empowerment and career development at every opportunity. She served as President of Quetta Women's Chamber of Commerce 2020-21.

In 2021 Zeba partnered with "BETI" a social impact organization to increase outreach and service to women in the areas of empowerment and inclusion.

Khawaja Najam Ud Din Roomi
Independent Director

Khawaja Najam Ud Din Roomi currently serves as the CEO of Masood Roomi. Mr. Roomi is a distinguished alumnus of several prestigious institutions. He earned his MBA from the renowned Saïd Business School at the University of Oxford and a Bachelor of Arts degree in Economics with a minor in Global Studies from the University of California.

Since assuming the role of CEO at Masood Roomi, he has demonstrated exceptional acumen in managing the day-to-day operations, finances, marketing, and strategy of Roomi Fabrics Ltd, Masood Fabrics Ltd, Roomi Holdings, and Masood Holdings, within one of Pakistan's largest diversified textile groups.

In addition to his extensive experience in managing large-scale operations, Mr. Roomi has pioneered efforts in establishing a groundbreaking joint venture with Metro AG of Germany, navigating international business landscapes, and positioning the company for sustained growth and innovation. Furthermore, he has been pivotal in strategic investment decisions, demonstrating a keen eye for opportunities in both public and private markets across Pakistan, as well as in the rapidly expanding real estate sector of the country. He is also responsible for the establishment of 17 MW solar power projects to partly fulfill Masood-Roomi's energy demands through renewable energy, making Masood-Roomi one of the largest producers of renewable energy for private use.

Mr. Roomi is a founding member of the Jalaluddin Roomi Foundation, a charitable organization committed to uplifting marginalized communities. His initiatives have ensured access to safe drinking water and education for those in need. Beyond his professional and philanthropic endeavors, Khawaja's diverse interests in philosophy and current affairs highlight his well-rounded perspective. His proficiency in multiple languages and IT skills further enhance his contributions.

Muhammad Ejaz is the founding Chief Executive of Arif Habib Dolmen REIT Management Limited, Pakistan's pioneering REIT Management company. He has been associated with Arif Habib Group since 2008 and sits on the board of several group companies. He has spear headed several group projects when these were at a critical stage during their execution.

Mr. Muhammad Ejaz
Non-Executive Director

Prior to joining Arif Habib Group, Ejaz has served at senior positions with both local and international banks. He was the Treasurer of Emirates NBD bank in Pakistan and served Faysal Bank Pakistan as Regional Head of Corporate Banking group. He also served Saudi-Pak Bank as Head of Corporate and Investment Banking. He also had short stints at Engro Chemical and American Express bank.

Ejaz did his graduation in Computer Science from FAST, ICS and did MBA (Banking and Finance) from IBA, Karachi where he has also served as a visiting faculty member. He has also conducted programs at NIBAF–SBP and IBP. He is a Certified Director and also a Certified Financial Risk Manager.

He actively participates in the group's CSR initiatives especially those which render services in the fields of health and education with emphasis on female literacy.

Corporate Responsibilities

Arif Habib Dolmen REIT Management Limited (Chief Executive)

As Director

Javedan Corporation Limited
Arif Habib Development and Engineering Consultants (Pvt) Limited
Sachal Energy Development (Pvt) Limited
Sapphire Bay Development Company Limited

Starting his career at Arif Habib Corporation Limited, Mr. Abdus Samad Habib developed his experience in sales, marketing and corporate activities working his way up through various executive positions.

In 2004, Mr. Abdus Samad Habib joined Arif Habib Limited leading the company as its Chairman and Chief Executive.

Mr. Abdus Samad Habib
Non-executive Director

He played a key role in shaping the strategic direction of the company where he specialized in capital market operations and corporate finance. Several noteworthy Initial Public Offerings (IPOs) and successful private placements took place under his stewardship, showcasing his exceptional financial acumen and deep market insight.

Mr. Abdus Samad Habib transitioned to Javedan Corporation Limited, in 2011, as the driving force behind the transformation of a dilapidated cement plant to a vibrant living community, Naya Nazimabad. Mr. Abdus Samad Habib has been pivotal to advancing positive societal change, providing the city's middle class an elevated standard of living. His dedication, passion for social betterment and optimism are set to further transform the area with the largest commercial precinct development in the city presently under planning.

In 2019, Mr. Abdus Samad Habib took on the role of CEO at Safemix Concrete. Guided by his strategic acumen, Safemix Concrete has undergone a remarkable transformation from a lossmaking entity to a profitable enterprise.

Corporate Responsibilities

Javedan Corporation Limited (as Chief Executive)
Safemix Concrete Limited (as Chief Executive)

As Chairman

NN Maintenance Company (Pvt) Limited

As Director

Aisha Steel Mills Limited
Arif Habib Dolmen REIT Management Limited
Arif Habib Equity (Pvt) Limited
Arif Habib Foundation
Arif Habib Development and Engineering Consultants (Pvt) Limited
Black Gold Power Limited
Nooriabad Spinning Mills (Pvt) Limited
Memon Health and Education Foundation
Pakistan Opportunities Limited
Power Cement Limited
Rotocast Engineering Company (Pvt) Limited
Sapphire Bay Development Company Limited
Sukh Chayn Gardens (Pvt) Ltd
Pakarab Fertilizers Limited
Sachal Energy Development (Pvt) Limited
Naya Nazimabad IT Park Limited
Essa Textile and Commodities (Pvt) Limited

Mr. Kashif Habib is the Chief Executive of Power Cement Limited. As a member of the Institute of Chartered Accountants of Pakistan (ICAP) he completed his articleship from A.F. Ferguson & Co. (a member firm of Price Waterhouse Coopers) gaining invaluable insight across sectors, catering to clients across the Financial, Manufacturing, and Services industries.

Mr. Kashif Habib, FCA
Non-Executive Director

He began his career at Arif Habib Corporation Limited, gaining valuable experience, and has since served for over a decade as an Executive Director in the Group's cement and fertilizer companies.

This exposure not only enriched his understanding of diverse corporate dynamics but also enabled him to refine his strategic decision-making capabilities.

Kashif is deeply committed to enhancing the country's energy landscape. He remains engaged with experts to establish renewable energy as a viable and readily available solution, benefiting not only industries but also the public at large.

Corporate Responsibilities

Power Cement Limited (Chief Executive)

As Director

Aisha Steel Mills Limited
Fatima Fertilizer Company Limited
Javedan Corporation Limited
Arif Habib Equity (Pvt) Limited
Arif Habib Foundation
Arif Habib Development and Engineering Consultants (Pvt) Limited
Black Gold Power Limited
Essa Textile And Commodities (Pvt) Limited
Fatimafert Limited
Fatima Cement Limited
Fatima Packaging Limited
Nooriabad Spinning Mills (Pvt) Limited
Pakistan Opportunities Limited
Rotocast Engineering Company (Pvt) Limited
Safemix Concrete Limited
Sachal Energy Development (Pvt) Limited
BioMasdar Pakistan Limited
All Pakistan Cement Manufacturers Association
Siddiqsons Energy Limited
Pakarab Fertilizers Limited
Prime AGTech Solutions (Pvt) Limited
Naya Nazimabad IT Park Limited

Mr. Aamir Hafeez
Chief Financial Officer

Mr. Aamir Hafeez is a Chartered Accountant (ACA) from the Institute of Chartered Accountants of Pakistan (ICAP) with extensive experience in finance, accounting, taxation, auditing, and regulatory compliance.

He began his professional career with A.F. Ferguson & Co. (a member firm of PwC), where he gained valuable exposure in assurance, business advisory, and taxation across multiple industries.

Before joining Arif Habib Corporation Limited as Chief Financial Officer in July 2025, Mr. Aamir Hafeez held senior finance leadership roles at Arif Habib Dolmen REIT Management Limited and Pace (Pakistan) Limited. At Arif Habib Dolmen REIT Management Limited, Pakistan's pioneering REIT Management Company, he was responsible for managing the finance and compliance functions of multiple REIT schemes. His role included financial reporting, budgeting, treasury management, stakeholder engagement, and regulatory compliance, along with contributing to the launch of new REIT schemes and arranging financing.

Mr. Aamir Hafeez brings strong expertise in financial planning, corporate governance, and investment management, enabling him to contribute significantly towards the growth and value creation objectives of Arif Habib Corporation Limited.

Mr. Manzoor Raza has served as the Company Secretary of Arif Habib Corporation Limited since 2015. With nearly two decades of extensive experience in corporate law, compliance, and secretarial functions, he plays a vital role in ensuring that the organization adheres to the highest standards of governance.

Mr. Manzoor Raza
Company Secretary

His responsibilities span corporate affairs, regulatory compliance, and the oversight of legal and secretarial matters for listed, public unlisted, and private entities within the group.

Mr. Raza is a member of the Institute of Chartered Secretaries and Managers and has been associated with the Arif Habib Group since 2003. Before assuming his current role, he was a Senior Manager of Corporate Compliance & Taxation at Arif Habib Corporation and worked at Arif Habib Investments Limited, where he rose to the position of Assistant Vice President in Finance. His well-rounded background also includes significant experience in finance, treasury, and taxation.

In addition to his role at Arif Habib Corporation, Mr. Raza also serves as Company Secretary for Aisha Steel Mills Limited and previously held the same position at Arif Habib Dolmen REIT Management Limited. He has previously served as a director of Arif Habib Limited.

He has been instrumental in driving various complex corporate initiatives, including mergers, demergers, capital reductions, and share buy-back processes. His leadership has been pivotal in shaping the legal and governance frameworks within the group, and he has made significant contributions to the development of policies and manuals in accordance with corporate laws.

With an impressive track record of managing regulatory relationships, conducting board meetings, and ensuring compliance with statutory requirements, Mr. Raza's expertise ensures that Arif Habib Corporation Limited continues to operate with transparency and efficiency. His commitment to good governance and collaboration with the board and executive management has fostered a culture of accountability and strong stakeholder engagement within the organization.

With over 15 years of extensive experience in the multi-sectoral conglomerate industry, Saher is a dynamic and results-driven professional. Demonstrating exceptional leadership skills and a collaborative approach, she currently serves as the Chief of Staff and oversees Corporate Communication.

Saher Mangi
Chief of Staff

As a strategic advisor to C-suite executives, Saher plays a pivotal role in guiding high-level decision-making processes, leveraging deep industry insights to offer strategic counsel on business development, market positioning, and organizational growth.

Her expertise extends to cultivating robust PR and Media Relations strategies, fostering positive relationships with stakeholders, and enhancing the conglomerate's visibility in the market. Saher excels in crisis communications and proactive efforts to maintain a positive public image.

Moreover, she is actively involved in leading marketing activities, developing comprehensive strategies, and overseeing creative executions. In addition to marketing and communication responsibilities, Saher leads partner affiliations.

Corporate Responsibilities

As Director

Pakistan Engineering Company (Pvt.) Limited

Directors' Report

Dear Fellow Shareholders,

The Board of Directors is pleased to present the Annual Report of Arif Habib Corporation Limited (AHCL) along with the audited financial statements and the auditors' report for the financial year ended 30th June 2025.

Principal Activities

Arif Habib Corporation Limited (AHCL) is the holding company of the Arif Habib Group, with investments in a diversified portfolio spanning fertilizers, financial services, energy, cement, steel, real estate, and listed securities.

The Economy

Pakistan's economy in FY25 consolidated steadily, supported by IMF-backed reforms, a stronger external sector, and a gradual recovery in activity. Real GDP expanded by 2.68%, driven by services and industry, while remittances climbed to USD 38.3 billion, enabling the country to post its first external surplus since FY11. Foreign exchange reserves rose 54.5% to USD 14.5 billion, the PKR appreciated by 1.4%, and technology exports advanced 18% YoY. Inflation fell sharply to 4.5%, allowing interest rates to ease from 20.5% to 11%, setting the foundation for a more sustainable growth path.

Financial Results

For the financial year 2024-25, AHCL reported a consolidated profit-after-tax attributable to equity holders of the Parent Company of PKR 10,389 million, compared to PKR 7,820 million in the previous year. This translates to earnings of PKR 2.46 per share, compared to PKR 1.85 per share (restated) last year.

On an unconsolidated basis, AHCL posted a profit-after-tax of PKR 23,775 million, equating to earnings of PKR 5.64 per share, a notable improvement compared to the profit-after-tax of PKR 9,431 million (or PKR 2.24 per share (restated)) recorded last year. The enhanced profitability is primarily driven by dividends and realized and unrealized gains on investments.

The Board has recommended declaration of a final Cash Dividend for the year ended 30th June 2025 at 100% of the face value of Re.1/- per share i.e. Re.1. This entitlement shall be available to those shareholders whose names appear on the shareholders' register at the close of business on 16th October 2025.

CAPITAL RESTRUCTURING

The following material changes occurred in the Company's share capital during the year under review:

- **Allotment of Shares Pursuant to Scheme of Arrangement**
  As part of a Scheme of Arrangement sanctioned by the Honourable High Court of Sindh on 21st October 2024, the Company allotted 13,321,747 ordinary shares to eligible shareholders of Arif Habib Limited on 31st October 2024. Consequently, the number of issued ordinary shares increased from 408,375,000 to 421,696,747.

- **Share Subdivision**
  To enhance liquidity and broaden investor participation, the shareholders approved a share subdivision on 19th March 2025. The face value of each ordinary share was reduced from PKR 10 to PKR 1, resulting in an increase in the number of issued shares to 4,216,967,470, without affecting 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.

PERFORMANCE OF INVESTEE COMPANIES

A brief review of our investee companies is as follows:

FERTILISERS

Fatima Fertilizer Company Limited (FATIMA), an associate of the Company, delivered strong operational and financial results for the year ended 30th June 2025. FATIMA posted an after-tax profit of PKR 39,746 million, compared to PKR 31,358 million in the previous year. Despite a contraction in the local fertilizer market due to stressed farmer economics, the company strengthened its market share. This performance was supported by improved plant efficiencies, uninterrupted operations with all plants exceeding their production targets, and energy conservation initiatives. AHCL received dividends of PKR 2,288 million from FATIMA during the year.

FINANCIAL SERVICES

Supported by IMF-backed reforms and improved investor sentiment FY25 marked a year of consolidation for Pakistan's economy, with the KSE-100 index closing at a record 125,627 points. Arif Habib Limited (AHL), AHCL's corporate brokerage house, delivered strong results, with profit after tax rising 60% year-on-year to PKR 979 million and operating revenues growing 37% to PKR 1,537 million. Earnings per share stood at PKR 14.99, and the Board approved a 100% cash dividend amounting to PKR 653 million.

AHCL earned a dividend of PKR 250 million from AHL during the year.

WIND POWER

Sachal Energy Development (Pvt) Limited (SEDPL), AHCL's wind power project, sustained its strong operational performance during FY25, maintaining a plant availability factor of over 99% since COD and continuing to supply clean energy to the national grid. SEDPL posted an after-tax profit of PKR 3,527 million, down from PKR 3,708 million in the previous year.

AHCL earned a dividend of PKR 1,373 million from SEDPL during the year.

REAL ESTATE

Javedan Corporation Limited (JCL) sustained strong momentum at Naya Nazimabad during the year. Upholding the Arif Habib Group's commitment to transparency and documentation, projects continued to progress through REIT structures with construction on schedule. Key milestones included the launch of the Business Enclave, handover of commercial shops in Rahat Residency Phase II, and steady advancement of apartment developments, reinforcing Naya Nazimabad's position as Karachi's leading master-planned community. JCL posted a profit after tax of PKR 1,636 million, translating into earnings per share of PKR 4.30.

AHCL has earned PKR 602 million in dividends from its real estate investments.

STEEL

Aisha Steel Mills Limited (ASML) closed the year with sales of 148,942 tonnes (including 25,456 tonnes exports) and production of 162,599 tonnes. Revenue stood at PKR 33,752 million, while margins came under pressure from volatile HRC prices and low-cost imports, leading to a net loss of PKR 1,352 million.

Despite these challenges, overall demand for CRC and GI improved, and the Board has advised management to focus on enhancing market share and capitalizing on opportunities to strengthen ASML's competitive position.

CEMENT AND CONSTRUCTION ALLIED

Power Cement Limited delivered a strong turnaround in FY25, posting a net profit of PKR 815 million against a loss of PKR 2,703 million last year. Gross profit rose by 24% to PKR 8,399 million, supported by higher selling prices, efficiency gains, and greater use of alternative fuels. Finance costs declined substantially on the back of lower policy rates, disciplined working capital management, and debt repayments. These measures strengthened margins and restored profitability, placing Power Cement on a solid path for sustained growth.

Safe Mix Concrete Limited performed steadily, reporting a profit after tax of PKR 103 million.

FUTURE OUTLOOK

FY26 is expected to build on recent momentum, with real GDP growth projected at 3.3–3.5% driven by an incremental saving in agriculture and steady gains in services and industry. Inflation is anticipated to remain contained at 5–7%, while the current account deficit is likely to stay manageable despite recovering imports. Stability in the PKR, supported by IMF programs and access to international financing, along with for further rate cuts during the current year, strengthen the outlook for sustained growth.

However, the Climate Change driven recent devastating rains, as well as the glacier-melt caused floods in the provinces of Khyber Pakhtunkhwa and Punjab have caused damage to infrastructure, crops, and private property. The extent of losses is still being assessed, though initial reports suggest they are marginal. Nevertheless, the Government is actively engaged with the international community to take effective and urgent measures to mitigate the global warming and prevent the adverse impact which our region is likely to suffer, despite it being no fault of countries in the region.

Investee companies are well-positioned for the current year, supported by continued growth in fertilizers and brokerage, resilience in real estate and power, and improving prospects in cement and steel. With a strategic focus on efficiency, growth, and value creation, the Company is confident of delivering consistent and sustainable improved performance going forward.

RISK MANAGEMENT

A comprehensive risk management system, devised by the Board, is in place to integrate organizational and procedural controls that identify, assess, and manage risks that could impact the Company's going-concern status. This framework promotes a balanced approach to risk-taking across all levels, ensuring that opportunities and risks are recognized at an early stage, measured effectively, and addressed through suitable instruments and controls.

As an investment-focused company, AHCL has evolved its risk management practices in line with its investment strategy. An annual review of business risks is conducted to ensure robust systems of risk identification, monitoring, and internal control are in place to safeguard the Company's assets, resources, reputation, and shareholder interests. Since inception, the Company has followed a disciplined policy of diversification across sectors and companies, underpinned by fundamental analysis and value investing principles. Risks are managed by applying prudence in security selection, avoiding concentration risk, ensuring adequate collateral and cash flow potential, and evaluating counterparty capacity. The Company has also contributed to strengthening capital market infrastructure through the active role of its representatives.

For strategic investments, risk management processes are tailored to the nature of each project. Decisions are taken after comprehensive analysis of risks and opportunities, with focus areas including strong governance, clear policies and procedures, continuous monitoring, robust management information systems, and effective internal controls. Management undertakes systematic reviews of risk and compliance, covering financial reporting, CSR, integrity, code of conduct, and regulatory requirements. Operational risks are mitigated through detailed pre-investment assessments, active representation on investee boards by experienced professionals, application of budgetary and internal controls, and continuous performance reviews, with divestment pursued where necessary. Oversight is further strengthened through the Board's Investment Committee, which vets and monitors all strategic investments with support from timely management reporting. Detailed qualitative and quantitative disclosures on risk management are presented in Note # 38 to the financial statements.

As an investment holding company, AHCL also promotes responsible business practices across its investee companies. While not directly engaged in manufacturing, we actively encourage our portfolio companies to integrate environmental, social, and governance (ESG) principles into their operations, including climate risk mitigation, community engagement, and sustainable practices. We further advocate for diversity, equity, and inclusion (DE&I), promoting policies that enhance gender equality and foster greater female participation in leadership roles.

CAPITAL MANAGEMENT AND LIQUIDITY

The Company follows a policy of maintaining a strong capital base to ensure investor, creditor, and market confidence, support future business growth, and sustain its ability to continue as a going concern. The objective is to provide returns to shareholders and benefits to other stakeholders while maintaining an optimal capital structure to reduce the cost of capital.

The Board of Directors monitors return on capital, defined as net profit after tax divided by total shareholders' equity. While the Company undertook certain capital restructuring initiatives in recent years, including the allotment of shares pursuant to a Scheme of Arrangement and a share subdivision, there has been no change in its overall approach to capital management. The Company is not subject to any externally imposed capital requirements.

OUR PEOPLE AND CULTURE

At AHCL, our people remain the foundation of our sustained growth and value creation. We take pride in their commitment and competence and continue to invest in their long-term development through training, recognition, and transparent performance management. Our belief remains that the strength of our business rests on the adaptability, accountability, and continuous improvement of our workforce.

We are committed to building a diverse, equitable, and inclusive workplace where every individual can thrive. Recruitment practices are being enhanced to attract talent from diverse backgrounds, with a focus on increasing female participation, while career development is evaluated against transparent benchmarks. During the year, plans for conducting Diversity, Equity, and Inclusion (DEI) workshops were developed to promote inclusive thinking, while whistleblower and grievance mechanisms were reviewed and found to be adequate. Gender equality and pay transparency remain key priorities, with women currently representing 12.5% of our Board, alongside efforts to build a strong leadership pipeline for women and implement a formal pay equity framework.

Employee well-being remains central to our philosophy. A large number of employees across the Group participated in development programs during the year, while enhanced health insurance, mental wellness initiatives, and awareness campaigns further reinforced our people-first approach. Succession planning and leadership development efforts remain focused on identifying high-potential talent and preparing them for executive responsibilities. By embedding DEI practices and fostering an ethical and supportive culture, AHCL continues to strengthen its most valuable asset—its people—and looks ahead with determination to becoming an employer of choice and a benchmark for human capital development in Pakistan.

Equity remains a priority, and the Company is taking proactive steps to comply with SECP's circular on the gender pay gap. This global challenge reflects disparities in earnings driven by occupational segregation, experience differences, and systemic biases. Addressing it is key to ensuring fair compensation, inclusivity, and sustainable growth. By aligning with international best practices and regulatory guidelines, the Company seeks to enhance transparency, ensure pay equity, and reinforce its commitment to diversity and inclusion. A snapshot of the pay gap is provided below:

Mean gender pay gap	**3.66%**
Median gender pay gap	**-95.86%**

MATERIALITY APPROACH ADOPTED

The Board of Directors closely monitors all material matters of the Company. In general, matters are considered to be material if, individually or in aggregate, they are expected to significantly affect the performance and profitability of the Company in accordance with the policy.

CORPORATE SOCIAL RESPONSIBILITY (CSR) & ENVIRONMENTAL, SOCIAL, AND GOVERNANCE (ESG)

Since inception, the Arif Habib Group has believed that business must serve a purpose beyond profit. Responsible and sustainable development has remained central to our philosophy, guiding us to act with care, responsibility, and sensitivity towards the communities and environments we touch.

Our CSR programs extend meaningful support across education, healthcare, environment, community welfare, sports, and relief work—areas where we can create real, lasting impact. We also place the well-being of our employees and stakeholders at the core, ensuring their safety, growth, and prosperity.

Aligned with our values, we have embedded ESG principles across our businesses to ensure that sustainability and governance go hand in hand with growth. Energy efficiency, conservation, and responsible power use are integral to our daily operations, while we actively pursue opportunities in renewable energy and research that reduce resource consumption and climate impact.

Transparency and accountability remain the foundation of our governance practices, as we consistently fulfill our obligations to the national economy and uphold the highest standards of corporate conduct.

Looking forward, we remain committed to strengthening Pakistan's growth story by reinvesting in its people, economy, and environment—anchored in the belief that true progress balances profitability with sustainability. Contributions by Group companies are detailed on Page # 77.

CORPORATE GOVERNANCE

AHCL, a listed company on the Pakistan Stock Exchange, remains committed to the highest standards of corporate governance. The Board and management diligently observe the Code of Corporate Governance prescribed for listed companies, ensuring their responsibilities are discharged with transparency, accountability, and fairness.

The Board affirms that proper books of accounts have been maintained, with appropriate accounting policies consistently applied, except where new or amended standards require otherwise (as disclosed in Note # 2.5 of the audited financial statements). The financial statements have been prepared in line with International Financial Reporting Standards (as applicable in Pakistan), using prudent judgment and reasonable estimates, and present a true and fair view of the Company's financial position, performance, cash flows, and changes in equity. Internal controls, including financial controls, are well-designed, effectively implemented, and regularly monitored. The Company has no outstanding liabilities in respect of taxes, duties, levies, or employee retirement benefits.

AHCL nominates directors to the boards of its strategic investments based on its stake. Where applicable, nominees and representatives actively engage with the management of investee companies on business plans and budgets, with performance measured against agreed targets. Progress is periodically reviewed to ensure alignment with the Group's strategic objectives.

The Board reaffirms its full confidence in the Company's ability to continue as a going concern. No material departure has occurred from the best practices of corporate governance. AHCL has consistently sought to set benchmarks of excellence in governance, many of which were adopted voluntarily even before they became regulatory requirements.

COMPOSITION OF BOARD / COMMITTEES

Out of the total eight Directors, seven Directors are male, whereas one Director is female. The composition of the existing Board of Directors and its Committees is as follows:

Board of Directors	Category	Audit Committee	Human Resource & Remuneration Committee	Investments & Risk Management Committee	Nomination Committee
Khawaja Najam Ud Din Roomi	Independent	Chairman	-	-	-
Ms. Zeba Bakhtiar		-	Chairperson	-	-
Mr. Asadullah Khawaja (Chairman)	Non-Executive	-	-	-	-
Mr. Nasim Beg		-	Member	Member	-
Mr. Abdus Samad Habib		-	-	Member	Member
Mr. Kashif Habib		Member	Member	Member	-
Mr. Muhammad Ejaz		Member	-	-	-
Mr. Arif Habib (Chief Executive)	Executive	-	Member	Chairman	Chairman

The Board has assigned the functions of the Sustainability Committee to the existing Human Resource & Remuneration Committee.

CHANGES IN BOARD COMPOSITION AND ELECTION OF DIRECTORS

In accordance with Section 161 of the Companies Act, 2017, the three-year term of the eight directors elected at the Extra Ordinary General Meeting held on 21st September 2022 concluded on 22nd September 2025. Pursuant to Section 159(3) of the Act, eight individuals offered themselves for election, which was equal to the number of directors fixed by the Board under Section 159(1). As the number of candidates was not more than the number of directors to be elected, all were deemed elected unopposed in accordance with the law. The election of these eight directors was confirmed and approved by the shareholders at the Extraordinary General Meeting held on 22nd September 2025, for a further term of three years, ending in September 2028. All outgoing directors contested the election and were re-elected. No casual vacancy occurred on the Board during the financial year ended 30th June 2025.

DIRECTORS REMUNERATION POLICY

The Non-Executive and independent directors of Arif Habib Corporation Limited may claim meeting fee for attending Board of Directors meeting or any of Boards' sub-committee meeting at the rate approve by Board of Directors from time to time.

Payment of remuneration against assignment of extra services by any director shall be determined by the Board of Directors on the basis of standards in the market and scope of the work and shall be in line as allowed by the Articles of Association of the Company. Levels of remuneration shall also be appropriate and commensurate with the level of responsibility and expertise. However, for an Independent Director, it shall not be at a level that could be perceived to compromise the independence.

The Chief Executive Officer is the only executive director on the Board. Disclosure with respect to remuneration package of chief executive, director and executives is presented in Note # 34 to the annexed audited unconsolidated financial statements. Disclosure relating to meeting fee paid to Non-Executive Directors is included in Note # 34.2 to the annexed audited financial statements.

ATTENDANCE AT BOARD MEETINGS

A statement showing the names of the persons who were directors of the Company during the financial year, along with their attendance at Board and Committee(s) meetings, is annexed as Annexure-I.

TRADING IN THE COMPANY'S SHARE BY DIRECTORS AND EXECUTIVES

All Directors including the Chief Executive, Chief Financial Officer and Executives of the Company were informed by the Company Secretary to immediately inform in writing, any trading in the Company's shares by themselves or by their spouses and to deliver a written record of the price, number and form of shares and nature of transaction within 7 days of such transaction to the Company Secretary.

A statement showing the Company's shares transacted by its Directors, Chief Executive Officer, Chief Financial Officer, Company Secretary and their spouses and minor family members is annexed as Annexure-II. Except as disclosed in Annexure-II, there has been no transaction in Company's shares by any other employee whose basic salary exceeds the threshold of PKR 3,600,000 in the year, being the threshold set by the directors for disclosure in annual reports.

PATTERN OF SHAREHOLDING

The shares of the Company are listed on the Pakistan Stock Exchange. There were 6,933 shareholders of the Company as of 30th June 2025. The detailed pattern of shareholding and categories of shareholding of the Company including shares held by directors and executives, if any, are annexed as Annexure-III.

FINANCIAL AND BUSINESS HIGHLIGHTS

The key operating and financial data has been given in summarized form under the caption "Financial & Business Highlights – Six years at a glance" on Page # 61.

INVESTMENT IN RETIREMENT BENEFITS

The value of investment made by the staff Provident Fund operated by the Company as per their respective audited financial statements as of 30th June 2025 amounts to PKR 72.99 million.

AUDIT COMMITTEE

As required under the Code of Corporate Governance, the Audit Committee continued to perform as per its terms of reference duly approved by the Board. The Committee composition and salient features of its terms of reference are also attached with this report.

AUDITORS

The present external auditors M/s. A. F. Ferguson & Co., Chartered Accountants, shall retire at the conclusion of Annual General Meeting on 24th October 2025 and being eligible, have offered themselves for reappointment for the year ending on 30th June 2026. The external auditors hold satisfactory rating by the Institute of Chartered Accountants of Pakistan (ICAP) as required under their Quality Control Review Program. As suggested by the Audit Committee, the Board recommends reappointment of M/s. A. F. Ferguson & Co., Chartered Accountants, as auditors of the Company for the financial year ending on 30th June 2026 at a fee to be mutually agreed. Approval to this effect will be sought from the shareholders at the forthcoming Annual General Meeting scheduled on 24th October 2025.

COMPLIANCE WITH SECRETARIAL PRACTICES

During the financial year under review, the secretarial and corporate requirements of the Companies Act, 2017 and Listed Companies (Code of Corporate Governance) Regulations, 2019 have been duly complied with.

RELATED PARTY TRANSACTIONS

In order to comply with the requirements of listing regulations, the Company presented all related party transactions before the Audit Committee and Board for their review and approval. These transactions have been approved by the Audit Committee and Board of Directors in their respective meetings. The details of related party transactions have been provided in Note # 41 of the annexed audited financial statements.

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 year. We also appreciate the valuable contribution and active role of the members of the audit and other committees in supporting and guiding the management on matters of great importance.

For and on behalf of the Board

Mr. Arif Habib
Chief Executive

Mr. Asadullah Khawaja
Chairman

Karachi: 22nd September 2025

Annexure I

Statement showing attendance at Board Meetings

From 1st July 2024 to 30th June 2025

Name of Directors	Designation	Total	Eligible to attend	Attended	Leaves granted	Remarks
Mr. Asadullah Khawaja	Chairman	5	5	5	-	-
Mr. Arif Habib	Chief Executive	5	5	5	-	-
Khawaja Najamuddin Roomi	Director	5	5	3	2	-
Mr. Nasim Beg	Director	5	5	5	-	-
Mr. Abdus Samad Habib	Director	5	5	5	-	-
Mr. Kashif Habib	Director	5	5	4	1	-
Mr. Muhammad Ejaz	Director	5	5	3	2	-
Ms. Zeba Bakhtiar	Director	5	5	5	-	-

The Board of Directors of the Company has constituted committees both at the Board and Management levels. Most of the Board Committees' members are non-executive directors.

Board Audit Committee (BAC)

The committee is responsible for assisting the Board of Directors in discharging its responsibilities primarily in terms of:

- Evaluating and reporting financial and non-financial information to shareholders;
- Reviewing the system of internal controls and risk management; and
- Reviewing the business plan and determining that it reconciles with the Company's vision, mission, corporate strategy & objectives.

Additionally, the committee has the authority to obtain any information it requires from the management and to meet directly with external auditors.

The Board of Directors has determined the terms of reference of the Audit Committee and provides adequate resources and authority to enable the Audit Committee to carry out its responsibilities effectively.

The Board gives due consideration to the recommendations of the Audit Committee. Among other responsibilities, the terms of reference of the Audit Committee include the following:

- Determination of appropriate measures to safeguard the company's assets
- Review of quarterly, half-yearly and annual financial statements of the company
- Ensuring coordination between the internal and external auditors of the company
- Reviewing the scope and extent of internal audit and ensuring that the internal audit function has adequate resources and is appropriately placed within the company
- Consideration of major findings of internal investigations of activities characterized by fraud, corruption and abuse of power and management's response thereto
- Ascertaining that the internal control systems are adequate and effective
- Determination of compliance with relevant statutory requirements
- Monitoring compliance with the best practices of corporate governance and identification of significant violations thereof

Name of Directors	Designation	Total	Eligible to attend	Attended	Leaves granted	Remarks
Khawaja Najamuddin Roomi	Chairman	5	5	4	1	-
Mr. Kashif Habib	Director	5	5	5	-	-
Mr. Muhammad Ejaz	Director	5	5	5	-	-

The Internal Audit Department is headed by Mr. Razi Haider, ACA, who has the requisite qualification and the relevant experience to execute the duties of the department in line with the Internal Audit Charter.

Human Resource and Remuneration Committee (HR&RC)

The responsibilities of the Committee include recommendation of human resource management policies to the Board, along with the selection, evaluation, compensation (including retirement benefits) and succession planning of the CEO, CFO, Company Secretary, and Head of Internal Audit to the Board. It also considers and approves recommendations of the CEO on matters of key management positions that report directly to the CEO.

THE HR&RC is committed to developing and making decisions on Human Resource strategy and policy. The Committee meets at least once every six months. During the financial year under review, the Committee met two times.

The terms of reference of HR & RC provide an overview of the Committee and outline the Committee's composition and responsibilities. The document also includes recommendations on human resource management, organizational development, training and development matters, management succession, and continuous review of compensation and benefit policies and assessment of corporate culture.

Name of Directors	Designation	Total	Eligible to attend	Attended	Leaves granted	Remarks
Ms. Zeba Bakhtiar	Chairperson	2	2	2	-	-
Mr. Arif Habib	Member	2	2	2	-	-
Mr. Nasim Beg	Member	2	2	2	-	-
Mr. Kashif Habib	Member	2	2	2	-	-

Investments & Projects Diversification Committee (IPDC)

The committee is responsible for assisting the Board of Directors in discharging its responsibilities primarily with regard to:

- Reviewing new investment opportunities, keeping in view various factors including risk, return, diversification, and growth;
- Continuous monitoring of the investments already made and recommending corrective strategies, if required; and
- Reviewing the Key assumptions used by the management of investee companies to determine Fair values of strategic investments.

The committee meets on a required/ directed basis to discharge its responsibilities and regularly reports to the Board. During the year under review, two meetings were held.

Name of Directors	Designation	Total	Eligible to attend	Attended	Leaves granted	Remarks
Mr. Arif Habib	Chairman	2	2	2	-	-
Mr. Nasim Beg	Member	2	2	2	-	-
Mr. Abdus Samad Habib	Member	2	2	2	-	-
Mr. Kashif Habib	Member	2	2	2	-	-

Management Committees

Executive Committee on Risk Management (ECRM)

The Chief Executive of the Company heads ECRM and includes Group executives. The purpose of the committee is to assist the Board of Directors in developing and continuously monitoring risk management policies and other business-related matters.

The terms of reference of the ECRM are to assist the Board of Directors in developing, reviewing, and approving risk management policies, instituting special projects and reviewing the adequacy of operational, administration, and financial controls. ECRM meets on a required/directed basis.

Executive Committee on Human Resources (ECHR)

The objective of ECHR is to review, monitor, and make recommendations to the HR & RC to oversee the Company's compensation and benefits policies generally, evaluate executive officer performance, and review the Company's management succession plan and set compensation for the Company's executive officers. The ECHR is committed to developing and making decisions on Human Resource strategy and policy. The ECHR meets on the advice of the Chairman and/or on the request of the members.

Name of Directors	Designation	Total	Eligible to attend	Attended	Leaves granted	Remarks
Mr. Arif Habib	Chairman	1	1	1	-	-
Mr. Abdus Samad Habib	Director	1	1	1	-	-

Annexure II

Statement showing shares bought and sold by Directors, CEO, CFO, Company Secretary and their Spouses and Minor Children

From 1st July 2024 to 30th June 2025

Name	Designation	Shares bought	Shares sold	Remarks
Mr. Asadullah Khawaja	Chairman	25,000	-	-
Mr. Arif Habib	Chief Executive	76,871	-	Merger-In pursuant to Scheme of Arrangement
Khawaja Najamuddin Roomi	Director	-	-	-
Mr. Nasim Beg	Director	-	-	-
Mr. Abdus Samad Habib	Director	-	-	-
Mr. Kashif Habib	Director	-	-	-
Mr. Muhammad Ejaz	Director	-	-	-
Ms. Zeba Bakhtiar	Director	-	-	-
Mr. Mohsin Madni	CFO	477	-	Merger-In pursuant to Scheme of Arrangement
Mr. Manzoor Raza	Company Secretary	-	-	-
Mr. Razi Haider	Head of Internal Audit	-	-	-
Mrs. Lubna Khawaja	Spouse of Mr. Asadullah Khawaja	-	5,000	Inheritance Out
Minor children	-	-	-	-

Notes:

1. The above does not include shares credited to the respective accounts of entitled AHCL shareholders pursuant to the sub-division of the face value of shares from Rs. 10/- to Re. 1/-, as approved through a special resolution passed by the shareholders in March 2025.

2. The above transactions were executed / effected prior to the sub-division of shares in March 2025, as referred to in Note 1 above.

Annexure III

Pattern of Shareholding (Symbol : AHCL)

As at 30th June 2025

Categories of Shareholders	Shareholders	Shares Held	Percentage
Directors, Chief Executive Officer and their spouse(s) and minor children	11	3,326,029,390	78.87
Associated Companies, undertakings and related parties	8	404,516,789	9.59
NIT & ICP	1	7,242,920	0.17
Banks Development Financial Institutions, Non Banking Financial Financial Institutions.	3	3,076,570	0.07
Insurance Companies	1	25,887,220	0.61
Modarabas and Mutual Funds	-	-	-
General Public - Local	6,742	326,332,992	7.74
General Public - Foreign	102	6,659,532	0.16
Others	65	117,222,057	2.78
Total	6,933	4,216,967,470	100.00

Annexure III

Pattern of Shareholding (Symbol : AHCL)

As at 30th June 2025

Categories of Shareholders	Shareholders	Shares Held	Percentage
Directors, Chief Executive Officer and their spouse(s) and minor children			
Muhammad Arif Habib	2	3,321,853,380	78.77
Khawaja Najam Uddin Roomi	1	2,730,000	0.06
Asadullah Khawaja	2	1,060,060	0.03
Kashif Habib	1	352,900	0.01
Nasim Beg	2	20,780	0.00
Abdus Samad Habib	1	10,060	0.00
Muhammad Ejaz	1	1,210	0.00
Zeba Bakhtiar	1	1,000	0.00
Associated Companies, undertakings and related parties			
Nida Ahsan	1	215,056,170	5.10
Sharmin Shahid	3	188,310,249	4.47
Tasnim Beg	1	1,050,000	0.02
Abdul Rahim Khawaja	1	95,000	0.00
Mohsin Madni	1	4,770	0.00
Muhammad Shahzad	1	600	0.00
NIT & ICP	1	7,242,920	0.17
Banks Development Financial Institutions, Non Banking Financial Financial Institutions.	3	3,076,570	0.07
Insurance Companies	1	25,887,220	0.61
Modarabas and Mutual Funds	-	-	-
General Public			
a. Local	6,742	326,332,992	7.74
b. Foreign	102	6,659,532	0.16
Others	65	117,222,057	2.78
Total	**6,933**	**4,216,967,470**	**100.00**

Share holders holding 10% or more	Shares Held	Percentage
MUHAMMAD ARIF HABIB	3,321,853,380	78.77

Annexure III

Pattern of Shareholding (Symbol : AHCL)

As at 30th June 2025

# Of Shareholders	Shareholdings'Slab			Total Shares Held
871	1	to	100	29,814
729	101	to	500	234,706
580	501	to	1,000	480,226
1,662	1,001	to	5,000	4,672,697
768	5,001	to	10,000	5,867,164
522	10,001	to	15,000	6,760,869
1,706	15,001	to	500,000	114,924,159
58	500,001	to	2,500,000	59,574,495
25	2,500,001	to	10,000,000	115,361,451
8	10,000,001	to	50,000,000	152,269,979
3	50,000,001	to	250,000,000	444,938,530
1	250,000,001	to	3,350,000,000	3,311,853,380
6,933				**4,216,967,470**

Group Companies


NAYA
NAZIMABAD

Fatima Fertilizer Company Limited

Fatima Fertilizer Company Limited (FFCL), a joint venture between the Fatima Group and Arif Habib Group, was established to address Pakistan's growing agricultural demands.

The company set up a state-of-the-art greenfield complex with a production capacity of 1.4 million tonnes at its fully integrated facility in Sadiqabad, Rahim Yar Khan, strategically located near the Mari Gas Field, which provides its feedstock.

Today, FFCL boasts an impressive total annual production capacity of 2.57 million tonnes, with plants spread across Sadiqabad, Sheikhupura, and Multan. The company is publicly listed on the Pakistan Stock Exchange, reflecting its significant role in the nation's agricultural development.

Fatima
Fertilizer Company Limited
a JV of Fatima and Arif Habib Groups

Arif Habib Limited

Arif Habib Limited (AHL) took over the Group's securities brokerage business in 2005 and has since then raised the flag even higher.

AHL is one of the largest listed securities brokerage and investment banking firms in Pakistan that has won accolades both in Pakistan and abroad from reputed ranking firms such as AsiaMoney, Euromoney, The Asset, Finance Asia, CFA Society, SAFE, Financial Market Association of Pakistan and others over the years. Central Depository Company of Pakistan (CDC) has bestowed the "Top Brokerage House for Opening Roshan Digital Accounts" to the Company and AHL is also eight times recipient of Pakistan Stock Exchange's (PSX) "Top 25 Companies Award".

The firm offers financial services in the domains of equity, fixed income, money market & forex brokerage, investment banking corporate advisory services. AHL holds significant market share in brokerage and investment banking segments enjoys a strong relationship with top international financial institutions.

Aisha Steel Mills Limited

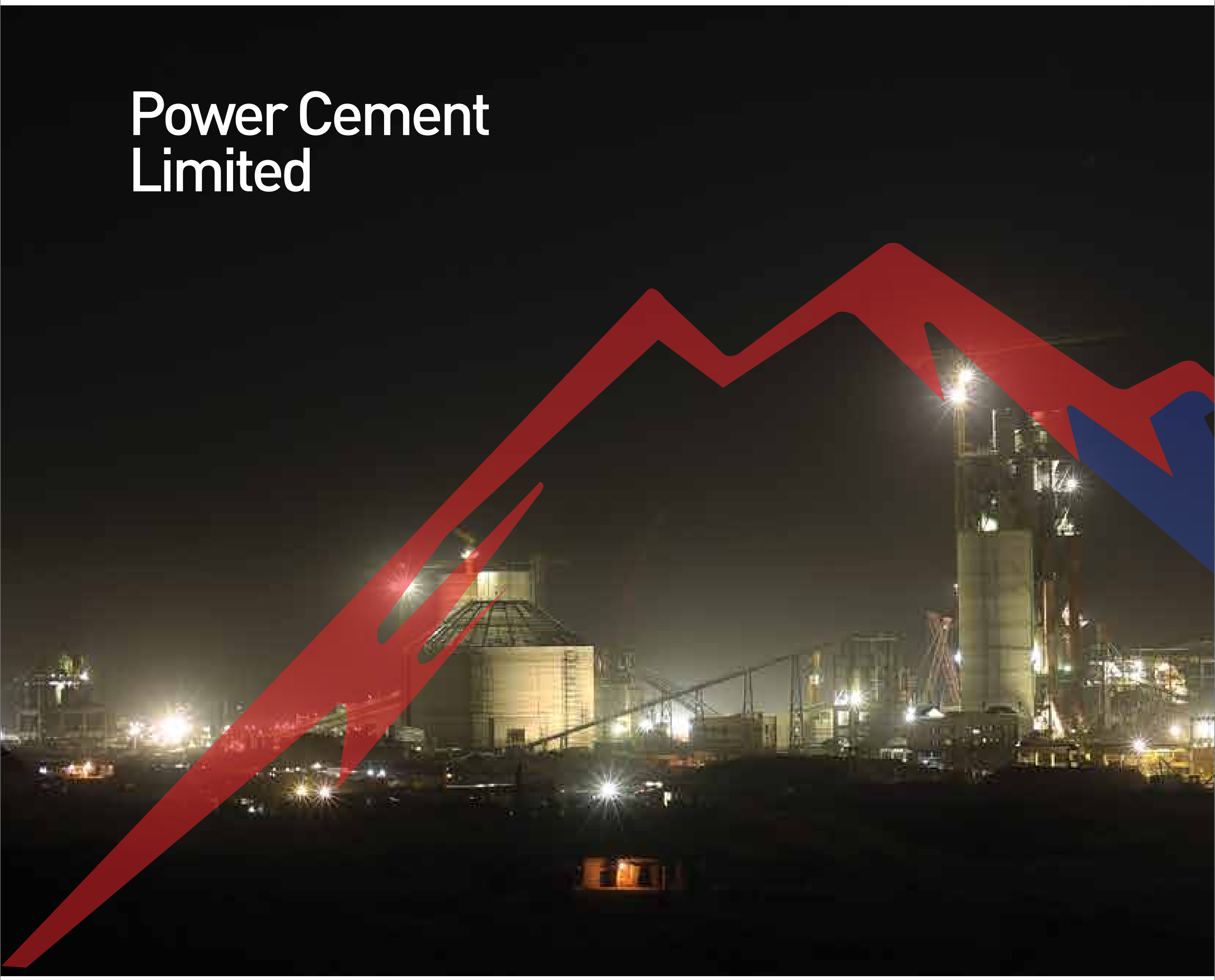
Aisha Steel Mills Limited (ASML) is a publicly listed company and one of the key players in Pakistan's flat-rolled steel industry.

Since beginning operations in 2012, ASML has been producing Cold Rolled and Hot Dipped Galvanized coils, with a nameplate capacity of 850,000 metric tons. The facility is outfitted with cutting-edge technology sourced from leading manufacturers in Germany, Japan, Austria, and China.

ASML has established itself as a key supplier of Cold Rolled Annealed and Galvanized Coils in the local market and exports to the United States, Europe, Canada, South Africa, and the Middle East, expanding its footprint on the global stage.

AISHA STEEL
MILLS LIMITED

Power Cement Limited



Power Cement Limited, is strategically located at Motorway M9, Nooriabad, Sindh, an ideal location for a cement factory. Formerly known as Al-Abbas Cement Limited, the Company was acquired in 2010 by the Arif Habib Group, a prominent financial and industrial conglomerate.

The Company specializes in manufacturing, selling, and marketing high-quality cement, the Company has established a strong market presence in the Southern Region of Pakistan. In addition to serving the local market, Power Cement exports clinker and cement to several international destinations, including the Middle East, Sri Lanka, East African countries, the United Kingdom, and the United States.

Power Cement's production facilities include manufacturing lines with a nameplate clinker capacity of 10,700 tonnes per day (TPD), equivalent to an annual capacity of 3.21 million tonnes. The Company also holds a cement production capacity of 3.37 million tonnes annually (11,235 TPD), further reinforcing its position as a regional industry leader.

As part of its strategic growth and commitment to innovation, the Company has made a substantial investment in a state-of-the-art production plant from FLSmidth, a renowned European cement equipment manufacturer. This advanced facility reflects Power Cement's dedication to achieving and maintaining global operational standards.

In line with its focus on sustainability, the Company has already commissioned an 11.5 MW Waste Heat Recovery System and a 7 MW Solar Power Plant (Equipment Rental basis). Additionally, a 7.5 MW Wind Power Project (Equipment Rental basis)is currently under development and is expected to be commissioned in FY-2026. Together, these initiatives will bring the Company's total renewable energy capacity to 25 MW—underscoring its long-term commitment to clean energy and environmental responsibility.

As one of Pakistan's leading cement producers in the southern region, Power Cement Limited takes pride in its continuous pursuit of operational excellence, innovation, and environmental stewardship. The Company remains committed to creating lasting value for its customers, shareholders, employees, and the communities it serves.

Sachal Energy Development (Pvt) Limited

Sachal Energy Development (Pvt) Limited (SEDPL) has commissioned and operates a 50 wind farm at Jhimpir, Sindh.

The Group believes that clean energy is the future, and SEDPL is committed to reducing Pakistan's dependence on fossil fuels and contributing to a more sustainable energy landscape.

Our wind farm generates 136.5 GWh of clean energy annually, helping to meet the country's growing energy demands. SEDPL was a key project under the China-Pakistan Economic Corridor (CPEC), with its groundbreaking ceremony performed by the Chinese President. We are proud to be the first Pakistani-owned wind project under CPEC to achieve commercial operations and the first such project to secure financing from leading Chinese institutions like SINOSURE and ICBC.

SEDPL will continue to supply clean energy to the national grid through the National Transmission and Despatch Company, playing a vital role in Pakistan's energy transition.

SACHAL ENERGY DEVELOPMENT

Arif Habib Dolmen REIT Management Limited

Arif Habib Dolmen REIT Management Limited (AHDRML) is Pakistan's first and leading REIT Management Company, created through the powerful partnership of the Arif Habib Group, the country's most trusted names in financial services and capital markets, and the Dolmen Group, a pioneer in commercial real estate development and operations. Fully regulated by the SECP and backed by documented, income-producing real estate, AHDRML has redefined property investment in Pakistan by introducing transparent, high-return investment vehicles accessible to all investors.

With pioneering products such as South Asia's first REIT, Pakistan's first Rental REIT, Developmental REIT and Public-Private Partnership (PPP) REIT, AHDRML continues to set industry benchmarks, offering investors steady dividends, capital appreciation, and unmatched transparency.

Since listing, selected AHDRML REITs have delivered exceptional returns as high as 390% with annualized yields as high as 35%. For both developers and investors seeking to participate in Pakistan's real estate growth, AHDRML stands as the trusted partner of choice.

ARIF HABIB DOLMEN
REIT MANAGEMENT LIMITED

Javedan Corporation Limited

The Arif Habib Group holds a substantial stake in Javedan Corporation Limited (JCL), which originally began as a cement manufacturing plant in 1960. As the city expanded and residential areas grew around the facility, environmental concerns led to the plant's closure. In its place, the visionary Naya Nazimabad housing society was developed, transforming the heart of Karachi. Spanning 1,366 acres and located just 2 km from Sakhi Hasan, North Nazimabad, this project not only revitalized the area but also set the stage for positive developments in the surrounding neighborhoods.

Naya Nazimabad stands out as a pioneering, fully self-owned real estate development of its era. It offers an impressive range of amenities, including an international standard cricket stadium, football and basketball facilities complete with academies, and lush green spaces featuring award-winning trees. The community also includes a grand mosque with a spacious, column-free prayer hall, top-tier educational institutions, a medical center, a hospital, and a bustling commercial precinct.

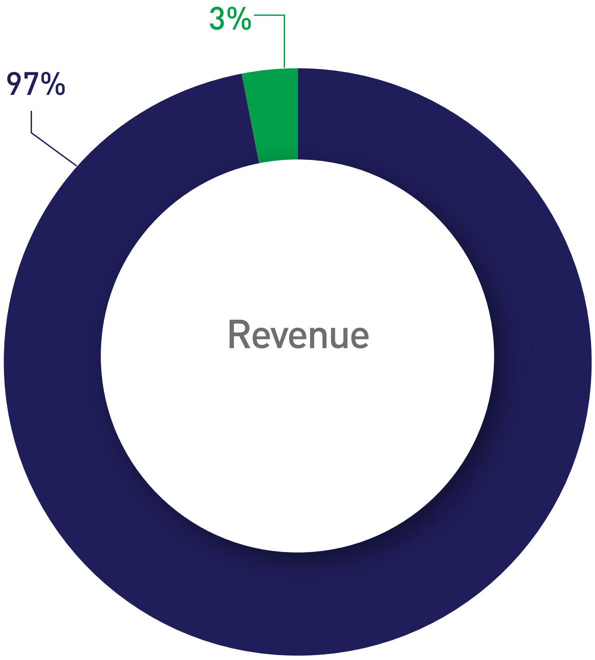
As Naya Nazimabad continues to flourish, it is rapidly evolving into a vibrant, thriving community. With new residents moving in and countless homes in various stages of construction and approval, the area offers an unmatched lifestyle in one of Karachi's most densely populated regions. The completion of a 1.6-kilometer-long flyover connecting Sakhi Hasan to Naya Nazimabad's entrance has further enhanced access for residents.

A pioneer in setting trends, the Arif Habib Group introduced a series of apartment projects under the innovative REIT model, which received an enthusiastic response. Looking ahead, even more apartment and commercial projects are in the pipeline. Additionally, the Naya Nazimabad Gymkhana has opened its doors, with memberships rapidly filling up. This collective progress cements Naya Nazimabad's status as a beacon of urban transformation, leaving a lasting impact on Karachi's landscape.

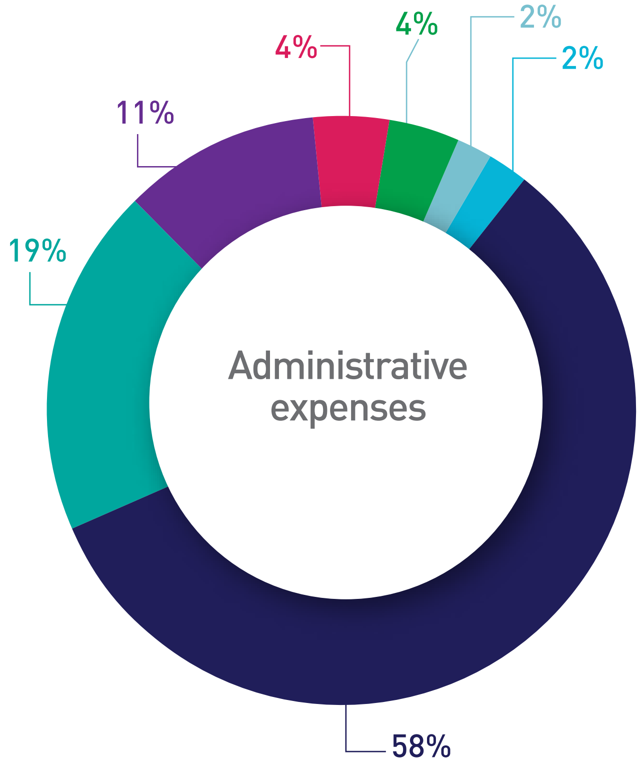
JAVEDAN
CORPORATION LIMITED

Financial Highlights

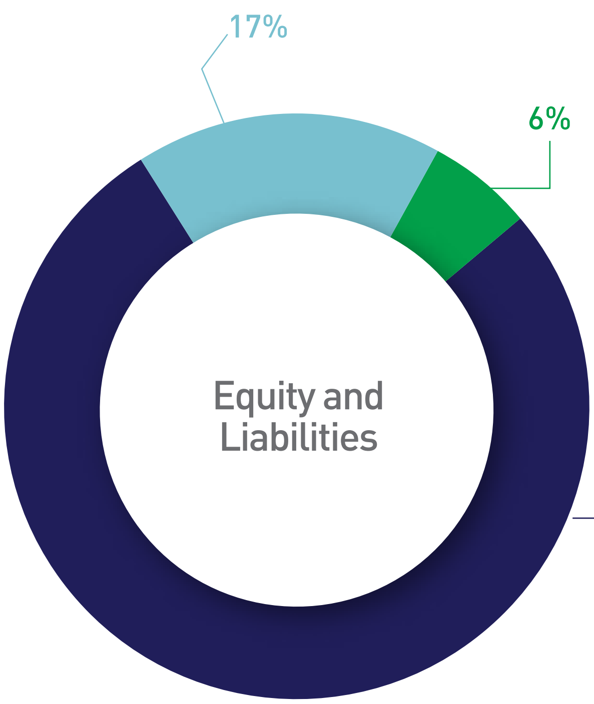
AHCL 2025 at a Glance



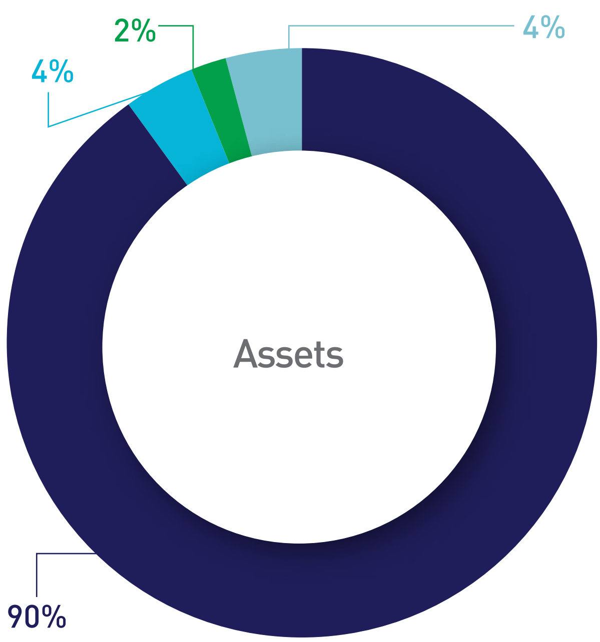
Dividend, 97% Others, 3%



Advertisement and business promotions, 58%
Salaries and benefits, 19% Others, 11%
Depreciation, 4%
Utitlities, repairs & maintenances, 4%
Travelling and conveyance, 2%
Legal and professional charges, 2%



Reserves, 77% Paid-up capital, 6% Liabilities, 17%



Long term investments, 90% Short term investments, 4%
Loan advances, 2% Other assets, 4%

Key Figures & Highlights

on Consolidated Basis

		2025	2024	2023
Revenue	Rs. in million	9,205	9,959	7,950
Profit after tax	Rs. in million	11,138	8,514	3,816
EBITDA	Rs. in million	16,794	13,541	8,902
Total Assets	Rs. in million	76,624	65,042	57,780
Total Equity	Rs. in million	53,216	45,414	37,187
Break-up Value	Rupees	12.62	10.77	9.11
Earnings per share	Rupees	2.46	1.85	0.84
Market capitalization	Rs. in million	45,543*	20,457	10,156

*Based on issued capital of 4,216.97 million shares

on Unconsolidated Basis

		2025	2024	2023
Revenue	Rs. in million	4,953	3,796	2,902
Profit after tax	Rs. in million	23,775	9,431	(972)
EBITDA	Rs. in million	28,956	11,200	192
Total Assets	Rs. in million	66,292	38,372	23,814
Total Equity	Rs. in million	54,893	34,069	20,469
Break-up Value	Rupees	13.02	8.08	5.01
Earnings per share	Rupees	5.64	2.24	(0.24)
Dividend per share	Rupees	1.00	0.70	0

Note: During the year, the Company undertook a sub-division of its share capital changing the face value of each share from Rs. 10/- to Re. 1/-. Accordingly, prior period figures have been restated, where necessary, to reflect its impact.

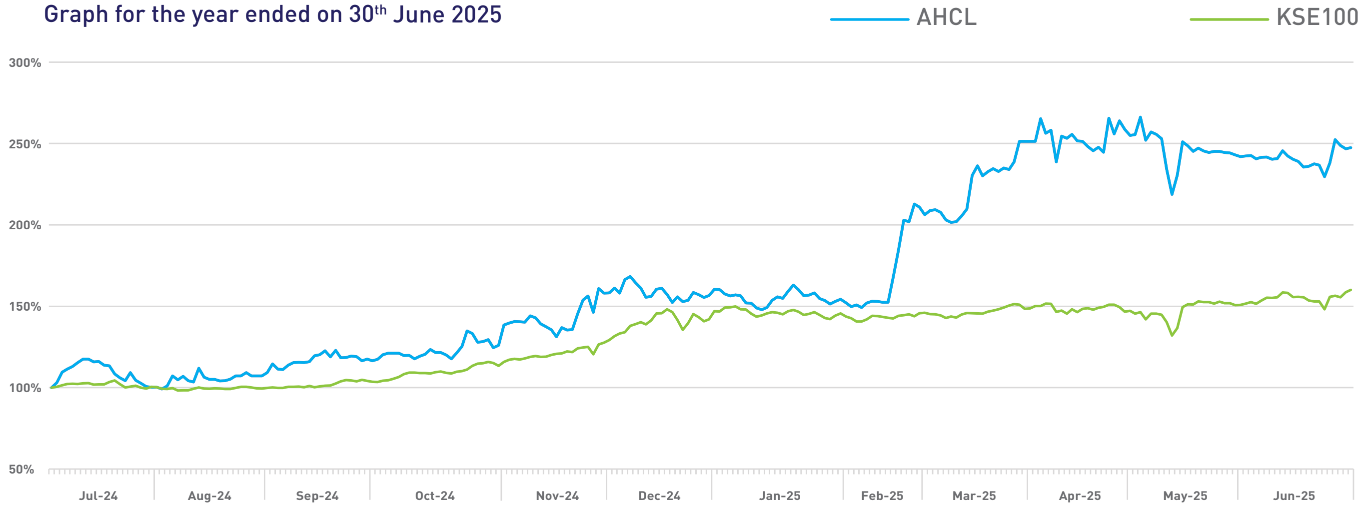
Financial & Business Highlights

Six Years at a Glance

Year ended 30th June	2025	2024	2023	2022	2021	2020
Profit and Loss Account						
Revenue	4,952.99	3,795.84	2,902.36	1,733.78	1,058.89	782.51
Gain on sale of securities - net	671.65	387.99	0.43	637.45	204.62	646.38
Operating & administrative expenses	(452.30)	(170.02)	(166.14)	(120.44)	(120.14)	(115.25)
Net finance (cost) / income	(529.73)	(302.83)	(138.08)	7.38	13.70	(107.94)
Gain / (loss) on remeasurement of investments	23,809.35	7,158.56	(2,563.88)	1,730.21	3,188.97	(1,647.45)
Other (charges) / income - net	(38.11)	(3.62)	3.22	2.53	(49.50)	(0.07
Profit / (loss) before levy and tax	28,408.67	10,879.40	37.91	3,990.90	4,296.54	(441.81)
Profit / (loss) after levy and tax	23,775.34	9,430.60	(972.36)	3,757.72	3,874.06	(569.88)
EBITDA	28,956.95	11,200.26	192.09	4,003.01	4,302.54	(315.72)
Balance Sheet						
Share capital	4,216.97	4,216.97	4,083.75	4,083.75	4,083.75	4,083.75
Reserves	50,675.94	29,852.47	16,385.42	19,749.97	17,280.79	14,019.29
Property and equipment	33.51	49.53	25.91	37.43	61.04	61.59
Long term investments	59,498.58	26,363.02	17,881.95	19,184.75	16,321.39	15,325.67
Current assets	4,861.81	11,635.06	5,821.92	6,729.57	6,243.04	3,453.26
Current liabilities	2,648.03	2,967.39	2,813.73	2,097.37	1,140.57	759.12
Non current liabilities	8,750.86	1,335.48	531.16	132.73	258.90	115.86
Total assets	66,291.80	38,372.30	23,814.06	26,063.82	22,764.01	18,978.03
Total liabilities	11,398.89	4,302.86	3,344.88	2,230.10	1,399.47	874.99
Performance						
Return on equity (%)	53.45%	34.58%	-4.39%	16.63%	19.63%	-3.00%
Return on Assets (%)	45.43%	30.33%	-3.90%	15.39%	18.56%	-2.49%
Return on capital employed (%)	45.47%	31.58%	0.84%	16.62%	19.81%	-1.83%
Income/ expense ratio (x)	29.93	23.98	1.12	36.30	41.37	(0.98)
Earning Asset/Total Asset Ratio (%)	98.88%	97.94%	99.07%	99.61%	99.59%	96.14%
Break-up value (PKR)	13.02	8.08	5.01	5.84	5.23	4.43
Leverage						
Total liabilities to equity ratio (%)	20.77%	12.63%	16.34%	9.36%	6.55%	4.83%
Cost of debt (%)	16.13%	23.17%	17.73%	10.07%	9.00%	14.47%
Long term liabilities to equity ratio (%)	15.94%	3.92%	2.59%	0.56%	1.21%	0.64%
Interest cover ratio (x)	54.63	36.93	1.27	-	-	-

Year ended 30th June	2025	2024	2023	2022	2021	2020
Liquidity						
Current ratio (x)	1.84	3.92	2.07	3.21	5.47	4.55
Cash to current liabilities (%)	3.89%	1.55%	1.43%	1.96%	25.96%	4.64%
Valuation						
Price earning ratio (x)	1.92	0.22	(1.04)	0.40	0.42	(2.15)
Break-up value per share (PKR)	13.02	8.08	5.01	5.84	5.23	4.43
Cash dividend per share (PKR)	*1.00	0.70	-	0.40	0.30	0.15
Dividend Declared (%)	*100.00%	70.00%	0.00%	40.00%	30.00%	15.00%
Dividend yield (%)	*9.26%	14.43%	0.00%	10.81%	7.49%	5.0%
Dividend payout ratio (%)	*17.74%	31.30%	0.00%	43.47%	31.62%	-107.49%
Dividend cover ratio (x)	*5.64	3.19	-	2.30	3.16	(0.93)
Market value per share (end of year) (PKR)	10.80	4.85	2.49	3.70	4.00	3.00
High (during the year) (PKR)	12.07	4.90	3.74	4.12	4.66	3.63
Low (during the year) (PKR)	4.52	2.43	2.28	3.18	2.91	1.90
Earnings Per Share (PKR)	5.64	2.24	(0.24)	0.92	0.95	(0.14)
*Proposed						
Shareholders' Return						
Arif Habib Corporation Limited - annual total return (%)	160.18%	95.05%	-24.64%	-0.08%	40.46%	21.41%
Karachi Stock Exchange 100 Index - annual total return (%)	60.15%	89.24%	-0.20%	-12.30%	37.60%	1.53%
Shareholders' return differential: AHSL-KSE-100 Index (%)	100.03%	5.81%	-24.44%	12.22%	2.86%	19.88%

Graph for the year ended on 30th June 2025



Note: During the year, the Company undertook a sub-division of its share capital changing the face value of each share from Rs. 10/- to Re. 1/-. Accordingly, prior period figures have been restated, where necessary, to reflect its impact.

Horizontal Analysis of Financial Statements

	2025 Rupees in million	%▲YoY 2025-24	2024 Rupees in million	%▲YoY 2024-23	2023 Rupees in million	%▲YoY 2023-22
Balance Sheet						
Total equity	54,892.91	61.12	34,069.44	66.44	20,469.17	(14.12)
Total non-current liabilities	8,750.86	555.26	1,335.48	151.43	531.16	300.18
Total current liabilities	2,648.03	(10.76)	2,967.39	5.46	2,813.73	34.15
Total equity and liabilities	66,291.80	72.76	38,372.30	61.13	23,814.06	(8.63)
Total non-current assets	61,429.99	451.98	11,128.96	(38.15)	17,992.14	(6.94)
Total current assets	4,861.81	(58.21)	11,635.06	99.85	5,821.92	(13.49)
Total assets	66,291.80	191.21	22,764.01	(4.41)	23,814.06	(8.63)
Profit and Loss Account						
Revenue	4,952.99	30.48	3,795.84	30.78	2,902.36	67.40
Gain on sale of securities - net	671.65	73.11	387.99	91,041.78	0.43	(99.93)
Administrative expenses	(452.30)	166.02	(170.02)	2.34	(166.14)	37.95
Net finance (cost) / income	(529.73)	74.92	(302.83)	119.33	(138.08)	(1,972.15)
Gain / (Loss) on remeasurement of investments - net	23,809.35	232.60	7,158.56	379.21	(2,563.88)	(248.18)
Unrealised (loss) / gain on remeasurement of investment property	(5.19)	(138.44)	13.50	100.00	-	-
Other (charges) / incomes - net	(38.11)	952.10	(3.62)	(212.61)	3.22	27.29
Profit / (loss) before levy and tax	28,408.67	161.12	10,879.40	28,598.05	37.91	(99.05)
Levy and taxation	(4,633.32)	219.80	(1,448.80)	43.41	(1,010.27)	333.26
Profit / (loss) after levy and tax	23,775.34	152.11	9,430.60	1,069.87	(972.36)	(125.88)

	2022 Rupees in million	%▲YoY 2022-21	2021 Rupees in million	%▲YoY 2021-20	2020 Rupees in million	%▲YoY 2020-19
Balance Sheet						
Total equity	23,833.72	11.56	21,364.54	18.02	18,103.04	(8.93)
Total non-current liabilities	132.73	(48.73)	258.90	123.45	115.86	100.00
Total current liabilities	2,097.37	83.89	1,140.57	50.25	759.12	(88.89)
Total equity and liabilities	26,063.82	14.50	22,764.01	19.95	18,978.03	(28.94)
Total non-current assets	19,334.25	17.03	16,520.97	6.42	15,524.77	(6.45)
Total current assets	6,729.57	7.79	6,243.04	80.79	3,453.26	(65.86)
Total assets	26,063.82	14.50	22,764.01	19.95	18,978.03	(28.94)
Profit and Loss Account						
Revenue	1,733.78	63.74	1,058.89	35.32	782.51	(5.72)
Gain on sale of securities - net	637.45	211.53	204.62	(68.34)	646.38	910.80
Administrative expenses	(120.44)	0.25	(120.14)	4.25	(115.25)	12.44
Net finance (cost) / income	7.38	(46.18)	13.70	112.70	(107.94)	(318.44)
Gain / (Loss) on remeasurement of investments - net	1,730.21	(45.74)	3,188.97	293.57	(1,647.45)	4.29
Unrealised (loss) / gain on remeasurement of investment property	-	-	-	-	-	-
Other (charges) / incomes - net	2.53	105.11	(49.50)	74,318.28	(0.07)	99.69
Profit / (loss) before levy and tax	3,990.90	(7.11)	4,296.54	1,072.48	(441.81)	51.01
Levy and taxation	(233.18)	44.81	(422.48)	229.90	(128.06)	106.38
Profit / (loss) after levy and tax	3,757.72	(3.00)	3,874.06	779.81	(569.88)	40.87

Vertical Analysis of Financial Statements

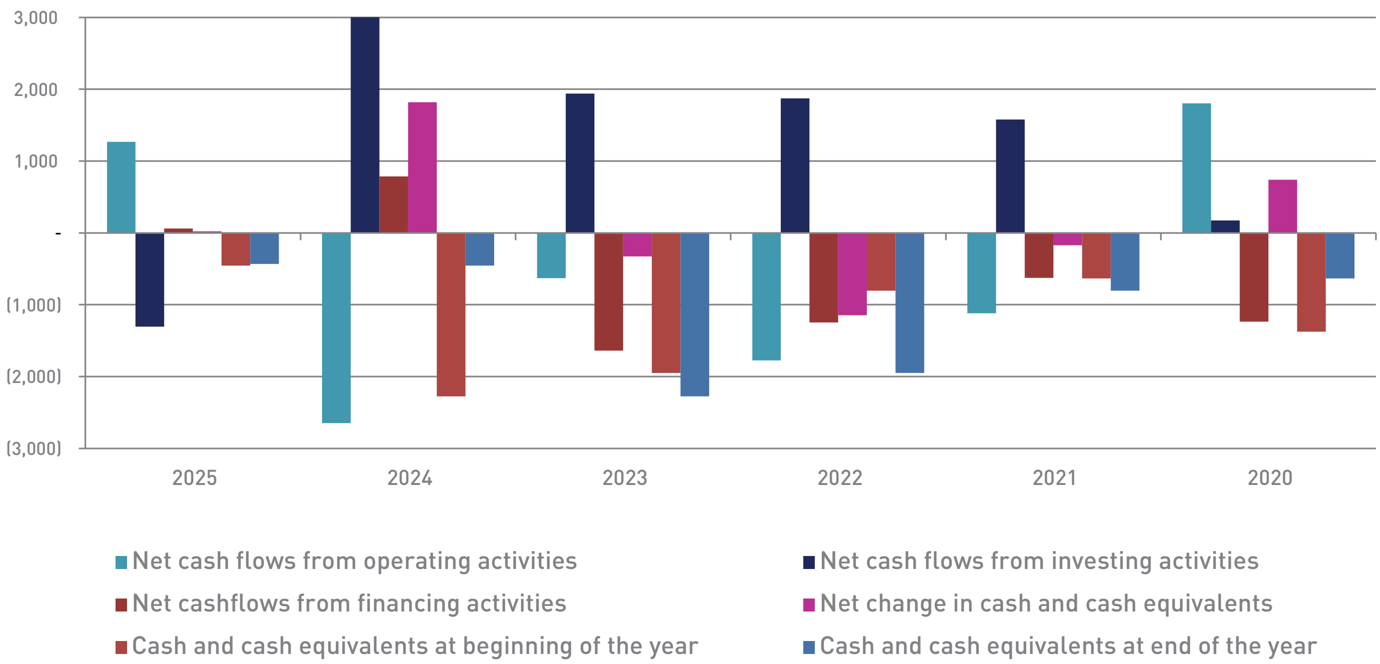
	2025 Rupees in million	%▲YoY 2025-24	2024 Rupees in million	%▲YoY 2024-23	2023 Rupees in million	%▲YoY 2023-22
Balance Sheet						
Total equity	54,892.91	82.80	34,069.44	88.79	20,469.17	85.95
Total non-current liabilities	8,750.86	13.20	1,335.48	3.48	531.16	2.23
Total current liabilities	2,648.03	3.99	2,967.39	7.73	2,813.73	11.82
Total equity and liabilities	66,291.80	100.00	38,372.30	100.00	23,814.06	100.00
Total non-current assets	61,429.99	92.67	11,128.96	48.89	17,992.14	75.55
Total current assets	4,861.81	7.33	11,635.06	51.11	5,821.92	24.45
Total assets	66,291.80	100.00	22,764.01	100.00	23,814.06	100.00
Profit and Loss Account						
Revenue	4,952.99	100.00	3,795.84	100.00	2,902.36	100.00
Gain on sale of securities - net	671.65	13.56	387.99	10.22	0.43	0.01
Administrative expenses	(452.30)	(9.13)	(170.02)	(4.48)	(166.14)	(5.72)
Net finance (cost) / income	(529.73)	(10.70)	(302.83)	(7.98)	(138.08)	(4.76)
Gain / (Loss) on remeasurement of investments - net	23,809.35	480.71	7,158.56	188.59	(2,563.88)	(88.34)
Unrealised (loss) / gain on remeasurement of investment property	(5.19)	(0.10)	13.50	0.36	-	-
Other (charges) / incomes - net	(38.11)	(0.77)	(3.62)	(0.10)	3.22	0.11
Profit / (loss) before levy and tax	28,408.67	573.57	10,879.40	286.61	37.91	1.31
Levy and taxation	(4,633.32)	(93.55)	(1,448.80)	(38.17)	(1,010.27)	(34.81)
Profit / (loss) after levy and tax	23,775.34	480.02	9,430.60	248.45	(972.36)	(33.50)

	2022 Rupees in million	%▲YoY 2022-21	2021 Rupees in million	%▲YoY 2021-20	2020 Rupees in million	%▲YoY 2020-19
Balance Sheet						
Total equity	23,833.72	91.44	21,364.54	93.85	18,103.04	95.39
Total non-current liabilities	132.73	0.51	258.90	1.14	115.86	0.61
Total current liabilities	2,097.37	8.05	1,140.57	5.01	759.12	4.00
Total equity and liabilities	26,063.82	100.00	22,764.01	100.00	18,978.03	100.00
Total non-current assets	19,334.25	74.18	16,520.97	72.57	15,524.77	81.80
Total current assets	6,729.57	25.82	6,243.04	27.43	3,453.26	18.20
Total assets	26,063.82	100.00	22,764.01	100.00	18,978.03	100.00
Profit and Loss Account						
Revenue	1,733.78	100.00	1,058.89	100.00	782.51	100.00
Gain on sale of securities - net	637.45	36.77	204.62	19.32	646.38	82.60
Administrative expenses	(120.44)	(6.95)	(120.14)	(11.35)	(115.25)	(14.73)
Net finance (cost) / income	7.38	0.43	13.70	1.29	(107.94)	(13.79)
Gain / (Loss) on remeasurement of investments - net	1,730.21	99.79	3,188.97	301.16	(1,647.45)	(210.53)
Unrealised (loss) / gain on remeasurement of investment property	-	-	-	-	-	-
Other (charges) / incomes - net	2.53	0.15	(49.50)	(4.67)	(0.07)	(0.01)
Profit / (loss) before levy and tax	3,990.90	230.19	4,296.54	405.76	(441.81)	(56.46)
Levy and taxation	(233.18)	(13.45)	(422.48)	(39.90)	(128.06)	(16.37)
Profit / (loss) after levy and tax	3,757.72	216.74	3,874.06	365.86	(569.88)	(72.83)

Summary of Cash Flow Statements

Year ended 30th June 2025

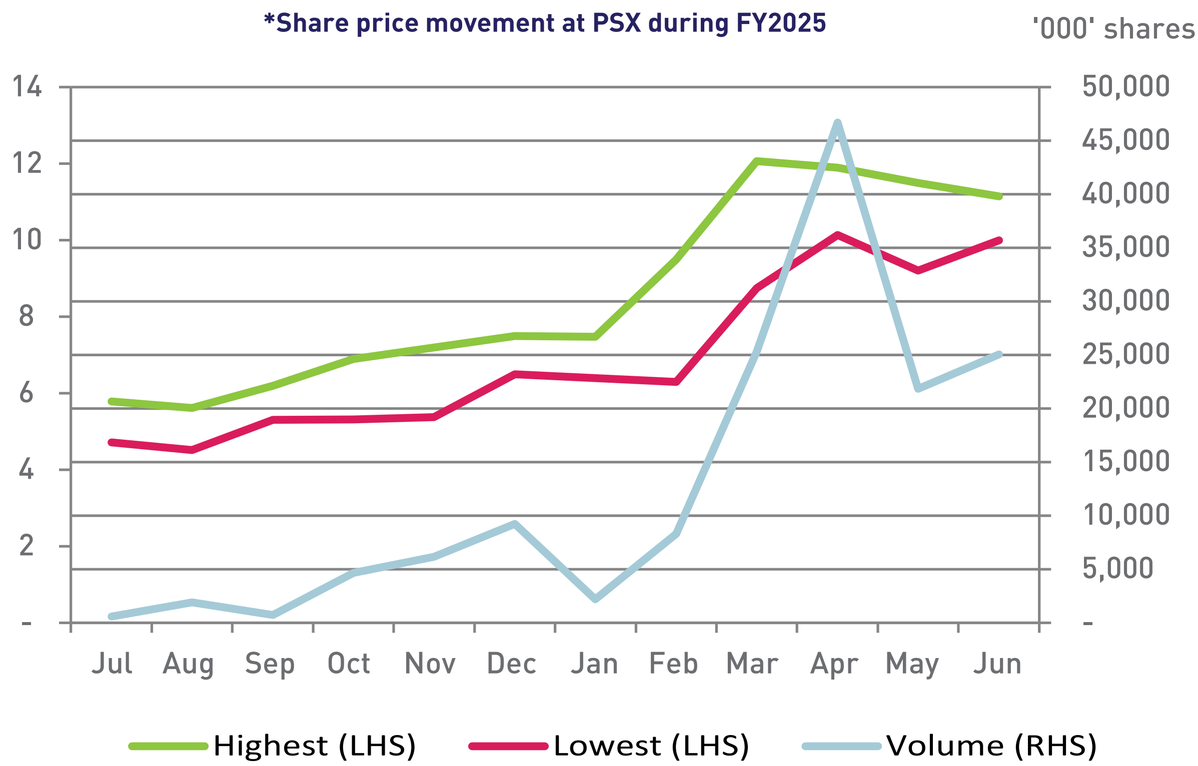
Rupees in million



	2025	2024	2023	2022	2021	2020
	Rupees in million					
Net cash flows from operating activities	1,269.13	(2,649.84)	(628.63)	(1,774.27)	(1,119.56)	1,803.15
Net cash flows from investing activities	(1,307.31)	3,683.88	1,940.97	1,874.81	1,576.92	174.72
Net cashflows from financing activities	61.45	784.86	(1,639.81)	(1,245.60)	(627.89)	(1,236.62)
Net change in cash and cash equivalents	23.27	1,818.90	(327.46)	(1,145.06)	(170.53)	741.25
Cash and cash equivalents at beginning of the year	(455.35)	(2,273.93)	(1,949.76)	(806.55)	(635.59)	(1,377.03)
Cash and cash equivalents at end of the year	(431.86)	(455.35)	(2,273.93)	(1,949.76)	(806.55)	(635.59)

Share Price / Volume Analysis

Month	*Highest (LHS)	*Lowest (LHS)	Volume (RHS)
Share Price movement at PSX during FY 2024-25			
July-24	5.79	4.71	581,447
August-24	5.62	4.52	1,911,671
September-24	6.20	5.30	720,411
October-24	6.90	5.32	4,672,055
November-24	7.20	5.38	6,170,625
December-24	7.50	6.50	9,223,540
January-25	7.47	6.40	2,209,436
February-25	9.50	6.30	8,306,711
March-25	12.07	8.75	25,293,889
April-25	11.90	10.14	46,698,137
May-25	11.50	9.21	21,843,845
June-25	11.15	10.00	25,068,604
	12.07	**4.52**	**152,700,371**



**Note: During the year, the Company undertook a sub-division of its share capital changing the face value of each share from Rs. 10/- to Re. 1/-. Consequently, the share price of AHCL has been adjusted accordingly.*

Sustainable Impact Report

Introduction: Our Commitment to Sustainability

At the Arif Habib Group, sustainability is central to our identity. We understand that our success is intrinsically linked to the health of our society and environment. Our mission extends beyond simply minimizing harm; we actively work to foster social well-being, environmental preservation, and inclusive economic progress. This commitment drives every decision we make, from leadership directives to our daily operations and partnerships. We are dedicated to building a thriving society that values education, healthcare, environmental stewardship, and economic resilience.

This year marks a major achievement for us, our investee company, Fatima Fertilizer is the first private company in Pakistan to successfully adopt the United Nations Development Programme (UNDP) SDG Impact Framework. This pioneering effort demonstrates our commitment to creating value that goes far beyond profit, setting a new benchmark for corporate sustainability in the country.

At the Arif Habib Group, we view sustainability not as an obligation but as a shared responsibility to our nation and its people. By aligning with the SDGs, investing in our communities, and pioneering new sustainability frameworks, we are actively shaping a future where economic growth, social well-being, and environmental resilience go hand in hand.

Aligning with the Sustainable Development Goals (SDGs)

We have aligned our corporate strategy with the United Nations' Sustainable Development Goals (SDGs) to build a sustainable future. We have deepened our focus this year on the following goals:

1 NO POVERTY

Empowering Livelihoods and Alleviating Poverty (SDG 1)

While our mission is to create a more prosperous Pakistan, we recognize that our work is a direct contribution to ending poverty. As a major employer in key sectors like financial services, fertilizer, cement, steel, and energy, we provide stable jobs and income that are crucial for families to move out of poverty. Our strategic initiatives, such as Fatima's partnerships with JazzCash and Zarai Taraqiati Bank Limited (ZTBL) to provide financial access to unbanked farmers, are not just business decisions—they are a direct effort to empower individuals and families, helping them secure their economic future. Beyond our direct operations, we support vulnerable communities through ration drives and food bank operations, providing essential support to those in need.

2 ZERO HUNGER

Addressing Food Security (SDG 2)

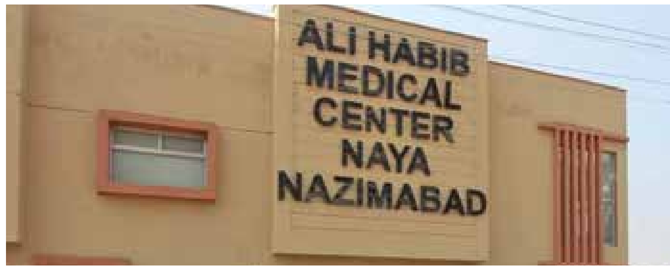
Despite its vast agricultural potential, Pakistan continues to face significant food security issues, largely because modern farming techniques aren't widely used. Through our work at Fatima Fertilizer, we're empowering farmers with top-quality products, expert advice, and digital tools. Our Sarsabz Pakistan initiative provides farmers with crop consulting, water management solutions, and access to training sessions and conventions. We continue to honor our farmers annually on Kissan Day, celebrated on December 18. The 2024 celebration, the sixth of its kind, has grown into a powerful platform for advocating for farmers' rights.

In addition, we are driving efforts to reduce food waste across our operations and advocating for responsible use of resources in both production and consumption. These efforts reflect our broader goal of promoting sustainable development while contributing to a circular economy that benefits both people and the planet.

3 GOOD HEALTH AND WELL-BEING

Promoting Health and Well-Being (SDG 3)

The Arif Habib Group has a long history of supporting leading healthcare institutions, including Shaukat Khanum Memorial Cancer Hospital, SIUT, The Patients' Behbud Society for AKUH, Kharadar General Hospital, Indus Hospital, The Kidney Centre, and Lahore Institute of Health Sciences. We are proud partners of the Memon Medical Institute, which provides affordable and dignified healthcare and education. In Southern Punjab, the Mukhtar A. Sheik Hospital, a 500-bed advanced facility, offers state-of-the-art treatment and care. At Naya Nazimabad, Javedan Corporation Limited's Ali Habib Medical Centre (AHMC) provides primary care through specialist clinics and diagnostic services. Furthermore, plans are underway for the development of a full-scale tertiary hospital within Naya Nazimabad of which the ground breaking has taken place. Regular blood drives and awareness campaigns across our group companies also reflect our commitment to life-saving initiatives.



4 QUALITY EDUCATION

Quality Education (SDG 4)

Education is the cornerstone of human development. We support leading institutions like Habib University Foundation, IBA, KSBL, LUMS, GIKI, Namal Education Foundation, and NUST. We also partner with grassroots organizations such as CARE Foundation, PEN, The Citizens Foundation, Memon Educational Board, Bait us Salam Welfare Trust, and The Hunar Foundation. These partnerships show our firm belief that access to quality education is crucial for empowerment and societal transformation.

The Arif Habib Group also supports Memon Education Monetary Fund (MEMF) a collaborative initiative committed to ensuring that every Memon child has access to quality education, regardless of their financial circumstances. By providing scholarships to deserving students, MEMF seeks to empower individuals and contribute to the long-term development and prosperity of the Memon community.

As part of our commitment to advancing education in Pakistan, the Arif Habib Group supports Durbeen, an organization dedicated to improving the quality of teaching in public schools. Through its teacher training programs, Durbeen equips educators with modern skills and resources, creating sustainable, long-term improvements in student outcomes and the overall education system.

5 GENDER EQUALITY

Gender Equality (SDG 5)

We are committed to fostering inclusive workplaces and communities where women can thrive. Across Arif Habib Group companies, we actively work to increase gender diversity, close pay gaps, enforce a zero-tolerance policy against workplace harassment, and provide leadership and skills training opportunities. Our commitment to gender equality is not new—Arif Habib Group hired one of Pakistan's first female stockbrokers in the 1990s, well before the issue was widely recognized.

At Naya Nazimabad, we further advance women's inclusion by developing safe, accessible parks and green spaces, and by supporting gender-equitable education initiatives. By empowering women both within the workplace and in the community, we contribute to broader societal progress and sustainable, inclusive growth.

6 CLEAN WATER AND SANITATION

Clean Water and Environmental Stewardship (SDG 6)

Water scarcity is one of Pakistan's most critical challenges. To address this, we have installed a water recycling plant and a rainwater reservoir at Naya Nazimabad, and we are developing a Reverse Osmosis Filtration plant to ensure a sustainable water supply. Additionally, we provide clean drinking water to local communities around our sites. At Silk Gardens in Surjani, sustainability has been embedded into project design through a grey water recycling system, solar power for common area lighting, open corridors for natural ventilation, and the dedication of 5 acres to landscaped green belts.

Our environmental efforts also include urban forestry and plantation drives. In partnership with the National Forum for Environment & Health, we've planted over 5,000 trees to combat heat and improve air quality. Similar initiatives at our fertilizer and cement operations help protect biodiversity and local ecosystems. Silk Gardens has further strengthened this impact through a large-scale plantation drive along approach corridors, adding nearly 30,000 plants and shrubs to improve air quality, reduce heat, and create a healthier microclimate

7 AFFORDABLE AND CLEAN ENERGY

Driving Renewable Energy Initiatives (SDG 7)

We are actively investing in clean energy to lessen our dependence on fossil fuels. Fatima Fertilizer is reducing its fossil fuel consumption with solar energy, which lowers GHG emissions. SEDPL's 50 MW Wind Farm in Jhimpir provides clean energy and generates Certified Emission Reductions (CERs). Power Cement Limited, one of Pakistan's leading cement companies, is advancing renewable energy through a diversified energy mix. Currently, 34% of its energy comes from an 11.5 MW Waste Heat Recovery System (WHRS) and 6% from a 7 MW solar power plant. The company is also developing a 7.5 MW wind power project, expected to add 11% to its energy mix by FY2026. Naya Nazimabad was designed to be energy-efficient, using natural sunlight and airflow to reduce energy needs. These projects collectively reduce our carbon footprint and promote the use of renewable energy.

8 DECENT WORK AND ECONOMIC GROWTH

Empowering Our People (SDG 8)

Our employees are our most valuable asset. We foster a workplace culture built on diversity, inclusion, safety, and continuous growth. Across the Group, employees benefit from training programs, strong Health, Safety, and Environment (HSE) protocols, and wellness initiatives. Across the group, we encourage collaboration and professional development through team-building exercises, workshops, and sporting events, ensuring our people thrive while working toward shared goals.

9 INDUSTRY INNOVATION AND INFRASTRUCTURE

Industry, Innovation, and Infrastructure (SDG 9)

As a diversified industrial group, our very foundation is built on this principle. We are a key player in building a resilient and modern industrial base for Pakistan. From our investments in essential sectors like fertilizer, cement, and steel to the development of vital urban and energy infrastructure, we are helping to lay the groundwork for a prosperous future. We also embrace innovation, as seen in our use of digital tools and the Sarsabz Pakistan App, which are modernizing the agricultural sector. Our work on large-scale infrastructure projects, such as the Naya Nazimabad community, demonstrates our commitment to building sustainable and high-quality infrastructure that supports economic growth.

Reduced Inequality (SDG 10)

We believe that reducing inequality is essential for building a just society. Through Naya Nazimabad, we offer affordable housing to middle-income families, providing access to safe, well-planned communities. Our support for the Memon Medical Institute, AHMC, and Mukhtar A. Sheik Hospital ensures that underserved populations have access to quality healthcare. Our education and healthcare initiatives, which specifically target marginalized groups, help break down barriers and promote upward mobility.

Building Sustainable Communities (SDG 11)

Naya Nazimabad is our flagship housing project, created to provide affordable, sustainable living for Karachi's growing population. With parks, sports complexes, schools, and healthcare facilities, it serves as a holistic model for sustainable community development. We are committed to integrating green building standards and resource efficiency into all our real estate projects to create healthier and more resilient urban environments.

Responsible Consumption and Production (SDG 12)

We are promoting responsible business practices throughout our operations by focusing on waste reduction, energy efficiency, and circular economy principles. Power Cement's waste heat recovery and solar energy systems reduce emissions and energy consumption. At Naya Nazimabad, water recycling and rainwater harvesting ensure efficient resource use. We further minimize our environmental impact through food waste reduction campaigns, plantation drives, and digital monitoring systems across our companies.

Climate Action (SDG 13)

Our commitment to climate action is visible across our operations. We are investing in renewable energy projects, with our wind farm and solar initiatives significantly reducing our carbon footprint. By implementing energy efficiency measures like waste heat recovery and designing our communities to maximize natural light and airflow, we are actively working to mitigate climate change. These efforts are not just about compliance; they are about building a more sustainable and low-carbon future for Pakistan.

Forging Partnerships for the Goals (SDG 17)

We understand that we cannot achieve these ambitious goals alone. We are proud of our wide-ranging collaborations, which are central to our strategy. Our groundbreaking partnership with the UNDP on the SDG Impact Framework sets a new precedent for private-sector engagement. We also collaborate with leading healthcare, education, and environmental organizations to multiply our impact. By forging strong partnerships across different sectors and with both local and international organizations, we are leveraging our collective strengths to find lasting solutions to some of Pakistan's most pressing challenges.


ESG

AHG's Commitment to ESG

Over the past year, our sustainability journey has matured into a more integrated part of how we think, plan, and operate across the Group. Where we once viewed ESG as an important responsibility, it has now become a defining principle guiding our growth, risk management, and stakeholder engagement. This evolution reflects our recognition that long-term success is inseparable from sustainable business practices.

Our focus has expanded beyond compliance to creating real, lasting impact. We have deepened our engagement with stakeholders, strengthened internal capacities, and encouraged our businesses to align more closely with emerging sustainability priorities. Whether through embedding resource efficiency, promoting responsible governance, or supporting communities where we operate, our intent has been to move from awareness into action.

We also recognize that the ESG landscape is constantly evolving. To remain relevant, our Group has embraced a culture of continuous improvement and learning. By equipping our leadership teams with broader knowledge, encouraging cross-business collaboration, and maintaining dialogue with global best practices, we are ensuring that our sustainability strategy is forward-looking and resilient in the face of changing realities.

Looking ahead, we see sustainability not as a separate agenda but as an enabler of growth and resilience. By continuing to embed ESG principles into every business decision, we aim to create shared value—strengthening our company while contributing positively to society and the environment. This is the path that will allow us to thrive today, while helping secure a more sustainable tomorrow.

Governance & Management

Corporate Governance: A Cornerstone of AHCL

At AHCL, corporate governance is not merely a compliance exercise; it's a fundamental principle that shapes our business philosophy. Our unwavering commitment to creating value for all stakeholders drives us to uphold the highest standards of transparency, accountability, and ethical conduct as we navigate the ever-evolving business landscape.

A Culture of Integrity and Transparency

Transparency, accountability, and ethical practices are deeply ingrained in the fabric of AHCL's business processes. To ensure the integrity of our governance framework, our Board of Directors has adopted a robust set of guiding principles and policies. Our Board, comprised of eight dedicated directors, represents and safeguards the interests of all shareholders, including minority shareholders.

Board Oversight and Engagement

The Board plays an active role in overseeing and guiding the company's strategic direction. Key responsibilities include:

- Financial Stewardship: Approving budgets, evaluating investments, and authorizing capital expenditures.
- Operational Oversight: Reviewing financial statements, dividend declarations, and internal and external audit reports.
- Policy Framework: Establishing comprehensive business policies and ensuring their effective implementation.

Whistleblower Protection

We believe that fostering an open and transparent work environment is essential for ethical conduct. AHCL has implemented a robust whistleblower protection policy that encourages employees to report any concerns or suspected wrongdoing without fear of retaliation. Our policy includes clear procedures for reporting incidents, confidentiality measures, and safeguards for whistleblowers.

Employee Engagement and Development

At AHCL, we are committed to fostering a positive and inclusive and diverse work environment where every employee feels valued and empowered. We believe that our people are our greatest asset, and we strive to create a culture of continuous learning and professional growth. We continuously promote a culture of respect and equality by embedding inclusivity into our policies and practices, from recruitment to career progression. In addition, our robust employee development programs focus on continuous learning that is tailored to individual career goals. Our emphasis on open communication, diversity, and inclusion ensures that all employees can contribute meaningfully to the company’s success. These investments not only enhance employee well-being but also drive innovation, productivity, and long-term success for the company.

Succession Planning: Investing in Our Future

We recognize that a company's success is closely tied to its human capital. At AHCL, succession planning is a strategic priority. We invest in developing our talent pool to ensure a seamless transition of leadership and continuity of operations.

- Talent Acquisition and Development: We recruit and retain top talent through a rigorous selection process and provide ongoing training and development opportunities.
- Leadership Development: We identify and nurture potential leaders within our organization through mentoring, coaching, and exposure to senior management roles.
- Succession Planning Framework: We maintain a comprehensive succession plan that identifies critical roles, potential successors, and development needs.

Stakeholder Engagement: Building Strong Relationships

At AHCL, we believe that strong relationships with our stakeholders are essential for our continued success. We are committed to actively engaging with all our stakeholders, listening to their feedback, and addressing their concerns promptly.

We recognize that the trust and confidence of our stakeholders are invaluable assets. Therefore, we strive to maintain open and transparent communication channels, fostering a culture of dialogue and collaboration.

Our engagement with stakeholders is tailored to meet their specific needs and interests. We regularly interact with:

- Shareholders and Investors: We provide regular updates on our financial performance, strategic initiatives, and future outlook.
- Customers and Suppliers: We prioritize strong partnerships with our customers and suppliers, ensuring mutual satisfaction and collaboration.
- Banks and Lenders: We maintain open lines of communication with our financial partners to secure necessary funding and support.
- Government Functionaries and Elected Representatives: We engage with government officials to understand regulatory requirements and contribute to industry development.
- Media: We proactively engage with the media to share our story, address inquiries, and maintain a positive public image.

By fostering strong relationships with our stakeholders, we aim to create a sustainable and mutually beneficial business environment.

Criteria to Evaluate Board's Performance

In an era where accountability and performance evaluation have risen to paramount importance, the task of self-assessment can prove to be a formidable challenge. However, the triumphant trajectory of a high-performing company is intrinsically linked to the ability of its directors to devise and guide a strategy that seamlessly aligns with the overarching vision, thus propelling expansion and prosperity. With this perspective, our company diligently nurtures the prowess of its Board of Directors, empowering them to enhance both their individual contributions and collective impact on the company and society at large.

A truly exceptional Board transcends being a mere assembly of accomplished individuals; it transforms into a harmonious ensemble that connects diverse skills within a culture fostering unity. This synergy enables sound decisions that steer the company toward progress, while also nurturing the environment it operates within. While the chair provides crucial guidance, the participatory involvement of each Board member remains paramount for the Board's effectiveness.
As the spotlight on performance evaluation intensifies within boardrooms, regulatory bodies and institutional investors increasingly advocate its practice as an essential component of robust corporate governance. The Board of Directors stands as the guardian of shareholders' investments and aspirations, channelling these into the company's mission and objectives. Upholding stakeholder trust necessitates periodic assessment of the Board's performance.

At AHCL, the Board has meticulously instituted a self-evaluation mechanism, a practice upheld for several years to uphold good governance principles. This evaluation centres on pivotal aspects like strategic expansion, identification of business prospects, adept risk management, composition of the Board, and vigilant oversight of management.

The main focus of the evaluation remains on strategic growth, business opportunities, risk management, Board composition and providing oversight to the management, the global economic environment and competitive context, amongst other areas.

In continuance of adhering to the Code, the Board undertook an evaluation on the following criteria to assess its performance:

- Compliance with the legislative system in which Company operates, including Companies Act, 2017, Listing Regulations of the Stock Exchange, the Memorandum and Articles of Association of the Company.
- Active participation in strategic planning process, enterprise risk management system, policy development, financial structure, monitoring and approval.
- Hiring, evaluating, compensating and supporting the Executive Directors and other key positions including Chief Executive.
- Appropriate constitution of Board Committees with members possessing adequate technical knowledge and experience.
- Establishing adequate system of internal controls in the Company and its regular assessment through self-assessment mechanism or/and internal audit activities.
- Ensuring presence of required quorum in Board and Committees' meeting.
- Ensuring orientation and training of Board of Directors to enable them to perform their duties in an eff¬ective manner.
- Ensuring adequate information is shared with the Board timely and the Board is kept abreast of developments between meetings.

The overall performance of the Board measured on the basis of above-mentioned parameters for the year was satisfactory.

Report of the Audit Committee on Adherence to the Best Practices of Code of Corporate Governance

The audit committee has concluded its annual review of the conduct and operations of the Company during financial year ended on 30th June 2025, and reports that:

- The Company has adhered in full, without any material departure, with both mandatory and voluntary provisions of the listing regulation of Pakistan Stock Exchange, Company's statement of ethics and values and the international best practices of Governance throughout the year.

- Compliance has been confirmed from the members of the Board, the Management and employees of the Company individually. Equitable treatment of shareholders has also been ensured.

- The Company has issued a "Statement of Compliance with the Best Practices of Code of Corporate Governance" as stipulated in Listed Companies (Code of Corporate Governance) Regulations 2019, and the auditors have provided their review report there on.

- Appropriate accounting policies have been consistently applied. Applicable accounting standards were followed in preparation of financial statements of the Company and consolidated financial statements on a going concern assumption basis, for the financial year ended 30th June 2025, which present fairly the state of affairs, results of operations, profits, cash flows and changes in equities of the Company and its subsidiaries for the year under review.

- The Chief Executive Officer and the Chief Financial Officer have duly endorsed the unconsolidated financial statements and consolidated financial statements of the Company under their respective signatures before presenting the financial statements, for consideration and approval of the Board of Directors. They acknowledge their responsibility for true and fair presentation of the financial statements, compliance with regulations and applicable accounting standards and establishment and maintenance of internal controls framework and procedures necessary for the purpose.

- Accounting estimates are based on reasonable and prudent judgment. Proper and adequate accounting records have been maintained by the Company in accordance with Companies Act, 2017.

- The financial statements comply with the requirements of the Fourth Schedule to the Companies Act, 2017 and applicable "International Accounting Standards/ International Financial Reporting Standards (IFRS)" notified by SECP.

- All direct and indirect trading and holdings of the Company's shares by Directors & Executives or their spouse were notified in writing to the Company Secretary along with the price, number of shares, form of share certificate and nature of transaction which were notified by the Company Secretary to the Board with in the stipulated time. All such holdings have been disclosed in the pattern of Shareholdings.

INTERNAL AUDIT

The internal control framework has been effectively implemented through an independent in-house Internal Audit function established by the Board.

- The Company's system of internal control is sound in design and has been continually evaluated for effectiveness and adequacy.

- The Audit Committee has ensured the achievements of operational, compliance and financial reporting objectives, safeguarding of the assets of the Company and the shareholders wealth through effective financial operational and compliance controls and risk management at all levels within theCompany.

- The Head of Internal Audit has direct access to the Chairman of the Audit Committee and the Committee has ensured staffing of personnel with sufficient internal audit acumen.

- Coordination between the External and Internal Auditors was facilitated to ensure efficiency and contribution to the Company's objectives, including a reliable financial reporting system and compliance with laws and regulations.

EXTERNAL AUDITORS

- The statutory Auditors of the Company, M/s. A. F. Ferguson & Co., Chartered Accountants, have completed their audit assignments of the "Company's Separate Financial Statements", the "Consolidated Financial Statements" and the "Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations 2019 for the financial year ended 30th June 2025 and shall retire on the conclusion of the 31st Annual General Meeting.

- The Audit Committee has reviewed and discussed Audit observation and Draft Audit Management Letter with the External Auditors. Final Management Letter is required to be submitted within 45 days of the date of Auditors' Report on financial statements under the listing regulations and shall thereof accordingly be discussed in the next Audit Committee Meeting.

- The Audit Firm has been given a satisfactory rating under the Quality Control Review Program of the Institute of Chartered Accountants of Pakistan (ICAP) and the firm is fully compliant with the International Federation of Accountants (IFAC) Guidelines on Code of Ethics, as adopted by the ICAP. The Auditors attended the general meetings of the Company during the year and have confirmed attendance of the Annual General Meeting scheduled on 24th October 2025.

- Being eligible for re-appointment as Auditors of the Company, the Audit Committee recomends reappointment of M/s. A. F. Ferguson & Co., Chartered Accountants, for the financial year 30th June 2026.

Karachi: 22nd September 2025
Chairman - Audit Committee

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A·F·FERGUSON&Co.

Independent Auditor's Review Report To the members of Arif Habib Corporation Limited

Review Report on the Statement of Compliance Contained in Listed Companies (Code of Corporate Governance) Regulations, 2019

We have reviewed the enclosed Statement of Compliance with the Listed Companies (Code of Corporate Governance) Regulations, 2019 (the Regulations) prepared by the Board of Directors of Arif Habib Corporation Limited (the Company) for the year ended June 30, 2025 in accordance with the requirements of regulation 36 of the Regulations.

The responsibility for compliance with the Regulations is that of the Board of Directors of the Company. Our responsibility is to review whether the Statement of Compliance reflects the status of the Company's compliance with the provisions of the Regulations and report if it does not and to highlight any non-compliance with the requirements of the Regulations. A review is limited primarily to inquiries of the Company's personnel and review of various documents prepared by the Company to comply with the Regulations.

As a part of our audit of the financial statements we are required to obtain an understanding of the accounting and internal control systems sufficient to plan the audit and develop an effective audit approach. We are not required to consider whether the Board of Directors' statement on internal control covers all risks and controls or to form an opinion on the effectiveness of such internal controls, the Company's corporate governance procedures and risks.

The Regulations require the Company to place before the Audit Committee, and upon recommendation of the Audit Committee, place before the Board of Directors for their review and approval, its related party transactions. We are only required and have ensured compliance of this requirement to the extent of the approval of the related party transactions by the Board of Directors upon recommendation of the Audit Committee.

Based on our review, nothing has come to our attention which causes us to believe that the Statement of Compliance does not appropriately reflect the Company's compliance, in all material respects, with the requirements contained in the Regulations as applicable to the Company for the year ended June 30, 2025.

A.F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: September 30, 2025
UDIN: CR202510059dRqa6Gmcp

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Statement of Compliance with Listed Companies (Code of Corporate Governance) Regulations, 2019

For The Year Ended 30th June 2025

The company has complied with the requirements of Listed Companies (Code of Corporate Governance) Regulations, 2019 [the Regulations] in the following manner:

1. The total number of directors are 8 (eight) as per the following:
   a. Male Directors : 7
   b. Female Director: 1

2. The composition of board is as follows:

Category	Names
Independent Directors	Khawaja Najum Ud Din Roomi Ms. Zeba Bakhtiar
Other Non-executive Directors	Mr. Asadullah Khawaja Mr. Nasim Beg Mr. Abdus Samad Habib Mr. Kashif Habib Mr. Muhammad Ejaz
Executive Director	Mr. Arif Habib
Female Director	Ms. Zeba Bakhtiar (Also mentioned above in the list of Independent Directors)

3. The directors have confirmed that none of them is serving as a director on more than seven listed companies, including this company.

4. The company has prepared a Code of Conduct and has ensured that appropriate steps have been taken to disseminate it throughout the company along with its supporting policies and procedures.

5. The Board has developed a vision/mission statement, overall corporate strategy and significant policies of the company. The Board has ensured that complete record of particulars of the significant policies along with their date of approval or updating is maintained by the company.

6. All the powers of the Board have been duly exercised and decisions on relevant matters have been taken by the Board / shareholders as empowered by the relevant provisions of the Act and these Regulations.

7. The meetings of the Board were presided over by the Chairman. The Board has complied with the requirements of Act and the Regulations with respect to frequency, recording and circulating minutes of meeting of the Board.

8. The Board has a formal policy and transparent procedures for remuneration of directors in accordance with the Act and these Regulations.

9. Five directors had already completed the directors' training / education program earlier whereas remaining three directors are exempt from attending the directors training program as per criteria mentioned under Code of Corporate Governance.

10. No new appointments of Chief Financial Officer, Company Secretary or Head of Internal Audit were made during the year under review.

11. Chief Financial Officer and Chief Executive Officer duly endorsed the financial statements before approval of the board.

12. The board has formed committees comprising of members given below:

a) **Audit Committee:**

Khawaja Najam Ud Din Roomi	Chairman
Mr. Kashif Habib	Member
Mr. Muhammad Ejaz	Member

b) **HR and Remuneration Committee:**

Ms. Zeba Bakhtiar	Chairperson
Mr. Arif Habib	Member
Mr. Nasim Beg	Member
Mr. Kashif Habib	Member

c) **Investments & Risk Management Committee:**

Mr. Arif Habib	Chairman
Mr. Nasim Beg	Member
Mr. Abdus Samad Habib	Member
Mr. Kashif Habib	Member

d) **Nomination Committee:**

Mr. Arif Habib	Chairman
Mr. Abdus Samad Habib	Member

13. The terms of reference of the aforesaid committees have been formed, documented and advised to the committee for compliance.

14. The frequency of meetings of the committees were as per following:

    a) Audit Committee – 5 (five) meetings of the committee were held during the financial year.
    b) HR and Remuneration Committee - 2 (Two) meetings of the committee were held during the financial year.
    c) Investments & Risk Management Committee - 2 (Two) meetings of the committee were held during the financial year.
    d) Nomination Committee - 1 (One) meeting of the committee was held during the financial year.

15. The Board has set up an effective internal audit function which is considered suitably qualified and experienced for the purpose and is conversant with the policies and procedures of the company.

16. The statutory auditors of the company have confirmed that they have been given a satisfactory rating under the Quality Control Review program of the Institute of Chartered Accountants of Pakistan and registered with Audit Oversight Board of Pakistan, that they and all their partners are in compliance with International Federation of Accountants (IFAC) guidelines on code of ethics as adopted by the Institute of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parent, dependent and non-dependent children) of the chief executive officer, chief financial officer, head of internal audit, company secretary or director of the company.

17. The statutory auditors or the persons associated with them have not been appointed to provide other services except in accordance with the Act, these regulations or any other regulatory requirement and the auditors have confirmed that they have observed IFAC guidelines in this regard.

18. We confirm that all requirements of regulations 3, 6, 7, 8, 27, 32, 33 and 36 of the Regulations have been complied with.

Explanation as required under the regulations 6(1) is mentioned below:

Currently, Company has two eminent and seasoned independent directors out of total eight directors on the Board. Both the independent directors have requisite competencies, skills, knowledge and experience to discharge and execute their duties competently as per laws and regulations; therefore, the appointment of a third independent director is not considered.

19. Explanation for non-compliance with requirements, other than 3, 6, 7, 8, 27 ,32, 33 and 36 are below:

Matter	Regulation No.	Explanation
Environmental, Social and Governance (ESG) matters The board is responsible for setting the Company's sustainability strategies, priorities and targets to create long term corporate value. The board may establish a dedicated sustainability committee having atleast one female director.	10 (A) (5)	The Board currently oversees sustainability-related matters. A dedicated committee may be constituted in due course, if considered necessary.

For and on behalf of the Board

ARIF HABIB
Chief Executive

ASADULLAH KHAWAJA
Chairman

Karachi: 22nd September 2025

Unconsolidated Financial Statements

For the year ended 30th June 2025

Independent Auditor's Report To the members of Arif Habib Corporation Limited

Report on the Audit of the Unconsolidated Financial Statements

Opinion

We have audited the annexed unconsolidated financial statements of Arif Habib Corporation Limited (the Company), which comprise the unconsolidated statement of financial position as at June 30, 2025, and the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in equity, the unconsolidated statement of cash flows for the year then ended, and notes to the unconsolidated financial statements, including material accounting policies and other explanatory information, and we state that we have obtained all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of the audit.

In our opinion and to the best of our information and according to the explanations given to us, the unconsolidated statement of financial position, the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in equity and the unconsolidated statement of cash flows together with the notes forming part thereof conform with the accounting and reporting standards as applicable in Pakistan and give the information required by the Companies Act, 2017 (XIX of 2017), in the manner so required and respectively give a true and fair view of the state of the Company's affairs as at June 30, 2025 and of the profit and other comprehensive income, the changes in equity and its cash flows for the year then ended.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Unconsolidated Financial Statements section of our report. We are independent of the Company in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code), and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the unconsolidated financial statements of the current period. These matters were addressed in the context of our audit of the unconsolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the Key audit matters:

S No.	Key audit matters	How the matters were addressed in our audit
(i)	**Investments** **(Refer note 7 and note 13 to the unconsolidated financial statements)** As at 30 June 2025, the Company has investments classified as "Subsidiaries - at cost", "Associates designated as fair value through profit or loss", "Debt instrument – at amortised cost", "Debt instruments at fair value through profit or loss", "Other equity securities designated as fair value through other comprehensive income" and "Equity securities at fair value through profit or loss" amounting to Rs. 62.02 billion, which in aggregate represent 93.56% of the total assets of the Company. Investments are carried at cost or fair value in accordance with the Company's accounting policy relating to their recognition and subsequent measurement. The valuation of investment is significant to the unconsolidated financial statements and involves management's judgment and use of assumptions and estimates and therefore we have considered this to be a key audit matter.	Our audit procedures amongst others included the following: - tested, on a sample basis, specific purchases and sale transactions recorded during the year; - in case of quoted investments, tested the valuation of such securities by agreeing the prices to the externally quoted market prices; - in case of unquoted investments, obtained the understanding of the valuation methodology and evaluated its appropriateness; - for investments valued using discounted cashflow method, we reviewed the key inputs and assumptions used to prepare the projections. We also applied sensitivity analysis on key assumptions and evaluated the results; - we considered the triggers and indicators of impairment in respect of investments subject to impairment assessment; and - checked that all required disclosures related to investments, fair value measurement and significant judgements are adequately presented in the unconsolidated financial statements.

Information Other than the Unconsolidated and Consolidated Financial Statements and Auditor's Report Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the unconsolidated and consolidated financial statements and our auditor's reports thereon.

Our opinion on the unconsolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the unconsolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the unconsolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Unconsolidated Financial Statements

Management is responsible for the preparation and fair presentation of the unconsolidated financial statements in accordance with the accounting and reporting standards as applicable in Pakistan and the requirements of Companies Act, 2017 (XIX of 2017) and for such internal control as management determines is necessary to enable the preparation of unconsolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the unconsolidated financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so.

Board of directors are responsible for overseeing the Company's financial reporting process.

Auditor's Responsibilities for the Audit of the Unconsolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the unconsolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these unconsolidated financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the unconsolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the unconsolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the unconsolidated financial statements, including the disclosures, and whether the unconsolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the board of directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the board of directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the board of directors, we determine those matters that were of most significance in the audit of the unconsolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

Report on Other Legal and Regulatory Requirements

Based on our audit, we further report that in our opinion:

(a) proper books of account have been kept by the Company as required by the Companies Act, 2017 (XIX of 2017);

(b) the unconsolidated statement of financial position, the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in equity and the unconsolidated statement of cash flows together with the notes thereon have been drawn up in conformity with the Companies Act, 2017 (XIX of 2017) and are in agreement with the books of account and returns;

(c) investments made, expenditure incurred and guarantees extended during the year were for the purpose of the Company's business; and

(d) Zakat deducted at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980), was deducted by the company and deposited in the Central Zakat Fund established under section 7 of that Ordinance.

The engagement partner on the audit resulting in this independent auditor's report is Farrukh Rehman.

A.F. Ferguson & Co.
Chartered Accountants
Karachi

Date: September 30, 2025
UDIN: AR202510059XB1GEtFDN

UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30th June 2025

ASSETS	Note	2025	2024
		(Rupees)	
NON-CURRENT ASSETS			
Property and equipment	4	**33,512,000**	49,532,593
Intangible assets	5	**-**	141,875
Investment property	6	**1,753,000,000**	169,000,000
Long term investments	7	**59,498,580,635**	26,363,022,014
Long term loan to related party	8	**140,000,000**	149,670,165
Long term deposits and other receivable	9	**4,893,280**	5,880,378
		61,429,985,915	26,737,247,025
CURRENT ASSETS			
Loans and advances	10	**1,526,727,252**	4,056,863,482
Mark-up receivable	11	**48,282,736**	77,280,288
Prepayments and other receivables	12	**661,394,716**	660,748,917
Short term investments	13	**2,522,429,927**	6,794,188,359
Cash and bank balances	14	**102,976,469**	45,975,441
		4,861,811,100	11,635,056,487
TOTAL ASSETS		**66,291,797,015**	38,372,303,512

The annexed notes from 1 to 46 form an integral part of these unconsolidated financial statements.

Chief Executive Officer	Director	Chief Financial Officer

UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at 30th June 2025

EQUITY AND LIABILITIES	Note	2025	2024
		(Rupees)	
SHARE CAPITAL AND RESERVES			
Authorized share capital		**10,000,000,000**	10,000,000,000
Share capital			
Issued, subscribed and paid up share capital	15	**4,216,967,470**	4,083,750,000
Shares to be issued under scheme of arrangement	16	**-**	133,217,470
		4,216,967,470	4,216,967,470
Revenue reserves			
General reserve		**4,000,000,000**	4,000,000,000
Unappropriated profit		**46,675,938,446**	25,852,471,316
TOTAL EQUITY		**54,892,905,916**	34,069,438,786
LIABILITIES			
NON-CURRENT LIABILITIES			
Deferred taxation - net	17	**4,919,384,423**	1,317,575,057
Contributions from musharaka participants	18	**529,770,710**	-
Lease liability	19	**-**	17,904,171
Loan from sponsor	20	**3,301,707,946**	-
		8,750,863,079	1,335,479,228
CURRENT LIABILITIES			
Running finance under markup arragement	21	**534,837,635**	501,329,430
Loan from sponsor	20	**-**	800,000,000
Other payables	22	**973,925,751**	1,039,208,977
Current portion of lease liability	19	**17,904,174**	12,823,623
Taxation - payments less provision	23	**1,092,903,050**	591,841,742
Unclaimed dividend		**28,457,410**	22,181,726
		2,648,028,020	2,967,385,498
TOTAL LIABILITIES		**11,398,891,099**	4,302,864,726
Contingencies and commitments	24		
TOTAL EQUITY AND LIABILITIES		66,291,797,015	38,372,303,512

The annexed notes from 1 to 46 form an integral part of these unconsolidated financial statements.

Chief Executive Officer	Director	Chief Financial Officer

UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS
For the year ended 30th June 2025

	Note	2025	2024
		(Rupees)	
Dividend income		**4,811,614,378**	3,671,992,623
Other revenue	25	**141,379,559**	123,843,455
Gross revenue		**4,952,993,937**	3,795,836,078
Gain on sale of securities - net		**671,654,035**	387,985,101
Administrative expenses	26	**(452,296,357)**	(170,024,421)
Net finance cost	27	**(529,728,159)**	(302,834,800)
Gain on remeasurement of investments - net	28	**23,809,347,453**	7,158,555,719
(Loss) / gain on investment property - net		**(5,189,439)**	13,500,000
Operating profit		**28,446,781,470**	10,883,017,677
Other income	29	**225,493**	-
Other charges	30	**(38,337,707)**	(3,622,500)
Profit before levy and income tax		**28,408,669,256**	10,879,395,177
Levy	31	**(19,230,152)**	(19,269,309)
Profit before income tax		**28,389,439,104**	10,860,125,868
Income tax expense	32	**(4,614,094,745)**	(1,429,528,363)
Profit for the year		**23,775,344,359**	9,430,597,505
			(Restated)
Earnings per share - basic and diluted	33	**5.64**	2.24

The annexed notes from 1 to 46 form an integral part of these unconsolidated financial statements.

Chief Executive Officer	Director	Chief Financial Officer

UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30th June 2025

	2025	2024
	(Rupees)	
Profit for the year	**23,775,344,359**	9,430,597,505
Other comprehensive income	-	-
Total comprehensive income for the year	**23,775,344,359**	9,430,597,505

The annexed notes from 1 to 46 form an integral part of these unconsolidated financial statements.

Chief Executive Officer

Director

Chief Financial Officer

UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30th June 2025

	Issued, subscribed and paid up share capital	Reserves				Total
		Capital Reserves	Revenue Reserves		Sub total	
		Shares to be issued under scheme of arrangement	General reserve	Unappropriated profit		
	------ (Rupees) ------					
Balance as at July 1, 2023	4,083,750,000	-	4,000,000,000	12,385,423,995	16,385,423,995	20,469,173,995
Transactions with owners of the Company recorded directly in equity - distributions						
Effect of scheme of arrangement / merger - note 1.2	-	133,217,470	-	4,036,449,816	4,169,667,286	4,169,667,286
Total comprehensive income for the year						
Profit for the year	-	-	-	9,430,597,505	9,430,597,505	9,430,597,505
Other comprehensive income for the year	-	-	-	-	-	-
	-	-	-	9,430,597,505	9,430,597,505	9,430,597,505
Balance as at June 30, 2024	4,083,750,000	133,217,470	4,000,000,000	25,852,471,316	29,985,688,786	34,069,438,786
Transactions with owners of the Company recorded directly in equity - distributions						
Final cash dividend at the rate of Rs. 7 per share for the year ended June 30, 2024	-	-	-	(2,951,877,229)	(2,951,877,229)	(2,951,877,229)
Effect of scheme of arrangement / merger - note 1.2	133,217,470	(133,217,470)	-	-	(133,217,470)	-
Total comprehensive income for the year						
Profit for the year	-	-	-	23,775,344,359	23,775,344,359	23,775,344,359
Other comprehensive income for the year	-	-	-	-	-	-
	-	-	-	23,775,344,359	23,775,344,359	23,775,344,359
Balance as at June 30, 2025	4,216,967,470	-	4,000,000,000	46,675,938,446	50,675,938,446	54,892,905,916

The annexed notes from 1 to 46 form an integral part of these unconsolidated financial statements.

Chief Executive Officer

Director

Chief Financial Officer

UNCONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30th June 2025

	Note	2025	2024
		(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Net cash generated from / (used in) operations	35	2,389,555,408	(1,886,277,983)
Long term loan to related party - net		9,670,165	(71,566,508)
Income tax and levies paid		(530,454,223)	(415,202,377)
Interest received		165,382,722	454,541,498
Finance cost paid		(765,025,601)	(731,331,981)
Net cash generated from / (used in) operating activities		1,269,128,471	(2,649,837,351)
CASH FLOWS FROM INVESTING ACTIVITIES			
Acquisition of property and equipement	4.1	(2,536,746)	(1,975,874)
Dividend received		4,811,614,378	3,671,992,623
Proceeds from disposal of property and equipment		110,145	-
Acquisition of long term investments		(4,939,243,437)	(311,133,839)
Proceeds from disposal of long term investments		403,711,063	-
Acquisition of investment property	6.2	(1,710,020,000)	-
Proceeds from disposal of investment property		128,063,321	-
Proceeds from long term deposits and other receivable		987,098	325,000,000
Net cash (used in) / generated from investing activities		(1,307,314,178)	3,683,882,910
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(2,945,601,545)	(19,651)
Loan received from sponsor		2,501,707,946	800,000,000
Contributions from musharika participants		522,537,950	-
Payment of lease liability	19	(17,191,314)	(15,125,340)
Net cash generated from financing activities		61,453,037	784,855,009
Net increase in cash and cash equivalents		23,267,330	1,818,900,568
Cash and cash equivalents at beginning of the year		(455,353,989)	(2,273,932,057)
Effect of exchange rate fluctuations on cash held		225,493	(322,500)
Cash and cash equivalents at end of the year	36	(431,861,166)	(455,353,989)

The annexed notes from 1 to 46 form an integral part of these unconsolidated financial statements.

Chief Executive Officer

Director

Chief Financial Officer

1. STATUS AND NATURE OF BUSINESS

1.1 Arif Habib Corporation Limited ("the Company") was incorporated in Pakistan on November 14, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Company is to make strategic investments in subsidiary companies and associates engaged in diversified sectors and investment in other businesses. The Company also extends loans, advances and guarantees to its associated company / undertaking as allowed under the Companies Act, 2017. The registered office of the Company is situated at 2nd Floor, 23, M. T. Khan Road, Karachi, Pakistan. The Company is domiciled in the province of Sindh.

These unconsolidated financial statements are separate financial statements of the Company in which investments in subsidiaries have been accounted for at cost less accumulated impairment losses, if any. Investments in associates are carried at fair value through profit or loss. The consolidated financial statements of the Company and its subsidiaries have been prepared separately.

1.2 Scheme of arrangement / merger

On October 21, 2024, the High Court of Sindh sanctioned the Scheme of Arrangement (the Scheme) approved by the shareholders of Arif Habib Corporation Limited (AHCL) and Arif Habib Limited (AHL). The Scheme involves the demerger of certain non-core businesses from AHL, with these businesses being merged into AHCL, effective from July 01, 2023. In consideration for this merger, AHCL has allotted 13,321,747 ordinary shares to AHL's shareholders (excluding AHCL itself) based on a swap ratio of 0.8673 shares of AHCL for every 1 share of AHL. These shares were issued on November 18, 2024.

1.3 The Company has following long term investments in subsidiaries and associates and its underlying shareholding in respective subsidiaries and associate:

Name of Companies	Shareholding
Subsidiaries	
- Arif Habib Limited, a brokerage house	74.32%
- Sachal Energy Development (Private) Limited, a wind power generation company	85.83%
- Black Gold Power Limited, a coal power generation company	100.00%
Associates	
- Fatima Fertilizer Company Limited, a fertilizer company	15.19%
- Safe Mix Concrete Limited, a cement company	27.63%
- Power Cement Limited, a cement manufacturing company	24.48%
- Javedan Corporation Limited, a real estate company	39.52%

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017 (the Act); and

- Provisions of and directives issued under the Act.

Where the provisions of and directives issued under the Act differ with the requirements of IFRS Standards, the provisions of and directives issued under the Act have been followed.

2.2 Basis of measurement

These unconsolidated financial statements have been prepared under the historical cost convention as modified by remeasurement of certain financial assets at fair value.

2.3 Functional and presentation currency

These unconsolidated financial statements are presented in Pakistani Rupees, which is the Company's functional and presentation currency. All amounts have been rounded to the nearest rupee, unless otherwise stated.

2.4 Critical accounting estimates and judgments

The preparation of unconsolidated financial statements in conformity with the accounting and reporting standards, as applicable in Pakistan, requires management to make judgments, estimates and assumptions that affect the application of the Company's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Information about judgments made in applying accounting policies that have the most significant effect on the amounts recognised in these unconsolidated financial statements, and about assumptions and estimation uncertainties that have a significant risk of material adjustment to carrying amounts of assets and liabilities in the future period are included in the following notes:

- Provision for taxation (note 3.10 and 32)
- Fair value and classification of investments (note 3.4 and 7)
- Fair value investment property (note 39.2.5)
- Impairment of non-financial assets (note 3.5)

2.5 Changes in accounting standards, interpretations and pronouncements

a) Standards and amendments to accounting and reporting standards that became effective during the year

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Company's annual accounting period which began on July 1, 2024. However, these do not have any significant impact on the Company’s financial reporting.

b) Standard and amendments to accounting and reporting standards that are not yet effective

The following standards or amendments are not effective for the accounting periods beginning on or after July 01, 2025 and have not been early adopted by the Company:

i) Amendment to IFRS 9 and IFRS 7 – Classification and measurement of financial instruments (effective January 1, 2026):

These amendments

- clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system

- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;

- add new disclosures for certain instruments with contractual terms that can change cashflows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and

- make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

ii) IFRS 18 – Presentation and Disclosure in Financial Statements (Effective January 1, 2027):

A new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss is being introduced. The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss;

- required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and

- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

Other than above, there are standards and certain amendments to accounting standards that are not yet effective and have not been early adopted by the Company. Such standards and amendments are not expected to have any significant impact in the Company's financial reporting and, therefore, have not been presented in these financial statements.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these unconsolidated financial statements are set out below. They are consistently applied for all periods presented.

3.1 Property and equipment

Property and equipment are stated at cost less accumulated depreciation and accumulated impairment losses, if any. Cost includes expenditures that are directly attributable to the acquisition of the asset including borrowing cost incurred on qualifying assets. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Company and its cost can be measured reliably. Cost incurred to replace a component of an item of property and equipment is capitalised and the asset so replaced is retired from use and its carrying amount is derecognised. Normal repairs and maintenance are charged to the statement of profit or loss in the period in which they are incurred.

Depreciation on all property and equipment are charged to the statement of profit or loss using the reducing balance method over the asset's useful life at the rates specified in respective note. The depreciation is charged full in the month of acquisition and no depreciation is charged in the month of disposal. Gains or losses on disposal of an item of property and equipment are recognised in the statement of profit or loss. The assets' residual value and useful life are reviewed at each reporting date, and adjusted if appropriate. Further, when the written down value of the asset falls below Rs. 10,000 the same is charged directly to the statement of profit or loss.

3.2 Investment properties

Investment properties are held for capital appreciation and is measured initially at their cost, including transaction costs.

Subsequent to initial recognition, investment properties are measured at fair value at each reporting date. The changes in fair value is recognised in the statement of profit or loss.

The fair value of investment property is determined at the end of each year using current market prices for comparable real estate, adjusted for any differences in nature, location and condition. The key assumptions used to determine the fair value of investment properties are provided in note 39.

3.3 Investments in subsidiaries and associates

Subsidiaries are entities controlled by the Company. The Company controls an entity when it has the power over the investee, is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity.

The Company considers its associates to be such entities in which the Company has significant influence as defined in IAS 28 'Investments in Associates and Joint Ventures', but not control or joint control, over the financial and operating policies.

Investment in subsidiaries are carried at cost less impairment losses if any. Investments in associates are measured at fair value and changes therein are recognised in the statement of profit or loss.

The Company manages its investment in associates classified at fair value upon initial recognition, with an intention to sell them in the future upon receiving its fair value in accordance with the Company's documented investment strategy.

Investment in the shares of associated companies carried at fair values listed on the stock exchange are valued to the reporting end trade rates, whereas investments in the shares of unlisted associated companies carried at fair values are valued at the values ascertained under the discounted cashflow model or on the basis of some other relevant valuation methodology according to the sector / business fundamentals.

3.4 Financial instruments

3.4.1 Financial assets

3.4.1.1 Intial recognition

All financial assets are recognized at the time when the Company becomes a party to the contractual provisions of the instrument. Regular purchases and sales of financial assets are recognized on trade-date – the date on which the Company commits to purchase or sell the asset.

3.4.1.2 Classification

The Company classifies its financial instruments in the following measurement categories:

- at fair value through profit or loss (FVTPL).
- at fair value through other comprehensive income (FVOCI)
- at amortised cost

The Company determines the classification of financial assets at initial recognition. The classification of instruments (other than equity instruments) is driven by the Company's business model for managing the financial assets and their contractual cash flow characteristics.

Financial assets that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and

- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are subsequently measured at FVTPL.

Factors considered by the Company in determining the business model for a Company of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

In making this assessment, the Company considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at FVTPL.

For equity instruments, the Company may elect to classify irrevocably some of its equity investments as equity instruments at FVOCI when they are not held for trading. Such classification is determined on an instrument-by-instrument basis. The rest of the equity investment are carried at fair value through profit or loss.

3.4.1.3 Subsequent measurement

Subsequent to initial recognition, financial assets are valued as follows:

a) Financial assets held at fair value through profit or loss and other comprehensive income

Financial assets 'at fair value through profit or loss' are marked to market using the closing market rates and are carried on the balance sheet at fair value. Net gains and losses arising on changes in fair values of these financial assets are taken to the statement of profit or loss in the period in which these arise.

Financial assets at fair value through 'Other Comprehensive Income' are marked to market using the closing market rates and are carried on the balance sheet at fair value. Net gains and losses arising on changes in fair values of these financial assets are recognised in statement of comprehensive income.

Fair value of the investments in listed shares is determined on the basis of the trade rates quoted at the reporting date.

Fair value of unquoted investments is determined under the discounted cashflow model or on the basis of some other relevant valuation methodology according to the sector / business fundamentals.

b) **Financial assets measured at amortised cost**

Financial assets and liabilities at amortised cost are initially recognised at fair value, and subsequently carried at amortised cost, and in the case of financial assets, less any impairment.

3.4.1.4 Impairment

The Company assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets carried at amortised cost and FVOCI. The Company recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Company applies the IFRS 9 simplified approach to measure expected credit losses for all of its financial assets (receivables, advances, deposits, etc.). For all other financial assets, a life time ECL is recorded in which there has been Significant Increase in Credit Risk (SICR) from the date of initial recognition and for financial assets which are credit impaired as on reporting date. A 12 months ECL is recorded for all other financial assets which do not meet the criteria for SICR or “credit impaired” as at reporting date.

3.4.1.5 Significant increase in credit risk

The Company considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk, the Company compares the risk of a default occurring on the instrument as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportable forward looking information.

The following indicators are considered while assessing credit risk:

- actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the debtor’s ability to meet its obligations;
- actual or expected significant changes in the operating results of the debtor;
- significant increase in credit risk on other financial instruments of the same debtor; and
- significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees, if applicable.

3.4.1.6 Definition of default

The Company considers the following as constituting an event of default for internal credit risk management purposes as historical experience indicates that receivables that meet either of the following criteria are generally not recoverable.

- when there is a breach of financial covenants by the counterparty; or
- information developed internally or obtained from external sources indicates that the debtor is unlikely to pay its creditors, including the Company, in full (without taking into account any collaterals held by the Company).

3.4.1.7 Derecognition

Financial assets, or a portion thereof, are derecognised when the contractual rights to receive the cash flows from the assets have expired, or when they have been transferred and either:

(i) the Company transfers substantially all the risks and rewards of ownership; or

(ii) the Company neither transfers nor retains substantially all the risks and rewards of ownership and the Company has not retained control.

3.4.1.8 Reclassifications

The Company reclassifies financial assets when and only when its business model for managing those assets changes. The reclassification takes place from the start of the first reporting period following the change. Such changes are expected to be very infrequent and none occurred during the period.

3.4.1.9 Write-offs

The gross carrying amount of a financial asset is written off when the Company has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. Against each outstanding exposure which stands as impaired, the Company makes an assessment with respect to the timing and amount of write-off based on the expectation of recovery. However, financial assets that are written off remain subject to legal enforcement activities for recovery of amounts due.

3.4.2 Financial liabilities

Financial liabilities are recognised at the time the Company becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value less any directly attributable transaction cost.

Financial liabilities are subsequently measured at amortised cost except for:

- Financial liabilities at fair value through profit or loss; and
- Financial liabilities arising from the transfer of financial assets which did not qualify for derecognition, whereby a financial liability is recognised for the consideration received for the transfer.

3.4.2.1 Derecognition

Financial liabilities are derecognised at the time when these are extinguished i.e. when the obligation specified in the contract is discharged, cancelled or expires. Any gain or loss on derecognition of financial assets and financial liabilities is taken to the profit or loss account.

3.4.3 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the unconsolidated financial statements only when the Company has currently legally enforceable right to set-off the recognised amounts and the Company intends either to settle on a net basis or to realise the assets and to settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in normal course of business and in the event of default, insolvency or winding up of the Company or the counter parties.

3.5 Impairment of non-financial assets

At each reporting date, the Company reviews the carrying amounts of its non-financial assets, (other than investment property and deferred tax assets), to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash generated units (CGU).

The Company considers evidence of impairment for these assets at both, an individual asset and a collective level. All individually significant assets were individually assessed for impairment. Those found not to be impaired are then collectively assessed for any impairment that had been incurred but not yet individually identified. Assets that were not individually significant are collectively assessed for impairment. Collective assessment is carried out by grouping together assets with similar risk characteristics.

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognised in the statement of profit or loss if the carrying amount of an asset or CGU exceeds its recoverable amount.

Impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

3.6 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortised cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand, balances with banks on current, savings and deposit accounts, short-term investments with original maturities of three months or less and short-term borrowings repayable on demand, which form an integral part of the Company's cash management.

3.7 Off balance sheet obligations

The Company issues financial guarantee contracts in return for fees (i.e. commission on guarantee) to associated concerns. Under a financial guarantee contract, the Company undertakes to meet counter party's obligations under the terms of a debt instrument, if the counter party fails to do so.

3.8 Running finance under markup arrangement

Mark-up bearing borrowings are recognised initially at fair value, less any directly attributable transaction cost. Subsequent to initial recognition, mark-up bearing borrowings are stated at amortised cost with any difference between cost and redemption value being recognised in the statement of profit or loss over the period of the borrowings on an effective interest basis.

3.9 Provisions

Provision is recognised when, as a result of past event, the Company has a present legal or constructive obligation that can be estimated reliably and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Subsequently, provisions are reviewed at each reporting date and adjusted to reflect the current best estimate.

3.10 Taxation

Income tax expense comprises of current, prior year and deferred tax. Income tax expense is recognised in the statement of profit or loss except to the extent that it relates to items recognised in other comprehensive income or directly in equity, in which case it is recognised in statement of other comprehensive income or equity respectively.

Current

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustments to tax payable in respect of prior years.

Levy

The tax charged under Income Tax Ordinance, 2001 which is not based on taxable income or any amount paid / payable in excess of the calculation based on taxable income, which is not adjustable against the future tax liability, is classified as levy in the statement of profit or loss and other comprehensive income as these levies fall under the scope of IFRIC 21 / IAS 37.

Deferred

Deferred tax is accounted for using the liability method in respect of all temporary differences at the reporting date between the tax base and carrying amount of assets and liabilities for financial reporting purposes.

Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences and carried forward unused tax losses, to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and carried forward unused tax losses can be utilised. Carrying amount of all deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefit will be realised. Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled.

3.11 Staff retirement benefits

The Company operates a recognised provident fund for all its eligible permanent employees. Equal monthly contributions are made by the Company and employees to the fund at the rate of 12.50% of basic salary.

3.12 Revenue recognition

- Gain / loss on sale of investments are recognised in the statement of profit or loss on the date of transaction. All purchases and sales of securities that require delivery within the timeframe established by regulation or market conventions such as 'T+2' 'purchases and sales are recognised at the trade date. Trade date is the date on which the Company commits to purchase or sell the financial assets.

- Dividend income is recognised when the Company's right to receive such dividend is established.

- Interest income on bank deposits and loans are recognised on time proportion basis that takes into account the effective yield.

- Unrealised gains / (losses) arising on remeasurement of investments classified as at fair value through profit or loss are included in the statement of profit or loss in the period in which they arise.

- Guarantee commission is recognised in income over the period of the guarantee.

3.13 Earnings per share

The Company presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

3.14 Segment reporting

Segment results are reported to the Company's Chief Executive Officer (CEO), the chief operating decision maker, it includes items directly attributable to a segment as well as those that can be allocated on a reasonable basis.

4. PROPERTY AND EQUIPMENT

	Note	2025	2024
		(Rupees)	
Operating assets	4.1	20,055,926	22,620,448
Right-of-use assets	4.2	13,456,074	26,912,145
		33,512,000	49,532,593

4.1 Operating assets

	Leasehold improvements	Furniture and office equipment	Computer and allied equipment	Vehicles	Total
	(Rupees)				
Net carrying value basis Year ended June 30, 2025					
Opening net book value	10,021,981	559,023	2,529,465	9,509,979	22,620,448
Additions	-	843,575	1,473,169	220,002	2,536,746
Disposals					
Cost	-	(210,875)	(40,000)	(50,500)	(301,375)
Accumulated depreciation	-	100,668	14,806	38,549	154,023
	-	(110,207)	(25,194)	(11,951)	(147,352)
Depreciation charge - note 4.4	(1,503,300)	(132,930)	(1,337,425)	(1,980,261)	(4,953,916)
Closing net book value	8,518,681	1,159,461	2,640,015	7,737,769	20,055,926
Gross carrying value basis					
As at June 30, 2025					
Cost	72,157,317	2,242,077	11,146,847	46,071,343	131,617,584
Accumulated depreciation	(63,638,636)	(1,082,616)	(8,506,832)	(38,333,574)	(111,561,658)
Net book value	8,518,681	1,159,461	2,640,015	7,737,769	20,055,926
Net carrying value basis Year ended June 30, 2024					
Opening net book value	10,568,735	668,078	2,787,850	11,887,473	25,912,136
Additions	1,170,205	-	805,669	-	1,975,874
Depreciation charge - note 4.4	(1,716,959)	(109,055)	(1,064,054)	(2,377,494)	(5,267,562)
Closing net book value	10,021,981	559,023	2,529,465	9,509,979	22,620,448
Gross carrying value basis As at June 30, 2024					
Cost	72,157,317	1,609,377	9,713,678	45,901,841	129,382,213
Accumulated depreciation	(62,135,336)	(1,050,354)	(7,184,213)	(36,391,862)	(106,761,765)
Net book value	10,021,981	559,023	2,529,465	9,509,979	22,620,448
Depreciation rates (% per annum)	15	15	33	20	

4.2	Right-of-use assets	Note	2025	2024
			(Rupees)	
	Cost			
	Balance at beginnng of the year		39,519,995	-
	Additions for the year		-	35,278,875
	Effect of lease modification		-	4,241,120
	Balance at end of the year		39,519,995	39,519,995
	Accumulated depreciation			
	Balance at beginnng of the year		(12,607,850)	-
	Charge for the year	4.4	(13,456,071)	(12,607,850)
	Balance at end of the year		(26,063,921)	(12,607,850)
	Written down value as at June 30		13,456,074	26,912,145

4.3 The right-of-use asset comprises of the company's registered office situated at 2nd floor, Arif Habib Centre 23, M.T Khan Road, Karachi.

4.4 Depreciation has been allocated to administrative expenses (note 26) amounting to Rs. 18.41 million (2024: Rs.17.88 million).

5.	INTANGIBLE ASSETS	Note	2025	2024
			(Rupees)	
	Computer softwares acquired			
	Net carrying value basis			
	Net book value at beginning of the year		141,875	296,615
	Amortisation charge	5.2	(141,875)	(154,740)
	Net book value at end of the year		-	141,875
	Gross carrying value basis			
	Cost		618,990	618,990
	Accumulated amortisation		(618,990)	(477,115)
	Net book value		-	141,875
	Annual amortisation rate		25%	25%

5.1 Intangible assets comprise of windows license and computer software.

5.2 Amortisation has been allocated to administrative expenses (note 26) amounting to Rs. 0.14 million (2024: Rs. 0.15 million).

6.	INVESTMENT PROPERTY	Note	2025	2024
			(Rupees)	
	Open plots of land - fair value	6.1 & 6.2	1,753,000,000	169,000,000

6.1 This represents a residential plot and two commercial plots aggregating to 16,679 square yards located at Naya Nazimabad, Karachi. These properties are held for capital appreciation.

6.2 Movement

	Note	2025	2024
		(Rupees)	
Carrying amount at beginning of the year		**169,000,000**	-
Additions	6.3	**1,710,020,000**	155,500,000
Disposals	6.4	**(147,000,000)**	-
Unrealised gain from fair value adjustment	6.5	**20,980,000**	13,500,000
Carrying amount at end of the year	6.6	**1,753,000,000**	169,000,000

6.3 This represents the cost of two commercial plots, FL-06 measuring at 9,853 sq yards and COM-11 measuring at 6,586 sq yards located at Naya Nazimabad, Karachi, acquired during the year from Javedan Corporation Limited (JCL), a related party, under a musharaka agreement. No development has been undertaken on these plots. These plots were revalued as at June 30, 2025 (refer note 39.2.5), resulting in a fair value gain amounting to Rs. 19.98 million, out of which 12.23 million has been included in "(Loss) / Gain on investment property - net" (refer note 18).

As per the terms of the agreement, an installment of Rs. 266.55 million related to this purchase is payable as of June 30, 2025.

6.4 This represents disposal of 07 residential plots measuring 1,520 sq yards located at Naya Nazimabad, Karachi, resulting in a loss of Rs. 18.94 million which has been included in "(Loss) / Gain on investment property - net".

6.5 This pertains to unrealized gain on investment property which is not considered for the declaration or payment of dividend in accordance with Section 240 of the Companies Act 2017.

6.6 Forced sale value of the investment property is assessed at Rs. 1,402.4 million (2024: Rs. 135.2 million).

7. LONG TERM INVESTMENTS

	Note	2025	2024
		(Rupees)	
Subsidiaries - at cost	7.1	**5,014,279,825**	4,937,599,953
Associates - designated at fair value through profit or loss	7.2	**46,178,105,271**	16,623,107,664
Debt instrument - at amortised cost	7.3	**927,313,472**	798,161,476
Debt instruments - at fair value through profit or loss	7.4	**7,378,882,067**	4,004,152,921
Other equity securities - designated at fair value through other comprehensive income	7.5	**-**	-
		59,498,580,635	26,363,022,014

7.1 Subsidiaries - at cost

	Note	2025	2024
Quoted entity			
Arif Habib Limited (AHL) 48,558,633 (2024: 47,648,522) fully paid ordinary shares of Rs. 10 each	7.1.1 & 7.1.2	**2,267,814,765**	2,191,134,893
Unquoted entities			
Sachal Energy Development (Private) Limited (SEDPL) 274,646,506 (2024: 274,646,506) fully paid ordinary shares of Rs. 10 each	7.1.2	**2,746,465,060**	2,746,465,060
Black Gold Power Limited (BGPL) 5,000,000 (2024: 5,000,000) fully paid ordinary shares of Rs. 10 each	7.1.3	**50,000,000**	50,000,000
Impairment recognised	7.1.4	**(50,000,000)**	(50,000,000)
		-	-
		5,014,279,825	4,937,599,953

7.1.1 Investment in AHL represents 74.32% (2024: 72.92%) of AHL's paid up share capital as at June 30, 2025. These includes 46,305,000 shares (2024: 46,305,000 shares) having market value of Rs. 3,492.79 million (2024: Rs. 2,732.45 million), which have been pledged with commercial banks as a security against the Company's borrowings. AHL was incorporated in Pakistan. AHL is a holder of Trading Right Entitlement Certificate (TREC) of PSX. The principal activities of AHL are investments, share brokerage, inter-bank brokerage, Initial Public Offer (IPO) underwriting, advisory and consultancy services.

7.1.2 Investment in SEDPL represents 85.83% (2024: 85.83%) of SEDPL's paid up share capital as at June 30, 2025. The entire shareholding in SEDPL has been pledged in favor of Industrial and Commercial Bank of China (ICBC) to secure project financing of SEDPL. SEDPL was incorporated in Pakistan. SEDPL is engaged in the business of electricity generation and its sale.

7.1.3 Investment in BGPL represents 100% (2024: 100%) of BGPL's paid up share capital as at June 30, 2025. BGPL was incorporated in Pakistan. BGPL has been allocated with supply of coal for its 660 MW Thar Coal based power project to be constructed, commissioned and operated at Thar Block II. The Company has not started its operations as at June 30, 2025.

7.1.4 This represents provision held against the Company's investment in Black Gold Power limited, a wholly owned subsidiary Company. There is no movement in provision for impairment during the year.

7.2 Associates - designated at fair value through profit and loss

	Note	Cost	Appreciation on remeasurement of investments	Carrying amount (at fair value) 2025	2024
		---------- (Rupees) ----------			
Quoted entity					
Fatima Fertilizer Company Limited (FFCL) 319,000,206 (2024: 319,000,206) fully paid ordinary shares of Rs. 10 each	7.2.1	3,512,782,225	28,199,028,254	31,711,810,479	16,466,790,634
Safe Mix Concrete Limited (SMCL) 6,908,018 (2024: 8,099,328) fully paid ordinary shares of Rs. 10 each	7.2.2	88,330,602	70,553,812	158,884,414	156,317,030
Javedan Corporation Limited (JVDC) 150,533,107 (2024: Nil) fully paid ordinary shares of Rs. 10 each	7.2.3	5,355,454,479	4,331,350,962	9,686,805,441	-
Power Cement Limited (PCL) 310,954,117 (2024: Nil) fully paid ordinary shares of Rs. 10 each	7.2.4	1,647,615,007	2,575,141,902	4,222,756,909	-
Power Cement Limited (PCL) 23,171,114 (2024: Nil) fully paid preference shares of Rs. 10 each	7.2.4	227,843,961	170,004,067	397,848,028	-
		10,832,026,274	35,346,078,997	46,178,105,271	16,623,107,664

7.2.1 Investment in FFCL represents 15.19% (2024: 15.19%) of FFCL's paid up share capital as at June 30, 2025. These include 186,650,000 shares (2024: 171,650,000 shares) having market value of Rs. 18,554.88 million (2024: Rs. 8,860.57 million), which have been pledged with the commercial banks as a security against the Company's borrowings. Market value per share as at June 30, 2025 is Rs. 99.41 (2024: Rs. 51.62). FFCL was incorporated in Pakistan. The principal activity of FFCL is manufacturing, producing, buying, selling, importing and exporting fertilizers and chemicals. The Company has its representation on the Board of FFCL and accordingly treated as an 'Associate'.

7.2.2 Investment in SMCL represents 27.63% (2024: 32.40%) of SMCL's paid up share capital as at June 30, 2025. Market value per share as at June 30, 2025 is Rs. 23.00 (2024: Rs. 19.30). SMCPL was incorporated in Pakistan. The principal activity of the SMCL is production and supply of ready mix concrete. The Company has significant influence over SMCL's strategic decisions and policies and accordingly treated as an 'Associate'.

7.2.3 Investment in JVDC represents 39.52% (2024: Nil) of JVDC's paid up share capital as at June 30, 2025. These include 60,000,000 shares (2024: Nil) having market value of Rs. 3,861 million (2024: Rs. Nil), which have been pledged with the commercial banks as a security against the Company's borrowings. Market value per share as at June 30, 2025 is Rs. 64.35 (2024: Rs. 35.06). JVDC was incorporated in Pakistan. The principal activity of JVDC is developing a housing scheme, “Naya Nazimabad”, that includes bungalows, open plots, flat sites and commercial sites. During the year, the Company acquired significant influence over JVDC's strategic decisions and policies and accordingly it was classified from short term investment to associates designated at fair value through profit or loss.

7.2.4 Investment in PCL represents 24.48% (2024: Nil) of PCL's ordinary and preference shares as at June 30, 2025. Market value per share of ordinary and preference shares as at June 30, 2025 is Rs. 13.58 (2024: Rs. 5.50) and Rs. 17.17 (2024: Rs. 10.50) respectively. PCL was incorporated in Pakistan. The principal activity of PCL is manufacturing, selling and marketing of cement. During the year, the Company acquired significant influence over PCL's strategic decisions and policies and accordingly treated as an 'Associate'.

7.3 Debt instrument - at amortised cost

	Fair value at initial recognition	Cummulative unwinding of interest income	Carrying amount 2025	Carrying amount 2024
	----------	(Rupees)	----------	
Unquoted entity				
Fatima Fertilizer Company Limited (FFCL) - redeemable class A shares	**591,315,343**	**335,998,129**	**927,313,472**	798,161,476
	591,315,343	**335,998,129**	**927,313,472**	798,161,476

7.4 Debt instruments - at fair value through profit or loss

	Note	Cost	Appreciation on remeasurement of investments	Carrying amount (at fair value) 2025	Carrying amount (at fair value) 2024
		---------- (Rupees) ----------			
Quoted entity					
Globe Residency REIT (GRR) 96,115,547 (2024: 89,332,023) units of Rs. 10 each	7.4.1	1,010,080,202	824,765,590	1,834,845,792	1,205,982,310
Unquoted entities					
Silk Islamic Development REIT (SIDR) 60,000,000 (2024: 60,000,000) units of Rs. 10 each	7.4.2	600,000,000	104,400,000	704,400,000	859,200,000
Naya Nazimabad Apartment REIT (NNR) 76,375,000 (2024: 76,375,000) units of Rs. 10 each	7.4.3	763,750,000	152,750,000	916,500,000	926,547,262
Rahat Residency REIT (RRR) 50,000,000 (2024: 50,000,000) units of Rs. 10 each	7.4.4	500,000,000	13,500,000	513,500,000	587,877,567
Signature Residency REIT (SRR) 13,329,896 (2024: 13,329,896) units of Rs. 10 each	7.4.5	133,298,960	11,597,010	144,895,970	134,421,686
Garden View Apartment REIT (GVAR) [Formely Park View Apartment REIT (PVAR)]126,213,644 (2024: nil) units of Rs. 10 each	7.4.6	1,262,136,440	219,195,236	1,481,331,676	-
Gymkhana Apartment REIT (GAR) 120,000,000 (2024: nil) units of Rs. 10 each	7.4.7	1,200,000,000	104,962,000	1,304,962,000	-
Musharaka Arrangements (Managed by Javedan Corporation Limited - a related party)					
Investment in JCL Musharaka Arrangement I	7.4.8	273,400,000	45,137,021	318,537,021	290,124,096
Investment in JCL Musharaka Arrangement II	7.4.9	157,000,000	2,909,608	159,909,608	-
		5,899,665,602	1,479,216,465	7,378,882,067	4,004,152,921

7.4.1 This represents 96.12 million units held in a listed, closed-end, limited life, developmental REIT scheme which constitutes 68.65% of the total 140 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited is its trustee. The market value per share as at June 30, 2025 is Rs. 19.09 (2024: Rs. 13.50).

7.4.2 This represents 60 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 20% of the total 300 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited is its trustee. For details regarding assumptions used in valuation of SIDR refer to note 39.2.1. The Company being strategic investor of SIDR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

7.4.3 This represents 76.37 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 26% of the total 293.75 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of NNR refer to note 39.2.1.

7.4.4 This represents 50 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 100% of the total 50 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of RRR refer to note 39.2.1. The Company being strategic investor of RRR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

7.4.5 This represents 13.3 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 40.39% of the total 33 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of SRR refer to note 39.2.1. The Company being strategic investor of SRR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

7.4.6 This represents 12.62 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 58.52% of the total 215.69 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of GVAR refer to note 39.2.1. The Company being strategic investor of GVAR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

7.4.7 This represents 120 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 100% of the total 120 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of GAR refer to note 39.2.1. The Company being strategic investor of GAR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

7.4.8 On October 04, 2023, the Company entered into a musharaka agreement with Javedan Corporation Limited ("JCL"), a related party and other musharaka participants, whereby the Company invested Rs. 273.4 million in the Globe Residency REIT project. The musharaka arrangement is structured as a participation in a joint investment, where the Company holds a 65.10% share of the musharaka capital. The purpose of this investment is to fund the booking, ownership, management, and eventual sale of apartments in the Globe Residency REIT.

7.4.9 On September 27, 2024, the Company entered into a musharaka agreement with Javedan Corporation Limited ("JCL"), a related party and other musharaka participants, whereby the Company invested Rs. 157 million in the Globe Residency REIT project. The musharaka arrangement is structured as a participation in a joint investment, where the Company holds a 70.80% share of the musharaka capital. The purpose of this investment is to fund the booking, ownership, management, and eventual sale of apartments in the Globe Residency REIT.

7.5 Other equity securities - designated at fair value through other comprehensive income

	Note	Cost	Appreciation / (diminution) on remeasurement of investments	Carrying amount (at fair value) 2025	Carrying amount (at fair value) 2024
		---------- (Rupees) ----------			
Unquoted entities					
Sun Biz (Private) Limited (SBL) 10,000 (2024: 10,000) fully paid ordinary shares of Rs. 100 each	7.5.1	1,000,000	(1,000,000)	-	-
Al-Khabeer Financial Services (Private) Limited (AKFS) 5000 (2024: 5000) fully paid ordinary shares of Rs. 100 each	7.5.1	5,000,000	(5,000,000)	-	-
		6,000,000	(6,000,000)	-	-

7.5.1 These investments were reassessed by the management on initial application of IFRS-9 and based on the available information it was concluded that the fair value does not differ materially from carrying amount as at June 30, 2025.

7.6 Fair value of long term investments pledged with banking companies against various facilities of the Company amounts to Rs. 25,909 million (2024: Rs. 11,593 million).

8. LONG TERM LOAN TO RELATED PARTY

	Note	2025	2024
		(Rupees)	
At amortised cost			
Silk Islamic Developmental REIT	8.1 & 8.2	140,000,000	100,000,000
Aisha Steel Mills Limited	8.2	-	78,103,657
Less: Current portion of long term loan	10	-	(28,433,492)
		-	49,670,165
		140,000,000	149,670,165

8.1 This represents shariah compliant musharaka finance facility being extended to SIDR, REIT Fund managed by Arif Habib Dolmen REIT Management Limited, a related party. This loan carries a fixed return of KIBOR + 200 basis points per annum (2024: KIBOR + 200 basis points per annum) which is accrued and recognized over time using the effective interest rate. Upon the expiration of the Musharaka tenor, the Company has the option to convert the outstanding Musharaka investment into units of the SIDR.

8.2 The maximum amount outstanding from the above related party at end of any month during the year was Rs. 140 million (2024: Rs.92.32 million).

9. LONG TERM DEPOSITS AND OTHER RECEIVABLE	Note	2025	2024
		(Rupees)	
Unsecured			
Security deposits			
- with Central Depository Company of Pakistan Limited		204,090	204,090
- with telecommunication companies		50,500	50,500
- for fuel cards		95,000	95,000
		349,590	349,590
Secured			
Other receivable			
- Receivable from employees against leased vehicles	9.1	4,543,690	5,530,788
		4,893,280	5,880,378

9.1 This represents security deposits paid by the Company to / on behalf of employees for leased vehicles and is secured against respective employees' provident fund balances. It will be recovered from the respective employees from their final settlement or at the termination of lease agreement.

10. LOANS AND ADVANCES	Note	2025	2024
		(Rupees)	
At Amortised cost			
Loans to related party - Unsecured			
- Black Gold Power Limited	10.1	5,900,000	5,700,000
- Javedan Corporation Limited	10.2	-	200,000,000
- Rahat Residency REIT (RRR)	10.3	100,000,000	-
- Globe Residency REIT (GRR)	10.8	106,039,022	38,170,720
Loans to related party - Secured			
- Current portion of long term loan to Aisha Steel Mills Limited (ASML)	8	-	28,433,492
Advance for investment in related party			
- Garden View Apartment REIT (GVAR) [Formerly Park View Apartment REIT (PVAR)]	10.4	-	1,262,136,440
- Gymkhana Apartment REIT (GAR)	10.5	-	1,200,000,000
- Pakistan Corporate CBD REIT		-	279,026,250
Advance for purchase of investment properties from related parties			
- Silk Investment Development REIT (SIDR)	10.6	40,598,980	40,598,980
- Naya Nazimabad Apartment REIT (NNR)	10.7	72,385,500	22,762,500
- Globe Residency REIT (GRR)	10.8	1,199,849,511	976,220,623
Advance against salaries to employees	10.9	1,954,239	3,814,477
		1,526,727,252	4,056,863,482

10.1 The Company entered into a financing agreement with BGPL, a wholly owned subsidiary, to the extent of Rs. 10 million in order to finance its working capital requirements and for any other business as may be mutually agreed between the parties to the agreement. The loan is repayable within 30 business days of notice of demand.

10.2 The Company entered into a loan agreement with Javedan Corporation Limited, a related party. The loan is repayable within 30 business days of notice of demand. The mark-up rate on the said loan is 3 month KIBOR + 1.80% per annum. Mark-up is payable on quarterly basis. The rate of mark-up on the loan during the year ranged between 13.89% to 22.04% per annum (2024: 23.79% to 24.70%). The loan was repaid in full during the current year.

10.3 This represents shariah compliant musharaka finance facility being extended to the Managing Co-owner RRR, a limited-life, shariah-compliant developmental REIT managed by Arif Habib Dolmen REIT Management Limited, a related party. The loan is repayable within 30 business days of notice of demand. The mark-up rate on the said arrangement is 3 month KIBOR + 1.80% per annum, which is payable on a quarterly basis. The rate of mark-up on the loan during the year was 13.90%.

10.4 The Company made an advance payment in the prior period for the issuance of 126,213,644 units (par value Rs.10 per unit) in GVAR, representing for 58.52% ownership in a limited-life, Shariah-compliant developmental REIT Scheme. The Scheme, managed by Arif Habib Dolmen REIT Management Limited, a related party. These units were issued in the current year and have consequently been classified as a long term investment (refer to Note 7.4).

10.5 The Company made an advance payment in the prior period for the issuance of 120,000,000 units (par value Rs.10 per unit) in GAR, representing for 100% ownership in a limited-life, shariah-compliant developmental REIT Scheme, managed by Arif Habib Dolmen REIT Management Limited, a related party. These units were issued in the current year and have consequently been classified as a long term investment (refer to Note 7.4).

10.6 This represents an advance paid for residential apartments booked in Silk Garden project initiated by Silk Islamic Development REIT, with the intent of capital appreciation over time. This project is located in Surjani Town, Karachi.

10.7 This represents an advance paid for residential apartments booked in Peace Apartments project initiated by Naya Nazimabad Apartments REIT, with the intent of capital appreciation over time. This project is located in Naya Nazimabad, Karachi.

10.8 This includes Rs. 951.10 million in respect of the Company's proportionate interest in 142 apartments located in the Globe Residency REIT (GRR) residential project, acquired as part of the merger scheme. These apartments are under development with an ongoing installment plan. Further, the Company has an arrangement with GRR, authorizing GRR to market the apartments on its behalf and collect the sales proceeds. Accordingly, the proceeds from the sale, net of expenses, will first be applied to settle the Company’s outstanding installment obligations. Any surplus proceeds will be retained by GRR until the project’s completion, with a quarterly markup of KIBOR + 1.50% payable to the Company in arrears. As of 30 June 2025, GRR has collected Rs. 393.83 million (2024: Rs. 84.11 million) from customers on behalf of Company. Out of this, Rs. 253.73 million (2024: Rs. 30.10 million) has been applied towards Company’s due installments and Rs. 106.04 million (2024: Rs. 38.17 million) has been treated as a working capital loan, which bears interest and will be adjusted upon the project’s completion, with a corresponding advance from customers recorded in the 'other payables' (refer note 22). The remaining Rs. 34.06 million (2024: Rs. 15.84 million) has been deducted as selling expenses.

This also includes Rs. 248.75 million in respect of an advance against the Globe Residency Apartments. The project is still under construction with most of the apartments and flats still undergoing development and is expected to reach completion in the coming years. Therefore, the amount paid against this project has still been accounted for as advance against investment property.

10.9 This represents interest free balance due from the employees and are secured against their retirement benefit fund.

10.10 The carrying values of the loans and advances are neither past due nor impaired. The maximum amount outstanding from related parties in respect of loans and advances at end of any month during the year was Rs. 5,642.41 million (2024: Rs. 2,553.10 million).

11. MARK-UP RECEIVABLE

	2025	2024
	(Rupees)	
Considered good		
From related parties:		
- Aisha Steel Mills Limited	**722,192**	46,264,840
- Javedan Corporation Limited	**-**	10,558,850
- Globe Residency REIT	**7,511,235**	1,455,228
- Rahat Residency REIT	**2,402,630**	-
- Silk Islamic Development REIT	**37,646,679**	19,001,370
	48,282,736	77,280,288

11.1 The maximum amount outstanding from related parties in respect of mark-up receivable as at the end of any month during the year was Rs. 101.17 million (2024: Rs. 147.52 million).

12. PREPAYMENTS AND OTHER RECEIVABLES

	Note	2025	2024
		(Rupees)	
Receivable from Rahat Residency REIT	12.1 & 12.2	**651,630,000**	651,630,000
Sales tax receivable		**-**	2,816,342
Guarantee commission receivable	12.3	**5,015,753**	2,742,750
Prepayments		**2,585,231**	1,392,768
Others		**2,163,732**	2,167,057
		661,394,716	660,748,917

12.1 This represents receivable from Rahat Residency REIT, a related party, on account of sale of 5 commercial plots located at Block A, Naya Nazimabad, Deh Manghopir, Gadap Town, Karachi.

12.2 The maximum amount outstanding from the above related party at the end of any month during the year was Rs. 651.63 million (2024: Rs. 651.63 million).

12.3 Guarantee commission receivable

	2025	2024
	(Rupees)	
From related parties:		
Aisha Steel Mills Limited	**274,282**	283,284
Sachal Energy Development (Private) Limited	**1,569,150**	2,247,546
Power Cement Limited	**211,920**	211,920
Arif Habib Limited	**2,960,401**	-
	5,015,753	2,742,750

12.3.1 The maximum amount due in respect of guarantee commission receivable as at the end of any month during the year was Rs. 5.02 million (2024: Rs. 4.64 million).

13. SHORT TERM INVESTMENTS

	Note	2025 (Rupees)	2024 (Rupees)
Equity securities at fair value through profit or loss			
Investment in ordinary shares of related parties	13.3	**1,273,546,786**	5,357,818,648
Investment in preference shares of related parties	13.3	**598,738,768**	558,976,188
Investment in ordinary shares of other companies		**650,144,373**	877,393,523
		2,522,429,927	6,794,188,359

13.1 Reconciliation of gain on remeasurement of equity securities at fair value through profit and loss

	2025	2024
Cost of investment	**1,824,216,717**	6,918,380,533
Unrealised gain / (loss)		
Balance at beginning of the year	**(124,192,174)**	(194,000,812)
Effect of scheme	**-**	(502,865,403)
Unrealised gain for the year	**822,405,384**	572,674,041
	698,213,210	(124,192,174)
Balance at end of the year	**2,522,429,927**	6,794,188,359

13.2 Fair value of short term investments pledged with commercial banks against various financing facilities availed by the Company amounts to Rs. 729.95 million (2024: Rs. 792.20 million).

13.3 The Company's investments in ordinary and preference shares of related parties include entities classified as associated companies by virtue of common directorship.

14. CASH AND BANK BALANCES

	Note	2025 (Rupees)	2024 (Rupees)
Cash at bank			
Conventional			
Current accounts			
- In local currency		**40,423,871**	29,855,320
- In foreign currency		**11,377,254**	11,152,022
Saving accounts		**49,466,672**	3,338,784
		101,267,797	44,346,126
Islamic			
Current accounts		**31,762**	31,752
Saving accounts	14.1	**1,641,480**	1,564,358
		1,673,242	1,596,110
Cash in hand (in local and foreign currency)		**35,430**	33,205
		102,976,469	45,975,441

14.1 Mark-up on saving accounts carries interest rates ranging between 4% to 19% per annum (2024: 19.5% to 20.51% per annum).

15. SHARE CAPITAL

15.1 Authorised share capital

2025	2024		2025	2024
(Number of shares)			Rupees	
10,000,000,000	1,000,000,000	Ordinary shares of Re. 1 each (2024: Rs. 10 each)	100,000,000,000	10,000,000,000

15.2 Issued, subscribed and paid up share capital

2025	2024		Note	2025	2024
(Number of shares)				Rupees	
5,000,000	5,000,000	Ordinary shares of Rs. 10 each fully paid in cash		50,000,000	50,000,000
450,750,000	450,750,000	Ordinary shares of Rs. 10 each issued as fully paid bonus shares		4,507,500,000	4,507,500,000
(2,000,000)	(2,000,000)	Ordinary shares of Rs. 10 each bought back at Rs. 360 per share	15.2.1	(20,000,000)	(20,000,000)
(45,375,000)	(45,375,000)	Ordinary shares of Rs. 10 each bought back at Rs. 27 per share	15.2.2	(453,750,000)	(453,750,000)
13,321,747	-	Ordinary shares of Rs. 10 each issued under scheme of arrangement	15.2.3	133,217,470	-
421,696,747	408,375,000			4,216,967,470	4,083,750,000
		Impact of Sub-division of shares			
4,216,967,470	-	Ordinary share of Re. 1 each issued under Sub-division of shares	15.2.4	-	-
4,216,967,470	408,375,000			4,216,967,470	4,083,750,000

15.2.1 During financial year 2005-2006, the Company bought back two million shares of Rs. 10 each from its shareholders through tender notice at a price of Rs. 360 per share in accordance with section 95-A of the repealed Companies Ordinance, 1984 and the Companies (Buy-back of Shares) Rules, 1999. The acquisition resulted in reduction of capital and unappropriated profit by Rs. 20 million and Rs. 700 million respectively, in the relevant year.

15.2.2 During the financial year 2019-2020, the Company purchased and cancelled 45,375,000 ordinary shares (10% of existing shares i.e. 453,750,000). The buy-back and cancellation of shares were approved by shareholders at the extra ordinary general meeting held on July 03, 2019. The shares were acquired at a purchase price of Rs. 27 per share. The purchase of shares were made in cash out of the distributable profits as required under Section 88(8) of the Companies Act, 2017 read with the Listed Companies (Buy-Back of Shares) Regulations, 2019. Pursuant to buy-back of shares, the ordinary share capital of the Company has been reduced by 45,375,000 ordinary shares amounting to Rs. 453,750,000.

15.2.3 This represents shares issued in the current year pursuant to a Scheme of Arrangement (the "Scheme"). The shareholders of the Company and its subsidiary, Arif Habib Limited (AHL), in their respective extraordinary general meetings on December 26, 2023, approved a Scheme dated November 17, 2023. The Scheme, sanctioned by the Honorable High Court of Sindh on October 21,2024, was designed to bifurcate AHL into two distinct segments, the Demerged Undertaking and the Retained Undertaking, and simultaneously merge the Demerged Undertaking into the Company, effective from July 1, 2023.

In consideration for the Demerged Undertaking, the Company issued 13,321,747 shares of Rs. 10 each, amounting to Rs.133.22 million, to the remaining shareholders of AHL, other than Company, at a swap ratio of 0.8673 shares of AHCL for each ordinary share of AHL. No shares of AHL were cancelled as a result of the transaction.

15.2.4 Pursuant to the shareholders' special resolution in the extraordinary general meeting held on March 19, 2025, the face value of each ordinary share of the Company was revised from Rs. 10 (Rupee Ten) to Re. 1 (Rupee One). Accordingly, each existing ordinary share has been subdivided into ten ordinary shares of Re. 1 each, without any alteration to the rights and privileges attached to the shares (the “Sub-division”).

Following the Sub-division, the Company's subscribed and paid-up capital, previously comprising of 421,696,747 ordinary shares of Rs. 10 each, is now restructured into 4,216,967,470 ordinary shares of Re. 1 each. The subdivided shares were credited to the respective accounts of the entitled AHCL Shareholders maintained with Central Depository Company of Pakistan Limited on March 26, 2025.

15.2.5 All ordinary shares rank equally with regard to the Company’s residual assets. Holders of these shares are entitled to dividends as declared from time to time and are entitled to one vote per share at general meetings of the Company.

15.2.6 As at June 30, 2025, Mr. Arif Habib (Chief Executive of the Company) held 78.77% (2024: 81.32%) of ordinary shares in the Company.

16. SHARES TO BE ISSUED UNDER SCHEME OF ARRANGEMENT

This reserve pertains to shares issued during the year ended June 30, 2025, in pursuant to the scheme of arrangment as disclosed in note 15.2.3 of these unconsolidated financial statements.

17. DEFERRED TAXATION - NET

Net deferred tax liability comprises of taxable / (deductible) temporary differences in respect of the following:

	Note	2025	2024
		(Rupees)	
Taxable temporary differences			
- Unrealised gain on investment in equity securities at fair value		**4,824,725,725**	1,316,970,146
- Unrealised gain on investment properties at fair value		**4,270,602**	-
- Unrealised gain on investment in debt securities at fair value through profit or loss - unquoted		**90,388,096**	604,911
		4,919,384,423	1,317,575,057
Deductible temporary differences			
- Impairment loss on long term investment - unquoted		**(21,840,000)**	(20,280,000)
- Lease liability against right of use assets - net		**(1,734,759)**	(1,488,103)
- Accelerated tax depreciation and amortization		**(10,062,868)**	(10,754,924)
- Unused tax losses		**(423,401,394)**	(301,706,446)
		(457,039,021)	(334,229,473)
		4,462,345,402	983,345,584
Deferred tax asset not recognised	17.1	**457,039,021**	334,229,473
Deferred tax liability		**4,919,384,423**	1,317,575,057

17.1 Unrecognised deferred tax assets

Deferred tax assets have not been recognised, because it is not probable that future taxable profits under normal tax regime will be available against which the Company can use the benefits therefrom. Deferred tax asset on unused tax losses will lapse after 6 years of loss occurred.

18. CONTRIBUTION FROM MUSHARAKA PARTICIPANTS

This includes contributions amouting to Rs. 522.54 million received from musharaka participants, namely Mr. Haji Ghani Usman and Mr. Iqbal Usman, under the musharaka agreement dated December 27, 2024.

This agreement establishes a joint arrangement for the acquisition, management, and potential development of plots FL-06 and COM-11, located in Naya Nazimabad, Karachi (refer note 6.3). The fair value gain on these plots as at 30 June, 2025 amounting to Rs. 19.98 million has been allocated in line with the agreed profit-sharing ratios, resulting in a corresponding increase in liability by an amount of Rs. 7.23 million. Under the agreement:

- The Company, as the managing partner, holds the legal title to the properties and is responsible for managing all operational aspects, including decisions regarding renting, selling, or reinvesting proceeds.

- The beneficial ownership of the properties is shared proportionately among the musharaka participants in the following contribution and profit-sharing ratios:

  - Arif Habib Corporation Limited (AHCL): 63.8%
  - Mr. Haji Ghani Usman: 31.2%
  - Mr. Iqbal Usman: 5.0%

19. LEASE LIABILITY

	2025 (Rupees)	2024 (Rupees)
Balance at beginning of the year	**30,727,794**	-
Additions during the year	**-**	35,278,875
Effect of lease modification	**-**	4,241,120
Interest accrued	**4,367,694**	6,333,139
Lease rental paid	**(17,191,314)**	(15,125,340)
Balance at end of the year	**17,904,174**	30,727,794
Current portion	**17,904,174**	12,823,623
Non-current portion	**-**	17,904,171
	17,904,174	30,727,794

19.1 Lease liability is payable as follows:

	2025		
	Less than one year	Between one and two years	Total
	(Rupees)		
Future minimum lease payments	**18,910,451**	**-**	**18,910,451**
Less: Interest relating to the future periods	**(1,006,277)**	**-**	**(1,006,277)**
Present value of minimum lease payment	**17,904,174**	**-**	**17,904,174**

	2024		
	Less than one year	Between one and two years	Total
	(Rupees)		
Future minimum lease payments	17,191,316	18,910,448	36,101,764
Less: Interest relating to the future periods	(4,367,693)	(1,006,277)	(5,373,970)
Present value of minimum lease payment	12,823,623	17,904,171	30,727,794

20. LOAN FROM SPONSOR

The Company has a loan facility (the Facility) with Mr. Arif Habib (Sponsor) with the objective to fulfill the working capital requirement. On March 01, 2025, the facility was renewed whereby the Sponsor has agreed to finance up to the limit of Rs. 5,000 million (2024: Rs. 2,200 million) carrying mark up at 3-month KIBOR plus 0.8% per annum (2024: 3-month KIBOR plus 1% per annum) payable on such dates as may be mutually agreed by the parties during the term of the Facility. Following the renewal, the loan is now repayable upon issuance of a demand notice, which may only be served on or after July 30, 2026. This was previously repayable on demand at any time.

21. RUNNING FINANCE UNDER MARKUP ARRANGEMENT

Running finance facilities are available from various commercial banks, under mark-up arrangements, amounting to Rs. 8,950 million (2024: Rs. 6,200 million). These facilities have various maturity dates up to May 31, 2026 and are generally renewable. These arrangements are secured against the pledge of marketable securities having margin ranging from 30% to 50%.

These running finance facilities carry mark-up ranging from 3-month KIBOR plus 0.7% to 3-month KIBOR plus 1.75% per annum (2024: 3-month KIBOR plus 0.7% to 3-month KIBOR plus 1.75% per annum) calculated on a daily product basis, and is payable quarterly. The aggregate amount of these facilities which have not been availed as at the reporting date amounts to Rs. 8,415 million (2024: Rs. 5,698 million).

The fair value of the Company's investments in listed shares pledged as collateral against running finance under markup arrangement amounts to Rs. 26,638.61 million (2024: Rs.12,385.20 million) at the year-end.

22. OTHER PAYABLES

	Note	2025	2024
		(Rupees)	
Payable to subsidiary - Arif Habib Limited	22.1	**-**	800,437,464
Installments collected on behalf of the Company	22.2	**359,769,104**	68,271,914
Payable to Javedan Corporation Limited	6.3	**266,545,000**	-
Other accrued expenses	22.3 & 22.4	**250,229,121**	17,913,107
Mark-up due on running finance under markup arrangement		**48,901,216**	150,722,602
Contribution from consortium members	22.5	**48,076,000**	-
Mark-up due on sponsor loan		**405,310**	1,863,890
		973,925,751	1,039,208,977

22.1 This liability, forming part of the demerged undertaking of Arif Habib Limited (AHL) merged into the Company pursuant to a scheme of arrangement in the prior year, was repaid during the current year (refer note 15.2.3).

22.2 This represents installments collected by GRR on behalf of the Company on sale of investment property, including Rs. 106.04 million as surplus over the installments due on the Company (refer note 10.8).

22.3 This includes Rs. 0.06 million (2024: Rs. 0.05 million) payable to Arif Habib Limited, a subsidiary company on account of CDC charges and purchase of securities.

22.4 This includes Rs. 1.42 million (2024: Rs. 1.37 million) payable to Rotocast Engineering Company (Private) Limited, a related party on account of monthly expense contribution of utilities and maintenance charges.

22.5 This amount represents funds received from consortium members to finance the bidding process for the privatisation of Pakistan International Airlines Corporation Limited. The Company has obtained pre-bid approval from the Privatisation Commission of Pakistan to proceed with the process.

23. TAXATION - PAYMENTS LESS PROVISION

	Note	2025	2024
		(Rupees)	
Balance at beginning of the year		**591,841,742**	272,552,007
Provision for income tax	31 & 32	**1,031,515,531**	734,492,112
Tax payments / adjustments made during the year		**(530,454,223)**	(415,202,377)
Balance at end of the year		**1,092,903,050**	591,841,742

24. CONTINGENCIES AND COMMITMENTS

24.1 Contingencies

24.1.1 During the year ended June 30, 2012, the Securities and Exchange Commission of Pakistan (SECP) issued an order under Section 22 of the Securities and Exchange Ordinance, 1969 ("the Ordinance") regarding non-compliance of orders passed by it under Section 18A of the Ordinance for depositing confiscated subscription money amounting to Rs. 3.14 million relating to fictitious applications received by the Company for subscription of shares of Summit Bank Limited which were offered to general public by the Company in 2007. On November 2, 2012, Appellate bench of the SECP dismissed the appeal filed by the Company against the order. The Company has filed a constitutional petition challenging the orders passed by the SECP before Honourable High Court of Sindh which has granted an interim stay. The petition is being contested and management is confident that the petition will be decided in the Company's favour.

24.1.2 The Company is contesting along with other defendants four suits filed by M/s. Shafi Chemicals Industries Limited (the Plaintiffs) in the year 2002-2003 for damages jointly against Mr. Saleem Chamdia, Mr. Arif Habib, Mr. Aqeel Karim Dedhi, Mr. A. Ghaffar Usman Moosani, Mr. Shahid Ghaffar, the Pakistan Stock Exchange Limited (PSX), the Securities and Exchange Commission of Pakistan (SECP), the Central Depository Company of Pakistan Limited (CDC), Saleem Chamdia Securities (Private) Limited, Arif Habib Corporation Limited, Moosani Securities Limited and Aqeel Karim Dedhi Securities Limited. The suits are for recovery of damages against the decision of the PSX in respect of Risk Management System of its Clearing House during the year 2000. The Chief Executive Officer of the Company was the Chairman of the Board of Directors of PSX during the year 2000. The Company has been made party to the suits by the plaintiffs. Individual liability of respective parties and undertakings is not quantifiable.

The suit was dismissed due to non-prosecution on May 3, 2021, however, the suit was reopened and the case is pending with the Honourable High Court of Sindh.

The legal advisor of the Company is of the opinion that there are reasonable grounds for a favourable decision. According to management, the suit is likely to be dismissed as these are not based on factual or legal basis and no financial liability is expected to accrue as a consequence of the said suits against the Company. Accordingly, no provision has been recognised there against.

24.2 Commitments

24.2.1 The Company has issued Corporate Guarantee, on behalf of a subsidiary company, namely Sachal Energy Development (Private) Limited (SEDPL), amounting to USD 100 million. The amount outstanding as at the year end amount to USD 20 million (2024: USD 30 million) to Industrial Commercial Bank of China in relation to a project financing agreement of SEDPL.

24.2.2 The Company has issued guarantee of Rs. 625 million (2024: Rs. 625 million), Rs. 500 million (2024: nil) and Rs. Nil (2024: Rs. 677.45 million) on behalf of Aisha Steel Mills Limited (ASML) - a related party to secure financing arrangement from Habib Metropolitan Bank Limited, Sindh Bank Limited and Faysal Bank respectively. The Company has pledged 24.5 million (2024: 24.5 million) ordinary shares of Fatima Fertilizer Company Limited valued at Rs. 2,435.55 million (2024: Rs. 1,264 million) as at year end to Habib Metropolitan Bank Limited against this financing facility availed by ASML.

24.2.3 The Company has issued Corporate Guarantee on behalf of Power Cement Limited (PCL) to the extent of Rs. 847.68 million (2024: Rs. 847.68 million) issued to secure payment obligations of PCL.

24.2.4 The Company has pledged 100.85 million shares (2024: 115.85 million shares) of Fatima Fertilizer Company Limited valued at Rs. 10,025.50 million (2024: Rs. 5,980 million) with various banks for running finance facilities obtained by Arif Habib Limited, a subsidiary company. The facility limit against which guarantee was provided as at reporting date was Rs. 3.15 billion (2024: Rs. 2.76 billion)

24.2.5 The Company has obtained letters of indemnity from the respective related parties.

24.2.6 The Company holds 2.56 billion shares (2024: 2.56 billion) of Silkbank Limited in its CDC account. During financial year 2020, Silk bank Limited's sponsor had exercised the option granted to purchase the Company's entire investment in Silkbank Limited. Accordingly, the Company had derecognised its investment in Silkbank Limited and had also set off relevant deposits and margin against this investment. However, shares will be transferred as per the option agreement in due course in line with regulatory approvals.

Effective from March 11, 2025, Silkbank Limited was formally amalgamated with United Bank Limited (UBL), following the State Bank of Pakistan's sanction dated March 10, 2025. As a result of the amalgamation, the Company now holds 15.78 million shares of UBL in place of its former Silkbank shares.

24.3 For tax related matters, refer note 32 of these unconsolidated financial statements.

25. OTHER REVENUE

	Note	2025	2024
		(Rupees)	
Unwinding of interest on debt instrument	25.1	**129,151,996**	111,446,528
Guarantee commission income	25.2	**12,227,563**	12,396,927
		141,379,559	123,843,455

25.1 This pertains to notional income that emerges from the unwinding of interest income on a debt investment (refer note 7.3). This unwinding is determined by discounting the interest income to its present value at the point of initial recognition.

25.2 This pertains to guarantees issued to related parties namely, Sachal Energy Development (Private) Limited, Aisha Steel Mills Limited, Power Cement Limited and Arif Habib Limited.

26. ADMINISTRATIVE EXPENSES

	Note	2025	2024
		(Rupees)	
Salaries and benefits	26.1	87,521,089	76,133,480
Depreciation	4.4	18,409,987	17,875,412
Travelling and conveyance		9,680,083	14,607,502
Repairs and maintenance		6,799,500	4,585,109
Electricity		8,424,777	7,497,575
Legal and professional charges		8,644,720	9,178,707
Printing and stationery		2,474,214	3,887,189
Fees and subscription		4,697,530	4,003,860
Advertisement and business promotion		261,461,791	8,908,458
Auditor's remuneration	26.2	5,443,200	5,002,436
Insurance		5,001,748	4,603,049
Rent, rates and taxes		2,292,815	1,151,477
Custody and settlement charges		3,851,626	3,319,561
Communication		1,342,135	1,314,051
Entertainment		1,463,281	962,413
Directors' meeting fees		1,225,000	2,300,000
Amortisation of intangible assets	5	141,875	154,740
Others		23,420,986	4,539,402
		452,296,357	170,024,421

26.1 Salaries and benefits include Rs. 3.97 million (2024: Rs. 3.67 million) in respect of provident fund contribution. All investments out of provident fund have been made in accordance with the provisions of section 218 of the Companies Act, 2017 and the conditions specified thereunder.

26.2 Auditor's remuneration

	2025	2024
	(Rupees)	
Audit fee	3,500,000	2,550,000
Interim review	550,000	550,000
Other services (certifications)	300,000	1,291,159
Out of pocket expense	690,000	314,800
Sales tax	403,200	296,477
	5,443,200	5,002,436

27. NET FINANCE COSTS

	2025	2024
Mark-up income on loans to associates	(132,652,550)	(343,793,119)
Mark-up income on bank deposits	(3,732,620)	(1,940,423)
Finance income	(136,385,170)	(345,733,542)
Mark-up on running finance under markup arrangement	525,828,947	640,298,739
Mark-up on loan from sponsor	134,214,626	1,863,890
Interest expense on lease liabilities	4,367,694	6,333,140
Bank charges	1,702,062	72,573
Finance costs	666,113,329	648,568,342
Net finance cost	529,728,159	302,834,800

28. GAIN ON REMEASUREMENT OF INVESTMENTS - NET

	Note	2025	2024
		(Rupees)	
Long term investments		22,986,942,069	6,585,881,678
Short term investments	13.1	822,405,384	572,674,041
		23,809,347,453	7,158,555,719

29. OTHER INCOME

Financial assets

	2025	2024
Gain on foreign currency translation	225,493	-

30. OTHER CHARGES

	Note	2025	2024
Donations	30.1 & 30.2	38,300,500	3,300,000
Loss on disposal of fixed assets		37,207	-
Loss on foreign currency translation		-	322,500
		38,337,707	3,622,500

30.1 Donations made to a single party exceeding Rs. 1 million or 10% of total donations, whichever is higher, are detailed below:

	2025	2024
	(Rupees)	
Arts Council of Pakistan	30,000,000	-
Memon Health and Education Foundation	1,000,000	2,000,000
Baitussalam Welfare Trust	-	1,000,000
Memon Education Monetary foundation	2,000,000	-
Eduljee Dinshaw Road Project Trust	1,000,000	-
Layton Rahmatulla Benevolent Trust	1,000,000	-
Lahore Businessmen Association for Rehabilitation of the Disabled	1,000,000	-
Saylani Welfare International Trust	1,000,000	-
	37,000,000	3,000,000

30.2 There are no donations to any person, institution or organisation in which a director or his spouse had any interest.

31. LEVY

	2025	2024
	(Rupees)	
Final tax u/s 5	19,230,152	19,269,309

31.1 This represents final tax paid under section 5 of Income Tax Ordinance 2001 (ITO 2001), representing levy in terms of requirements of IFRIC 21 / IAS 37.

32. INCOME TAX EXPENSE

	2025	2024
	(Rupees)	
Current		
- for the year	1,011,921,754	719,986,454
- for prior years	363,625	(4,763,651)
	1,012,285,379	715,222,803
Deferred	3,601,809,366	714,305,560
	4,614,094,745	1,429,528,363

32.1 The provision for current year tax represents tax on taxable income under final tax regime as per the applicable rate, minimum tax per annum and super tax at the applicable rate as levied under Income Tax Ordinance 2001. The Company computes current tax expense based on the generally accepted interpretation of the tax laws to ensure that sufficient provision for the purpose of taxation is available. According to the management, the tax provision made in these unconsolidated financial statements is sufficient.

32.2 During the financial year 2021, the petition filed by the Company against the imposition of super tax for rehabilitation of temporarily displaced persons under section 4B of the Income Tax Ordinance, 2001 for the tax years 2015 to 2019 in the Honourable High Court of Sindh was rejected vide order dated July 21, 2020. The Company, in consultation with its legal and tax advisors, has filed an appeal against the decision of the Honourable High Court of Sindh in the Supreme Court of Pakistan.

Consequent to the High Court judgement, the tax authorities issued notices to the Company and subsequently framed orders for the recovery of super tax for the relevant tax years. An appeal has been filed against these orders with the Commissioner Inland Revenue (Appeals) along with stay against recovery of demand based on certain contentious and factual grounds. Further, through an interim order dated November 26, 2020, the Honourable Supreme Court of Pakistan has ordered for no coercive action against the petitioners who deposit 50% of outstanding tax demand, accordingly the Company had made the required deposit. The management has assessed the sufficiency of tax provision on account of super tax and considers that these are sufficient for the purpose.

32.3 The Government has levied a special tax from tax year 2022 and onwards on high earning persons. As per section 4C of the Income Tax Ordinance 2001 (the Ordinance), among others, where income exceeds Rs. 500 million, super tax shall be charged at a rate of 10% of income calculated under section 4C of the Ordinance. The Company has filed a constitutional petition against the imposition of such super tax on high earning persons including specified sectors in the Honourable Islamabad High Court and have obtained the stay order on its payment. The Company in consultation with its legal and tax advisor expects a positive outcome, however a provision amounting to Rs. 358.41 million for tax year 2024 and Rs. 451.58 million for the tax year 2025 has been recorded in these unconsolidated financial statements.

32.4 The deemed assessment for the tax year 2023 was subsequently modified by the Additional Commissioner Inland Revenue (AdCIR) by issuing amended assessment order (Order), demanding an additional tax of Rs. 77.87 million by mainly attempting to reclassify Company's normal business income to income from other sources. The Company had filed appeal before the Appellate Tribunal Inland Revenue (ATIR) against the Order which is still pending. The Company, based on the legal advice, is confident that the ultimate outcome will be in favourable and accordingly, no provision has been recorded in these unconsolidated financial statements.

32.5 Relationship between tax expense and accounting profit

	2025	2024
	(Rupees)	
Profit before levy and income tax	**28,408,669,256**	10,879,395,177
Tax at the applicable tax rate of 29% (2024: 29%)	**8,238,514,084**	3,155,024,601
Tax effect of:		
Income subject to final tax regime	**(670,433,567)**	(542,771,594)
Income taxed as separate block of income	**(120,339,048)**	(100,049,578)
Prior year	**363,625**	(4,763,651)
Non-deductible expenses	**295,905,046**	138,742,422
Minimum tax at 1.25% (2024: 1.25%)	**(3,393,149)**	(3,978,615)
Exempt income	**(219,954,406)**	(153,906,756)
Super tax	**451,578,242**	358,410,933
Effect of rate differential	**(3,307,171,997)**	(1,285,317,053)
Others	**(31,743,933)**	(112,593,037)
	4,633,324,897	1,448,797,672

33. EARNINGS PER SHARE - BASIC AND DILUTED

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Company by the weighted average number of ordinary shares in issue during the year. There is no dilutive effect on the basic earnings per shares.

	2025	2024
	(Rupees)	
Profit for the year	23,775,344,359	9,430,597,505
	(Number)	
		(Restated)
Weighted average number of ordinary shares	4,216,967,470	4,216,967,470
	(Rupees)	
Earnings per share - basic and diluted	5.64	2.24

33.1 The earnings per share has been adjusted retrospectively to incorporate the effect of the share split (refer note 15.2.4).

34. REMUNERATION OF CHIEF EXECUTIVE, DIRECTORS AND EXECUTIVES

34.1 For the purpose of disclosure, employees are considered as executives whose basic salary exceeds twelve hundred thousand rupees in a financial year.

34.2 The aggregate amounts charged in these unconsolidated financial statements in respect of remuneration including benefits to the Chief Executive, Directors and Executives of the Company are given below:

	Chief Executive		Directors		Executive employees	
	2025	2024	2025	2024	2025	2024
	(Rupees)					
Managerial remuneration	12,000,000	12,000,000	-	-	31,878,659	28,974,384
Contribution to provident fund	967,740	967,740	-	-	2,458,530	2,203,578
Bonus	3,000,000	2,000,000	-	-	7,056,337	4,554,064
Other perquisites and benefits	600,000	600,000	-	-	12,758,434	12,503,631
Directors' Meeting fee	-	-	1,225,000	2,300,000	-	-
Total	16,567,740	15,567,740	1,225,000	2,300,000	54,151,960	48,235,657
Number of person(s)	1	1	7	7	10	11

34.3 The Chief Executive has been provided with free use of Company's maintained vehicles in accordance with the Company's policy. The net book value of these vehicles are Rs. 7.23 million (2024: Rs. 9.04 million).

35. NET CASH GENERATED FROM / (USED IN) OPERATIONS

	Note	2025	2024
		(Rupees)	
Profit before levy and income tax		28,408,669,256	10,879,395,177
Adjustments for:			
Depreciation	4	18,409,987	17,875,412
Amortisation	5	141,875	154,740
Dividend income		(4,811,614,378)	(3,671,992,623)
Gain on remeasurement of long term investments	28	(22,986,942,069)	(6,585,881,678)
Gain on remeasurement of short term investments	28	(822,405,384)	(572,674,041)
Capital gain on sale of long term investment		(67,075,504)	-
Gain on investment property - net		(2,043,321)	(13,500,000)
Unrealised gain on contribution from musharaka participants	18	7,232,760	-
Net finance cost	27	529,728,159	302,834,800
Unwinding of interest income on debt instrument	25	(129,151,996)	(111,446,528)
Exchange (gain) / loss on foreign currency translation	29 & 30	(225,493)	322,500
Loss on disposal of assets	30	37,207	-
		(28,263,908,157)	(10,634,307,418)
		144,761,099	245,087,759
Effect on cash flow due to working capital changes			
decrease / (Increase) in current assets			
Loans and advances		67,999,790	(2,026,250,945)
Prepayments and other receivables		(645,799)	517,563,459
Short term investments		2,139,443,578	23,382,325
		2,206,797,569	(1,485,305,161)
Increase / (decrease) in current liabilities			
Other payables		37,996,740	(646,060,581)
Net cash generated from / (used in) operations		2,389,555,408	(1,886,277,983)

36. CASH AND CASH EQUIVALENTS

	Note	2025	2024
		(Rupees)	
Cash and bank balances	14	102,976,469	45,975,441
Running finance under markup arrangement	21	(534,837,635)	(501,329,430)
		(431,861,166)	(455,353,989

37. OPERATING SEGMENTS

Based on internal management reporting structure for the year, no reportable segments were identified that were of continuing significance for decision making. All non-current assets of the Company as at June 30, 2025 are located in Pakistan.

38. FINANCIAL INSTRUMENTS AND RELATED DISCLOSURES

Financial risk management

The Board of Directors has overall responsibility for the establishment and oversight of Company's risk management framework. The Board is also responsible for developing and monitoring the Company's risk management policies. The Company has exposures to the following risks from the use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

Risk management framework

The risk management system devised by the Board comprises of a wide range of finely tuned organizational and procedural components and is capable of identifying events and developments impairing the going-concern status of the Company. The risk management system is designed to promote a balanced approach to risks at all organizational levels, identify and analyse the opportunities and risks at an early stage, their measurement and the use of suitable instruments to manage and monitor risks.

38.1 Credit risk

Credit risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment that it has entered into with the Company, resulting in a financial loss to the Company.

Credit risk management

It is the Company's policy to enter into financial contracts with reputable, diverse and creditworthy counterparties and wherever possible or deemed necessary, obtain collaterals in accordance with internal risk management policies and investment guidelines designed for credit risk management. Management closely monitors the creditworthiness of the Company's counterparties.

In order to mitigate credit risk, the Company measures loss allowances at an amount equal to lifetime Expected Credit Losses (ECLs), except for debt securities, loan to related parties, bank balances and other financial assets measured at amortised costs for which credit risk has not increased significantly since initial recognition.

Exposure to credit risk

The Company's maximum credit exposure (without taking into account collateral and other credit enhancement) at the reporting date is represented by the carrying amount of financial assets as follows:

	2025	2024
	(Rupees)	
Debt instrument - at amortised cost	**927,313,472**	798,161,476
Debt instrument - at fair value through profit or loss	**7,378,882,067**	4,004,152,921
Long term deposits and other receivable	**4,893,280**	5,880,378
Loan to related parties (short term and long term)	**351,939,022**	421,974,377
Guarantee commission receivable	**5,015,753**	2,742,750
Mark-up receivable	**48,282,736**	77,280,288
Other receivable	**653,793,732**	653,797,057
Bank balances	**102,941,039**	45,942,236
	9,473,061,101	6,009,931,483

The Company does not take into consideration the value of collateral while testing financial assets for impairment. The Company considers the credit worthiness of counterparties as part of its risk management.

None of the financial assets are past due.

Long term deposits

This include deposit placed with Central Depository Company of Pakistan Limited (CDC) for the purpose of effecting transactions and settlement of listed securities. It is expected that deposits with CDC will be clearly identified as being assets of the Company, hence management believes that it is not materially exposed to credit risk against it. Apart from the above other deposits are with counterparties for provision of continued supply of services. Management does not expect to have any credit risk against such deposits, as it is refundable upon termination of agreement / services from counterparties. Further, this include deposit to Pakistan State Oil Company Limited (PSO) against fuel card. It is expected that deposits with PSO will be adjusted / refunded if needed, hence management does not expect to have any credit risk against such deposits, as it is refundable upon termination of agreement / services from counterparties.

Loans, mark-up and other receivables

The Company extends loans to its related concerns and follows due process of seeking approval from shareholders as per applicable laws and regulations. Wherever possible, management obtains collateral from counterparties. As loans are mainly provided to related concerns, management is not expecting to incur loss against the same. Mark-up receivable mainly pertains to loans extended to related parties for which the management does not expect to incur any credit loss. Other receivable mainly comprises of receivable on account of guarantee extended to counterparty and does not expect to have material credit risk there against, based on the terms of arrangement with parties involved.

The aging analysis of loans, other receivables and mark-up receivable is as follows:

	2025	2024
	(Rupees)	
Not past due	**405,237,511**	501,997,415

Bank balances

The credit ratings to respective banks have been assigned by independent credit rating agencies. At reporting date credit ratings of respective banks were as follows:

	Rating Agency	Long term	Short term
Allied Bank Limited	PACRA	AAA	A1+
Askari Bank Limited	PACRA	AA+	A1+
Bank AL Habib Limited	PACRA	AAA	A1+
Bank Alfalah Limited	PACRA	AAA	A1+
Bank Islami Pakistan Limited	PACRA	AA-	A1
Bank of Punjab	PACRA	AA+	A1+
Bank Makarmah Limited	VIS	A+	A1
Faysal Bank Limited	PACRA	AA	A1+
Faysal Bank Limited	VIS	AA+	A1+
Habib Bank Limited	VIS	AAA	A-1+
Habib Metropolitan Bank Limited	PACRA	AA+	A1+
JS Bank Limited	PACRA	AA	A1+
MCB Bank Limited	PACRA	AAA	A1
MCB Islamic Bank Limited	PACRA	A+	A1
National Bank of Pakistan	PACRA	AAA	A1+
National Bank of Pakistan	VIS	AAA	A1+
Sindh Bank Limited	VIS	AA-	A-1+
Soneri Bank Limited	PACRA	AA-	A1+
Standard Chartered Bank (Pakistan) Limited	PACRA	AAA	A1+
The Bank of Khyber	PACRA	A+	A1
The Bank of Khyber	VIS	AA-	A1
United Bank Limited	VIS	AAA	A-1+

Concentration of credit risk

Details of the concentration of credit risk are as follows:

	2025	2024
	(Rupees)	
Fertilizer company	**927,313,472**	798,161,476
Real estate company	**-**	210,558,850
Real estate investment trust (REIT)	**8,426,275,365**	4,816,577,296
Steel manufacturing company	**996,474**	124,651,781
Banks	**102,941,039**	45,942,236
Mining companies	**5,900,000**	5,700,000
Employees	**4,543,690**	5,530,788
Power generation company	**1,569,150**	2,247,546
Brokerage house	**2,960,401**	-
Utility companies and CDC	**349,590**	349,590
Cement manufacturing company	**211,920**	211,920
	9,473,061,101	6,009,931,483

38.2 Liquidity risk

Liquidity risk is the risk that the Company will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset, or that such obligations will have to be settled in a manner disadvantageous to the Company. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of adequate funds through committed credit facilities. The Company finances its operations through equity, borrowings and working capital with a view of maintaining an appropriate mix between various sources of finance to minimize risk. The management aims to maintain flexibility in funding by keeping regular committed credit lines.

The table below analyses the Company's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

	2025			
	Carrying amount	Contractual cash flows	Up to one year	More than one year
	(Rupees)			
Financial liabilities - Non derivative				
Other payables	925,024,535	925,024,535	925,024,535	-
Unclaimed dividend	28,457,410	28,457,410	28,457,410	-
Running finance under markup arrangement (including mark-up due)	583,738,851	583,738,851	583,738,851	-
Loan from sponsor	3,301,707,946	3,301,707,946	-	3,301,707,946
Contribution from musharaka participants	529,770,710	529,770,710	-	529,770,710
Lease liability	17,904,174	18,910,448	18,910,448	-
	5,386,603,626	5,387,609,900	1,556,131,244	3,831,478,656

	2024			
	Carrying amount	Contractual cash flows	Up to one year	More than one year
	(Rupees)			
Financial liabilities - Non derivative				
Other payables	888,486,375	888,486,375	888,486,375	-
Unclaimed dividend	22,181,726	22,181,726	22,181,726	-
Running finance under markup arrangement (including mark-up due)	652,052,032	652,052,032	652,052,032	-
Loan from sponsor	800,000,000	800,000,000	800,000,000	-
Lease liability	30,727,794	36,101,764	17,191,316	18,910,448
	2,393,447,927	2,398,821,897	2,379,911,449	18,910,448

The contractual cash flows relating to the above financial liabilities have been determined on the basis of mark-up rate effective as at reporting date. The rates of mark-up have been disclosed in respective notes to these unconsolidated financial statements.

38.3 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Company's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

The Company is exposed to currency risk, interest rate risk and price risk.

a) Foreign exchange risk management

Foreign currency risk arises mainly where receivables and payables exist due to transactions in foreign currencies. Currently, the Company's foreign exchange risk exposure is restricted to cash and bank balances in foreign currency. Management believes that the Company's exposure emanating from any fluctuations in the foreign currencies is not required to be hedged.

Financial assets	2025		2024	
	(Rupees)	(US Dollars)	(Rupees)	(US Dollars)
Cash in hand	11,341	40	11,126	40
Bank balances	11,377,254	40,094	11,152,022	40,094

The following significant exchange rates were applicable during the year:

	2025		
		Reporting date rates	
	Average rate	Buying	Selling
US Dollars to Pakistan Rupee	279.34	283.53	283.96

	2024		
		Reporting date rates	
	Average rate	Buying	Selling
US Dollars to Pakistan Rupee	282.35	278.14	278.58

Sensitivity analysis

A 10% strengthening / (weakening) of the Pakistan Rupee against various foreign currencies at reporting date would have (decreased) / increased the gain / loss by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant. The analysis is performed on the same basis as for 2024.

	Effect on profit or loss	
	2025	2024
	(Rupees)	
As at June 30		
Effect in US Dollars	1,128,517	1,116,010

In addition, the Company has also given certain foreign currency guarantees, details of which are given in note 24.

b) Interest / mark-up rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The majority of the interest rate exposure arises from financial assets and financial liabilities as stated below.

At the reporting date, the interest rate profile of the Company's significant interest bearing financial instruments was as follows:

	2025	2024	2025	2024
	(Effective interest rate %)		(Rupees)	
Financial assets				
Variable rate financial instruments				
Loans to related parties	**13.16% to 23.48%**	23.26% to 26.22%	**351,939,022**	421,974,377
Bank balances	**4% to 19%**	19.50% to 20.5%	**51,108,152**	4,903,142
Financial liabilities				
Variable rate financial instruments				
Loan from sponsor	**12.98% to 22.22%**	22.21% to 24.41%	**3,301,707,946**	800,000,000
Running finance under markup arrangement	**12.33% to 21.83%**	22.21% to 24.41%	**534,837,635**	501,329,430

Cash flow sensitivity analysis for variable rate instruments

For cash flow sensitivity analysis of variable rate instruments a hypothetical change of 100 basis points in interest rates would have increased / (decreased) profit and other comprehensive income for the year by the amounts shown below.

	Increase 100 bps	Decrease 100 bps
	(Rupees)	
As at June 30, 2025		
- Cash flow sensitivity - Variable rate financial assets	**4,030,472**	(4,030,472)
- Cash flow sensitivity - Variable rate financial liabilities	**38,365,456**	(38,365,456)
As at June 30, 2024		
- Cash flow sensitivity - Variable rate financial assets	4,268,775	(4,268,775)
- Cash flow sensitivity - Variable rate financial liabilities	13,013,294	(13,013,294)

The Company's net exposure to interest rate risk, analysed by the earlier of contractual repricing or maturity date is as follows:

2025

Particulars	Interest / mark-up bearing						Non-interest / mark up bearing	Total
	Maturity up to one month	Maturity over one month to three months	Maturity over three months to six months	Maturity over six months to one year	Maturity after one year	Sub-total		
	---------- Rupees ----------							
On balance sheet financial instruments								
Financial assets								
Investments	-	-	-	-	-	-	62,021,010,562	62,021,010,562
Loans and advances	-	-	-	206,039,022	140,000,000	346,039,022	7,854,239	353,893,261
Long-term deposits and other receivable	-	-	-	-	-	-	4,893,280	4,893,280
Other receivables	-	5,015,753	-	-	-	5,015,753	653,793,732	658,809,485
Markup receivable	48,282,736	-	-	-	-	48,282,736	-	48,282,736
Cash and bank balances	51,108,152	-	-	-	-	51,108,152	51,868,317	102,976,469
	99,390,888	5,015,753	-	206,039,022	140,000,000	450,445,663	62,739,420,130	63,189,865,793
Financial liabilities								
Lease liability	-	-	7,998,704	9,905,470	-	17,904,174	-	17,904,174
Contribution from musharaka participants	-	-	-	-	-	-	529,770,710	529,770,710
Loan from sponsor	-	-	-	-	3,301,707,946	3,301,707,946	-	3,301,707,946
Running finance under markup arrangement	534,837,635	-	-	-	-	534,837,635	-	534,837,635
Unclaimed dividend	-	-	-	-	-	-	28,457,410	28,457,410
Other payables	49,306,526	-	-	-	-	49,306,526	924,619,225	973,925,751
	584,144,161	-	7,998,704	9,905,470	3,301,707,946	3,903,756,281	1,482,847,345	5,386,603,626
On-balance sheet gap (a) *	(484,753,273)	5,015,753	(7,998,704)	196,133,552	(3,161,707,946)	(3,453,310,618)	61,256,572,785	57,803,262,167
Off-balance sheet gap (b)	-	-	-	-	-	-	-	-
Total interest rate sensitivity gap (a+b)	(484,753,273)	5,015,753	(7,998,704)	196,133,552	(3,161,707,946)	(3,453,310,618)		
Cumulative interest rate sensitivity gap	(484,753,273)	(479,737,520)	(487,736,224)	(291,602,672)	(3,453,310,618)	(3,453,310,618)		

2024

Particulars	Interest / mark-up bearing						Non-interest / mark up bearing	Total
	Maturity up to one month	Maturity over one month to three months	Maturity over three months to six months	Maturity over six months to one year	Maturity after one year	Sub-total		
	---------- Rupees ----------							
On balance sheet financial instruments								
Financial assets								
Investments	-	-	-	-	-	-	33,157,210,373	33,157,210,373
Loans and advances	214,216,746	-	-	52,387,466	149,670,165	416,274,377	2,750,677,167	3,166,951,544
Long-term deposits and other receivable	-	-	-	-	-	-	5,880,378	5,880,378
Other receivables	-	2,742,750	-	-	-	2,742,750	653,797,057	656,539,807
Markup receivable	77,280,288	-	-	-	-	77,280,288	-	77,280,288
Cash and bank balances	4,903,142	-	-	-	-	4,903,142	41,072,299	45,975,441
	296,400,176	2,742,750	-	52,387,466	149,670,165	501,200,557	36,608,637,274	37,109,837,831
Financial liabilities								
Lease liability	-	-	3,205,906	9,617,717	17,904,171	30,727,794	-	30,727,794
Loan from sponsor	-	-	-	-	800,000,000	800,000,000	-	800,000,000
Running finance under markup arrangement	501,329,430	-	-	-	-	501,329,430	-	501,329,430
Unclaimed dividend	-	-	-	-	-	-	22,181,726	22,181,726
Other payables	150,722,602	-	-	-	-	150,722,602	888,486,375	1,039,208,977
	652,052,032	-	-	-	800,000,000	1,452,052,032	910,668,101	2,362,720,133
On-balance sheet gap (a) *	(355,651,856)	2,742,750	-	52,387,466	(650,329,835)	(950,851,475)	35,697,969,173	34,747,117,698
Off-balance sheet gap (b)	-	-	-	-	-	-	-	-
Total interest rate sensitivity gap (a+b)	(355,651,856)	2,742,750	-	52,387,466	(650,329,835)	(950,851,475)		
Cumulative interest rate sensitivity gap	(355,651,856)	(352,909,106)	(352,909,106)	(300,521,640)	(950,851,475)	(950,851,475)		

* The on-balance sheet gap represents the net amounts of on-balance sheet items.

c) Price risk

Price risk represents the risk that the fair value of a financial instrument will fluctuate because of changes in the market prices (other than those arising from interest / mark-up rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all or similar financial instruments traded in the market. The Company is exposed to equity price risk since it has investments in quoted securities.

The Company's strategy is to hold its strategic equity investments for a longer period of time. Thus, management is not concerned with short term price fluctuations with respect to its strategic investments provided that the underlying business, economic and management characteristics of the investee company remain viable. The Company manages price risk by monitoring exposure in quoted equity securities and implementing strict discipline in internal risk management and investment policies.

The carrying value of investments subject to equity price risk are, in almost all instances, based on quoted market prices as of the reporting date except for unquoted associates which are carried at fair value determined through valuation techniques. Market prices are subject to fluctuation and consequently the amount realised in the subsequent sale of an investment may significantly differ from the reported market value. Fluctuation in the market price of a security may result from perceived changes in the underlying economic characteristics of the investee, the relative price of alternative investments and general market conditions. Furthermore, amount realised in the sale of a particular security may be affected by the relative quantity of the security being sold.

Sensitivity analysis

The table below summarizes the Company's equity price risk as of June 30, 2025 and 2024 and shows the effects of a hypothetical 30% increase or decrease in market prices as at the year end. The selected hypothetical change does not reflect what could be considered to be the best or worst case scenarios. Accordingly, the sensitivity analysis prepared is not necessarily an indication of the effect on Company's net assets of future movement in the level of PSX 100 index.

	Fair value Rupees	Hypothetical price change	Estimated fair value after hypothetical change in prices	Hypothetical increase / (decrease) in shareholders' equity	Hypothetical increase / (decrease) in profit / (loss) before tax
	-----	-----	Rupees	-----	-----
June 30, 2025	**48,700,535,198**	**30% increase**	**63,310,695,757**	**11,322,874,434**	**14,610,160,559**
		30% decrease	**34,090,374,639**	**(11,322,874,434)**	**(14,610,160,559)**
June 30, 2024	23,417,296,023	30% increase	30,442,484,830	5,444,521,325	7,025,188,807
		30% decrease	16,392,107,216	(5,444,521,325)	(7,025,188,807)

38.4 Financial instruments by category

The following table shows the carrying amount of financial assets and financial liabilities.

	Mandatorily at fair value through profit or loss - others	Designated at fair value through profit or loss	Financial assets at amortized cost	Financial liabilities at amortised cost
	---------- Rupees ----------			
June 30, 2025				
Financial assets measured at fair value				
Equity securities	2,522,429,927	46,178,105,271	-	-
Debt securities	7,378,882,067	-	-	-
	9,901,311,994	46,178,105,271	-	-
Financial assets not measured at fair value				
Equity securities	-	-	5,014,279,825	-
Debt securities	-	-	927,313,472	-
Long term loan to related party	-	-	140,000,000	-
Long term deposit and other receivables	-	-	4,893,280	-
Loans and advances	-	-	213,893,261	-
Mark-up receivable	-	-	48,282,736	-
Other receivable	-	-	658,809,485	-
Cash and bank balances	-	-	102,976,469	-
	-	-	7,110,448,528	-
Financial liabilities not measured at fair value				
Contribution from musharaka participants	-	-	-	529,770,710
Loan from sponsor	-	-	-	3,301,707,946
Running finance under markup arrangement	-	-	-	534,837,635
Other payables	-	-	-	973,925,751
Current portion of lease liability	-	-	-	17,904,174
Unclaimed dividend	-	-	-	28,457,410
	-	-	-	5,386,603,626

38.5 Reconciliation of movements of liabilities to cash flows arising from financing activities

	Liability		Equity		
	Short term borrowings and loan from sponsor including related accrued markup	Lease liability	Fair value reserve	Unappropriated profit	Total
	Rupees				
Balance as at July 1, 2023	2,505,096,568	-	-	12,385,423,995	14,890,520,563
Changes from financing cash flows					
Payment of lease liability	-	(15,125,340)	-	-	(15,125,340)
Dividend	-	-	-	-	-
Total changes from financing activities	-	(15,125,340)	-	-	(15,125,340)
Other changes					
Interest expense	642,162,629	6,333,139	-	-	648,495,768
Interest paid	(731,331,981)	-	-	-	(731,331,981)
Reassessment of lease term	-	4,241,120	-	-	4,241,120
Changes in running finance under markup arrangement	(962,011,294)	35,278,875	-	-	(926,732,419)
Total loan related other changes	(1,051,180,646)	45,853,134		-	(1,005,327,512)
Total equity related other changes	-	-	-	13,467,047,321	13,467,047,321
Balance as at June 30, 2024	1,453,915,922	30,727,794	-	25,852,471,316	27,337,115,032
Changes from financing cash flows					
Payment of lease liability	-	(17,191,314)	-	-	(17,191,314)
Dividend	-	-	-	(2,951,877,229)	(2,951,877,229)
Total changes from financing activities	-	(17,191,314)		(2,951,877,229)	(2,969,068,543)
Other changes					
Interest expense	661,745,635	4,367,694	-	-	666,113,329
Interest paid	(765,025,601)	-	-	-	(765,025,601)
Reassessment of lease term	-	-	-	-	-
Changes in running finance under markup arrangement	2,535,216,151	-	-	-	2,535,216,151
Total loan related other changes	2,431,936,185	4,367,694		-	2,436,303,879
Total equity related other changes	-	-	-	23,775,344,359	23,775,344,359
Balance as at June 30, 2025	3,885,852,107	17,904,174	-	46,675,938,446	50,579,694,727

39. FAIR VALUE MEASUREMENTS

A number of the Company's accounting policies and disclosure require the measurement of fair values, for both financial, if any and non-financial assets and financial liabilities.

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.

Management engage independent external experts / valuers to carry out valuation of its financial assets where prices are not quoted or readily available in the market and for investment properties carried at fair value. Involvement of external valuers is decided upon by management. Selection criteria include market knowledge, reputation, independence and whether professional standards are maintained.

When measuring the fair value of an asset or a liability, the Company uses valuation techniques that are appropriate in the circumstances and uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- **Level 1:** quoted prices (unadjusted) in active markets for identical assets or liabilities.

- **Level 2:** inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

- **Level 3:** inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair values of financial assets that are traded in active markets are based on quoted market prices. For all other financial instruments the Company determines fair values using valuation techniques.

Valuation techniques used by the Company include discounted cash flow model for valuation of unquoted equity securities. Assumptions and inputs used in valuation techniques include risk-free rates, bond and equity prices, foreign currency exchange rates, equity and equity index prices. The objective of valuation techniques is to arrive at a fair value that reflects the price of the financial instrument at the reporting date that would have been determined by market participants acting at arm’s length.

Valuation models for valuing securities for which there is no active market requires significant unobservable inputs and a higher degree of management's judgment and estimation in the determination of fair value. Management's judgment and estimation are usually required for selection of the appropriate valuation model to be used, determination of expected future cash flows on the financial instrument being valued and selection of appropriate discount rates, etc.

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

For assets and liabilities that are recognised in these unconsolidated financial statements at fair value on a recurring basis, the management recognizes transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between different levels of fair values mentioned above.

The fair values of financial assets and liabilities, together with the carrying amounts shown in the statement of financial position, are as follows:

	June 30, 2025					
	Carrying amount			Fair value		
	Mandatorily / designated at fair value through profit or loss	Financial asset at amoritsed cost	Financial liabilities at amoritsed cost	Level 1	Level 2	Level 3
	Rupees					
Financial assets measured at fair value						
Long term investments	53,556,987,338	-	-	48,012,951,063	2,786,293,676	2,757,742,599
Short term investments	2,522,429,927	-	-	2,522,429,927	-	-
Financial assets not measured at fair value						
Subsidiary	-	5,014,279,825	-			
Debt securities	-	927,313,472	-			
Long term loan to related party	-	140,000,000	-			
Long term deposits and other receivables	-	4,893,280	-			
Other receivables	-	658,809,485	-			
Loans and advances	-	213,893,261	-			
Mark-up receivable	-	48,282,736	-			
Cash and bank balances	-	102,976,469	-			
	56,079,417,265	7,110,448,528	-			
Financial liabilities not measured at fair value						
Other payables	-	-	973,925,751			
Contribution from musharaka participants	-	-	529,770,710			
Loan from sponsor	-	-	3,301,707,946			
Running finance under markup arrangement	-	-	534,837,635			
Unclaimed dividend	-	-	28,457,410			
Current portion of lease liability	-	-	17,904,174			
	-	-	5,386,603,626			

	June 30, 2024					
	Carrying amount			Fair value		
	Mandatorily / designated at fair value through profit or loss	Financial asset at amoritsed cost	Financial liabilities at amoritsed cost	Level 1	Level 2	Level 3
	Rupees					
Financial assets measured at fair value						
Long term investments	20,627,260,585	-	-	17,829,089,974	-	2,798,170,611
Short term investments	6,794,188,359	-	-	6,794,188,359	-	
Financial assets not measured at fair value						
Subsidiary	-	4,937,599,953	-			
Debt securities		798,161,476				
Long term loan to related party	-	149,670,165	-			
Long term deposits and other receivables	-	5,880,378	-			
Other receivables	-	659,356,149	-			
Loans and advances	-	276,118,689	-			
Mark-up receivable	-	77,280,288	-			
Cash and bank balances	-	45,975,441	-			
	27,421,448,944	6,950,042,539	-			
Financial liabilities not measured at fair value						
Other payables			1,039,208,977			
Loan from sponsor			800,000,000			
Running finance under markup arrangement			501,329,430			
Unclaimed dividend			22,181,726			
Current portion of lease liability			12,823,623			
	-	-	2,375,543,756			

39.1 Management assessed that the fair values of loans and advances, other receivables, mark-up receivable, cash and bank balances, trade and other payables, Running finance under markup arrangement, mark-up accrued on borrowings and other current liabilities approximate their carrying amounts largely due to the short-term maturities of these instruments. For long term deposits and other receivables, long term loan to related party and other non-current liabilities, management consider that their carrying values approximates fair value.

39.2 Measurement of fair values

39.2.1 Investments - at fair value through profit or loss

The following tables show the valuation techniques and assumptions as well as the significant unobservable inputs used.

Type	Date of valuation	Valuation approach and assumptions
Silk Islamic Development REIT ("SIDR")	June 30, 2025	The Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from SIDR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 10 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM.
Naya Nazimabad Apartment REIT ("NNAR")	June 30, 2025	The Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from NNR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 7 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM.
Rahat Residency REIT ("RRR")	June 30, 2025	The Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from RRR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 5 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM.
Signature Residency REIT ("SRR")	June 30, 2025	The Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from SRR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 3 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM.
Garden View Apartment REIT ("GVAR") [Formerly Park View Apartment REIT ("PVAR")]	June 30, 2025	The Company has valued this investment on fair value basis using the assumption that the primary asset of GVAR comprises parcels of land, these parcels have undergone valuation by an independent third-party valuer as of June 30, 2025. Using the assessed fair value of land as a basis, the company has computed the proportionate fair value of its investment in GVAR. Their fair value was determined using sales comparison approach which falls under level 2 fair value hierarchy as it relies on inputs other than quoted prices for identical assets.

Type	Date of valuation	Valuation approach and assumptions
Gymkhana Apartment REIT ("GAR")	June 30, 2025	The Company has valued this investment on fair value basis using the assumption that the primary asset of GAR comprises parcels of land, these parcels have undergone valuation by an independent third-party valuer as of June 30, 2025. Using the assessed value of land as a basis, the company has computed the proportionate fair value of its investment in GAR. Their fair value was determined using sales comparison approach which falls under level 2 fair value hierarchy as it relies on inputs other than quoted prices for identical assets.
JCL Musharakah Arrangement I	June 30, 2025	The Company has valued this investment on fair value basis using the discounted cashflow technique. This method considers the present value of all future sales proceeds from apartments in the REIT, discounted using a risk adjusted discount rate which is taken at 12.14%. The fair value is categorised in a Level 3 fair value hierachy as it involves it involves significant unobservable inputs, including the risk adjusted discount rates.
JCL Musharakah Arrangement II	June 30, 2025	The Company has valued this investment on fair value basis using the discounted cashflow technique. This method considers the present value of all future sales proceeds from apartments in the REIT, discounted using a risk adjusted discount rate which is taken at 12.14%. The fair value is categorised in a Level 3 fair value hierachy as it involves it involves significant unobservable inputs, including the risk adjusted discount rates.

39.2.2 Valuation inputs and relationships to fair value

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements of the following together with a quantitative sensitivity analysis.

Type	Unobservable inputs	Range of inputs	Sensitivity of the inputs to fair value
Silk Islamic Development REIT ("SIDR")	Risk-adjusted discount rate	18.02% - 20.02% (19.02%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 53.40 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 58.80 million as at 30 June 2025.
	Discount for lack of marketability (DLOM)	22% - 28% (25%)	3% increase in DLOM factor would result (decrease) in fair value by Rs. 28.20 million; 3% decrease in DLOM factor would result Increase in fair value by Rs. 28.20 million as at 30 June 2025.
Naya Nazimabad Apartment REIT ("NNAR")	Risk-adjusted discount rate	18.02% - 20.02% (19.02%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 41.69 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 44.31 million as at 30 June 2025.
	Discount for lack of marketability (DLOM)	22% - 28% (25%)	3% increase in DLOM factor would result (decrease) in fair value by Rs. 36.57 million; 3% decrease in DLOM factor would result Increase in fair value by Rs. 36.77 million as at 30 June 2025.
Rahat Residency REIT ("RRR")	Risk-adjusted discount rate	18.02% - 20.02% (19.02%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 12.48 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 13.44 million as at 30 June 2025.
	Discount for lack of marketability (DLOM)	22% - 28% (25%)	3% increase in DLOM factor would result (decrease) in fair value by Rs. 18.79 million; 3% decrease in DLOM factor would result Increase in fair value by Rs. 19.27 million as at 30 June 2025.
Signature Residency REIT ("SRR")	Risk-adjusted discount rate	18.02% - 20.02% (19.02%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 1.91 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 2.06 million as at 30 June 2025.
	Discount for lack of marketability (DLOM)	22% - 28% (25%)	3% increase in DLOM factor would result (decrease) in fair value by Rs. 4.68 million; 3% decrease in DLOM factor would result Increase in fair value by Rs. 4.78 million as at 30 June 2025

Type	Unobservable inputs	Range of inputs	Sensitivity of the inputs to fair value
JCL Musharaka Arrangement I	Risk-adjusted discount rate	11.14% -13.14% (12.14%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 1.89 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 1.92 million as at 30 June 2025.
JCL Musharaka Arrangement II	Risk-adjusted discount rate	11.14% -13.14% (12.14%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 1.24 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 1.25 million as at 30 June 2025.

39.2.3 The following table shows a reconciliation from the opening balances to the closing balances for Level 3 fair values.

	Financial assets - at fair value through profit or loss	Financial assets - at fair value through other comprehensive income	Total
	---------- Rupees ----------		
Balance at July 1, 2023	941,400,000	-	941,400,000
Investment made during the year	1,460,764,840	-	1,460,764,840
Transfers from Level 2 to Level 3	746,112,000	-	746,112,000
Gain recognised on remeasurement of investment	17,846,822	-	17,846,822
Loss recognised on remeasurement of investment	(367,953,051)	-	(367,953,051)
Balance at June 30, 2024	2,798,170,611	-	2,798,170,611
Balance at July 1, 2024	**2,798,170,611**	**-**	**2,798,170,611**
Investment made during the year	**157,000,000**	**-**	**157,000,000**
Investment disposed during the year	**-**	**-**	**-**
Gain recognised on remeasurement of investment	**41,796,817**	**-**	**41,796,817**
Loss recognised on remeasurement of investment	**(239,224,829)**	**-**	**(239,224,829)**
Balance at June 30, 2025	**2,757,742,599**	**-**	**2,757,742,599**

39.2.4 Investment in subsidiaries - at cost

Investment in a subsidiary company namely Arif Habib Limited is quoted on the Pakistan Stock Exchange and fair value of investment, based on the available market price, is Rs. 3,663 million (2024: Rs. 2,812 million). The said subsidiary is carried at cost and fair value is determined for disclosure purposes. However, the fair value of the investment in the other subsidiary company, being an unlisted company has not been disclosed due to non-availability (and as such not disclosed above).

39.2.5 Investment Property - at fair value

The fair value of investment property is determined at the end of each year by independent suitably qualified valuer. The fair value of the investment property as at June 30, 2025 was performed by Messrs. Asif Associates (Private) Limited and Messrs. KGT (Private) Limited. The fair value was determined using sales comparison approach which falls under level 2 fair value hierarchy as it relies on inputs other than quoted prices for identical assets.The valuation approach involves the use of selling prices of comparable land in close proximity which are then adjusted for differences in key attributes such as property size. In estimating the fair value of investment property, its highest and best use is considered their current use.

40. CAPITAL MANAGEMENT

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence, sustain future development of the business, safeguard the Company's ability to continue as a going concern in order to provide returns for shareholders and benefit for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. The Board of Directors monitors the return on capital, which the Company defines as net profit after taxation divided by total shareholders' equity. The Board of Directors also monitors the level of dividend to ordinary shareholders. There were no changes in Company's approach to capital management during the year and the Company is not subject to externally imposed capital requirements.

41. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprise of group companies (including subsidiaries and associates companies), directors and their close family members, major shareholders of the Company, companies where directors also hold directorship, key management personnel and staff provident fund. Transactions with related parties are carried out at contractual / agreed terms. Remuneration and benefits to executives of the Company are in accordance with the terms of the employment while contribution to the provident fund is in accordance with staff service rules. Remuneration of Chief Executive Officer, Directors and Executives is disclosed in note 34 to the unconsolidated financial statements.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the Company. The Company considers its Chief Executive Officer, Chief Financial Officer, Company Secretary, Non-Executive Directors and departmental heads to be its key management personnel. There are no transactions with key management personnel other than their terms of employment / entitlement.

Transactions and balances with related parties during the year other than those disclosed elsewhere in the unconsolidated financial statements are given below:

Name of the related party	Transactions during the year	2025 (Rupees)	2024 (Rupees)
Subsidiaries			
Arif Habib Limited	Services availed	**8,780,636**	2,805,169
(74.32% shareholding)	Dividend income	**249,899,890**	119,121,305
	Guarantee commission	**2,960,403**	686,381
	Markup on loan	**27,680,651**	-
Sachal Energy Development			
(Private) Limited	Guarantee commission	**7,295,391**	10,246,791
(85.83% shareholding)	Dividend Income	**1,373,232,530**	1,373,232,530
Black Gold Power Limited			
(100% shareholding)	Loan extended	**200,000**	-

Name of the related party	Transactions during the year	2025	2024
		(Rupees)	
Associates			
Fatima Fertilizer Company Limited	Dividend income	2,288,001,443	1,520,463,774
(15.19% shareholding)	Markup on loan	-	146,295,011
Safe Mix Concrete Limited	Dividend income	13,816,036	-
(27.63% shareholding)			
Power Cement Limited			
* (24.48% shareholding)	Guarantee commission	847,680	847,680
	Markup on loan	1,445,966	-
Javedan Corporation Limited	Markup on loan	7,989,044	114,080,768
(39.52% shareholding)	Loan extended	795,400,000	5,200,000,000
	Loan repaid	995,400,000	5,966,250,000
	Dividend Income	602,132,428	257,304,702
Associated companies by virtue of common directorship			
Aisha Steel Mills Limited	Loan extended	4,650,000,000	3,550,000,000
	Loan repaid	4,728,103,657	3,578,433,492
	Markup on loan	68,432,941	62,960,742
	Guarantee commission	1,126,265	1,302,456
Rotocast Engineering Company (Private) Limited	Payment of rent and sharing of utilities, insurance and maintenance charges	33,256,289	23,817,902
Globe Residency REIT	Dividend income	156,331,040	273,408,249
	Markup on loan	6,056,007	1,455,228
	Loan extended	67,868,302	38,170,720
	Advance extended	241,844,892	364,497,689
Rahat Residency REIT	Loan extended	100,000,000	-
	Markup on loan	2,402,630	-
Silk Islamic Development REIT	Loan extended	40,000,000	100,000,000
	Markup on loan	18,645,309	19,001,370
Gymkhana Apartment REIT	Advance extended	-	1,200,000,000
Naya Nazimabad Apartment REIT	Advance extended	49,623,000	22,762,500
Garden View Apartment REIT "[Formerly Park View Apartment REIT]"	Advance extended	-	1,262,136,440

Above are considered as associated companies under the Companies Act, 2017 by virtue of common directorship.

* The shareholding percentage includes ordinary and preference shares.

Name of the related party	Transactions during the year	2025	2024
		(Rupees)	
Employees retirement benefit			
- Provident fund	Company's contribution	3,976,706	3,678,802
Key management personnel compensation	Salaries and other employee benefits	51,693,430	46,032,079
	Contributions to provident fund	2,458,530	2,203,578
Mr. Arif Habib	Dividend paid	2,325,297,366	-
	Loan received	6,576,200,000	-
	Loan repaid	4,074,492,054	-
	Markup paid on loan	134,214,626	-
Mr. Asadullah Khawaja	Meeting fee paid	250,000	250,000
	Dividend paid	567,042	-
Mr. Khawaja Jallaluddin Roomi (ex-director now)	Meeting fee paid	-	75,000
Mr. Khawaja Najam Ud Din Roomi	Meeting fee paid	225,000	275,000
Ms. Zeba Bakhtiar	Meeting fee paid	250,000	250,000
	Dividend paid	700	-
Mr. Abdus Samad Habib	Meeting fee paid	250,000	250,000
	Dividend paid	7,042	-
Mr. Kashif Habib	Meeting fee paid	300,000	325,000
	Dividend paid	247,030	-
Mr. Nasim Beg	Meeting fee paid	250,000	250,000
	Dividend paid	14,546	-
Mr. Muhammad Ejaz	Meeting fee paid	200,000	350,000
	Dividend paid	847	-

41.1 The status of outstanding balances with related parties as at June 30, 2025 is included in the respective notes to these unconsolidated financial statements. These are settled in the ordinary course of business.

42. SHARIAH COMPLIANCE STATUS DISCLOSURE

	Note	2025	2024
		(Rupees)	
Unconsolidated statement of financial position			
- Long-term financing as per Islamic mode	18	**529,770,710**	-
- Mark-up accrued on conventional loan	22	**49,306,526**	152,586,492
- Short-term investment as per Islamic mode	13	**1,922,211,053**	5,916,812,366
- Long-term investment as per Islamic mode	7	**52,649,455,018**	20,219,439,751
- Shariah-compliant bank balances	14	**1,673,242**	1,596,110
Unconsolidated statement of profit and loss			
- Revenue earned from Shariah compliant business segment	25	**12,227,563**	12,396,927
- Dividend earned from Shariah compliant investments		**2,903,949,907**	1,687,816,880
- Gain / (Loss) on sale of securities - net from Shariah compliant investments		**272,651,082**	(61,635,509)
- Gain on remeasurement of investments - net from Shariah compliant investments	28	**22,923,087,438**	6,694,670,675
- Profit earned from Shariah compliant bank balances	27	**119,718**	63,995
- Exchange gain/ (loss) on actual currency	29 & 30	**225,493**	(322,500)
- Markup paid on islamic mode of financing		**-**	-
- Markup earned on conventional loans and advances	27	**132,652,550**	343,793,119

42.1 Relationship with Shariah-compliant financial institutions

Islamic Banks
The company does not have any financing facilities with any Islamic banks.

Takaful operators
The company has no relationship with takaful operators.

43. NUMBER OF EMPLOYEES

Number of persons employed by the Company as on the year end are 25 (2024: 23) and average number of employees during the year are 24 (2024: 24).

44. NON-ADJUSTING EVENTS AFTER REPORTING DATE

The Board of Directors of the Company has proposed a cash dividend of Re. 1.00 (2024: Rs. 7.00) per share amounting to Rs. 4,216,967,470 (2024: Rs. 2,951,877,229) at its meeting held on 22nd September 2025 for the approval of the members at the annual general meeting to be held on 24th October 2025. These unconsolidated financial statements for the year ended June 30, 2025 do not include the effect of the proposed final cash dividend which will be accounted in the year ending June 30, 2026.

45. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparision and better presentation.

46. DATE OF AUTHORISATION FOR ISSUE

These unconsolidated financial statements have been authorised for issue on 22nd September 2025 by the Board of Directors of the Company.

Chief Executive Officer	Director	Chief Financial Officer

Consolidated Financial Statements

For the year ended 30th June 2025

pwc

A·F·FERGUSON&Co.

Independent Auditor's Report

To the members of Arif Habib Corporation Limited

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the annexed consolidated financial statements of Arif Habib Corporation Limited and its subsidiaries (the Group), which comprise the consolidated statement of financial position as at June 30, 2025, the consolidated statement of profit or loss, the consolidated statement of comprehensive income, the consolidated statement of changes in equity and the consolidated statement of cash flows for the year then ended, and notes to the consolidated financial statements, including material accounting policy information and other explanatory information.

In our opinion, consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at June 30, 2025, and of its consolidated financial performance and its consolidated cash flows for the year then ended in accordance with the accounting and reporting standards as applicable in Pakistan.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs) as applicable in Pakistan. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants as adopted by the Institute of Chartered Accountants of Pakistan (the Code) and we have fulfilled our other ethical responsibilities in accordance with the Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Following are the Key audit matters:

S No.	Key audit matters	How the matters were addressed in our audit
(i)	**Investments** **(Refer note 10, 11 and 18 to the consolidated financial statements)** As at June 30, 2025, the Group has investments classified as "Associates – measured using equity accounting method ", "equity securities - designated at fair value through other comprehensive income", "debt instrument – designated at fair value through profit or loss", "debt instrument designated at amortised cost", and "equity securities designated at fair value through profit or loss" amounting to Rs. 43.29 billion which in aggregate represent 56.50% of the total assets of the Group. Investments are carried at fair value, amortised cost or using the equity accounting method in accordance with the Group's accounting policy relating to their recognition and subsequent measurement. The valuation of investment is significant to the consolidated financial statements and involves management's judgment and use of key assumptions and estimates and therefore we have considered this to be a key audit matter.	Our audit procedures amongst others included the following: • tested, on a sample basis, specific purchases and sale transactions recorded during the year; • in case of quoted investments, tested the valuation of such securities by agreeing the prices to the externally quoted market prices; • in case of unquoted investments, obtained the understanding of the valuation methodology and evaluated its appropriateness; • for investments valued using discounted cashflow method, we reviewed the key inputs and assumptions used to prepare the projections. We also applied sensitivity analysis on key assumptions and evaluated the results; • we considered the triggers and indicators of impairment in respect of investments subject to impairment assessment; and • checked that all required disclosures related to investments, fair value measurement and significant judgements are adequately presented in the consolidated financial statements.

Information Other than the Unconsolidated and Consolidated Financial Statements and Auditor's Reports Thereon

Management is responsible for the other information. The other information comprises the information included in the annual report, but does not include the consolidated and unconsolidated financial statements and our auditor's reports thereon.

Our opinion on the consolidated financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the consolidated financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the consolidated financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of Management and Board of Directors for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with accounting and reporting standards as applicable in Pakistan and Companies Act, 2017 and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

The Board of Directors is responsible for overseeing the Group's financial reporting process.

Auditor's Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs as applicable in Pakistan will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with ISAs as applicable in Pakistan, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Group to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with the Board of Directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Board of Directors with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Board of Directors, we determine those matters that were of most significance in the audit of the consolidated financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is
Farrukh Rehman.

A.F. Ferguson & Co.
Chartered Accountants
Karachi

Date: September 30, 2025
UDIN: AR202510059DUYr9fhc0

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at June 30th, 2025

	Note	2025	2024
		(Rupees)	
ASSETS			
NON-CURRENT ASSETS			
Property, plant and equipment	5	**15,680,551,145**	16,862,656,879
Intangible assets	6	**685,389**	978,594
Goodwill	7	**910,206,117**	910,206,117
Trading right entitlement certificate, membership cards and offices	8	**5,600,000**	5,600,000
Investment properties	9	**1,791,900,000**	207,900,000
Equity accounted investees	10	**31,315,641,617**	19,528,823,031
Other long term investments	11	**8,349,314,000**	4,832,776,004
Long term loan to related party	12	**140,000,000**	149,670,165
Long term advances, deposits and other receivables	13	**32,240,987**	56,374,711
		58,226,139,255	42,554,985,501
CURRENT ASSETS			
Trade debts	14	**6,456,793,572**	5,766,986,879
Loans and advances	15	**1,528,340,074**	4,056,876,080
Deposits and prepayments	16	**405,221,564**	304,237,366
Receivable under margin trading system		**2,675,008**	12,631,269
Receivable against trading of securities - net		**683,091,537**	-
Accrued mark-up and other receivables	17	**1,488,824,124**	1,233,332,362
Short term investments	18	**3,624,012,681**	7,344,894,001
Cash and bank balances	19	**4,208,883,734**	3,768,472,554
		18,397,842,294	22,487,430,511
TOTAL ASSETS		**76,623,981,549**	65,042,416,012

The annexed notes from 1 to 57 form an integral part of these consolidated financial statements.

Chief Executive Officer	Director	Chief Financial Officer

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

As at June 30th, 2025

	Note	2025	2024
		(Rupees)	
EQUITY AND LIABILITIES			
SHARE CAPITAL AND RESERVES			
Issued, subscribed and paid-up share capital	20	4,216,967,470	4,083,750,000
Shares to be issued under scheme of arrangement	21	-	133,217,470
		4,216,967,470	4,216,967,470
Capital reserves			
Surplus on revaluation	22	7,835,000	7,835,000
Revenue reserves			
General reserve	23	4,019,567,665	4,019,567,665
Unappropriated profit		42,170,680,587	34,805,458,414
Equity attributable to owners of the Parent Company		50,415,050,722	43,049,828,549
Non-controlling interest	24	2,800,556,060	2,364,303,954
TOTAL EQUITY		53,215,606,782	45,414,132,503
NON-CURRENT LIABILITIES			
Long term loans - secured	25	2,781,327,837	5,449,490,891
Land lease liability	26	29,879,210	34,301,663
Lease liability	27	25,552,453	61,770,819
Staff retirement benefits	28	53,988,903	46,016,466
Loan from sponsor	29	3,301,707,946	-
Contributions from musharaka participants	30	529,770,710	-
Deferred taxation - net	31	5,431,544,964	4,095,822,090
		12,153,772,023	9,687,401,929
CURRENT LIABILITIES			
Trade and other payables	32	5,072,705,566	3,786,220,633
Accrued mark-up		118,058,516	264,357,754
Sales tax payable		377,749,807	208,926,360
Short term borrowings	33	1,396,611,538	1,165,647,311
Loan from sponsor	29	-	800,000,000
Current portion of long term loans - secured	25	2,841,000,000	2,788,000,000
Current portion of lease liability	27	51,361,014	43,961,487
Current portion of land lease liability	26	12,712,000	9,280,000
Payable against purchase of investment - net		-	198,721,206
Taxation - provision less payments		1,333,117,330	631,925,278
Unclaimed dividend		51,286,973	43,841,551
		11,254,602,744	9,940,881,580
TOTAL LIABILITIES		23,408,374,767	19,628,283,509
Contingencies and commitments	34		
TOTAL EQUITY AND LIABILITIES		76,623,981,549	65,042,416,012

The annexed notes from 1 to 57 form an integral part of these consolidated financial statements.

Chief Executive Officer	Director	Chief Financial Officer

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

For the year ended 30th June 2025

	Note	2025	2024
		(Rupees)	
Revenue	35	**9,204,577,411**	9,958,775,201
Gain on remeasurement of investments - net	36	**2,091,904,255**	192,901,618
Gain on remeasurement of investment properties	9.1.5	**13,747,240**	12,650,971
Gain on sale of investments - net		**1,724,345,185**	765,187,414
(Loss) / gain on sale of investment properties		**(18,936,679)**	749,029
		13,015,637,412	10,930,264,233
Cost of energy sales	37	**(1,960,003,974)**	(1,945,518,459)
Administrative expenses	38	**(2,464,748,661)**	(1,659,612,372)
Other income	39	**90,746,299**	73,223,561
Finance costs	40	**(1,461,622,687)**	(1,824,415,199)
Other charges	41	**(108,124,283)**	(18,450,415)
		7,111,884,106	5,555,491,349
Share of profit of equity accounted investees - net of tax	10.4	**6,843,256,104**	4,768,956,103
Profit before levies and income tax		**13,955,140,210**	10,324,447,452
Levies	42	**(21,987,963)**	(22,223,159)
Profit before income tax		**13,933,152,247**	10,302,224,293
Income tax expense	43	**(2,795,452,293)**	(1,788,516,684)
Profit for the year		**11,137,699,954**	8,513,707,609
Profit attributable to:			
Equity holders of the Parent Company		**10,389,294,052**	7,820,182,695
Non-controlling interests		**748,405,902**	693,524,914
		11,137,699,954	8,513,707,609
			(Restated)
Earnings per share - basic & diluted	44	**2.46**	1.85

The annexed notes from 1 to 57 form an integral part of these consolidated financial statements.

Chief Executive Officer	Director	Chief Financial Officer

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

For the year ended 30th June 2025

	2025	2024
	(Rupees)	
Profit for the year	11,137,699,954	8,513,707,609
Other comprehensive income		
Items that may be reclassified subsequently to consolidated statement of profit or loss		
Share of other comprehensive loss of equity accounted investees - net of tax	(19,441,179)	(15,123,971)
Items that will not be reclassified subsequently to consolidated statement of profit or loss	-	-
Other comprehensive loss for the year - net of tax	(19,441,179)	(15,123,971)
Total comprehensive income	11,118,258,775	8,498,583,638
Total comprehensive income attributable to:		
Equity holders of the Parent Company	10,369,852,873	7,805,058,724
Non-controlling interests	748,405,902	693,524,914
	11,118,258,775	8,498,583,638

The annexed notes from 1 to 57 form an integral part of these consolidated financial statements.

Chief Executive Officer

Director

Chief Financial Officer

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

For the year ended 30th June 2025

	Equity attributable to owners of the Parent Company						Non-controlling interests	Total equity
	Issued, subscribed and paid-up share capital	Capital reserve		Revenue reserves		Total		
		Shares to be issued under scheme of arrangement	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
Total comprehensive income for the year								
Profit for the year	-	-	-	-	7,820,182,695	7,820,182,695	693,524,914	8,513,707,609
Other comprehensive loss	-	-	-	-	(15,123,971)	(15,123,971)	-	(15,123,971)
	-	-	-	-	7,805,058,724	7,805,058,724	693,524,914	8,498,583,638
Effects of scheme of arrangement - note 1.1.1	-	133,217,470	-	-	995,762,895	1,128,980,365	(1,128,980,365)	-
Effect of scheme of arrangement on NCI	-	-	-	-	-	-	-	-
Distribution by subsidiaries	-	-	-	-	-	-	(270,996,165)	(270,996,165)
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 year								
Profit for the year	-	-	-	-	10,389,294,052	10,389,294,052	748,405,902	11,137,699,954
Other comprehensive loss	-	-	-	-	(19,441,179)	(19,441,179)	-	(19,441,179)
	-	-	-	-	10,369,852,873	10,369,852,873	748,405,902	11,118,258,775
	4,083,750,000	133,217,470	7,835,000	4,019,567,665	45,175,311,287	53,419,681,422	3,112,709,856	56,532,391,278
Transactions with owners 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)
Effects of scheme of arrangement - note 1.1.1	133,217,470	(133,217,470)	-	-	-	-	-	-
Transaction with non controling interest - note 24.3	-	-	-	-	(52,753,471)	(52,753,471)	(8,586,216)	(61,339,687)
Distribution by subsidiaries	-	-	-	-	-	-	(303,567,580)	(303,567,580)
Balance as at 30 June 2025	4,216,967,470	-	7,835,000	4,019,567,665	42,170,680,587	50,415,050,722	2,800,556,060	53,215,606,782

The annexed notes from 1 to 57 form an integral part of these consolidated financial statements.

Chief Executive Officer

Director

Chief Financial Officer

CONSOLIDATED STATEMENT OF CASH FLOWS

For the year ended 30th June 2025

	Note	2025	2024
		(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	46	8,114,513,041	7,760,974,982
Income tax and levies paid		(778,030,049)	(637,771,015)
Mark-up received		542,211,131	999,437,344
Finance cost paid		(1,473,336,025)	(1,826,710,577)
Gratuity paid		(2,634,746)	(3,664,277)
Net cash generated from operating activities		6,402,723,352	6,292,266,457
CASH FLOWS FROM INVESTING ACTIVITIES			
Capital expenditure incurred		(61,956,047)	(9,941,990)
Dividend from equity accounted investee		2,848,949,906	1,435,500,927
Acquisition of investment property	9.1.2	(1,710,020,000)	-
Acquisition of long term investment		(265,529,695)	(428,648,677)
Investment in equity accounted investee		(4,507,198,517)	-
Proceeds from disposal of investment property	9.1.3	128,063,321	7,500,000
Proceeds from sale of property, plant and equipment		1,007,837	320,000
Proceed from sale of equity accounted investees		365,837,209	-
Long term deposit and other receivables recovered		24,133,724	-
Acquisition of equity interest in subsidiary		(143,060,389)	-
Net cash (used in) / generated from investing activities		(3,319,772,651)	1,004,730,260
CASH FLOWS FROM FINANCING ACTIVITIES			
Repayment of long term loan		(2,807,750,000)	(2,874,500,000)
Contribution from musharaka participants	30	522,537,950	-
Loan received from sponsor	29	2,501,707,946	800,000,000
Short term borrowing proceeds		230,964,227	-
Refund against advance against equity		-	(2,000,000)
Distribution by subsidiary to non-controlling interest		(303,567,580)	(270,996,165)
Dividend paid		(2,951,877,229)	-
Land lease rent paid	26	(9,280,000)	(10,960,000)
Lease rentals paid		(56,239,062)	(47,916,662)
Net cash used in financing activities		(2,873,503,748)	(2,406,372,827)
Net change in cash and cash equivalents		209,446,953	4,890,623,890
Cash and cash equivalents at beginning of the year		2,602,825,243	(2,287,798,647)
Cash and cash equivalents at end of the year	47	2,812,272,196	2,602,825,243

The annexed notes from 1 to 57 form an integral part of these consolidated financial statements.

Chief Executive Officer	Director	Chief Financial Officer

1. STATUS AND NATURE OF BUSINESS

Arif Habib Corporation Limited ("the Parent Company") was incorporated in Pakistan on November 14, 1994 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Parent Company is listed on the Pakistan Stock Exchange Limited. The principal activity of the Parent Company is to make strategic investments in subsidiary companies and associates engaged in diversified sectors and investment in other securities. The Parent Company also extends loans, advances and guarantees to its associated company / undertaking as allowed under Companies Act, 2017. The registered office of the Parent Company is situated at 2nd Floor, 23, M. T. Khan Road, Karachi, Pakistan.

The Parent Company is domiciled in the province of Sindh.

1.1 These consolidated financial statements of Arif Habib Corporation Limited for the year ended June 30, 2025 comprise of the Parent Company and following subsidiary and associate companies (here-in-after referred to as "the Group"):

Name of subsidiary companies	Note	% of effective holding 2025	2024
- Arif Habib Limited, a brokerage house	1.1.1	74.32%	72.92%
- Rayaan Commodities (Private) Limited, formerly Arif Habib Commodities (Private) Limited), investment management of commodities [wholly owned subsidiary of Arif Habib Limited]	1.1.2	74.32%	72.92%
- Sachal Energy Development (Private) Limited, a wind power generation company	1.1.3	85.83%	85.83%
- Black Gold Power Limited, a coal power generation company	1.1.4	100%	100%
Name of associates			
- Fatima Fertilizer Company Limited, a fertilizer company	1.1.5	15.19%	15.19%
- Safemix Concrete Limited, a cement company	1.1.6	27.63%	32.40%
- Power Cement Limited, a cement manufacturing company	1.1.7	24.48%	-
- Javedan Corporation Limited, a real estate company	1.1.8	39.52%	-

1.1.1 Arif Habib Limited (AHL) was incorporated in Pakistan on September 07, 2004 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017), as a public limited company. The shares of AHL are quoted on Pakistan Stock Exchange Limited. The registered office of AHL is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi, Pakistan. It is domiciled in the province of Sindh. AHL holds Trading Right Entitlement Certificate of Pakistan Stock Exchange Limited. The principal activities of AHL are investments, share brokerage, inter-bank brokerage, Initial Public Offer (IPO) underwriting, advisory and consultancy services.

Scheme of Arrangement / merger

On October 21, 2024, the High Court of Sindh sanctioned the Scheme of Arrangement (the Scheme) approved by the shareholders of Arif Habib Corporation Limited (AHCL) and Arif Habib Limited (AHL). The Scheme involves the demerger of certain non-core businesses from AHL, with these businesses being merged into AHCL, effective from July 01, 2023. In consideration for this merger, AHCL has allotted 13,321,747 ordinary shares to AHL's shareholders (excluding AHCL itself) based on a swap ratio of 0.8673 shares of AHCL for every 1 share of AHL. These shares were issued on November 18, 2024.

Effect on Non - controlling interest (NCI)

Prior to the Scheme, the non-controlling interest (NCI) in AHL represented the portion of AHL's equity not owned by AHCL. Following the demerger, the NCI's share in AHL has been reduced proportionately to reflect its interest only in the Retained Undertaking of AHL. The issuance of shares by AHCL to the minority shareholders of AHL (i.e., shareholders other than AHCL) was treated as a transaction with equity holders and has been recorded directly in equity. Accordingly, 13.32 million shares were issued by AHCL, valued at Rs. 10 per share, totaling Rs. 133.22 million, to the minority shareholders of AHL. This issuance was accounted for as an equity transaction. The difference between the net assets received and the shares issued has been adjusted within equity reserves.

1.1.2 Rayaan Commodities (Private) Limited (RCPL), (formerly Arif Habib Commodities (Private) Limited), was incorporated on April 02, 2012 as a private limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of RCPL is located at Arif Habib Centre, 23, M.T. Khan Road, Karachi. The principal activity of RCPL is to effectively manage investment portfolios in commodities. RCPL is a wholly owned subsidiary of Arif Habib Limited. RCPL holds license of Pakistan Mercantile Exchange (PMEX).

1.1.3 Sachal Energy Development (Private) Limited (SEDPL) was incorporated in Pakistan on November 20, 2006 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). SEDPL's registered office is located at Plot no 1, Ranjha Plaza, sector F-10/2, Tariq Market, Islamabad, Pakistan. The principal activity of SEDPL upon commencement of commercial operation is to generate and sell electricity upto 49.5 MW. SEDPL has achieved Commercial Operation Date ("COD") for its 49.5 MW wind power generation facility on April 11, 2017. The wind power plant is located in Jhimpir, district Thatta, Sindh for which Alternative Energy Development Board ("AEDB") has allocated 680 acres of land to SEDPL under a sublease agreement.

1.1.4 Black Gold Power Limited (BGPL) is a public unlisted limited company, incorporated on December 08, 2016 in Pakistan under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). BGPL's registered office is situated at Arif Habib Centre, 23, M.T. Khan Road, Karachi. The principal activity of BGPL is to carry on all or any of the business of generating, purchasing, importing, transforming, converting, distributing, supplying, exporting and dealing in electricity and all other forms of energy products or services. BGPL holds coal allocation from Sindh Engro Coal Mining Company being developed at Thar Block II to be used for 660 MW Thar Coal based power project to be constructed, commissioned and operated at Thar Block II. BGPL has not carried out any significant commercial or business activity. During the year, there was no project development as tariff proposed is not desirable for BGPL. The current tariff offered is not attractive to BGPL and once the tariff is revised, BGPL will re-conduct the feasibility of project. Management believes that the project is doable and profitable under the revised conditions with the Government.

As at June 30, 2025, the BGPL has reported accumulated losses of Rs. 55.42 million (2024: Rs. 55.39 million) and its total assets exceeded its total liabilities by Rs. 0.47 million (2024: Rs. 0.31 million) and also the reported net assets in the current and previous year, and there is uncertainty about how the company's business and its financial performance may be impacted in the future periods. These factors indicate the existence of a material uncertainty that may cast significant doubt about the company's ability to continue as a going concern and therefore it may be unable to realise its assets and discharge its assets and liabilities in the normal course of business.

1.1.5 Fatima Fertilizer Company Limited (FFCL) was incorporated in Pakistan under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and is listed on Pakistan Stock Exchange. Fatimafert Limited, Fatima Cement Limited, Fatima Packaging Limited and Pan-Africa Fertilizers Limited are wholly owned subsidiaries of the FFCL. Fatimafert Limited, Fatima Cement and Fatima Packaging Limited are incorporated in Pakistan under the Companies Act, 2017 and Pan Africa Fertilizers Limited is incorporated in Kenya. The principal activity of the FFCL and its subsidiaries is manufacturing, producing, buying, selling, importing and exporting fertilizers, chemicals, cement and polypropylene sacks, cloth, liner & bags. The registered office of the FFCL, Fatimafert Limited, Fatima Packaging Limited and Fatima Cement Limited is situated at E-110, Khayaban-e-Jinnah, Lahore Cantt, whereas the registered office of Pan Africa Fertilizers Limited is situated at Westlands District, Nairobi, Kenya. The manufacturing facilities of the FFCL are located at Mukhtargarh - Sadiqabad, Khanewal Road - Multan and Chichoki Mallian - Sheikhupura, Pakistan.

The Parent company has its representation on the Board of FFCL and accordingly treated as an 'Associate'.

1.1.6 Safe Mix Concrete Limited (SMCL) was incorporated on April 04, 2005 as a Private Limited Company. Subsequently, it was converted into Public Limited Company on 21 February 2007 in accordance with the provisions of section 45 read with section 41(3) of the Companies Ordinance, 1984 (now Companies Act, 2017). On March 16, 2010 SMCL was listed on Karachi Stock Exchange. The principal activity of SMCL is production and supply of ready mix concrete. The registered office as well as the manufacturing unit of SMCL is situated at Plot no. 1, Global Industry, Nusrat Bhutto Colony , North Nazimabad, Karachi. Based on the shareholding percentage, it is classified as an associate.

1.1.7 Power Cement Limited (PCL) was incorporated in Pakistan as a private limited company on December 1, 1981 and was converted into a public limited company on July 9, 1987. The Company is listed on Pakistan Stock Exchange. PCL's principal activity is manufacturing, selling and marketing of cement. The registered office of PCL is situated at Arif Habib Centre, 23 M.T. Khan Road, Karachi and its production facility is situated at Deh Kalo Kohar, Nooriabad Industrial Estate, District Jamshoro (Sindh). Based on the shareholding percentage, it is classified as an associate.

1.1.8 Javedan Corporation Limited (JVDC) was incorporated in Pakistan on June 08, 1961, as a public limited company under the repealed Companies Act, 1913 (now Companies Act, 2017) and is listed on Pakistan Stock Exchange Limited. NN Maintenance Company (Private) Limited and Sapphire Bay Development Limited are wholly owned subsidiaries incorporated in Pakistan under the Companies Act, 2017. Following the discontinuation of its cement business in 2010, JVDC transitioned into real estate development, launching the “Naya Nazimabad” housing scheme. NN Maintenance Company (Private) Limited handles maintenance and infrastructure services within the project, while Sapphire Bay Development Limited undertakes real estate marketing and development of residential and commercial facilities. The registered office of these companies is located at Arif Habib Centre, 23, M.T Khan Road, Karachi. Based on the shareholding percentage, it is classified as an associate.

2. BASIS OF PREPARATION

2.1 Statement of compliance

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

- International Financial Reporting Standards (IFRS Standards) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017; and
- Provisions of and directives issued under the Companies Act, 2017 .

Where provisions of and directives issued under the Companies Act, 2017 differ from the IFRS Standards, the provisions of and directives issued under the Companies Act, 2017 have been followed.

2.1.2 Securities and Exchange Commission of Pakistan (SECP) vide its notification reference S.R.O. 986 (I) / 2019 dated September 02, 2019 has exempted all the companies that have executed their power purchase agreements before July 01, 2019 from the requirement of International Accounting Standards (IAS) 21 (Effect of changes in foreign exchange rates) to the extent of the capitalisation of exchange differences and in case of the capitalisation of exchange differences as mentioned above, recognising embedded derivative under IFRS 9 (Financial Instruments) is not permissible. Further, as per the SECP's S.R.O. 67 (I) / 2023 dated January 20, 2023, SECP has exempted applicability of IFRS 9 in respect of debts due from GoP to power generation companies for a limited period till December 31, 2025. Accordingly ECL on trade debts due from Central Power Purchasing Agency Guarantee Limited ("CPPA-G") and recoverable from CPPA-G, which is government owned entity has not been incorporated in these consolidated financial statements. Impact of ECL on financial assets of SEDPL not covered under exemption was not material and accordingly has not been included in these consolidated financial statements.

2.2 Basis of measurement

These consolidated financial statements have been prepared under the historical cost convention, except as otherwise stated in the below mentioned accounting policy notes.

2.3 Functional and presentation currency

These consolidated financial statements are presented in Pakistani Rupees, which is the Group's functional and presentation currency. All amounts have been rounded to the nearest rupee, unless otherwise disclosed.

2.4 Critical accounting estimates and judgments

The preparation of consolidated financial statements in conformity with the accounting and reporting standards, as applicable in Pakistan, require management to make judgments, estimates and assumptions that affect the application of the Group's accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period, or in the period of the revision and future periods if the revision affects both current and future periods.

Information about judgments made in applying accounting policies that have the most significant effect on the amounts recognised in the consolidated financial statements, and about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment to carrying amounts of assets and liabilities within the next financial year are included in the following notes:

- Goodwill (note 4.6.1)
- Taxation (note 4.15)
- Property, plant and equipment (note 4.1)
- Investment properties (note 4.5)
- Provisions an contingencies (note 4.17)
- Fair value and classification of investment (note 4.19)
- Impairment of non-financial assets (note 4.19.1.4)

3. Changes in accounting standards, interpretations and pronouncements

3.1 Standards and amendments to accounting and reporting standards that became effective during the year

There are certain amendments and interpretations to the accounting and reporting standards which are mandatory for the Group's annual accounting period which began on July 01, 2024. However, these do not have any significant impact on the Group's financial reporting except for the following:

i) Amendment to IAS 1 – Non-current liabilities with covenants:

This amendment aims to improve the information an entity provides when its right to defer settlement of liability is subject to compliance with covenants within twelve months after the reporting period that affects the classification of a liability. These amendments introduce additional disclosure requirements that enable users of financial statements to understand the risk that the liability could become repayable within twelve months of the reporting period. These amendments only have an impact on the Group's disclosure of long-term borrowings, but not on the measurement, recognition or presentation of any item in these financial statements.

3.2 Standard and amendments to accounting and reporting standards that are not yet effective

The following standards or amendments are not effective for the accounting periods beginning on or after July 01, 2025 and have not been early adopted by the Group:

i) Amendment to IFRS 9 and IFRS 7 – Classification and measurement of financial instruments (effective January 1, 2026):

These amendments

- clarify the requirements for the timing of recognition and derecognition of some financial assets and liabilities, with a new exception for some financial liabilities settled through an electronic cash transfer system;

- clarify and add further guidance for assessing whether a financial asset meets the solely payments of principal and interest (SPPI) criterion;

- add new disclosures for certain instruments with contractual terms that can change cashflows (such as some instruments with features linked to the achievement of environment, social and governance (ESG) targets); and

- make updates to the disclosures for equity instruments designated at Fair Value through Other Comprehensive Income (FVOCI).

ii) IFRS 18 – Presentation and Disclosure in Financial Statements (Effective January 1, 2027):

A new standard on presentation and disclosure in financial statements, with a focus on updates to the statement of profit or loss is being introduced. The key new concepts introduced in IFRS 18 relate to:

- the structure of the statement of profit or loss;

- required disclosures in the financial statements for certain profit or loss performance measures that are reported outside an entity's financial statements (that is, management-defined performance measures); and

- enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes in general.

Other than above, there are standards and certain amendments to accounting standards that are not yet effective and have not been early adopted by the Group. Such standards and amendments are not expected to have any significant impact in the Group's financial reporting and, therefore, have not been presented in these financial statements.

4. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies set out below have been consistently applied for all periods presented in these consolidated financial statements.

4.1 Property, plant and equipment

Owned

Operating fixed assets are stated at cost less accumulated depreciation and impairment losses, if any. Cost includes expenditure that are directly attributable to the acquisition of the asset. Subsequent costs are included in the asset's carrying amount or recognised as a separate asset, as appropriate, only when it is probable that future economic benefits associated with the item will flow to the Group and its cost can be measured reliably. Cost incurred to replace a component of an item of operating fixed assets is capitalized, the asset so replaced is retired from use and its carrying amount is derecognised. Normal repairs and maintenance are charged to consolidated statement of profit or loss during the period in which they are incurred.

Further as mentioned in note 2.1.2 to the financial statements, Securities and Exchange Commission of Pakistan have granted exemption from the requirements of International Accounting Standards (IAS - 21 effects of changes in Foreign Exchange Rates) to the extent of the capitalisation of exchange differences to all the companies that have executed their power purchase agreements before July 01, 2019. Accordingly the exchange loss incurred by the group (represented by the power purchase agreements executed before the above date) are also included in the cost of its plant and machinery (refer note 5.1 for details).

Depreciation on all operating fixed assets are charged to the consolidated statement of profit or loss using the straight line and reducing balance method over the asset's useful life at the rates specified in note 5.1. The depreciation is charged full in the month of acquisition and no depreciation is charged in the month of disposal. Gains or losses on disposal of an item of operating fixed assets are recognised in the consolidated statement of profit and loss. The assets' residual value and useful life are reviewed at each financial year end, and adjusted if appropriate. Further, when the written down value of the asset falls below Rs. 10,000 the same is charged directly to the statement of profit or loss.

Where parts of an item of property, plant and equipment have different useful lives, the cost of the item is allocated on a reasonable basis between the parts and each part is depreciated separately. Both the useful life of an asset and its residual value, if any, are reviewed annually.

Leased

Leases in terms of which the Group companies assumes substantially all the risks and rewards of ownership are classified as finance lease. Asset acquired by way of finance lease is stated at an amount equal to the lower of its fair value and the present value of minimum lease payments at the inception of the lease less accumulated depreciation and impairment losses, if any. The corresponding liability to the lessor is included in the consolidated statement of financial position as liabilities against assets subject to finance lease.

Major stores and spares (capital spares)

Spare parts, stand-by equipment and servicing equipment which qualify as property, plant and equipment when an entity expects to use them for more than one year are classified as operating fixed assets under category of major stores and spares.

4.2 Right-of-use assets and related lease liabilities

4.2.1 Right-of-use assets

The Group recognises right-of-use assets (ROU assets) at the commencement date of the lease (i.e., the date the underlying asset is available for use). ROU assets are measured at cost less any accumulated depreciation and accumulated impairment losses, 'and adjusted for any remeasurement of lease liabilities, if any. The cost of ROU assets includes the amount of lease liabilities recognised, initial direct costs incurred, if any, and lease payments made at or before the commencement date less any lease 'incentives received. Unless the Group is reasonably certain to obtain ownership of the leased asset at the end of the lease term, the recognised ROU assets are depreciated on a straight-line basis over the shorter of its estimated useful life or the 'lease term.

In respect of Sachal Energy Development (Private) Limited (SEDPL), a subsidiary company referred in note 1.1.3, on transition to IFRS 16, SEDPL elected to apply the practical expedient to grandfather the assessment of which transactions are leases. It applied IFRS 16 only to contracts that were previously identified as leases. Contracts that were not identified as leases under IAS 17 and IFRIC 4 were not reassessed. Therefore, the definition of a lease under IFRS 16 has been applied only to contracts entered into or changed on or after January 01, 2019. The Securities and Exchange Commission of Pakistan (SECP) vide its notification dated September 02, 2019 has granted exemption from the requirement of IFRS 16 to extent the power purchase agreements were executed before January 01, 2019.

4.2.2 Lease liabilities

The Group assess at contract inception whether a contract is, or contain a lease. That is, if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration. The Group acts as a lessee and applies a single recognition and measurement approach for all the leases except for short-term leases and leases of low value assets. The Group recognises lease liability to make lease payments and right-of-use assets representing the right to use the underlying assets. At the commencement date of the lease, the Group recognises lease liabilities measured at the present value of lease payments to be made over the lease term. The Group applies the short-term lease recognition exemption to its short-term leases (i.e. those leases that have a lease term of 12 months or less from the commencement date and do not contain a purchase option) for real estate. It also applies the lease of low-value assets recognition exemption to leases that are considered of low value.

In calculating the present value of lease payments, the Group uses the incremental borrowing rate at the lease commencement date. After the commencement date, the amount of lease liabilities is increased to reflect the accretion of interest and reduced for the lease payments made. In addition, the carrying amount of lease liabilities is remeasured if there is a modification, a change in the lease term, a change in the in-substance fixed lease payments or a change in the assessment to purchase the underlying asset.

The Group determines the lease term as the non-cancellable term of the lease, together with any periods affected by an option to extend or terminate the lease. After the commencement date, the Group reassess the lease term if there is a significant event or change in circumstances that is within its control and affects its ability to exercise (or not to exercise) the option to renew the lease. Any change is accounted for as a change in estimate and applied prospectively with corresponding change in right-of-use assets and lease liabilities.

4.3 Purchase / sale under resale / repurchase agreement

Transactions of purchase under resale (reverse-repo) of marketable securities are entered into at contracted rates for specified periods of time. Securities purchased with a corresponding commitment to resale at a specified future date (reverse-repo) are not recognised in the consolidated statement of financial position. Amounts paid under these agreements in respect of reverse repurchase transactions are included in assets. The difference between purchase and resale price is treated as income from reverse repurchase transactions in marketable securities and accrued on a time proportion basis over the life of the reverse repo agreement.

Transactions of sale under repurchase (repo) of marketable securities are entered into at contracted rates for specified periods of time. Securities sold with a simultaneous commitment to repurchase at a specified future date (repo) continue to be recognised in the consolidated statement of financial position and are measured in accordance with accounting policies for investments. The counterparty liabilities for amounts received under these transactions are recorded as liabilities. The difference between sale and repurchase price is treated as finance cost and accrued over the life of the repo agreement.

4.4 Trading right entitlement certificate, membership card and offices

These are held by AHL and RCPL and are stated at cost less impairment losses, if any. The carrying amount is reviewed at each reporting date to assess whether it is in excess of its recoverable amount, and where the carrying value exceeds estimated recoverable amount, it is written down to its estimated recoverable amount.

4.5 Investment properties

Investment property comprises land and building, held for capital appreciation but not for sale in the ordinary course of business, use in the supply of services or for administrative purposes.

Investment property is initially measured at its cost, including related transaction costs and borrowing costs, if any and subsequently carried at fair value with any change therein recognised in consolidated statement of profit or loss.

For the purpose of subsequent measurement, the fair value of the investment property is determined with sufficient regularity based on available active market prices, adjusted, if necessary, for any difference in the nature, location or condition of the specific asset. Valuations wherever needed are performed as of the reporting date by professional valuers who hold recognised and relevant professional qualifications and have recent experience in the location and category of the investment property being valued. These valuations form the basis for the carrying amounts in the consolidated financial statements.

An investment property is derecognised either when disposed and any gain / (loss) on disposal is recognised in consolidated statement of profit or loss.

When the use of a property changes from owner-occupied to investment property, the property is remeasured to fair value and reclassified accordingly. Any gain arising on this remeasurement is recognised in consolidated statement of profit or loss to the extent that it reverses a previous impairment loss on the specific property, with any remaining gain presented in the surplus on revaluation reserve. Any loss is recognised in consolidated statement of profit or loss. When investment property that was previously classified as property, plant and equipment is sold, any related amount included in the revaluation reserve is transferred to retained earnings.

4.6 Basis of consolidation and equity accounting

4.6.1 Business combination

Business combinations are accounted for using the acquisition method when control is transferred to the Group. The consideration transferred in the acquisition is generally measured at fair value, as are the identifiable net assets acquired. Goodwill arising on acquisition date is measured as the excess of the purchase consideration, including the acquisition date fair value of the acquirer's previously held equity interest in the acquiree in case of step acquisition, over the fair value of the identifiable assets acquired and liabilities assumed including contingent liabilities less impairment losses, if any. Any goodwill that arises is not amortized and tested annually for impairment. Any gain on bargain purchase is recognised immediately in consolidated statement of profit or loss. Transaction cost are expensed as incurred, except if related to the issue of debt or equity securities. Any contingent consideration payable is measured at fair value at the acquisition date. If the contingent consideration is classified as equity, then it is not remeasured and settlement is accounted for within equity. Otherwise, subsequent changes in the fair value of the contingent consideration are recognised in consolidated statement of profit or loss.

4.6.2 Subsidiaries

Subsidiaries are entities controlled by the Parent Company. Control exists when the Parent Company is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date on which control ceases.

These consolidated financial statements have been prepared using uniform accounting policies for the like transactions and other events in similar circumstances and the accounting policies of subsidiaries have been changed when necessary to align them with the accounting policies adopted by the Parent Company. The assets and liabilities of subsidiary companies have been consolidated on a line-by-line basis. The carrying value of investments held by the Parent Company is eliminated against the subsidiary's shareholders' equity in these consolidated financial statements.

Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as transactions with owners in their capacity as owners.

Upon the loss of control, the Group derecognises the assets and liabilities of the subsidiary, any non-controlling interests and other components of equity related to the subsidiary. Any surplus or deficit arising on the loss of control is recognised in consolidated statement of profit or loss. Any retained interest in the former subsidiary is measured at fair value where control is lost.

The financial year of the Parent Company and its subsidiaries are the same and these financial statements are based on audited financial statements of subsidiaries.

4.6.3 Non-controlling interests

Non-controlling interest is that portion of equity in a subsidiary that is not attributable, directly or indirectly, to the Parent Company. Non-controlling interests are measured at their proportionate share of the subsidiaries' identifiable net assets. They are presented as a separate item in the consolidated financial statements.

4.6.4 Equity accounted investees

The Parent Company considers its associates to be such entities in which the Group has ownership, of not less than twenty percent but not more than fifty percent, of the voting power and / or has significant influence, but not control, over the financial and operating policies.

Investments in associates are accounted for under the equity method, less impairment losses, if any. Such investments are carried in consolidated statement of financial position at cost (including transaction cost), plus post-acquisition changes in the Group's share of net assets of the associate, less any impairment in value. The consolidated statement of profit or loss reflects the Group's share of the results of its associate and consolidated statement of other comprehensive income reflect Group's shares in other comprehensive income of equity accounted investee. The equity method for investments in associates is applied from the date when significant influence commence until the date that significant influence ceases. Dividends received or receivable from associates are recognised as a reduction in the carrying amount of investment. Accounting policies of equity accounted investees have been changed where necessary to ensure consistency with the policies adopted by the Group.

4.6.5 Transactions eliminated on consolidation

Intra-group balances and transactions, and any unrealised income and expenses arising from intra-group transactions, are eliminated. Unrealised gains arising from transactions with equity accounted investees are eliminated against the investment to the extent of the Group's interest in the investee. Unrealised losses are eliminated in the same way as unrealised gains, but only to the extent that there is no evidence of impairment.

4.7 Trade and other receivables

Trade debts are stated at original invoice amount as reduced by appropriate provision for impairment. Trade debts are amount receivable from customer for goods transferred for services performed in the ordinary course of business. Other receivables generally arise from the transactions outside the usual operating activities of the Group. If collection is expected in one year or less, they are classified as current assets. If not, presented as non-current assets.

4.8 Other receivables

Other receivables are stated initially at amortised cost using the effective interest rate method. Provision is made on the basis of lifetime ECLs that result from all possible default events over the expected life of the trade debts and other receivables. Bad debts are written off when considered irrecoverable.

4.9 Trade debts and receivables against margin financing

These are carried at their transaction price less any allowance for lifetime expected credit losses. A receivable is recognized on the settlement date as this is the point in time that the payment of the consideration by the customer becomes due.

4.10 Cash and cash equivalents

Cash and cash equivalents are carried in the statement of financial position at amortised cost. For the purposes of the cash flow statement, cash and cash equivalents comprise cash in hand, balances with banks on current, savings and deposit accounts, short-term investments with original maturities of three months or less and short-term borrowings repayable on demand, which form an integral part of the Group's cash management.

4.11 Share capital

Ordinary shares are classified as equity and recognised at their face value. Incremental costs are directly attributable to the issue of new shares are shown in equity as a deduction, net of tax, if any.

4.12 Earnings per share

The Group presents basic and diluted earnings per share (EPS) data for its ordinary shares. Basic EPS is calculated by dividing the profit or loss attributable to ordinary shareholders of the Parent Company by the weighted average number of ordinary shares outstanding during the period. Diluted EPS is determined by adjusting the profit or loss attributable to ordinary shareholders and the weighted average number of ordinary shares outstanding for the effects of all dilutive potential ordinary shares.

4.13 Borrowings

Mark-up bearing borrowings are recognised initially at fair value, less attributable transaction cost. Subsequent to initial recognition, mark-up bearing borrowings are stated at amortized cost with any difference between cost and redemption value being recognised in the consolidated statement of profit or loss over the period of the borrowings on an effective interest basis.

4.14 Staff retirement benefits

The Group operates following retirement and other benefit schemes:

4.14.1 Defined contribution plan

AHCL, AHL and RCPL operate a recognised provident fund for all its eligible permanent employees. Equal monthly contributions are made by the Group companies and it's employees to the fund at the rate of 12.50% of basic salary per annum.

4.14.2 Gratuity

SEDPL operates an unfunded gratuity scheme under which all employees are entitled to gratuity payment at the time of completion of service or termination, equivalent to one last drawn salary for every one year of service performed with SEDPL. For the purpose of any part of a completed year the gratuity payment will be calculated on monthly prorate basis. The partial month will be deemed as full month if the number of days served are more than fifteen and for any less number of days served that month will not be counted.

4.15 Taxation

Income tax expense comprises of current, prior year and deferred tax. Income tax expense is recognised in consolidated statement of profit or loss except to the extent that it relates to items recognised directly in equity, in which case it is recognised in equity.

Current

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustments to tax payable in respect of prior years.

However, in case of SEDPL, a wind power generation company, the profits and gains of the Company derived from electric power generation and sale of clean development mechanism credits are exempt from tax subject to the conditions and limitations provided for in terms of clause (132) of Part I and clause (65) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001 respectively. However, full provision is made in the statement of profit or loss on income from sources not covered under the above clause at current rates of taxation after taking into account, tax credits and rebates available, if any, and any adjustment to tax payable in respect of previous years. Further, SEDPL is also exempt from minimum tax on turnover under clause (11a)(V) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

Levies

The tax charged under Income Tax Ordinance, 2001 which is not based on taxable income or any amount paid / payable in excess of the calculation based on taxable income, which is not adjustable against the future tax liability, is classified as levy in the statement of profit or loss and other comprehensive income as these levies fall under the scope of IFRIC 21 / IAS 37.

Deferred

Deferred tax, except for those relating to SEDPL, is accounted for using the balance sheet liability method in respect of all temporary differences at the reporting date between the tax base and carrying amount of assets and liabilities for financial reporting purposes.

Deferred tax liabilities are generally recognised for all taxable temporary differences and deferred tax assets are recognised for all deductible temporary differences and carry forward of unused tax losses, to the extent that it is probable that future taxable profit will be available against which the deductible temporary differences and carry forward of unused tax losses can be utilised. Carrying amount of all deferred tax assets are reviewed at each reporting date and are recognised only if it is probable that the future taxable amounts will be available to utilize these temporary differences and losses.

Deferred tax assets and liabilities are measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled.

However, in case of SEDPL, deferred tax has not been provided in these consolidated financial statements as the Group's management believes that the temporary differences will not be reversed in the foreseeable future due to the fact that the profits and gains of SEDPL derived from electric power generation and sale of clean development mechanism credits are exempt from tax subject to the conditions and limitations provided for in terms of clause (132) of Part I and clause (65) of Part IV of the Second Schedule to the Income Tax Ordinance, 2001).

4.16 Trade and other payables

Trade and other payables are carried at cost, which is the fair value of the consideration to be paid, in consideration for goods and services received.

4.17 Provisions and contingencies

Provision is recognised when, as a result of past event, the Group has a present legal or constructive obligation that can be estimated reliably and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation. Subsequently, provisions are reviewed at each reporting date and adjusted to reflect the current best estimate. The un-winding of discount is recognized as finance cost, if any. Where it is not probable that an outflow of resources embodying economic benefits will be required to settle the obligation or the amount of the obligation can not be measured with sufficient reliability, it is disclosed as contingent liability.

4.18 Revenue recognition

- Gain / loss on sale of investments are recognised in the statement of profit or loss on the date of transaction. All purchases and sales of securities that require delivery within the time frame established by the regulation or market conventions such as 'T+2' 'purchases and sales are recognised at the trade date. Trade date is the date on which the Company commits to purchase or sell the financial assets.

- Brokerage, consultancy and advisory fee, etc. are recognised as and when such services are provided.

- Commission revenue arising from sales / purchase of securities on clients' behalf is recognized on the date of settlement of the transaction by the clearing house.

- Dividend income is recognised when the Group's right to receive such dividend is established.

- Mark-up / interest income on bank deposits, loans, debt securities, exposure deposit and exposure against margin trading system is recognised on a time proportion basis that takes into account the effective yield.

- Unrealised capital gains / (losses) arising from mark to market of investments classified as 'financial assets at fair value through profit or loss - held for trading' are included in consolidated statement of profit or loss for the period in which they arise.

- Guarantee commission is recognised in income over the period of the guarantee.

- Reverse repo income is recorded on an accrual basis over the period of the deal under the effective interest rate method.

- Revenue on the sale of energy represents fair value of the consideration received or receivable on account of regular energy, shortfall energy, bonus energy, and also includes late payment charges to CPPA-G, net of sales tax. Revenue is recognized when it is probable that the economic benefits associated with the transaction will flow to the Group and the amount of revenue, and the associated cost incurred, or to be incurred, can be measured reliably.

  Revenue is recognized when the Group satisfies the performance obligation by transferring a promised good or service to a customer. A good or service is transferred when the customer obtains control of that good or service. The Group principally satisfies its performance obligation by ensuring availability of the complex for power generation. Revenues from delivered energy, non-project missed volume ("NPMV'), shortfall energy and bonus energy are recognized as per the mechanism specified in the Energy Purchase Agreement ("EPA"), however, tariffs are determined by National Electric Power Regulatory Authority ("NEPRA").

  Effect of adjustment, if any, arising from revision in sale price is reflected as and when the tariffs are approved by NEPRA.

  Revenue from late payments is recorded as per the mechanism specified in the EPA, when due.

- Revenue from sale of gold standard certified emission reductions ("GSCERs") are considered as income from ordinary activities of the company and are recognised when GSCERs are sold to the customer.

4.19 Financial instruments

4.19.1 Financial assets

All financial assets are recognized at the time when the Group becomes a party to the contractual provisions of the instrument. Regular purchases and sales of financial assets are recognized on trade-date – the date on which the Group commits to purchase or sell the asset.

4.19.1.1 Initial recognition

All financial assets are recognized at the time when the Group becomes a party to the contractual provisions of the instrument. Regular purchases and sales of financial assets are recognized on trade-date – the date on which the Group commits to purchase or sell the asset.

4.19.1.2 Classification

The Group classifies its financial assets in the following measurement categories:

- at fair value through profit or loss (FVTPL).
- at fair value through other comprehensive income (FVOCI)
- at amortised cost

The Group determines the classification of financial assets at initial recognition. The classification of instruments (other than equity instruments) is driven by the Group's business model for managing the financial assets and their contractual cash flow characteristics.

Financial assets that meet the following conditions are subsequently measured at amortised cost:

- the financial asset is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows; and

- the contractual terms of the financial asset give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

By default, all other financial assets are subsequently measured at FVTPL.

Factors considered by the Group in determining the business model for a Group of assets include past experience on how the cash flows for these assets were collected, how the asset's performance is evaluated and reported to key management personnel, how risks are assessed and managed and how managers are compensated.

In making this assessment, the Group considers whether the contractual cash flows are consistent with a basic lending arrangement i.e. interest includes only consideration for the time value of money, credit risk, other basic lending risks and a profit margin that is consistent with a basic lending arrangement. Where the contractual terms introduce exposure to risk or volatility that are inconsistent with a basic lending arrangement, the related financial asset is classified and measured at FVTPL.

For equity instruments, the Group may elect to classify irrevocably some of its equity investments as equity instruments at FVOCI when they are not held for trading. Such classification is determined on an instrument-by-instrument basis. The rest of the equity investment are carried at fair value through profit or loss.

4.19.1.3 Subsequent measurement

Subsequent to initial recognition, financial assets are valued as follows:

a) Financial assets held at fair value through profit or loss and other comprehensive income

Financial assets 'at fair value through profit or loss' are marked to market using the closing market rates and are carried on the balance sheet at fair value. Net gains and losses arising on changes in fair values of these financial assets are taken to the statement of profit or loss in the period in which these arise.

Financial assets at fair value through 'Other Comprehensive Income' are marked to market using the closing market rates and are carried on the balance sheet at fair value. Net gains and losses arising on changes in fair values of these financial assets are recognised in statement of comprehensive income.

Fair value of the investments in listed shares is determined on the basis of the trade rates quoted at the reporting date.

Fair value of unquoted investments is determined under the discounted cashflow model or on the basis of some other relevant valuation methodology according to the sector / business fundamentals.

b) Financial assets measured at amortised cost

Financial assets and liabilities at amortised cost are initially recognised at fair value, and subsequently carried at amortised cost, and in the case of financial assets, less any impairment.

4.19.1.4 Impairment

The Group assesses on a forward-looking basis the expected credit losses (ECL) associated with its financial assets carried at amortised cost and FVOCI. The Group recognises a loss allowance for such losses at each reporting date. The measurement of ECL reflects:

- An unbiased and probability-weighted amount that is determined by evaluating a range of possible outcomes;
- The time value of money; and
- Reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

The Group applies the IFRS 9 simplified approach to measure expected credit losses for all of its financial assets (receivables, advances, deposits, etc.). For all other financial assets, a life time ECL is recorded in which there has been Significant Increase in Credit Risk (SICR) from the date of initial recognition and for financial assets which are credit impaired as on reporting date. A 12 months ECL is recorded for all other financial assets which do not meet the criteria for SICR or “credit impaired” as at reporting date.

4.19.1.5 Significant increase in credit risk

The Group considers the probability of default upon initial recognition of asset and whether there has been a significant increase in credit risk on an ongoing basis throughout each reporting period. To assess whether there is a significant increase in credit risk, the Group compares the risk of a default occurring on the instrument as at the reporting date with the risk of default as at the date of initial recognition. It considers available reasonable and supportable forward looking information.

The following indicators are considered while assessing credit risk:

- actual or expected significant adverse changes in business, financial or economic conditions that are expected to cause a significant change to the debtor’s ability to meet its obligations;
- actual or expected significant changes in the operating results of the debtor;
- significant increase in credit risk on other financial instruments of the same debtor; and
- significant changes in the value of the collateral supporting the obligation or in the quality of third-party guarantees, if applicable.

4.19.1.6 Definition of default

The Group considers the following as constituting an event of default for internal credit risk management purposes as historical experience indicates that receivables that meet either of the following criteria are generally not recoverable.

- when there is a breach of financial covenants by the counterparty; or
- information developed internally or obtained from external sources indicates that the debtor is unlikely to pay its creditors, including the Company, in full (without taking into account any collaterals held by the Group).

4.19.1.7 Derecognition

Financial assets, or a portion thereof, are derecognised when the contractual rights to receive the cash flows from the assets have expired, or when they have been transferred and either:

(i) the Group transfers substantially all the risks and rewards of ownership; or

(ii) the Group neither transfers nor retains substantially all the risks and rewards of ownership and the Group has not retained control.

4.19.1.8 Reclassifications

The Group reclassifies financial assets when and only when its business model for managing those assets changes. The reclassification takes place from the start of the first reporting period following the change. Such changes are expected to be very infrequent and none occurred during the period.

4.19.1.9 Write-offs

The gross carrying amount of a financial asset is written off when the Group has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. Against each outstanding exposure which stands as impaired, the Group makes an assessment with respect to the timing and amount of write-off based on the expectation of recovery. However, financial assets that are written off remain subject to legal enforcement activities for recovery of amounts due.

4.19.1.10 Offsetting of financial assets and financial liabilities

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated financial statements only when the Group has currently legally enforceable right to set-off the recognised amounts and the Group intends either to settle on a net basis or to realise the assets and to settle the liabilities simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in normal course of business and in the event of default, insolvency or winding up of the Group or the counter parties.

4.19.2 Financial liabilities

4.19.2.1 Financial liabilities are recognised at the time the Group becomes a party to the contractual provisions of the instrument. These are initially recognised at fair value less any directly attributable transaction cost.

Financial liabilities are subsequently measured at amortised cost except for:

- Financial liabilities at fair value through profit or loss; and
- Financial liabilities arising from the transfer of financial assets which did not qualify for derecognition, whereby a financial liability is recognised for the consideration received for the transfer.

4.19.2.2 Derecognition

Financial liabilities are derecognised at the time when these are extinguished i.e. when the obligation specified in the contract is discharged, cancelled or expires. Any gain or loss on derecognition of financial assets and financial liabilities is taken to the statement of profit or loss.

4.20 Impairment of non-financial assets

At each reporting date, the Group reviews the carrying amounts of its non-financial assets (other than investment property and deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash generated units (CGU).

The Group considers evidence of impairment for these assets at both, an individual asset and a collective level. All individually significant assets were individually assessed for impairment. Those found not to be impaired are then collectively assessed for any impairment that had been incurred but not yet individually identified. Assets that were not individually significant are collectively assessed for impairment. Collective assessment is carried out by grouping together assets with similar risk characteristics.

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognised if the carrying amount of an asset or CGU exceeds its recoverable amount.

Impairment losses are recognised in statement of profit or loss.

Impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

4.21 Off balance sheet obligations

The Group issues financial guarantee contracts in return for fees (i.e. commission on guarantee) to associated concerns. Under a financial guarantee contract, the Group undertakes to meet counter party's obligations under the terms of a debt instrument, if the counter party fails to do so.

4.22 Foreign currency transaction and foreign operations

Foreign currency transactions are translated into Pakistan Rupees using the exchange rates prevailing at the date of the transactions. All the monetary assets and liabilities in foreign currencies, at the reporting date, are translated into Pakistan Rupees at the exchange rates prevailing on that date. Foreign exchange gains and losses on translation are recognised in the consolidated statement of profit or loss except in case of SEDPL, subsidiary company, which has availed the exemption as allowed by the SECP vide S.R.O 24(1)/2012 dated January 16, 2012 for the power sector companies, such gain or loss to be capitalized as part of plant which is departure from the requirement of International Accounting Standard (IAS) 21 'The Effects of Changes in Foreign Exchange Rates'.

Non-monetary assets and liabilities, denominated in foreign currency that are measured at fair value are translated using exchange rate at the date the fair values are determined. Non-monetary assets and liabilities that are measured in terms of historical cost in a foreign currency are translated using the exchange rate at the date of the transaction.

4.23 Borrowing costs

Borrowing costs incurred on short term and long term borrowings are recognised as an expense in the period in which these are incurred, except that those which are directly attributable to the acquisition, construction or production of a qualifying asset (i.e. an asset that necessarily takes a substantial period of time to get ready for its intended use or sale) are capitalized as part of the cost of that asset.

4.24 Segment reporting

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses, including revenues and expenses that relate to transactions with any of the Group's other components. As per IFRS 8 'Operating Segment', Operating segment are reported in a manner consistent with the internal reporting used by the Chief Operating Decision Makers. All operating segments' results are reviewed regularly by the Group's management to make decisions about resources to be allocated to the segment and to assess its performance.

A business segment is a distinguishable component of the Group that is engaged in providing related product or services and which is subject to risks and rewards that are different from thereof other segments. The Group's primary reporting segment is based on business segments as the Group conduct its business in Pakistan only. Segment results that are reported to the Group's management include items directly attributable to a segment as well as those that can be allocated on a reasonable basis. Segment capital expenditure is the total cost incurred during the year to acquire property, plant and equipment and intangible assets.

4.25 Dividend and appropriation to reserve

Dividend distribution to shareholders and appropriation to reserves are authorised in the consolidated financial statements in the period in which these are approved.

5. PROPERTY, PLANT AND EQUIPMENT

	Note	2025 (Rupees)	2024 (Rupees)
Operating fixed assets	5.1	**15,596,244,933**	16,740,656,544
Right-of-use assets	5.2	**84,306,212**	122,000,335
		15,680,551,145	16,862,656,879

5.1 Operating fixed assets

	Leasehold buildings and improvements	Furniture, fixtures and fittings	Vehicles Owned	Plant and machinery	Office equipment	Computer and allied equipment	Total
	(Rupees)						
COST							
Balance as at 1 July 2024	207,115,829	20,993,018	68,630,401	23,338,532,345	14,277,999	83,582,223	23,733,131,815
Additions during the year	-	2,334,954	20,300,002	-	3,000,982	35,451,417	61,087,355
Disposals	-	(210,857)	(50,500)	-	(800,800)	(40,000)	(1,102,157)
Exchange loss	-	-	-	125,750,000	-	-	125,750,000
Balance as at 30 June 2025	**207,115,829**	**23,117,115**	**88,879,903**	**23,464,282,345**	**16,478,181**	**118,993,640**	**23,918,867,013**
DEPRECIATION							
Balance as at 1 July 2024	170,061,919	9,973,948	52,854,975	6,688,302,118	6,405,751	64,876,560	6,992,475,271
Charge for the year	5,556,659	1,745,839	3,922,049	1,308,058,830	2,427,548	9,304,594	1,331,015,519
Disposals / transfers	-	(100,668)	(38,549)	-	(714,687)	(14,806)	(868,710)
Balance as at 30 June 2025	**175,618,578**	**11,619,119**	**56,738,475**	**7,996,360,948**	**8,118,612**	**74,166,348**	**8,322,622,080**
Written down value as at 30 June 2025	**31,497,251**	**11,497,996**	**32,141,428**	**15,467,921,397**	**8,359,569**	**44,827,292**	**15,596,244,933**
COST							
Balance as at 1 July 2023	205,945,624	20,993,018	68,630,401	23,584,032,345	11,429,393	78,584,264	23,969,615,045
Additions during the year	1,170,205	-	-	-	3,712,606	4,997,959	9,880,770
Disposals	-	-	-	-	(864,000)	-	(864,000)
Exchange Gain	-	-	-	(245,500,000)	-	-	(245,500,000)
Balance as at 30 June 2024	207,115,829	20,993,018	68,630,401	23,338,532,345	14,277,999	83,582,223	23,733,131,815
DEPRECIATION							
Balance as at 1 July 2023	163,574,622	8,022,443	48,911,116	5,362,228,382	5,462,339	56,424,531	5,644,623,433
Charge for the year	6,487,297	1,951,505	3,943,859	1,326,073,736	1,184,824	8,452,029	1,348,093,250
Disposals / transfers	-	-	-	-	(241,412)	-	(241,412)
Balance as at 30 June 2024	170,061,919	9,973,948	52,854,975	6,688,302,118	6,405,751	64,876,560	6,992,475,271
Written down value as at 30 June 2024	37,053,910	11,019,070	15,775,426	16,650,230,227	7,872,248	18,705,663	16,740,656,544
Rates of depreciation (%)	**5 - 15**	**10 - 15**	**20**	**5 - 6.76**	**15 - 20**	**33**	

5.1.1 Carrying value of plant and machinery at June 30, 2025 includes foreign exchange loss of Rs. 8.14 billion (2024: Rs. 8.70 billion). Exchange loss of Rs. 0.12 billion (2024: exchange loss of Rs. 0.24 billion) have been recorded in the carrying value of plant and machinery in the current year. The exchange difference has been included in the carrying value of plant machinery in view of the exemption available vide SECP's notification reference S.R.O. 986 (I) I 2019 dated September 02, 2019 under which all companies that have executed their power purchase agreements before July 01, 2019 are entitled to that exemption.

5.1.2 Particulars of immovable property (i.e. offices) in the name of the Group are as follows:

Location	Description	Total Area in (Square Feet)
Office G-G & G-5,Ground Floor, LSE Plaza 19,Khayaban-e-Aiwan-e-Iqbal, Lahore	Lahore Office	257
Office G-G & G-6,Ground Floor, LSE Plaza 19,Khayaban-e-Aiwan-e-Iqbal, Lahore.	Lahore Office	257
Office 506, 5th Floor, ISE Tower, Jinnah Avenue, Islamabad	Islamabad Office	1,349

5.2 Right-of-use assets

	2025	2024
	(Rupees)	
Cost		
Balance at beginning of the year	304,408,528	141,407,662
Additions during the year	8,990,000	158,759,746
Effect of lease modification	-	4,241,120
Balance at end of the year	313,398,528	304,408,528
Depreciation		
Balance at beginning of the year	182,408,193	139,127,993
Charge for the year	46,684,123	43,280,200
Balance at end of the year	229,092,316	182,408,193
Written down value at end of the year	84,306,212	122,000,335
Rates of depreciation (%)	20 - 33	20 - 33

5.2.1 The Group has multiple lease arrangements for its office building and regional offices in multiple cities across Pakistan.

5.3 The depreciation charge for the year has been allocated as follows:

	Note	2025	2024
		(Rupees)	
Cost of energy sales	37	1,308,058,830	1,326,073,736
Administrative expenses	38	69,640,794	65,360,934
		1,377,699,624	1,391,434,670

6. INTANGIBLE ASSETS

Computer Software

	Note	2025	2024
Cost			
Balance at beginning of the year		10,273,911	10,273,911
Additions during the year		-	-
Balance at end of the year		10,273,911	10,273,911
Amortisation			
Balance at beginning of the year		9,295,317	8,861,670
Amortisation for the year	38	293,205	433,647
Balance at end of the year		9,588,522	9,295,317
Written down value at end of the year		685,389	978,594
Rates of amortisation (%)		25 - 33	25 - 33

6.1 Intangible assets comprise of windows license and computer software.

6.2 The amortisation charge has been allocated to administrative expenses (note 38).

7. GOODWILL

Goodwill is monitored by the management at individual entity level which are considered cash generating units. The carrying amount of goodwill allocated to the individual cash generating units (CGUs) is as follows:

	Note	2025	2024
		(Rupees)	
Arif Habib Limited	7.1	**838,683,576**	838,683,576
Sachal Energy Development (Private) Limited	7.2	**71,522,541**	71,522,541
		910,206,117	910,206,117

7.1 Impairment testing of Goodwill relating to Arif Habib Limited (AHL)

The calculation of recoverable amount of Goodwill for the purpose of impairment testing was based on value in use, estimated using discounted cash flows. Key assumptions used in determining the value in use calculation were as follows:

Type	Date of valuation	Valuation approach and assumptions	Inter-relationship between significant unobservable Inputs and fair value measurement
Subsidiary - Arif Habib Limited	30 June 2025	Free cash flows:	The estimated fair value would increase / (decrease) if:
		The valuation model considers the present value of free cash flow of subsidiary company discounted using a risk-adjusted discount rate.	- the annual growth rate were higher or lower - the EBITDA margin were higher or lower
		The cash flow projection include specific estimates for 5 years.	Generally, a change in the annual growth rate is accompanied by a directionally similar change in EBITDA margin.
		Inputs used:	
		Long term growth rate	5%
		Cost of equity	17.11%

7.2 Impairment testing of goodwill relating to Sachal Energy Development (Private) Limited (SEDPL)

Date of valuation	Valuation approach and assumptions	Inter-relationship between significant unobservable Inputs and fair value measurement
30 June 2025	The recoverable amount of the business operations of SEDPL (cash generating unit) have been determined by dividend discount model which is a quantitative method used for predicting the price of a company's stock based on the theory that its present-day price is worth the sum of all of its future dividend payments when discounted back to their present value covering period from 2025 to 2037. The calculation of 'dividend discount model' for the business operations is most sensitive to the following assumptions: (i) Revenue have been derived from the tariff fixed by regulatory authority. (ii) Cost of supply of power has been projected on the basis of multiple strategies planned by management to ensure profitable operations. (iii) Financial cost has been projected based on the financing arrangement made by SEDPL. Inputs used: Cost of equity 18.30% Increase in foreign exchange rate (USD/PKR) 5%	The estimated fair value would increase / (decrease) if: - the cost of equity were higher or lower - the USD/PKR rate were higher or lower

8. TRADING RIGHT ENTITLEMENT CERTIFICATE AND OFFICES CARDS	Note	2025	2024
		(Rupees)	
Trading right entitlement certificate (TREC)			
Cost		26,000,000	26,000,000
Impairment		(23,500,000)	(23,500,000)
	8.1 & 8.2	2,500,000	2,500,000
Membership cards			
- Pakistan Mercantile Exchange Limited		1,000,000	1,000,000
Booths			
- Pakistan Stock Exchange Limited - three booths		2,100,000	2,100,000
		5,600,000	5,600,000

8.1 This represents TREC received by Arif Habib Limited, a Subsidiary Company in accordance with the Stock Exchanges (Corporatization, Demutualization and Integration) Act 2012 as amended by the Stock Exchanges (Corporatization, Demutualization and Integration) (Amendment) Act, 2015. These are carried at cost less impairment.

8.2 PSX vide notice no. PSX/N-225 dated February 16, 2021 have notified the notional fees of Trading Right Entitlement Certificates which amounts to Rs. 2.5 million.

9. INVESTMENT PROPERTIES	Note	2025	2024
		(Rupees)	
Open plots of land / offices - at fair value	9.1	1,791,900,000	207,900,000
		1,791,900,000	207,900,000

9.1 Open plots of land / offices - at fair value

	Note	2025	2024
Opening carrying amount (at fair value)		207,900,000	202,000,000
Additions during the year	9.1.2	1,710,020,000	-
Disposal during the year:			
Sale proceeds during the year	9.1.3	(128,063,321)	(7,500,000)
Realized (loss) / gain on disposal - net		(18,936,679)	749,029
Less: Reversal of unrealized gain upon sale	9.1.5	-	(749,029)
		(147,000,000)	(7,500,000)
		1,770,920,000	194,500,000
Fair value gain on remeasurement	9.1.5	20,980,000	13,400,000
Closing carrying amount	9.1.4	1,791,900,000	207,900,000

9.1.1 Open plots of land / offices comprise of the following:

Open plots of land:	A residential plots and two commercial plots aggregating to 16,679 square yards situated at Naya Nazimabad, Karachi.
Offices:	Offices bearing no. 60, 61, 62, 63 and 64 situated at first floor of the building complex of PSX, office bearing no. 220 situated at Lahore Stock Exchange Plaza and offices bearing no. 106 situated in the Lahore Stock Exchange - South Tower.

9.1.2 This represents the cost of two commercial plots, FL-06 measuring at 9,853 sq yards and COM-11 measuring at 6,586 sq yards located at Naya Nazimabad, Karachi, acquired during the year from Javedan Corporation Limited (JCL), a related party, under a musharaka agreement. No development has been undertaken on these plots. These plots were revalued as at June 30, 2025, resulting in a fair value gain amounting to Rs. 19.98 million, out of which 12.23 million has been included in "(Loss) / Gain on investment property - net".

As per the terms of the agreement, an installment of Rs. 266.55 million related to this purchase is payable as of June 30, 2025.

9.1.3 This represents disposal of 07 residential plots measuring 1,520 sq yards located at Naya Nazimabad, Karachi, resulting in a loss of Rs. 18.94 million which has been included in "(Loss) / Gain on investment property - net".

9.1.4 The valuation of the investment property was carried out by an independent external property valuer having appropriate recognised qualification and relevant experience according to which the aggregate fair value and forced sale value of the properties are stated below:

	Fair Value		Forced Sale Value	
	2025	**2024**	**2025**	**2024**
	----------	Rupees	----------	
At fair value				
Residential plots	**23,000,000**	169,000,000	**18,400,000**	135,200,000
Commercial plots	**1,730,000,000**	-	**1,384,000,000**	-
Offices	**12,900,000**	12,900,000	**10,965,000**	10,965,000
At committed sale price				
Committed to sale office	**26,000,000**	26,000,000	**-**	-
	1,791,900,000	207,900,000	**1,413,365,000**	146,165,000

9.1.5 Net change in unrealized gain during the year

	Note	2025	2024
		(Rupees)	
Increase in fair value of open plots / offices held at year end	9.1.6	**20,980,000**	13,400,000
Less: Reversal in unrealized gain upon sale		**-**	(749,029)
Less: Allocated to musharaka participants		**(7,232,760)**	-
		13,747,240	12,650,971

9.1.6 This pertains to unrealized gain on investment property which is not considered for the declaration or payment of dividend in accordance with Section 240 of the Companies Act 2017.

10. EQUITY ACCOUNTED INVESTEES

	Note	2025	2024
		(Rupees)	
Fatima Fertilizer Company (FFCL)	10.1 & 10.2.1	**23,151,348,899**	19,356,207,950
Safemix Concrete Limited (SMCL)	10.2.2	**161,716,834**	172,615,081
Javedan Corporation Limited (JVDC)	10.2.3	**5,915,398,759**	-
Power Cement Limited (PCL)	10.2.4	**2,087,177,125**	-
		31,315,641,617	19,528,823,031

10.1 Out of the total investment, 312,000,000 shares (2024: 287,500,000 shares) with a carrying amount of Rs. 22,643.31 million (2024: Rs. 17,444.84 million), have been pledged with the commercial banks as a security against the Group's borrowings.

10.2 Movement of investment in associates is as follows:

10.2.1 Fatima Fertilizer Company Limited (FFCL)

	2025	2024
	(Rupees)	
Balance at beginning of the year	19,356,207,950	16,042,756,743
Group's share of total comprehensive income	6,028,142,391	4,748,952,134
Dividend received	(2,233,001,442)	(1,435,500,927)
Balance at end of the year	23,151,348,899	19,356,207,950

Market value of these investment as at June 30, 2025 is Rs. 31,711.81 million (2024: Rs. 16,466.79 million).

10.2.2 Safemix Concrete Limited (SMCL)

	2025	2024
	(Rupees)	
Balance at beginning of the year	172,615,081	-
Investment (disposed) / made during the year	(25,563,439)	167,735,083
Group's share of total comprehensive income	28,481,228	4,879,998
Dividend received	(13,816,036)	-
Balance at end of the year	161,716,834	172,615,081

Market value of these investment as at June 30, 2025 is Rs. 158.88 million (2024: Rs. 156.31 million).

10.2.3 Javedan Corporation (JCL)

	2025	2024
	(Rupees)	
Balance at beginning of the year	-	-
Investment acquired during the year	5,984,573,959	-
Investment disposed during the year	(904,896)	-
Group's share of total comprehensive income	533,862,123	-
Dividend received	(602,132,427)	-
Balance at end of the year	5,915,398,759	-

Market value of these investment as at June 30, 2025 is Rs. 9,686.80 million.

10.2.4 Power Cement (PCL)

	2025	2024
	(Rupees)	
Balance at beginning of the year	-	-
Investment acquired during the year	2,091,812,580	-
Investment disposed during the year	(237,964,638)	-
Group's share of total comprehensive income	233,329,183	-
Balance at end of the year	2,087,177,125	-

Market value of these investment as at June 30, 2025 is Rs. 4,222.75 million.

10.3 The tables below provide summarised financial information for associates of the parent. The information disclosed reflects the amounts presented in the financial statements of the relevant associates and not the parent's share of those amounts. They have been amended to reflect adjustments made by the entity when using the equity method, including fair value adjustments and modifications for differences in accounting policy.

	2025				2024	
	Fatima Fertilizer Company Limited	Safemix Concrete Limited	Power Cement Limited	Javedan Corporation Limited	Fatima Fertilizer Company Limited	Safemix Concrete Limited
	(Rupees in '000')					
Summarised balance sheet						
Non-current assets	123,808,187	413,880	36,601,218	20,998,034	123,531,681	324,214
Current assets	207,537,179	579,219	11,078,791	22,178,952	132,922,699	481,414
Non-current liabilities	(36,455,741)	(129,869)	(13,041,587)	(4,581,191)	(37,736,911)	(86,301)
Current liabilities	(142,710,614)	(418,969)	(11,109,165)	(13,155,208)	(91,294,236)	(336,933)
Net assets	152,179,011	444,261	23,529,257	25,440,587	127,423,233	382,394
Reconciliation to carrying amounts						
Opening net assets	127,194,069	391,277	19,419,121	25,326,389	105,613,936	274,295
Profit for the year	39,746,348	102,714	814,996	1,636,370	31,357,817	111,606
Other comprehensive income / (loss)	(61,406)	270	(4,860)	1,270	(98,520)	(3,507)
Contribution received	-	-	3,300,000	-	-	-
Dividends paid	(14,700,000)	(50,000)	-	(1,523,442)	(9,450,000)	-
Closing net assets	152,179,011	444,261	23,529,257	25,440,587	127,423,233	382,394
Parent's share in %	15.19%	27.63%	24.48%	39.52%	15.19%	32.40%
Propotionate share of Net Assets	23,115,992	122,749	5,759,962	10,054,120	19,356,208	123,885
Goodwill	-	48,730	-	-	-	48,730
Effect of change in shareholding	54,013	(9,613)	155,437	(7,966,943)	-	-
	23,170,005	161,866	5,915,399	2,087,177	19,356,208	172,615
Summarised statement of comprehensive income						
Revenue	264,443,193	1,652,009	29,520,136	7,712,590	258,531,903	1,262,480
Profit for the year	39,746,348	102,714	814,996	1,636,370	31,357,817	111,606
Other comprehensive income / (loss)	(61,406)	270	(4,860)	1,270	(98,520)	(3,507)
Total comprehensive income	39,684,942	102,984	810,136	1,637,640	31,259,297	108,099
Dividends received from associates	2,233,001	13,816	-	602,132	1,435,501	-

10.4 Group's share of total comprehensive income in equity accounted investee

	2025	2024
	(Rupees)	
Fatima Fertilizer Company Limited (FFCL)	6,046,798,131	4,778,883,468
Safemix Concrete Limited (SMCL)	28,630,420	5,196,606
Power Cement Limited (PCL)	252,402,687	-
Javedan Corporation Limited (JVDC)	534,866,045	-
	6,862,697,283	4,784,080,074
Add: other comprehensive loss	(19,441,179)	(15,123,971)
Taken to statement of profit or loss	6,843,256,104	4,768,956,103

10.5 Financial statements of FFCL, SMCL, PCL and JVDC have been audited by their independent auditors.

11. OTHER LONG TERM INVESTMENTS

	Note	2025	2024
		(Rupees)	
Equity securities - at FVOCI	11.1	-	-
Equity securities - designated at FVTPL	11.2	43,118,461	30,461,607
Debt instruments - at FVTPL	11.3	7,378,882,067	4,004,152,921
Debt instrument - at amortised cost	11.4	927,313,472	798,161,476
		8,349,314,000	4,832,776,004

11.1 Equity securities - at FVOCI

	Note	Cost	Appreciation / (diminution) on remeasurement of investments	Carrying amount 2025	Carrying amount 2024
		(Rupees)			
Unquoted entities					
Sun Biz (Private) Limited (SBL) 10,000 (2024: 10,000) fully paid ordinary shares of Rs. 100 each	11.1.1	1,000,000	(1,000,000)	-	-
Al-Khabeer Financial Services (Private) Limited (AKFS) 5000 (2024: 5000) fully paid ordinary shares of Rs. 100 each	11.1.1	5,000,000	(5,000,000)	-	-
		6,000,000	(6,000,000)	-	-

11.1.1 Investment in SBL (unquoted) and AKFS (unquoted) by Parent Company were fully impaired in previous years, these investments were reassessed by the management on initial application of IFRS-9 and based on the available information it was concluded that the fair value does not differ materially from carrying amount as at June 30, 2025.

11.2 Equity securities - designated at FVTPL

	Note	2025	2024
		(Rupees)	
Unquoted entities			
ISE Towers REIT Management Company Limited	11.2.1	31,954,370	24,850,127
Quoted entities			
LSE Capital Limited	11.2.2	1,471,764	765,317
LSE Ventures Limited	11.2.2	9,692,327	4,846,163
		43,118,461	30,461,607

11.2.1 This represents AHL's investment in 3,034,604 (2024: 3,034,604) unquoted ordinary shares of M/s. ISE Towers REIT Management Company Limited. The reconciliation of the opening and closing carrying amount of the investment is presented below:

	2025	2024
	(Rupees)	
Cost of investment	**33,380,639**	33,380,639
Unrealised loss:		
Balance at beginning of the year	**(8,530,512)**	(11,199,269)
Unrealised gain for the year	**7,104,243**	2,668,757
	(1,426,269)	(8,530,512)
Balance at end of the year	**31,954,370**	24,850,127

AHL as per its policy, carried out the valuation of the above investment. In this connection, the valuation technique used by the AHL was Discounted Free Cash Flow to Equity model for business valuation. Assumptions and inputs used in the valuation technique mainly include risk-free rate, equity risk premium, long term growth rate and projected rates of increase in revenues, other income and expenses.

Principal assumptions used in the valuation of the above unquoted investments are as under:

	2025	2024
Long term growth rate	**5.00%**	5.00%
Cost of equity	**16.00%**	17.50%
Projection period	**5**	5
Value per share (Rs.)	**10.53**	8.19
Valuation technique used	**Discounted Free Cash Flow to Equity**	Discounted Free Cash Flow to Equity

11.2.2 During the year ended June 30, 2024, the Company received 245,295 shares of LSE Capital Limited in exchange for its holding in LSE Proptech Limited under a merger scheme. These shares, along with the Company's existing 842,811 shares of LSE Ventures Limited, have been measured at fair value based on quoted market prices as of the reporting date.

11.3 Debt instruments - at FVTPL

	Note	Cost	Appreciation on remeasurement of investments	Carrying amount (at fair value) 2025	2024
		(Rupees)			
Quoted entity					
Globe Residency REIT (GRR) 96,115,547 (2024: 89,332,023) units of Rs. 10 each	11.3.1	1,010,080,202	824,765,590	1,834,845,792	1,205,982,310
Unquoted entities					
Silk Islamic Development REIT (SIDR) 60,000,000 (2024: 60,000,000) units of Rs. 10 each	11.3.2	600,000,000	104,400,000	704,400,000	859,200,000
Naya Nazimabad Apartment REIT (NNR) 76,375,000 (2024: 76,375,000) units of Rs. 10 each	11.3.3	763,750,000	152,750,000	916,500,000	926,547,262
Rahat Residency REIT (RRR) 50,000,000 (2024: 50,000,000l) units of Rs. 10 each	11.3.4	500,000,000	13,500,000	513,500,000	587,877,567
Signature Residency REIT (SRR) 13,329,896 (2024: 13,329,896) units of Rs. 10 each	11.3.5	133,298,960	11,597,010	144,895,970	134,421,686
Garden View Apartment REIT (GVAR) [Formely Park View Apartment REIT (PVAR)]126,213,644 (2024: nil) units of Rs. 10 each	11.3.6	1,262,136,440	219,195,236	1,481,331,676	-
Gymkhana Apartment REIT (GAR) 120,000,000 (2024: nil) units of Rs. 10 each	11.3.7	1,200,000,000	104,962,000	1,304,962,000	-
Musharaka Arrangements (Managed by Javedan Corporation Limited - a related party)					
Investment in JVDC Musharaka Arrangement I	11.3.8	273,400,000	45,137,021	318,537,021	290,124,096
Investment in JVDC Musharaka Arrangement II	11.3.9	157,000,000	2,909,608	159,909,608	-
		5,899,665,602	1,479,216,465	7,378,882,067	4,004,152,921

11.3.1 This represents 96.12 million units held in a listed, closed-end, limited life, developmental REIT scheme which constitutes 68.65% of the total 140 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited is its trustee. The market value per share as at June 30, 2025 is Rs. 19.09 (2024: Rs. 13.50).

11.3.2 This represents 60 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 20% of the total 300 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited is its trustee. For details regarding assumptions used in valuation of SIDR refer to note 49.1. The Parent being strategic investor of SIDR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

11.3.3 This represents 76.37 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 26% of the total 293.75 million units issued (the Investment). This REIT Scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of NNR refer to note 49.1.

11.3.4 This represents 50 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 100% of the total 50 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of RRR refer to note 49.1. The Parent being strategic investor of RRR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

11.3.5 This represents 13.3 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 40.39% of the total 33 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of SRR refer to note 49.1. The Parent being strategic investor of SRR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

11.3.6 This represents 12.62 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 58.52% of the total 215.69 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of GVAR refer to note 49.1. The Parent being strategic investor of GVAR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

11.3.7 This represents 120 million units held in a privately placed, closed-end, limited life, shariah compliant, developmental REIT scheme which constitutes 100% of the total 120 million units issued. This REIT scheme is managed by Arif Habib Dolmen REIT Management Limited - a related party and Central Depositary Company of Pakistan Limited as its trustee. For details regarding assumptions used in valuation of GAR refer to note 49.1. The Parent being strategic investor of GAR has 25% of its subscribed units in an account marked as 'blocked' with the Central Depository Company as required by the Real Estate Investment Trust Regulations, 2022.

11.3.8 On October 04, 2023, the Parent entered into a musharaka agreement with Javedan Corporation Limited ("JVDC"), a related party and other musharaka participants, whereby the Parent invested Rs. 273.4 million in the Globe Residency REIT project. The musharaka arrangement is structured as a participation in a joint investment, where the Parent holds a 65.10% share of the musharaka capital. The purpose of this investment is to fund the booking, ownership, management, and eventual sale of apartments in the Globe Residency REIT.

11.3.9 On September 27, 2024, the Parent entered into a musharaka agreement with Javedan Corporation Limited ("JVDC"), a related party and other musharaka participants, whereby the Parent invested Rs. 157 million in the Globe Residency REIT project. The musharaka arrangement is structured as a participation in a joint investment, where the Parent holds a 70.80% share of the musharaka capital. The purpose of this investment is to fund the booking, ownership, management, and eventual sale of apartments in the Globe Residency REIT.

11.4 Debt instrument - at amortised cost

	Fair value at initial recognition	unwinding of interest income	Carrying amount 2025	Carrying amount 2024
	(Rupees)			
Unquoted entity				
Fatima Fertilizer Company Limited (FFCL)				
- redeemable class A shares	591,315,343	335,998,129	927,313,472	798,161,476

12. LONG TERM LOAN TO RELATED PARTY

	Note	2025	2024
		(Rupees)	
At amortised cost Secured - considered good			
Silk Islamic Developmental REIT	12.1 &		
- Musharaka	12.2	140,000,000	100,000,000
Aisha Steel Mills Limited a related party	12.2	-	78,103,657
Less: current portion of long term loan		-	(28,433,492)
		140,000,000	149,670,165

12.1 This represents shariah compliant musharaka finance facility being extended to SIDR, REIT Fund managed by Arif Habib Dolmen REIT Management Limited, a related party. This loan carries a fixed return of KIBOR + 200 basis points per annum (2024 : KIBOR + 200 basis points per annum) which is accrued and recognized over time using the effective interest rate. Upon the expiration of the Musharaka tenor, the Parent has the option to convert the outstanding Musharaka investment into units of the SIDR.

12.2 The maximum amount outstanding from the above related party at end of any month during the year was Rs. 140 million (2024: Rs.92.32 million).

13. LONG TERM ADVANCES, DEPOSITS AND OTHER RECEIVABLES

	Note	2025	2024
		(Rupees)	
Advance against equity			
- Neem Exponential Technology Pte. Limited	13.1	-	37,000,000
		-	37,000,000
Deposits - unsecured			
- Pakistan Stock Exchange Limited		14,900,461	500,461
- National Clearing Company of Pakistan Limited		2,727,334	1,500,000
- Pakistan Mercantile Exchange		8,900,001	8,900,001
- Other deposits		1,169,501	1,169,501
		27,697,297	12,069,963
Other receivable - secured			
- Receivable from employees against leased vehicles	13.2	4,543,690	5,530,788
- Receivable from employees against insurance	13.3	-	1,773,960
		32,240,987	56,374,711

13.1 During the year ended June 30, 2023, the Company advanced Rs. 37,000,000 (equivalent to USD 180,000) to Neem Exponential Technology Pte. Limited, a company incorporated in Singapore, under a SAFE (Simple Agreement for Future Equity) arrangement. The advance was made with the intention of subscribing to preference shares expected to be issued by December 2024.

However, as at the reporting date, the preference shares have not been issued and the Company does not hold any legally enforceable right to either obtain the shares or seek repayment of the amount advanced. Accordingly, in line with the requirements of IFRS 9 – Financial Instruments, particularly with respect to the recognition of impairment and assessment of expected credit losses, management has determined that the amount is not recoverable. Consequently, the entire carrying amount of the advance has been written off in these financial statements.

13.2 This represents security deposits paid by the Parent Company on behalf of employees for leased vehicle and is secured against respective employees' provident fund balances. It will be recovered from the respective employees from their final settlement or on the termination of lease agreement.

13.3 This represents amount paid for the parental insurance of employees of AHL which will be recoverable at the time of their retirement and secured against their retirement benefits.

14. TRADE DEBTS

	Note	2025 (Rupees)	2024 (Rupees)
Trade debts			
- secured	14.1	**5,841,397,723**	5,310,089,740
- unsecured	14.2	**1,375,400,453**	1,297,503,901
		7,216,798,176	6,607,593,641
Less: Provision for expected credit losses	14.3	**(940,875,243)**	(962,260,122)
		6,275,922,933	5,645,333,519
Unbilled receivable			
Regular energy		**116,013,402**	30,406,577
Shortfall energy		**16,174,968**	18,303,949
Bonus energy		**11,105,839**	11,105,839
Delayed payment		**37,576,430**	61,836,995
		180,870,639	121,653,360
		6,456,793,572	5,766,986,879

14.1 This represents trade debts of SEDPL, subsidiary company, due from Central Power Purchasing Agency (CPPA-G) which are secured by a guarantee from the Government of Pakistan (GoP) under the Implementation Agreement (IA) dated August 11, 2014. As referred in note 2.1.2, SECP has exempted the applicability of expected credit loss allowance on trade debts due directly / ultimately from GoP. Further, these are subject to mark-up on delay payments under EPA dated February 27, 2014 at the rate of 3 month KIBOR plus 4.5% per annum.

These trade debts includes amount of Rs. 758.4 million (2024 : Rs 525.4 million) invoiced on account of NPMV which has been disallowed by CPPA-G due to revised mechanism for NPMV calculation in draft Operating Procedures. The Operating Procedures are under discussion between SEDPL and CPPA-G are yet to be finalized. SEDPL believes that the submitted invoices are in accordance with the EPA and the disallowed units will be allowed under NPMV or compensated in the form of shortfall energy and there will be no impact on recognized revenue. Therefore, no provision has been made in these consolidated financial statements in this respect.

14.2	Unsecured - receivable	Note	2025	2024
			(Rupees)	
	Equity brokerage	14.2.1	**1,272,158,825**	1,154,443,669
	Inter bank brokerage		**46,862,359**	33,566,485
	Advisory and consultancy fee		**56,379,269**	109,493,747
			1,375,400,453	1,297,503,901

14.2.1 These receivables include Rs. 89.23 million (2024: Rs. 10.38 million) due from the related parties. The maximum aggregate amount outstanding during the year from such parties (with reference to month-end balances) amounted to Rs. 242.71 million (2024: Rs. 15.74 million).

14.2.2 Due from related parties

	2025	2024
	Rupees	
Arif Habib Corporation Limited	**606,492**	50,666
Mrs. Sharmin Shahid	**11,970,058**	43,262
Arif Habib Equity (Private) Limited	**63,387,271**	35,464
Mr. Arif Habib	**34,643**	30,068
Mrs. Nida Ahsan	**606,116**	609,445
Mr. Abdus Samad Habib	**7,983,025**	87,860
Mr. Kashif Habib	**200,244**	244
Javedan Corporation Limited	**1,550,507**	270,192
Arif Habib Dolmen REIT Management Limited	**2,456**	2,456
Rotocast Engineering Company (Private) Limited	**68,470**	43,550
Fatima Fertilizer Company Limited	**2,819,994**	-
Mr. Muhammad Sohail Salat	**2,699**	1,899
Rayaan Commodities (Private) Limited	**-**	9,204,406
	89,231,975	10,379,512

14.2.3 As at June 30, 2025, the age analysis of these related parties is as follows:

	2025	2024
	Rupees	
Not yet due	**29,781,024**	102,876
Past due		
0 - 30 days	**57,828,300**	9,916,762
31 - 180 days	**1,559,403**	64,508
181 - 365 days	**17,456**	35,497
Above 365 days	**45,792**	259,869
	89,231,975	10,379,512

14.2.4 AHL holds capital securities having fair value of Rs. 42,127 million (2024: Rs. 146,942 million) owned by its clients, as collaterals against trade debts.

14.3 Movement in provision for expected credit losses:

	2025	2024
	(Rupees)	
Balance at beginning of the year	962,260,122	949,633,030
Charge for the year	30,242,864	12,627,092
Reversal during the year	(51,627,743)	-
Balance at end of the year	940,875,243	962,260,122

14.4 Refer note 48.1 for the age analysis of total trade debts.

15. LOANS AND ADVANCES

considered good At amortised cost	Note	2025	2024
		(Rupees)	
Unsecured			
Advance:			
- for expenses		6,545,206	4,054,489
- to consultant	15.1	99,760	99,760
		6,644,966	4,154,249
Secured			
Advances / loan to employees	15.2	2,822,095	5,372,826
Advance for purchase of investment Properties from related parties			
- Silk Investment Development REIT (SIDR)	15.3	40,598,980	40,598,980
- Naya Nazimabad Apartment REIT (NNR)	15.4	72,385,500	22,762,500
- Globe Residency REIT (GRR)	15.5	1,199,849,511	976,220,623
Advance for investment in related parties			
- Park View Apartment REIT	15.6	-	1,262,136,440
- Gymkhana Apartment REIT	15.7	-	1,200,000,000
- Pakistan Corporate CBD REIT	15.9	-	279,026,250
		1,315,656,086	3,786,117,619
Loans to related parties:			
- Aisha Steel Mills Limited (ASML) - current portion	12	-	28,433,492
- Globe Residency REIT	15.5	106,039,022	38,170,720
- Rahat Residency REIT	15.1	100,000,000	-
- Javedan Corporation Limited	15.8	-	200,000,000
		206,039,022	266,604,212
		1,528,340,074	4,056,876,080

15.1 This represents advance payment made to consultant by AHL, a subsidiary company, in respect of consultancy services on corporate finance projects.

15.2 This represents interest free balance due from the employees and are secured against their retirement benefit fund.

15.3 This represents an advance paid for residential apartments booked in Silk Garden project initiated by Silk Islamic Development REIT, with the intent of capital appreciation over time. This project is located in Surjani Town, Karachi.

15.4 This represents an advance paid for residential apartments booked in Peace Apartments project initiated by Naya Nazimabad Apartments REIT, with the intent of capital appreciation over time. This project is located in Naya Nazimabad, Karachi.

15.5 This includes Rs. 951.10 million in respect of the Parent company's proportionate interest in 142 apartments located in the Globe Residency REIT (GRR) residential project, acquired as part of the merger scheme. These apartments are under development with an ongoing installment plan. Further, the Parent Company has an arrangement with GRR, authorizing GRR to market the apartments on its behalf and collect the sales proceeds. Accordingly, the proceeds from the sale, net of expenses, will first be applied to settle the Parent Company's outstanding installment obligations. Any surplus proceeds will be retained by GRR until the project's completion, with a quarterly markup of KIBOR + 1.50% payable to the Parent Company in arrears. As of June 30, 2025, GRR has collected Rs. 393.83 million (2024: Rs. 84.11 million) from customers on behalf of Parent Company. Out of this, Rs. 253.73 million (2024: Rs. 30.10 million) has been applied towards Parent Company's due installments and Rs. 106.04 million (2024: Rs. 38.17 million) has been treated as a working capital loan, which bears interest and will be adjusted upon the project's completion, with a corresponding advance from customers recorded in the 'other payables' (refer note 32). The remaining Rs. 34.06 million (2024: Rs. 15.84 million) has been deducted as selling expenses.

This also includes Rs. 248.75 million in respect of an advance against the Globe Residency Apartments .The project is still under construction with most of the apartments and flats still undergoing development and is expected to reach completion in the coming years. Therefore, the amount paid against this project has still been accounted for as advance against investment property.

15.6 This represents an advance payment made by Parent Company for the issuance of 126,213,527 units having a par value of Rs. 10 per unit, accounting for 58.52% ownership in a limited-life, Shariah-compliant developmental REIT Scheme. The Scheme, managed by Arif Habib Dolmen REIT Management Limited, a related party, has recently acquired a real estate land parcel (FL-01 and FL-02) measuring 23,049 square yards in Naya Nazimabad, Karachi, with the aim of constructing and subsequently selling apartments. Units corresponding to this advance have been issued subsequent to year end.

15.7 This represents an advance payment made by Parent Company for the issuance of 120,000,000 units having a par value of Rs. 10 per unit, accounting for 100% ownership in a limited-life, Shariah-compliant developmental REIT Scheme. The Scheme, managed by Arif Habib Dolmen REIT Management Limited, a related party, has recently acquired a real estate land parcel (Com-42, Com-43, Com-44, Com-47, Com-48, Com-49, Com-50, Com-51, Com-52, Com-53, Com-54, Com-55, and Com-56) measuring 29,818 square yards in Naya Nazimabad, Karachi, with the aim of constructing and subsequently selling apartments. Units corresponding to this advance have been issued subsequent to year end.

15.8 The Parent Company entered into a loan agreement with Javedan Corporation Limited, a related party. The loan outstanding at June 30, 2025 is Rs. Nil (2024: Rs. 200 million). The loan is repayable within 30 business days of notice of demand. The mark-up rate on the said loan is 3 month KIBOR + 1.80% per annum. Mark-up is payable on quarterly basis.

15.9 This represents advance paid for equity investment by Parent Company in a shariah compliant development REIT scheme (Scheme). The Scheme is managed by Arif Habib Dolmen REIT Management Limited (RMC) - a related party. The Scheme has acquired two immovable properties from the Lahore Central Business District Development Authority against the agreed consideration payable as per the payment plan.

15.10 This represents shariah compliant musharaka finance facility being extended to the Managing Co-owner RRR, a limited-life, shariah-compliant developmental REIT managed by Arif Habib Dolmen REIT Management Limited, a related party.

15.11 The carrying values of the loans and advances are neither past due nor impaired. The maximum amount outstanding from related parties in respect of loans at end of any month during the year was Rs. 4,518 million (2024: Rs. 2,553.10 million).

16. DEPOSITS AND PREPAYMENTS

	Note	2025	2024
		(Rupees)	
Deposits		**5,473,199**	5,473,199
Prepayments	16.1	**113,546,511**	112,785,119
Marginal trading system - exposure deposits	16.2	**281,460,782**	180,998,768
Others		**4,741,072**	4,980,280
		405,221,564	304,237,366

16.1 This amount includes prepayments on account of operational insurance made by SEDPL, subsidiary company, amounting to Rs 96.7 million (2024: Rs 101.2 million).

16.2 This represent amounts of deposits held at the year end against exposure arising out of the trading in securities by AHL and RCPL, subsidiary companies, in accordance with the regulations of National Clearing Company of Pakistan Limited.

17. ACCRUED MARK-UP AND OTHER RECEIVABLES

	Note	2025	2024
		(Rupees)	
Mark-up receivable			
From related parties:			
- Aisha Steel Mills Limited		722,192	46,264,840
- Javedan Corporation Limited	15.8	-	10,558,850
- Globe Residency REIT		7,511,235	1,455,228
- Rahat Residency REIT		2,402,630	-
- Silk Islamic Development REIT		37,646,679	19,001,370
	17.1	48,282,736	77,280,288
Others	17.2	8,047,745	5,790,527
		56,330,481	83,070,815
Receivable against margin financing	17.3	270,374,543	117,387,003
Guarantee commission receivable	17.4		
Aisha Steel Mills Limited		274,282	283,284
Power Cement Limited		211,920	211,920
		486,202	495,204
Other receivables			
Recoverable from CPPA-G	17.5	172,357,048	178,029,166
Receivable against reverse repo arrangements		332,714,627	190,940,196
Receivable against sale of investment property	17.6	651,630,000	651,630,000
Others		4,931,223	11,779,978
		1,161,632,898	1,032,379,340
		1,488,824,124	1,233,332,362

17.1 The maximum amount outstanding from related parties in respect of mark-up receivable as at the end of any month during the year was Rs. 101.17 million (2024: Rs. 147.52 million). Further, the said receivable from related parties are on account of loans provided to them which are current and not past due.

17.2 This includes accrued markup due on margin financing amounting to Rs. 8.44 million (2024: Rs. 4.52 million).

17.3 Margin financing facility is provided to clients by AHL on markup basis ranging from 14.00% to 29.50% (2024: 25.00% to 29.50%) per annum.

17.4 The maximum amount due from related party in respect of guarantee commission as at the end of any month during the year was Rs. 0.49 million (2024: Rs. 0.50 million).

17.5 This represents WPPF paid by SEDPL, subsidiary company and invoiced to CPPA-G being pass-through item as per the terms of EPA based on discussions with CPPA-G. WPPF being pass-through item has no impact on consolidated statement of profit or loss.

17.6 This represents receivable from Rahat Residency REIT on account of sale of 5 commercial plots located at Block A, Naya Nazimabad, Deh Manghopir, Gadap Town, Karachi.

18. SHORT TERM INVESTMENTS

	Note	2025 (Rupees)	2024 (Rupees)
Equity securities - at FVTPL	18.1	**3,538,701,020**	7,279,016,292
Debt securities - at FVTPL	18.2	**59,429,642**	65,877,709
Investment in mutual funds	18.3	**25,882,019**	-
		3,624,012,681	7,344,894,001

18.1 Equity securities - at FVTPL

	Note	2025	2024
Investment in quoted equity securities			
- Investment in ordinary shares of related parties	18.1.1	**1,273,546,786**	5,357,818,648
- Investment in preference shares of related parties		**599,089,523**	558,976,188
- Investment in ordinary shares of other companies		**1,666,064,711**	1,362,221,456
		3,538,701,020	7,279,016,292

18.1.1 The Group's investments in ordinary and preference shares of related parties include entities classified as associated companies by virtue of common directorship.

18.1.2 Investment in quoted securities

	Note	2025 (Rupees)	2024 (Rupees)
Cost of investment		**2,853,078,944**	7,432,226,362
Unrealized gain / (loss):			
Balance at beginning of the year		**(153,210,071)**	(659,769,445)
Effect of scheme of arrangement		**-**	(47,163,583)
Unrealized gain for the year		**838,832,147**	553,722,956
		685,622,076	(153,210,071)
Balance at end of the year		**3,538,701,020**	7,279,016,292

18.2 Debt securities - at FVTPL

	Note	2025	2024
Quoted			
- Term Finance Certificates	18.2.1	**59,429,642**	65,877,709
		59,429,642	65,877,709

18.2.1 These represent the investments by AHL in Term Finance (TFC) and Sukuk Certificates made under Market Making arrangements. AHL has entered into such arrangements in accordance with Chapter 12 of PSX Rule Book with various Financial and Corporate Institution. Under the arrangements, the Company has to maintain minimum inventory of TFCs and Sukuks to place bid & offer on daily basis. These TFCs and Sukuks carry coupon rate ranging from 3 month KIBOR + 1.6% to 1.7% (2024: 3 month KIBOR + 1.5% to 1.7%), 6 month KIBOR + 1.5% to 2.25% (2024: 6 month KIBOR + 1.4% to 2.25%) calculated on the face value of the respective TFCs or Sukuks that is payable quarterly / semi annually.

Reconciliation of movement in TFC is as follows:

	Note	2025	2024
		(Rupees)	
Cost of the investments		**62,423,521**	66,566,383
Unrealised loss:			
Balance at beginning of the year		**(688,674)**	(3,063,629)
Unrealised (loss) / gain for the year		**(2,305,205)**	2,374,955
		(2,993,879)	(688,674)
Balance at end of the year		**59,429,642**	65,877,709

18.3 Investment in mutual funds

	Note	2025	2024
Cost of investment		**25,108,032**	-
Unrealised gain for the year		**773,987**	-
Balance at end of the year		**25,882,019**	-

19. CASH AND BANK BALANCES

	Note	2025	2024
With banks in:			
Current accounts			
- In local currency	19.1	**278,586,244**	473,557,539
- In foreign currency		**11,377,254**	11,152,022
		289,963,498	484,709,561
Savings accounts	19.2	**3,909,209,611**	3,275,554,492
		4,199,173,109	3,760,264,053
Cash in hand (in local and foreign currency)		**1,274,219**	1,299,976
Cash held in Central Depository Company Limited		**8,436,406**	6,908,525
		4,208,883,734	3,768,472,554

19.1 This includes unclaimed dividend deposited in separate dividend account amounting to Rs. 51.29 million (2024: Rs. 43.84 million).

19.2 Mark-up on deposit accounts carries profit rates ranging between 4% to 19.36% (2024: 8% to 24%) per annum.

19.3 Bank balances include customers' bank balances held in designated bank accounts by AHL, subsidiary company, amounting to Rs. 3,673.33 million (2024: Rs. 3,107.78 million), maintained on behalf of the clients.

20. SHARE CAPITAL

20.1 Authorised share capital

2025	2024		2025	2024
(Number of shares)			(Rupees)	
10,000,000,000	1,000,000,000	Ordinary shares of Re. 1 each (2024: Rs. 10 each)	**100,000,000,000**	10,000,000,000

20.2 Issued, subscribed and paid-up share capital

2025	2024		Note	2025	2024
(Number of shares)				(Rupees)	
5,000,000	5,000,000	Ordinary shares of Rs. 10 each fully paid in cash		**50,000,000**	50,000,000
450,750,000	450,750,000	Ordinary shares of Rs. 10 each issued as fully paid bonus shares		**4,507,500,000**	4,507,500,000
(2,000,000)	(2,000,000)	Ordinary shares of Rs. 10 each bought back at Rs. 360 per share	20.2.1	**(20,000,000)**	(20,000,000)
(45,375,000)	(45,375,000)	Ordinary shares of Rs. 10 each bought back at Rs. 27 per share	20.2.2	**(453,750,000)**	(453,750,000)
13,321,747	-	Ordinary shares of Rs. 10 each issued under scheme of arrangement	20.2.3	**133,217,470**	-
421,696,747	408,375,000			**4,216,967,470**	4,083,750,000
		Impact of Sub-division of shares			
4,216,967,470	-	Ordinary share of Re. 1 each issued under Sub-division of shares	20.2.4	**-**	-

20.2.1 During financial year 2005-2006, the Parent Company bought back two million shares of Rs. 10 each from its shareholders through tender notice at a price of Rs. 360 per share in accordance with section 95-A of the repealed Companies Ordinance, 1984 and Companies (Buy-back of shares) Rules, 1999. The acquisition resulted in reduction of capital and unappropriated profit by Rs. 20 million and Rs. 700 million respectively, in the relevant year.

20.2.2 During the financial year 2019-2020, the Parent Company purchased and cancelled 45,375,000 ordinary shares (10% of existing shares i.e. 453,750,000). The buy-back and cancellation of shares were approved by shareholders at the extra ordinary general meeting held on July 03, 2019. The shares were acquired at a purchase price of Rs. 27 per share. The purchase of shares were made in cash out of the distributable profits as required under Section 88(8) of the Companies Act, 2017 read with the Listed Companies (Buy-Back of Shares) Regulations, 2019. Pursuant to buy-back of shares the ordinary share capital of the Parent Company has been reduced by 45,375,000 ordinary shares amounting to Rs. 453,750,000.

20.2.3 This represents shares issued in the current year pursuant to a Scheme of Arrangement (the "Scheme"). The shareholders of the Parent Company and its subsidiary, Arif Habib Limited (AHL), in their respective extraordinary general meetings on December 26, 2023, approved a Scheme dated November 17, 2023. The Scheme, sanctioned by the Honorable High Court of Sindh on October 21,2024, was designed to bifurcate AHL into two distinct segments, the Demerged Undertaking and the Retained Undertaking, and simultaneously merge the Demerged Undertaking into the Company, effective from July 1, 2023.

In consideration for the Demerged Undertaking, the Parent Company issued 13,321,747 shares of Rs. 10 each, amounting to Rs.133.22 million, to the remaining shareholders of AHL, other than Parent Company, at a swap ratio of 0.8673 shares of AHCL for each ordinary share of AHL. No shares of AHL were cancelled as a result of the transaction.

20.2.4 Pursuant to the shareholders' special resolution in the extraordinary general meeting held on March 19, 2025, the face value of each ordinary share of the Parent Company was revised from Rs. 10 (Rupee Ten) to Re. 1 (Rupee One). Accordingly, each existing ordinary share has been subdivided into ten ordinary shares of Re. 1 each, without any alteration to the rights and privileges attached to the shares (the “Sub-division”).

Following the Sub-division, the Parent Company's subscribed and paid-up capital, previously comprising of 421,696,747 ordinary shares of Rs. 10 each, is now restructured into 4,216,967,470 ordinary shares of Re. 1 each. The subdivided shares were credited to the respective accounts of the entitled AHCL Shareholders maintained with Central Depository Company of Pakistan Limited on March 26, 2025.

20.2.5 As at June 30, 2025, Mr. Arif Habib (Chief Executive of the Company) held 78.77% (2024: 81.32%) of ordinary shares in the Parent Company.

20.2.6 All ordinary shares rank equally with regard to the Group’s residual assets. Holders of these shares are entitled to dividends as declared from time to time and are entitled to one vote per share at general meetings of the Group.

21. SHARES TO BE ISSUED UNDER SCHEME OF ARRANGEMENT

This reserve pertains to shares issued during the year ended June 30, 2025, in pursuant to the scheme of arrangement.

22. SURPLUS ON REVALUATION

In the year 2015, Arif Habib Limited (AHL), a subsidiary company, had reclassified leasehold land and offices to investment property. Immediately before transfer, AHL re-measured the said assets on respective fair values and recognised surplus in revaluation reserve as per the requirement of IAS 40 'Investment Property'.

23. GENERAL RESERVE

General Reserve is a part of the unappropriated profit account and does not have any particular use.

24. NON-CONTROLLING INTERESTS (NCI)

Following are the share of non-controlling interests in respective companies of the Group:

Subsidiary Companies	Note	2025	2024
		(Rupees)	
Arif Habib Limited	24.1 & 24.3	517,155,636	355,284,741
Rayaan Commodities (Private) Limited	24.1	23,153,061	22,572,675
		540,308,697	377,857,416
Sachal Energy Development (Private) Limited	24.1	2,260,247,363	1,986,446,538
		2,800,556,060	2,364,303,954

24.1 The following table summarises the information relating to each of the Group's subsidiaries that has NCI, before any intra group eliminations.

	2025		
	Arif Habib Limited	Sachal Energy Development (Private) Limited	Rayyan Commodities (Private) Limited
NCI Percentage	25.68%	14.17%	25.68%
	(Rupees)		
Non-current assets	320,885,261	15,500,812,385	12,164,009
Current assets	6,856,268,770	6,667,296,467	52,731,514
Non-current liabilities	(25,552,453)	(2,865,195,950)	-
Current liabilities	(5,225,857,850)	(3,408,369,452)	(4,385,002)
Net assets	1,925,743,728	15,894,543,450	60,510,521
Net assets attributable to NCI	517,155,636	2,260,247,363	23,153,061
Revenue	1,537,003,012	6,594,025,201	39,003,422
Profit for the year	979,261,988	3,526,865,819	2,267,464
Other comprehensive Income	-	-	-
Total comprehensive income	979,261,988	3,526,865,819	2,267,464
Profit allocated to NCI	247,257,221	500,568,295	580,386
Cash flows from operating activities	522,490,352	4,978,036,394	(8,592,912)
Cash flows from investing activities	165,325,854	(3,036,969)	8,449,695
Cash flows from financing activities	(348,717,481)	(5,128,048,400)	-
Net increase / (decrease) in cash and cash equivalents	339,098,725	(153,048,975)	(143,217)
Dividend paid to NCI	76,800,110	226,767,470	-

	2024		
	Arif Habib Limited	Sachal Energy Development (Private) Limited	Rayyan Commodities (Private) Limited
NCI Percentage	**25.68%**	**14.17%**	**25.68%**
	(Rupees)		
Non-current assets	284,768,007	16,689,505,216	12,084,837
Current assets	5,395,129,382	6,240,490,181	62,432,944
Non-current liabilities	(43,866,648)	(5,529,809,020)	-
Current liabilities	(4,362,849,071)	(3,432,508,746)	(16,274,723)
Net assets	1,273,181,740	13,967,677,631	58,243,058
Net assets attributable to NCI	355,284,741	1,986,446,538	22,572,675
Revenue	1,119,720,065	7,257,205,202	36,994,583
Profit	611,946,740	3,708,318,354	6,178,447
Other Comprehensive Income	-	-	-
Total comprehensive income	611,946,740	3,708,318,354	6,178,447
Profit allocated to NCI	164,787,995	526,920,681	1,816,238
Cash flows from operating activities	1,510,057,037	5,419,162,414	(2,352,386)
Cash flows from investing activities	317,350,651	(1,301,729)	815,048
Cash flows from financing activities	(178,661,831)	(5,510,293,115)	7,557,556
Net increase / (decrease) in cash and cash equivalents	1,648,745,857	(92,432,430)	6,020,218
Dividend paid to NCI	44,171,721	226,767,470	-

24.2 Profit allocated to NCI

	2025	2024
	(Rupees)	
Arif Habib Limited - Unconsolidated	**247,257,221**	164,787,995
Rayaan Commodities (Private) Limited	**580,386**	1,816,238
Sachal Energy Development (Private) Limited	**500,568,295**	526,920,681
	748,405,902	693,524,914

24.3 Transaction with non controlling interest

During the year, the group acquired additional 3.57% of the issued shares of Arif Habib Limited (AHL) for Rs. 143.06 million and subsequently the group disposed 2.18% of issued shares for Rs. 81.72 million, resulting in a net increase in shareholding of 1.39%. Immediately prior to the purchase, the carrying amount of the existing 27.08% non-controlling interest (NCI) in AHL was Rs. 366.84 million. The Parent Company recognised a net decrease in non-controlling interests and in equity attributable to owners of the parent of Rs. 8.57 million and Rs. 52.75 million respectively.

The effect on the equity attributable to the owners of the Parent Company during the year is summarised as follows:

	Note	2025	2024
		(Rupees)	
Consideration paid to NCI		61,339,687	-
Carrying amount of NCI acquired		(8,586,216)	-
Loss recognised in NCI reserve within equity		52,753,471	-

25. LONG TERM LOANS - secured

	Note	2025	2024
Term finance loan - ICBC	25.1	8,364,000,000	11,484,000,000
Exchange loss / (gain)		125,750,000	(245,500,000)
Repayment of loan		(2,807,750,000)	(2,874,500,000)
Less: Current portion		(2,841,000,000)	(2,788,000,000)
		2,841,000,000	5,576,000,000
Transaction cost			
Balance at beginning of the year		(126,509,109)	(215,564,629)
Less: Amortisation during the year	40	66,836,946	89,055,520
		(59,672,163)	(126,509,109)
		2,781,327,837	5,449,490,891

25.1 This represents long term loan facility of USD 100 million availed by subsidiary company, SEDPL from Industrial and Commercial Bank of China, Beijing (ICBC) under facility agreement dated February 15, 2015. This facility agreement was registered with the State Bank of Pakistan (SBP) on May 29, 2015. Previously, the facility carried markup at the rate of six-month LIBOR plus 3.75%, payable in arrears on a semi-annual basis. However, during the year, the benchmark rate was transitioned to six-month Term SOFR plus a historical Credit Adjustment Spread (CAS) of 0.42826%, along with the existing margin of 3.75%. The markup remains payable in arrears on a semi-annual basis. Principal is repayable in 20 semi annual installments with a grace period of two years. During the year, two semi annual installments of USD 5 million each (2024: USD 5 million each) have been repaid.

The loan is secured against first charge of USD 107,134,400, duly registered with SECP, over all present and future current and fixed assets, pledge of all shares of the Company in favor of ICBC and corporate guarantee issued by AHCL in the favor of ICBC.

Following are the key conditions as per the facility agreement which can create lender's right to demand payment of all or part of the outstanding loan:

- non payment of any due amount in pursuant to facility agreement;
- failure to comply with the terms of facility agreement related to purpose, security, non-disposal, SINOSURE insurance policy, negative pledge and financial covenants of the guarantee;
- any material misrepresentation given in relation to the facility agreement ;
- in case of insolvency of SEDPL or insolvency legal proceedings against SEDPL;
- in case of material adverse effect due to modification, revocation, suspension, termination or expiry of license or authority;
- SINOSURE insurance policy is terminated, repudiated, invalid or ineffective in any other way; and
- SEDPL suspends or ceases to carry on all or a material part of its business.

25.2 IBOR reforms have no impact on the facility as the interest rate is pass-through to the power purchaser as per tariff.

26. LAND LEASE LIABILITY

	Note	2025	2024
		(Rupees)	
Balance at beginning of the year		**43,581,663**	12,839,191
Additions during the year	26.3	**-**	35,957,526
Charge for the year		**1,744,543**	1,749,323
Unwinding of interest		**6,545,004**	3,995,623
Paid during the year		**(9,280,000)**	(10,960,000)
Balance at end of the year		**42,591,210**	43,581,663
Current portion shown under current liabilities		**(12,712,000)**	(9,280,000)
		29,879,210	34,301,663

26.1 Lease liability is payable as follows:

	2025		
	Less than one year	Later than one year but not later than five year	Total
	(Rupees)		
Future minimum lease payments	**12,712,000**	**71,826,960**	**84,538,960**
Less: Interest	**-**	**(41,947,750)**	**(41,947,750)**
Present value of minimum lease payment	**12,712,000**	**29,879,210**	**42,591,210**

	2024		
	Less than one year	Later than one year but not later than five year	Total
	(Rupees)		
Future minimum lease payments	9,280,000	75,258,960	84,538,960
Less: Interest	-	(40,957,297)	(40,957,297)
Present value of minimum lease payment	9,280,000	34,301,663	43,581,663

26.2 This includes lease rental liability against 680 acres of land in Jhimpir Area, District Thatta of the Province of Sindh acquired by SEDPL, subsidiary company, under a sub lease agreement dated October 20, 2014 of master lease agreement dated February 11, 2008. Under the terms of the sub-lease deed, SEDPL has paid lease rental and incidental expenses amounting to Rs. 5,905,000 for 10 years. SEDPL is required to pay lease rental amounting to Rs. 1,360,000 yearly for ten years (from February 01, 2018 to January 31, 2028), and Rs. 3,145,000 yearly for the next ten years (from February 01, 2028 to January 31, 2038). The lease rentals are being amortized on straight line basis over the useful life of the project.

26.3 This represents lease rental liability against 4000 square feet area building on rent for a period of 5 years commencing December 01, 2023.

27 LEASE LIABILITY

	2025	2024
	(Rupees)	
This represent lease liability of Parent Company and AHL, subsidiary company.		
Balance at beginning of the year	105,732,306	3,027,336
Additions during the year	7,192,000	122,802,220
Effect of lease modification	-	4,241,120
Interest accrued	18,430,223	24,593,833
Lease rental paid	(54,441,062)	(48,932,203)
Balance at end of the year	76,913,467	105,732,306
Lease liability	76,913,467	105,732,306
Less: current portion of lease liability	(51,361,014)	(43,961,487)
	25,552,453	61,770,819

27.1 Lease liability is payable as follows:

	2025		
	Less than one year	Later than one year but not later than five year	Total
	(Rupees)		
Future minimum lease payments	60,858,000	27,243,889	88,101,889
Less: Interest	(9,496,986)	(1,691,436)	(11,188,422)
Present value of minimum lease payment	51,361,014	25,552,453	76,913,467

	2024		
	Less than one year	Later than one year but not later than five year	Total
	(Rupees)		
Future minimum lease payments	54,012,145	79,287,845	133,299,990
Less: Interest	(10,050,658)	(17,517,026)	(27,567,684)
Present value of minimum lease payment	43,961,487	61,770,819	105,732,306

28. STAFF RETIREMENT BENEFITS

	2025	2024
	(Rupees)	
This represents deferred liability for employees' gratuity obligation of SEDPL (subsidiary company):		
Balance at beginning of the year	**46,016,466**	40,421,863
Provision for the year	**10,607,183**	9,258,880
Gratuity paid during the year	**(2,634,746)**	(3,664,277)
Balance at end of the year	**53,988,903**	46,016,466

28.1 This include provision for gratuity of Rs 35.98 million (2024: Rs 31.35 million) payable to key management personnel of SEDPL. The actuarial valuation in respect of provision for gratuity has not been carried out since the management believes that the impact is not material.

29. LOAN FROM SPONSOR

The Parent Company has a loan facility (the Facility) with Mr. Arif Habib (Sponsor) with the objective to fulfill the working capital requirement. On March 01, 2025, the facility was renewed whereby the Sponsor has agreed to finance up to the limit of Rs. 5,000 million (2024: Rs. 2,200 million) carrying mark up at 3-month KIBOR plus 0.8% per annum (2024: 3-month KIBOR plus 1% per annum) payable on such dates as may be mutually agreed by the parties during the term of the Facility. Following the renewal, the loan is now repayable upon issuance of a demand notice, which may only be served on or after July 30, 2026. This was previously repayable on demand at any time.

30. CONTRIBUTION FROM MUSHARAKA PARTICIPANTS

This includes contributions amounting to Rs. 522.54 million received from musharaka participants, namely Mr. Haji Ghani Usman and Mr. Iqbal Usman, under the musharaka agreement dated December 27, 2024.

This agreement establishes a joint arrangement for the acquisition, management, and potential development of plots FL-06 and COM-11, located in Naya Nazimabad, Karachi (refer note 9.1.3). The fair value gain on these plots as at June 30, 2025 amounting to Rs. 19.98 million has been allocated in line with the agreed profit-sharing ratios, resulting in a corresponding increase in liability by an amount of Rs. 7.23 million. Under the agreement:

- The Parent Company, as the managing partner, holds the legal title to the properties and is responsible for managing all operational aspects, including decisions regarding renting, selling, or reinvesting proceeds.

- The beneficial ownership of the properties is shared proportionately among the musharaka participants in the following contribution and profit-sharing ratios:

  - Arif Habib Corporation Limited (AHCL): 63.8%
  - Mr. Haji Ghani Usman: 31.2%
  - Mr. Iqbal Usman: 5.0%

31. DEFERRED TAXATION - net

	Note	2025	2024
		(Rupees)	
Taxable temporary differences			
- Investment in equity accounted associates		4,980,917,766	3,978,119,327
- Unrealised gain on investments		466,321,914	122,426,847
- Unrealised gain on investment property at fair value		4,270,602	-
- Right-of-use assets		23,296,742	6,380,615
		5,474,807,024	4,106,926,789
Deductible temporary differences			
- Intangible assets		(8,897,698)	(6,572,351)
- Impairment loss on other long term investment		(21,840,000)	(20,280,000)
- Provision for doubt debt and other receivables		(15,297,866)	-
- Lease liability against right of use assets		(29,996,252)	(11,255,571)
- Accelerated tax depreciation		(867,871)	(5,519,804)
- Unusued tax losses		(423,401,394)	(301,706,446)
		(500,301,081)	(345,334,172)
		4,974,505,943	3,761,592,617
Deferred tax asset not recognised	31.1	457,039,021	334,229,473
Deferred tax liability		5,431,544,964	4,095,822,090

31.1 Deferred tax assets have not been recognised in respect of the above items, because it is not probable that future taxable profits under normal tax regime will be available against which the Parent Company can use the benefits therefrom. This includes deferred tax asset not recognised on unused tax losses of Rs. 423.40 million (2024: Rs. 301.70 million).

31.2 Net difference of Rs. 1,335.72 million (2024: Rs. 846.58 million) has been recognised in the consolidated statement of profit or loss.

32. TRADE AND OTHER PAYABLES

	Note	2025	2024
		(Rupees)	
Creditors	32.1	3,421,340,459	3,023,733,425
Commission payable	32.2	256,636,235	233,243,989
Operating and maintenance payable	32.3	196,999,900	200,443,036
Workers' Profit Participation Fund Payable		192,745,588	199,152,419
Installments collected on behalf of the Company	32.4	359,769,104	68,271,914
Payable against reverse repo transaction	32.5	228,126	-
Other accrued expenses	32.6	299,174,234	39,156,891
Other liabilities		25,760,601	21,319,112
Advance from customers		3,220,169	899,847
Payable to Javedan Corporation Limited	9.1.2	266,545,000	-
Contribution from consortium members	32.7	48,076,000	-
Payable to Provident fund		2,210,150	-
		5,072,705,566	3,786,220,633

32.1 This includes amount of Rs. 17.26 million (2024: Rs. 249.33 million) payable to related parties by AHL.

32.2 This includes amount of Rs. 157.84 million (2024: Rs. 102 million) payable to related parties by AHL.

32.3 This includes payable by SEDPL to Hydrochina International Engineering Company Limited amounting to Rs. 125.70 million (2024: Rs. 123.42 million) on account of operations and maintenance of plant.

32.4 This represents installments collected by GRR on behalf of the Company on sale of investment property, including Rs. 106.04 million as surplus over the installments due on the Company (refer note 15.5).

32.5 This represents amount payable to M/s. Ranipur Sugar Mills (Private) Limited for amount realized, over and above of the receivable, on disposal of collateral held against reverse repo transaction. Out of total, Rs. 202.285 million has been paid and the remaining amount is standing as payable.

32.6 This includes Rs. 1.42 million (2024: Rs. 1.37 million) payable to Rotocast Engineering Company (Private) Limited, a related party on account of monthly expense contribution of utilities and maintenance charges.

32.7 This amount represents funds received from consortium members to finance the bidding process for the privatisation of Pakistan International Airlines Corporation Limited. The consortium has obtained pre-bid approval from the Privatisation Commission of Pakistan to proceed with the process.

33. SHORT TERM BORROWINGS

	Note	2025	2024
		(Rupees)	
Secured - from banking companies			
- Running finance	33.1	**1,396,611,538**	1,165,647,311

33.1 Short term running finance facilities are available to Parent Company and AHL, from various commercial banks, under mark-up arrangements, amounting to Rs. 12,100 million (2024: Rs. 11,200 million). These facilities have various maturity dates up to May 31, 2026 and need to be renewed after that.

These running finance facilities carry mark-up ranging from 1 month KIBOR + 0.5% to 1.0% and 3 months KIBOR + 0.7% to 1.75% (2024: 1 month KIBOR + 0.5% to 1% and 3 months KIBOR + 0.5% to 1.75%) calculated on a daily product basis, and is payable quarterly. The aggregate amount of these facilities which have not been availed at the reporting date amounts to Rs. 10,703 million (2024: Rs. 10,034 million).

33.2 Total value of securities belonging to customers pledged with financial institutions for the year ended June 30, 2025 amounts to Rs. 10,025.5 million (2024: Rs. 6,666 million).

33.3 Short term Running Musharakah ("RM") facility of Rs Nil (2024: 1,000 million) is obtained from Faysal Bank Limited ("FBL") by SEDPL out of which the availed portion as at June 30, 2025 amounts to Rs Nil (2024: Rs Nil). This facility is obtained against the following securities and is repayable as per the terms of RM over a period of one year.

- Ranking charge over all present and future current and fixed assets of SEDPL.
- personal guarantee of director Mr. Arif Habib.

34. CONTINGENCIES AND COMMITMENTS

34.1 Contingencies

Parent company

34.1.1 During the year ended June 30, 2012, the Securities and Exchange Commission of Pakistan (SECP) issued an order under Section 22 of the Securities and Exchange Ordinance, 1969 ("the Ordinance") regarding non-compliance of orders passed by it under Section 18A of the Ordinance for depositing confiscated subscription money amounting to Rs. 3.14 million relating to fictitious applications received by the Parent Company for subscription of shares of Summit Bank Limited which were offered to general public by the Parent Company in 2007. On November 02, 2012, Appellate bench of the SECP dismissed the appeal filed by the Parent Company against the order. The Parent Company has filed a constitutional petition challenging the orders passed by the SECP before Honourable High Court of Sindh which has granted ad interim stay. The petition is being contested and management is confident that the petition will be decided in the Parent Company's favour.

34.1.2 The Parent Company is contesting along with other defendants four suits filed by M/s. Shafi Chemicals Industries Limited (the Plaintiffs) in the year 2002-2003 for damages jointly against Mr. Saleem Chamdia, Mr. Arif Habib, Mr. Aqeel Karim Dedhi, Mr. A. Ghaffar Usman Moosani, Mr. Shahid Ghaffar, the Pakistan Stock Exchange Limited (PSX), the Securities and Exchange Commission of Pakistan (SECP), the Central Depository Company of Pakistan Limited (CDC), Saleem Chamdia Securities (Private) Limited, Arif Habib Corporation Limited, Moosani Securities Limited and Aqeel Karim Dedhi Securities Limited. The suits are for recovery of damages against the decision of the PSX in respect of Risk Management System of its Clearing House during the year 2000. The Chief Executive Officer of the Parent Company was the Chairman of the Board of Directors of PSX during the year 2000. The Parent Company has been made party to the suits by the plaintiffs. Individual liability of respective parties and undertakings is not quantifiable.

The suit was dismissed due to non-prosecution on May 03, 2021, however, the suit was reopened and the case is pending with the Honourable High Court of Sindh.

The legal advisor of the Parent Company is of the opinion that there are reasonable grounds for a favourable decision. According to management, the suit is likely to be dismissed as these are not based on factual or legal basis and no financial liability is expected to accrue as a consequence of the said suits against the Parent Company. Accordingly, no provision has been recognised there against.

34.1.3 For tax related matters, refer note 43 to these consolidated financial statements.

AHL, subsidiary company

34.1.4 AHL has been contesting a demand of Rs. 45.42 million raised against its non-taxable services vide order issued on September 12, 2014 by the Assistant Commissioner, Sindh Revenue Board. AHL filed an appeal against the impugned order in the appropriate forums and, accordingly, a stay was granted to AHL against the impugned order. During the year 2018, the Appellate Tribunal Sindh Revenue Board remanded the case to the learned Commissioner (Appeals) for decision denovo on merits in terms of note / opinion recorded by the Member Technical. AHL's legal counsel is of the view that the AHL has a favorable case based on merit. Accordingly, AHL has not made any provision of the said amount in these consolidated financial statements.

SEDPL and BGPL , subsidiary companies

34.1.5 There are no contingencies as on June 30, 2025 (2024 : Nil)

Associates

34.1.6 The Group's share of associates' contingent liabilities is Rs. 5,119.39 million (2024: Rs. 4,065.82 million).

34.2 Commitments

Parent company

34.2.1 The Parent Company has issued Corporate Guarantee, on behalf of a subsidiary company, namely Sachal Energy Development (Private) Limited (SEDPL), amounting to USD 100 million. The amount outstanding as at the year end amount to USD 20 million (2024: USD 30 million) to Industrial Commercial Bank of China in relation to a project financing agreement of SEDPL.

34.2.2 The Parent Company has issued guarantee of Rs. 625 million (2024: Rs. 625 million), Rs. 500 million (2024: nil) and Rs. Nil (2024: Rs. 677.45 million) on behalf of Aisha Steel Mills Limited (ASML) - a related party to secure financing arrangement from Habib Metropolitan Bank Limited, Sindh Bank Limited and Faysal Bank respectively. The Parents Company has pledged 24.5 million (2024: 24.5 million) ordinary shares of Fatima Fertilizer Company Limited valued at Rs. 2,435.55 million (2024: Rs. 1,264 million) as at year end to Habib Metropolitan Bank Limited against this financing facility availed by ASML.

34.2.3 The Parents Company has issued Corporate Guarantee on behalf of Power Cement Limited (PCL) to the extent of Rs. 847.68 million (2024: Rs. 847.68 million) issued to secure payment obligations of PCL.

34.2.4 The Parent Company has pledged 100.85 million shares (2024: 115.85 million shares) of Fatima Fertilizer Company Limited valued at Rs. 10,025.50 million (2024: Rs. 5,980 million) with various banks for running finance facilities obtained by Arif Habib Limited, a subsidiary company. The facility limit against which guarantee was provided as at reporting date was Rs. 3.15 billion (2024: Rs. 2.76 billion).

34.2.5 The Parent Company has obtained letters of indemnity from the respective related parties.

The Parent Company holds 2.56 billion shares (2024: 2.56 billion) of Silkbank Limited in its CDC account. During financial year 2020, Silk bank Limited's sponsor had exercised the option granted to purchase the Company's entire investment in Silkbank Limited. Accordingly, the Parent Company had derecognised its investment in Silkbank Limited and had also set off relevant deposits and margin against this investment. However, shares will be transferred as per the option agreement in due course in line with regulatory approvals.

Effective from March 11, 2025, Silkbank Limited was formally amalgamated with United Bank Limited (UBL), following the State Bank of Pakistan's sanction dated March 10, 2025. As a result of the amalgamation, the Parent Company now holds 15.78 million shares of UBL in place of its former Silkbank shares.

AHL, Subsidiary Company	2025	2024
	(Rupees)	
34.2.6 Following commitments are outstanding as at the year end:		
- Outstanding settlements against marginal trading contracts	**138,417,338**	138,417,338
- Outstanding settlements against sale/ purchase of securities in regular market	**449,688,074**	97,136,093
- Financial guarantee given by a commercial bank on behalf of AHL	**1,050,000,000**	750,000,000

34.2.7 The Subsidiary Company, SEDPL has entered into Service and Availability Agreement with Goldwind Pakistan (Private) Limited on July 01, 2019 for a period of three (03) years. SEDPL has signed the extension of Service and Availability Agreement with Goldwind Pakistan (Private) Limited dated July 01, 2022 for a period of five (05) years starting from July 01, 2022. The fee of USD 1,000,000 is agreed for the year 2025-26.

Associates

34.2.8 The Group's share of associates' contingent liability is Rs. 5,119.39 million (2024: 2,377 million).

34.2.9 Significant contracts of SEDPL

(a) Energy Purchase Agreement (EPA)

SEDPL has entered into EPA on February 27, 2014 with Central Power Purchasing Agency ("CPPA-G") on behalf of ex -WAPDA Distribution Companies ("the Power Purchaser") for the sale of its entire energy for the term of EPA i.e. 20 years.

(b) Implementation Agreement (IA)

SEDPL has entered into IA with GoP on August 11, 2014 to install wind turbines to generate and sell electricity up to 49.5 MW in Sindh Province, Pakistan.

(c) Facility Agreement

SEDPL has entered into Facility Agreement of USD 100 Million with ICBC on February 15, 2015.

35. REVENUE

	Note	2025	2024
		(Rupees)	
Revenue from sale of energy - net	35.3	**6,594,025,201**	7,040,372,089
Brokerage income		**958,538,984**	662,581,775
Advisory and consultancy fee		**267,383,005**	250,218,507
Dividend income		**354,324,130**	755,949,239
Mark-up income on loans to associates	35.1	**104,972,550**	343,793,119
Mark-up income on bank deposits		**467,386,983**	560,948,528
Inter bank brokerage income		**196,368,820**	116,066,254
Mark-up income on margin financing		**80,928,491**	52,475,177
Commodity brokerage income		**39,003,422**	36,994,583
Mark-up income on term finance certificates		**10,522,059**	25,779,266
Guarantee commission income	35.2	**1,971,770**	2,150,136
Unwinding of interest of debt instrument		**129,151,996**	111,446,528
		9,204,577,411	9,958,775,201

35.1 This represents mark-up income on loans extended by the Parent Company to related parties, namely Aisha Steel Mills Limited, Javedan Corporation Limited and Fatima Fertilizers Company Limited.

35.2 This pertains to guarantees issued by the Parent Company to related parties namely Aisha Steel Mills Limited and Power Cement Limited.

35.3 Revenue from sale of energy - net

	2025	2024
	(Rupees)	
Regular energy	**4,892,218,415**	5,784,102,178
Short fall energy	**1,960,396,419**	1,492,387,290
Less: Sales tax	**(653,545,955)**	(842,920,449)
	6,199,068,879	6,433,569,019
Late payment charges	**394,956,322**	606,803,070
	6,594,025,201	7,040,372,089

36. GAIN ON REMEASUREMENT OF INVESTMENTS - NET

	2025	2024
Long term investment - at fair value through profit or loss	**1,254,603,326**	(360,821,338)
Short term investments - at fair value through profit or loss	**837,300,929**	553,722,956
	2,091,904,255	192,901,618

37. COST OF ENERGY SALES

	Note	2025 (Rupees)	2024 (Rupees)
Salaries, wages and benefits		**93,989,689**	87,283,699
Operations and maintenance		**303,546,537**	289,351,931
Travelling and transportation		**25,569,932**	29,014,380
Land lease rent		**1,744,543**	1,749,323
Import energy cost		**24,356,286**	12,974,220
Consultancy services		**4,224,018**	4,606,520
Communication		**4,143,492**	5,890,697
Operational insurance		**128,866,116**	125,600,000
Fee and subscription		**2,675,487**	3,753,612
Security services		**46,972,804**	43,633,135
Depreciation	5.3	**1,308,058,830**	1,326,073,736
Water charges		**10,506,323**	10,268,430
Other expenses		**5,349,917**	5,318,776
		1,960,003,974	1,945,518,459

38. ADMINISTRATIVE EXPENSES

	Note	2025 (Rupees)	2024 (Rupees)
Salaries and benefits	38.1	**1,277,095,995**	841,786,508
Royalty	38.2	**320,000,000**	320,000,000
Printing and stationery		**6,583,930**	8,093,445
Communication		**38,798,317**	27,477,711
Rent, rates and taxes		**5,226,625**	10,012,363
Utilities		**12,265,699**	10,495,176
Legal and professional charges		**17,273,575**	17,603,692
Central Depository Company and clearing house charges		**61,200,150**	29,492,377
Entertainment		**10,777,227**	11,282,047
Travel and conveyance		**114,656,042**	98,359,257
Depreciation	5.3	**69,640,794**	65,360,934
Amortisation of intangible assets	6	**293,205**	433,647
Repairs and maintenance		**83,511,056**	67,967,399
Insurance		**22,809,681**	17,722,809
Fees and subscription		**40,434,975**	36,434,853
Advertisement, business promotion and research		**280,788,530**	23,059,730
Meeting expenses		**2,238,630**	3,950,000
Auditors' remuneration	38.3	**10,201,750**	9,135,625
Technical assistance / commission and advisory fee		**13,008,812**	10,297,431
Man power services	38.4	**18,962,864**	20,714,800
Others		**58,980,804**	29,932,568
		2,464,748,661	1,659,612,372

38.1 This includes the Group's contribution to staff retirement benefits amounting to Rs. 24.98 million (2024: Rs. 22.98 million).

38.1.1 Parent Company, AHL and RCPL have set up provident fund for its employees. All investments out of provident fund have been made in accordance with the provisions of section 218 of the Companies Act, 2017 and the conditions specified thereunder.

38.2 This represents payment made as reward to Mr. Kashif Mateen Ansari (Chief Executive Officer) of Sachal energy development (Private) limited of royalty for conceptual framework developed in 2009 approved by the chairman of the Board of Directors (BoD) during the year under the authority given by the BoD in the meeting held on September 15, 2021.

38.3 Auditors' remuneration

	2025	2024
	(Rupees)	
Audit fee	6,879,800	5,475,990
Interim & other services (certifications)	2,060,000	2,901,159
Out of pocket	858,750	461,999
Sales tax	403,200	296,477
	10,201,750	9,135,625

38.4 These represent charges paid by AHL to M/s. Arif Habib Consultancy (Private) Limited, its related party, in respect of recruitment services obtained for providing senior and highly qualified consultants to lead the Subsidiary Company's investment banking department.

39. OTHER INCOME

	Note	2025	2024
		(Rupees)	
Profit on exposure deposit		17,952,341	35,451,779
Exchange gain		235,755	3,649,770
Mark up on reverse repo transaction		49,458,454	32,144,885
Gain on disposal of associate		19,683,535	-
Others		3,416,214	1,977,127
		90,746,299	73,223,561

40. FINANCE COSTS

	Note	2025	2024
Mark-up on long term loans		667,028,439	984,581,361
Mark-up on short term borrowings		547,378,135	707,109,953
Mark-up on loan from sponsor		134,214,626	1,863,890
Interest expense on lease		24,975,227	27,573,915
Bank charges		17,798,500	12,508,828
Amortisation of transaction cost	40.1	66,836,946	89,055,520
Guarantee charges		686,383	-
Mark-up on Margin Trading System securities		2,704,431	1,721,732
		1,461,622,687	1,824,415,199

40.1 Relates to a long term loan obtained by SEDPL, a subsidiary company, as mentioned in note 25.1.

41.	OTHER CHARGES	Note	2025	2024
			(Rupees)	
	Donations	41.1	38,300,500	3,300,000
	Provision for expected credit losses on trade debts		30,242,864	12,627,092
	Advance written off	13	37,000,000	-
	Exchange loss		2,486,599	336,879
	Loss on disposal of fixed / scrap assets		94,320	402,588
	Miscellaneous charges		-	1,783,856
			108,124,283	18,450,415

41.1 Donations made to a single party exceeding Rs. 1 million or 10% of total donations, whichever is higher, are detailed below:

	2025	2024
	(Rupees)	
Arts Council of Pakistan	30,000,000	-
Memon Health and Education Foundation	1,000,000	2,000,000
Baitussalam Welfare Trust	-	1,000,000
Memon Education Monetary foundation	2,000,000	-
Eduljee Dinshaw Road Project Trust	1,000,000	-
Layton Rahmatulla Benevolent Trust	1,000,000	-
Lahore Businessmen Association for Rehabilitation of the Disabled	1,000,000	-
Saylani Welfare International Trust	1,000,000	-

41.2 There are no donations to any person, institution or organisation in which a director or his spouse had any interest.

42.	LEVIES	2025	2024
		(Rupees)	
	Income tax - Final tax regime	21,598,963	21,834,159
	Income tax - Tax on deemed rental income u/s 7E	389,000	389,000
		21,987,963	22,223,159

42.1 This represents final tax paid under section 5 and section 7E of Income Tax Ordinance 2001 (ITO 2001), representing levy in terms of requirements of IFRIC 21 / IAS 37.

42.2 Reconciliation of current tax charge

	2025	2024
	(Rupees)	
charged as per tax laws for the year, with current tax recognised in the profit and loss account	**1,481,717,382**	964,162,005
Current tax liability for the year as per applicable tax laws	**(1,459,729,419)**	(941,938,846)
Portion of current tax computed as per tax laws, representing levy in terms of requirements of IFRIC 21 / IAS 37	**(21,987,963)**	(22,223,159)
	-	-

43. INCOME TAX EXPENSE

	Note	2025	2024
Current			
- For the year		**1,452,722,195**	948,287,209
- Prior year		**7,007,224**	(6,348,363)
		1,459,729,419	941,938,846
Deferred	31.2	**1,335,722,874**	846,577,383
		2,795,452,293	1,788,516,684

43.1 Relationship between tax expense and accounting profit

	2025	2024	2025	2024
	(Effective interest rate %)		(Rupees)	
Profit before income tax			**13,933,152,247**	10,302,224,293
Tax at the applicable tax rate at 29% (2023: 29%)	**29%**	29%	**4,040,614,152**	2,987,645,045
Tax effect of:				
Income under final tax regime	**3.23%**	(5.32%)	**449,931,011**	(547,591,268)
Income taxed at lower rate	**(0.83%)**	(0.97%)	**(115,890,394)**	(100,014,587)
Minimum turnover tax	**(0.02%)**	(0.04%)	**(3,393,149)**	(3,978,615)
Prior year tax	**0.05%**	(0.06%)	**7,007,244**	(6,348,363)
Non-deductible expenses	**2.12%**	1.35%	**295,905,046**	138,742,422
Exempt income / permanent difference	**(7.46%)**	(3.26%)	**(1,039,259,090)**	(335,446,922)
Super tax	**4.24%**	3.85%	**590,252,403**	396,142,460
Effect of rate differential	**(9.84%)**	(6.05%)	**(1,370,470,645)**	(622,791,636)
Others	**(0.43%)**	(1.14%)	**(59,244,285)**	(117,841,852)
			2,795,452,293	1,788,516,684

Parent company

43.2 The provision for current year tax represents tax on taxable income under final tax regime as per the applicable rate, minimum tax per annum and super tax at the applicable rate as levied under Income Tax Ordinance 2001. The Parent Company computes current tax expense based on the generally accepted interpretation of the tax laws to ensure that sufficient provision for the purpose of taxation is available. According to the management, the tax provision made in these consolidated financial statements is sufficient.

43.3 During the financial year 2021, the petition filed by the Parent Company against the imposition of super tax for rehabilitation of temporarily displaced persons under section 4B of the Income Tax Ordinance, 2001 for the tax years 2015 to 2019 in the Honourable High Court of Sindh was rejected vide order dated July 21, 2020. The Parent Company, in consultation with its legal and tax advisors, has filed an appeal against the decision of the Honourable High Court of Sindh in the Supreme Court of Pakistan.

Consequent to the High Court judgement, the tax authorities issued notices to the Parent Company and subsequently framed orders for the recovery of super tax for the relevant tax years. An appeal has been filed against these orders with the Commissioner Inland Revenue (Appeals) along with stay against recovery of demand based on certain contentious and factual grounds. Further, through an interim order dated November 26, 2020, the Honourable Supreme Court of Pakistan has ordered for no coercive action against the petitioners who deposit 50% of outstanding tax demand, accordingly the Parent Company had made the required deposit. The management has assessed the sufficiency of tax provision on account of super tax and considers that these sufficient for the purpose.

43.4 The Government has levied a special tax from tax year 2022 and onwards on high earning persons. As per section 4C of the Income Tax Ordinance 2001 (the Ordinance), among others, where income exceeds Rs. 500 million, super tax shall be charged at a rate of 10% of income calculated under section 4C of the Ordinance. The Company has filed a constitutional petition against the imposition of such super tax on high earning persons including specified sectors in the Honourable Islamabad High Court and have obtained the stay order on its payment. The Parent Company in consultation with its legal and tax advisor expects a positive outcome, however a provision amounting to Rs. 358.41 million for tax year 2024 and Rs. 451.58 million for the tax year 2025 has been recorded in these consolidated financial statements.

43.5 The deemed assessment for the tax year 2023 was subsequently modified by the Additional Commissioner Inland Revenue (AdCIR) by issuing amended assessment order (Order), demanding an additional tax of Rs. 77.87 million by mainly attempting to reclassify the Parents Company's normal business income to income from other sources. The Parent Company had filed appeal before the Appellate Tribunal Inland Revenue (ATIR) against the Order which is still pending. The Parent Company, based on the legal advice, is confident that the ultimate outcome will be in favourable and accordingly, no provision has been recorded in these consolidated financial statements.

AHL, subsidary company

43.6 Income tax assessments of the AHL are deemed to be finalized as per tax returns file up to tax year 2024. Tax returns are subject to further assessment under provisions of the Income Tax Ordinance, 2001 (""the Ordinance"") unless selected for an audit by the taxation authorities. The Commissioner of Income Tax may, at any time during a period of five years from date of filing of return, select a deemed assessment order for audit.

43.7 AHL has been contesting Civil Suit No. 2596 of 2015 against levy of "Super Tax" u/s 4B of the Income Tax Ordinance, 2001 introduced through Finance Act, 2015 in the High Court of Sindh. The honorable High Court has ordered stay on any coercive action against the recovery of demand on super tax, therefore, the AHL has not paid any Super tax accordingly. The said stay is still in force and the AHL has recorded a provision in previous years. AHL filed a petition in Sindh High Court Karachi against the recovery of Super tax bearing C.P. No. D 5421/2018 for the tax year 2017 on July 21, 2018 and C.P. No.D 4980/2020 for the tax year 2018 on October 12, 2020, both the petitions were rejected by the Sindh High Court on September 15, 2020 and November 14, 2020 respectively. AHL filed C.P.2329/2020 pertaining to "Super Tax" u/s 4B for the tax year 2017 on November 14, 2020 and C.P. 239/2021 for the tax year 2018, which were heard by the Honourable Supreme Court of Pakistan as per it's direction. The Honourable Supreme Court of Pakistan directed petitioner taxpayers to deposit 50% of their respective impugned outstanding tax amounts pertaining to super tax u/s 4B with the respondent authorities for tax year 2017 on November 26, 2020 and for the tax year 2018 on February 22, 2022, no coercive action for recovery shall be taken against such tax payers in the meanwhile, accordingly AHL has made the required deposit.

AHL is contesting Appeal No. 604/2025 before the Supreme Court of Pakistan regarding the provision of Super Tax under Section 4C for the financial years 2023 and 2024. The constitutionality of this levy is currently under review by the Supreme Court, subsequent to a favorable judgment for taxpayers delivered by the Islamabad High Court in Commissioner Inland Revenue v. Pakistan Oilfields Ltd. and others (2024 SLD 3993). Based on legal precedent and professional advice, the Management of AHL remains confident of a favorable outcome before the Supreme Court.

BGPL, subsidiary company

43.8 The income tax assessments of BGPL are deemed to have been assessed up to and including the tax year 2024.

43.9 Deferred tax asset amounting to Rs. 0.59 million (2024: Rs.12.25 million) in respect of unused tax losses has not been recognised in these consolidated financial statements as management is of the view that it is not probable at this stage that sufficient taxable profits under normal tax regime will be available in the foreseeable future against which deductible temporary differences can be utilized.

44. EARNINGS PER SHARE - BASIC AND DILUTED

Basic earnings per share is calculated by dividing the profit attributable to equity holders of the Parent Company by the weighted average number of ordinary shares in issue during the year. There is no dilutive effect on the basic earnings per share of the Parent Company as at June 30, 2025.

44.1 BASIC EARNINGS PER SHARE

	2025	2024
	(Rupees)	
Profit after tax from continuing operations attributable to ordinary shareholders	**10,389,294,052**	7,820,182,695
	(Number)	
		(Restated)
Weighted average number of ordinary shares	**4,216,967,470**	4,216,967,470
Earnings per share - basic and diluted	**2.46**	1.85

44.2 The earnings per share has been adjusted retrospectively to incorporate the effect of the share split (refer note 20.2).

44.3 Diluted earnings per share

Diluted earnings per share has not been presented as there is no convertible instruments in issue as at June 30, 2025 and June 30, 2024 which would have any effect on the earnings per share if the option to convert is exercised.

45. REMUNERATION OF CHIEF EXECUTIVE OFFICER, DIRECTORS AND OTHER EXECUTIVES

45.1 For the purpose of disclosure, those employees are considered as executives whose basic salary exceeds twelve hundred thousand rupees in a financial year.

45.2 The aggregate amounts charged in these consolidated financial statements in respect of remuneration including benefits to the Chief Executive Officer and Directors of the Parent Company and other Executives of the Group are given below:

	Chief Executive		Directors		Executive employees	
	2025	2024	2025	2024	2025	2024
	(Rupees)					
Managerial remuneration	**12,000,000**	12,000,000	**-**	-	**168,899,034**	143,058,189
Contribution to provident fund	**967,740**	967,740	**-**	-	**14,481,690**	10,652,778
Bonus	**3,000,000**	2,000,000	**-**	-	**638,951,730**	317,583,629
Other perquisites and benefits	**600,000**	600,000	**-**	-	**22,540,999**	13,221,957
Directors' Meeting fee	**-**	-	**1,225,000**	2,300,000	**-**	-
Total	**16,567,740**	15,567,740	**1,225,000**	2,300,000	**844,873,453**	484,516,553
Number of person(s)	**1**	1	**7**	7	**50**	39

45.3 The Chief Executive has been provided with free use of Parent company's maintained vehicles in accordance with the company's policy. The net book value of these vehicles are Rs. 7.23 million (2024: Rs. 9.04 million).

Executives as mentioned above include Directors and Chief Executive of subsidiary companies. Besides above, group insurance and medical facilities under insurance coverage were provided to the above mentioned personnel.

46. CASH GENERATED FROM OPERATIONS

	Note	2025	2024
		(Rupees)	
Profit before income tax		**13,933,152,247**	10,302,224,293
Adjustments for:			
Depreciation	5.3	**1,377,699,624**	1,391,434,670
Amortisation of intangible assets	38	**293,205**	433,647
Levies	42	**21,987,963**	22,223,159
Mark-up income		**(582,881,592)**	(930,520,913)
Unwinding of interest income on debt instrument		**(129,151,996)**	(111,446,528)
Gain on disposal of associate	39	**(19,683,535)**	-
Share of profit of equity-accounted investees - net of tax	10.4	**(6,843,256,104)**	(4,768,956,103)
Unrealised gain on remeasurement of investment property	9.1.5	**(13,747,240)**	(12,650,971)
Loss / (gain) on sale of investment property	9.1	**18,936,679**	(749,029)
Provision for gratuity	28	**10,607,183**	9,258,880
Unrealised (gain) / loss on remeasurement of other long term investment	36	**(1,254,603,326)**	360,821,338
Unrealised gain on remeasurement of short term investment	36	**(837,300,929)**	(553,722,956)
Loss on sale of property, plant and equipment	41	**94,320**	402,588
Provision for expected credit losses on trade debts	41	**30,242,864**	12,627,092
Amortisation of land lease rent	26	**1,744,543**	1,749,323
Amortisation of transaction cost	40	**66,836,946**	89,055,520
Markup on reverse repo transaction	39	**(49,458,454)**	-
Exchange loss on foreign currency translation		**2,250,844**	-
Interest expense on lease	40	**24,975,227**	27,573,915
Finance cost		**1,217,797,388**	1,693,413,046
		(6,956,616,390)	(2,769,053,322)
		6,976,535,857	7,533,170,971
Effect on cashflow due to working capital change:			
(Increase) / decrease in current assets			
Trade debts		**(720,049,557)**	(881,711,618)
Receivable against trading of securities - net		**(683,091,537)**	
Loans and advances		**66,399,566**	(1,675,693,355)
Deposits and prepayments		**(100,984,198)**	(165,896,267)
Accrued mark-up and other receivables		**(282,232,096)**	404,912,101
Short term investments		**1,583,946,150**	(257,238,344)
Receivable against margin trading system		**9,956,260**	
Long term deposits and other receivables		**-**	(7,275,471)
		(126,055,412)	(2,582,902,954)
Decrease / (increase) in current liabilities			
Trade and other payables		**1,455,308,380**	2,611,771,026
Payable against purchase of investment - net		**(198,721,206)**	198,721,206
Unclaimed dividend		**7,445,422**	214,733
		1,264,032,596	2,810,706,965
Cash generated from operations		**8,114,513,041**	7,760,974,982

47. CASH AND CASH EQUIVALENTS

	Note	2025	2024
		(Rupees)	
Cash and bank balances	19	**4,208,883,734**	3,768,472,554
Short term borrowings - running finance	33	**(1,396,611,538)**	(1,165,647,311)
		2,812,272,196	2,602,825,243

48. FINANCIAL INSTRUMENTS

The Board of Directors has overall responsibility for the establishment and oversight of Group's risk management framework. The Board is also responsible for developing and monitoring the Group's risk management policies. The Group has exposures to the following risks from the use of financial instruments:

- Credit risk
- Liquidity risk
- Market risk

Risk management framework

The risk management system devised by the Board comprises of a wide range of finely tuned groupwide organizational and procedural components and is capable of identifying events and developments impairing the going-concern status of the Group. The risk management system is designed to promote a balanced approach to risks at all organizational levels, identify and analyse the opportunities and risks at an early stage, their measurement and the use of suitable instruments to manage and monitor risks.

48.1 Credit risk

Credit risk is the risk of the financial loss that would be recognised at the reporting date if counterparties fail to meet its contractual obligations.

Credit risk management

It is the Group's policy to enter into financial contracts with reputable, diverse and creditworthy counterparties and, wherever possible or deemed necessary, obtain collaterals in accordance with internal risk management policies and investment guidelines designed for credit risk management. Management closely monitors the creditworthiness of the Group's counterparties.

Concentration of credit risk arises when a number of counter parties are engaged in similar business activities or have similar economic features that would cause their abilities to meet contractual obligation to be similarly affected by the changes in economic, political or other conditions.

In order to mitigate credit risk, the Group measures loss allowances at an amount equal to lifetime Expected Credit Losses (ECLs), except for debt securities, loan to related parties, bank balances and other financial assets measured at amortised costs for which credit risk has not increased significantly since initial recognition.

Exposure to credit risk

The Group's maximum credit exposure (without taking into account collateral and other credit enhancement) at the reporting date is represented by the carrying amount of financial assets as follows:

	2025	2024
	(Rupees)	
Debt instrument - at fair value through profit or loss	7,378,882,067	4,004,152,921
Debt instrument - at amortised cost	927,313,472	798,161,476
Trade debts	6,456,793,572	5,766,986,879
Long term deposits	27,697,297	12,069,963
Loans	106,039,022	316,274,377
Accrued mark-up and other receivables	1,488,824,124	1,233,332,362
Short term deposits	291,675,053	191,452,247
Investments in debt securities	59,429,642	65,877,709
Bank balances	4,199,173,109	3,760,264,053
	20,935,827,358	16,148,571,987

The Group does not take into consideration the value of collateral while testing financial assets for impairment. The Group considers the creditworthiness of counterparties as part of its risk management and utilize collateral under force majeure in extremely difficult situation where recovery appears to be unlikely.

Trade debts

The maximum exposure to credit risk for trade debts at the reporting date by geographic region were as follows:

	2025	2024
	(Rupees)	
Domestic (Pakistan)	6,456,793,572	5,766,986,879

At 30 June, the age analysis of trade debts was as follows:

	2025		2024	
	Gross	Impairment loss	Gross	Impairment loss
	Rupees			
Neither past due nor impaired	2,103,641,046	-	5,431,903,064	-
Past due 1 - 30 days	772,966,751	(5,544,613)	91,208,064	(3,642,942)
Past due 31 - 180 days	973,296,877	(17,634,270)	134,463,178	(5,181,696)
More than 180 days	3,366,893,502	(917,696,360)	1,054,608,919	(955,614,926)
	7,216,798,176	(940,875,243)	6,712,183,225	(964,439,564)

Based on the historical expenses and the assessment of the credit worthiness of the debtors, the Group management is of the view that no provision in addition to the above impairment loss, as recorded, needs to be so recorded. Apart from the above past due balances, none of the other financial assets are past due / overdue.

Credit ratings of the bank balances

As at June 30, 2024 the Group has placed funds with banks having good credit ratings. The credit ratings to respective banks have been assigned by independent credit rating agencies. At reporting date credit ratings of respective banks were as follows:

	Rating Agency	Long term	Short term
Askari Bank	PACRA	AA+	A1+
Habib Metropolitan Bank Limited	PACRA	AA+	A1+
National Bank of Pakistan	PACRA	AAA	A1+
Habib Bank Limited	VIS	AAA	A1+
Allied Bank Limited	PACRA	AAA	A1+
Bank Islami	PACRA	AA-	A1
Bank AL-Habib Limited	PACRA	AAA	A1+
Bank Alfalah Limited	PACRA	AAA	A1+
Standard Chartered Bank	PACRA	AAA	A1+
MCB Bank	PACRA	AAA	A1+
MCB Bank	PACRA	AAA	A1+
Bank of Khyber	PACRA	A+	A1
Bank of Khyber	VIS	AA-	A1
Soneri Bank	PACRA	AA-	A1+
United Bank Limited	VIS	AAA	A1+
MCB Islamic Bank Limited	PACRA	A+	A1
Faysal Bank	PACRA	AA	A1+
Faysal Bank	VIS	AA+	A1+
Bank of Punjab	PACRA	AA+	A1+
Sindh Bank	VIS	AA-	A1+
Bank Makarmah Limited	VIS	A+	A1+
JS Bank Limited	PACRA	AA	A1+
National Bank of Pakistan	VIS	AAA	A1+
National Bank of Pakistan	PACRA	AAA	A1+
Meezan Bank Limited	PACRA	AAA	A1+
Industrial and Commercial Bank of China	Fitch	A	F1+
Dubai Islamic Bank Limited	VIS	AA	A1+

Concentration of credit risk

Details of the concentration of credit risk are as follows:

	2025	2024
	(Rupees)	
Central Power Purchasing Agency	6,194,625,410	5,609,772,266
Real estate investment trust (REIT)	8,184,111,633	4,714,410,239
Banks	4,258,602,751	3,826,141,762
Fertilizer company	927,313,472	798,161,476
Real estate management company	-	210,558,850
Brokerage clients	1,045,662,125	649,361,505
Steel manufacturing company	996,474	124,651,781
PSX, NCCPL and PMX	323,134,072	214,132,687
Utility companies and CDC	1,169,501	1,169,501
Cement manufacturing company	211,920	211,920
	20,935,827,358	16,148,571,987

48.2 Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting obligations arising from its financial liabilities that are settled by delivering cash or another financial asset or that such obligations will have to be settled in a manner disadvantageous to the Group. Prudent liquidity risk management implies maintaining sufficient cash and marketable securities and the availability of adequate funds through committed credit facilities. The Group finances its operations through equity, borrowings and working capital with a view of maintaining an appropriate mix between various sources of finance to minimize risk. Management aims to maintain flexibility in funding by keeping regular committed credit lines.

The following are the contractual maturities of financial liabilities, based on undiscounted cash flow basis:

	2025			
	Carrying amount	Contractual cash flows	Upto one year	More than one year
	Rupees			
Financial liabilities				
Long term loans	5,622,327,837	5,682,000,000	2,841,000,000	2,841,000,000
Land lease liability	42,591,210	84,538,960	12,712,000	71,826,960
Lease liability	76,913,467	88,101,891	58,538,403	20,671,688
Contribution from musharaka participants	529,770,710	529,770,710	-	-
Trade and other payables	5,072,705,566	5,072,705,566	5,072,705,566	-
Unclaimed dividend	51,286,973	51,286,973	51,286,973	-
Short term borrowings	1,396,611,538	1,396,611,538	1,396,611,538	-
Loan from sponsor	3,301,707,946	3,301,707,946	-	3,301,707,946
Mark-up payable	118,058,516	118,058,516	118,058,516	-
	16,211,973,763	16,324,782,100	9,550,912,996	6,235,206,594

	2024			
	Carrying amount	Contractual cash flows	Upto one year	More than one year
	Rupees			
Financial liabilities				
Long term loans	8,237,490,891	13,883,197,473	2,788,000,000	11,095,197,473
Land lease liability	43,581,663	27,610,000	9,280,000	18,330,000
Lease liability	105,732,306	133,299,990	54,012,145	79,287,845
Trade and other payables	3,717,948,719	3,717,948,719	3,717,948,719	-
Payable against purchase of investment - net	198,721,206	198,721,206	198,721,206	-
Unclaimed dividend	43,841,551	43,841,551	43,841,551	-
Short term borrowings	1,165,647,311	1,165,647,311	1,165,647,311	-
Loan from sponsor	800,000,000	800,000,000	800,000,000	-
Mark-up payable	264,357,754	264,357,754	264,357,754	-
	14,577,321,401	20,234,624,004	9,041,808,686	11,192,815,318

48.3 Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates and equity prices will affect the Group's income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return. The Group is exposed to currency risk, interest rate risk and price risk.

a) Foreign exchange risk management

Foreign currency risk arises mainly where receivables and payables exist due to transactions in foreign currencies. Currently, the Group's foreign exchange risk exposure is restricted to cash and bank balances which is denominated in foreign currency. The Group's management believes that the Group's exposure emanating from any fluctuations in the foreign currencies is not required to be hedged.

Transactional exposure in respect of non functional currency monetary Items

Monetary items in SEDPL, a subsidiary company, including financial assets and liabilities, denominated in currencies other than the functional currency are periodically translated to PKR equivalent, and the associated gain or loss is capitalized based on SECP's S.R.O. 986/(1)/2019. The foreign currency risk related to monetary items is managed as part of the Group's risk management strategy.

Financial assets

	2025		2024	
	Rupees	US Dollars	Rupees	US Dollars
Cash in hand	11,341	40	11,126	40
Bank balances	11,377,254	40,094	11,152,022	40,094

The following significant exchange rates were applicable during the year:

	Average rates		Reporting date rate	
	2025	2024	2025	2024
US Dollars to Pakistan Rupee	279.34	282.35	283.53	278.14

Sensitivity analysis of above financial assets

A 10 percent strengthening / (weakening) of the Pakistan Rupee against various foreign currencies at 30 June would have (decreased) / increased the consolidated profit by the amounts shown below. This analysis assumes that all other variables, in particular interest rates, remain constant. The analysis is performed on the same basis as for 2024.

	Effect on profit and loss	
	2025	2024
	(Rupees)	
As at 30 June		
Effect in US Dollars	1,138,860	1,116,315

Sachal Energy Development (Private) Limited (SEDPL) - subsidiary company

The potential currency exposures are discussed below:

i) Transactional exposure in respect of non functional currency monetary Items

Monetary items, including financial assets and liabilities, denominated in currencies other than the functional currency of SEDPL are periodically translated to PKR equivalent, and the associated gain or loss is capitalized based on SECP's S.R.O. 986/(1)/2019 dated September 02, 2019. The foreign currency risk related to monetary items is managed as part of the risk management strategy. SEDPL is also covered under the EPA to recover the forex loss under the tariff.

ii) Transactional exposure in respect of non functional currency expenditure and revenues

Certain operating and capital expenditure is incurred by SEDPL in currencies other than the functional currency. Certain receipts are received in currency other than the functional currency of SEDPL. These currency risks are managed as a part of overall risk management strategy. SEDPL does not enter into forward exchange contracts.

iii) Exposure to foreign currency risk

SEDPL is not exposed to currency risk due to the mechanism for indexation of tariff available to it. Had this mechanism been not available to SEDPL, then its exposure to currency risk would have been as follows based on notional amount:

	2025	2024
	(US Dollars)	
Long term loan	20,000,000	30,000,000
Accrued markup	232,091	400,901
Operational and maintenance payable	693,417	718,949
Net exposure	20,925,508	31,119,850

The following significant exchange rates applied during the year:

	Average rates		Rate on 30 June	
	2025	2024	2025	2024
US Dollar	280.75	282.35	284.10	278.14

The exchange differences on foreign currency borrowings to the extent of construction are capitalized. Remaining exchange differences are also being capitalized based on SECP's S.R.O. 986/(1)/2019 dated September 02, 2019. The Company is also covered under the EPA to recover the forex loss under the tariff.

Sensitivity analysis

Had the mechanism for indexation of tariff not been available to SEDPL, then an increase of 1% in exchange rate at the reporting date would have decreased the consolidated profit or loss by the amounts shown below.

	Profit or loss	
	2025	2024
	(Rupees)	
US Dollar balances	59,449,368	86,556,751

A 1% decrease in exchange rate would have had an equal but opposite effect to the amount shown above.

b) Interest / mark-up rate risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates. The majority of the interest rate exposure arises from financial assets and financial liabilities as stated below.

At the reporting date, the interest rate profile of the Group's significant interest-bearing financial instruments was as follows:

	Note	2025	2024
		(Rupees)	
Financial assets - variable rate instruments			
Loans to related parties		-	278,103,657
Receivable against reverse repo	17	**332,714,627**	190,940,196
Receivable against margin financing	17	**270,374,543**	117,387,003
Bank balances	19	**3,909,209,611**	3,275,554,492
Short term debt securities	18.2	**59,429,642**	65,877,709
Financial liabilities - variable rate instruments			
Long term loans	25	**8,364,000,000**	11,484,000,000
Short term finances	33	**1,396,611,538**	1,165,647,311
Fixed rate instruments			
Lease liability	27	**76,913,467**	105,732,306

Fair value sensitivity analysis for fixed rate instruments

The Group does not account for any fixed rate financial assets and liabilities at fair value through profit or loss. Therefore a change in interest rates at the reporting date would not affect the consolidated statement of profit or loss.

Cash flow sensitivity analysis for variable rate instruments

For cash flow sensitivity analysis of variable rate instruments a hypothetical change of 100 basis points in interest rates would have decreased / (increased) profit and other comprehensive income for the year by the amounts shown below.

	Profit and loss 100 bps	
	Increase	Decrease
	(Rupees)	
As at 30 June 2025		
Variable rate financial liabilities	**(97,606,115)**	**97,606,115**
Variable rate financial assets	**42,419,242**	**(42,419,242)**
As at 30 June 2024		
Variable rate financial liabilities	(126,496,473)	126,496,473
Variable rate financial assets	37,445,983	(37,445,983)

The above sensitivity is not necessarily indicative of the actual effect of changes in interest rate as those are based on management's best estimate of possible change of interest rate in future.

c) Price risk

Price risk represents the risk that the fair value of a financial instrument will fluctuate because of changes in the market prices (other than those arising from interest / mark-up rate risk or currency risk), whether those changes are caused by factors specific to the individual financial instrument or its issuer, or factors affecting all or similar financial instruments traded in the market. The Group is exposed to equity price risk since it has investments in quoted equity securities.

The carrying value of investments subject to equity price risk are, in almost all instances, based on quoted market prices as of the reporting date except for unquoted securities which are carried at fair value determined through valuation techniques. Market prices are subject to fluctuation and consequently the amount realised in the subsequent sale of an investment may significantly differ from the reported market value. Fluctuation in the market price of a security may result from perceived changes in the underlying economic characteristics of the investee, the relative price of alternative investments and general market conditions. Furthermore, amount realised in the sale of a particular security may be affected by the relative quantity of the security being sold.

In addition to the above, the Group also has investments in unquoted securities, values of which are determined as mentioned in note 49.1.

Sensitivity analysis

The table below summarizes the Group's equity price risk as of 30 June 2024 and 2023 and shows the effects of a hypothetical 30% increase and a 30% decrease in market prices as at the year end. The selected hypothetical change does not reflect what could be considered to be the best or worst case scenarios. Accordingly, the sensitivity analysis prepared is not necessarily indication of the effect on Group's net assets of future movement in the level of PSX 100 index / trade rates.

Details of the financial instruments exposed to price risk are as follows:

	Note	2025	2024
		(Rupees)	
Investments in unquoted equity shares	11	**43,118,461**	30,461,607
Investments in listed shares	18	**3,538,701,020**	7,279,016,292

	Fair value at year end	Hypothetical price change	Estimated fair value after hypothetical change in prices	Hypothetical increase / (decrease) in shareholders' equity	Hypothetical increase / (decrease) in profit / (loss) before tax
	Rupees				
30 June 2025	**3,581,819,481**	**30% increase**	**4,656,365,325**	**832,773,029**	**1,074,545,844**
		30% decrease	**2,507,273,637**	**(832,773,029)**	**(1,074,545,844)**
30 June 2024	7,309,477,899	30% increase	9,502,321,269	1,699,453,612	2,192,843,370
		30% decrease	5,116,634,529	(1,699,453,612)	(2,192,843,370)

48.4 Financial instruments by categories

The following table shows the carrying amount of financial assets and financial liabilities.

30 June 2025	Mandatorily at FVTPL	Designated at FVTPL	Financial assets/liabilities at amortized cost
	---------- (Rupees) ----------		
Financial assets measured at fair value			
Equity securities	3,538,701,020	43,118,461	-
Debt securities	7,378,882,067	59,429,642	-
Financial assets not measured at fair value			
Debt securities	-	-	927,313,472
Cash and bank balances	-	-	4,208,883,734
Trade debts	-	-	6,456,793,572
Long term deposits	-	-	27,697,297
Loans (long term and short term)	-	-	106,039,022
Accrued mark-up and other receivables	-	-	1,488,824,124
Deposits	-	-	291,675,053
	10,917,583,087	102,548,103	13,507,226,274
Financial liabilities not measured at fair value			
Long term loans	-	-	5,622,327,837
Land lease liability	-	-	42,591,210
Lease liability	-	-	76,913,467
Trade and other payables	-	-	5,072,705,566
Payable against purchase of investment - net	-	-	-
Unclaimed dividend	-	-	51,286,973
Short term borrowings	-	-	1,396,611,538
Loan from sponsor	-	-	3,301,707,946
Mark-up payable	-	-	118,058,516
	-	-	15,682,203,053

30 June 2024	Mandatorily at FVTPL	Designated at FVTPL	Financial assets/liabilities at amortized cost
	---------- (Rupees) ----------		
Financial assets measured at fair value			
Equity securities	7,279,016,292	30,461,607	-
Debt securities	4,004,152,921	65,877,709	-
Financial assets not measured at fair value			
Debt securities	-	-	798,161,476
Cash and bank balances	-	-	3,768,472,554
Trade debts	-	-	5,766,986,879
Long term deposits	-	-	12,069,963
Loans (long term and short term)	-	-	316,274,377
Accrued mark-up and other receivables	-	-	1,233,332,362
Deposits	-	-	191,452,247
	11,283,169,213	96,339,316	12,086,749,858
Financial liabilities not measured at fair value			
Long term loans	-	-	8,237,490,891
Land lease liability	-	-	43,581,663
Lease liability	-	-	105,732,306
Trade and other payables	-	-	3,717,948,719
Payable against purchase of investment - net	-	-	198,721,206
Unclaimed dividend	-	-	43,841,551
Short term borrowings	-	-	1,165,647,311
Loan from sponsor	-	-	800,000,000
Mark-up payable	-	-	264,357,754
	-	-	14,577,321,401

48.5 Reconciliation of movements of liabilities to cash flows arising from financing activities

	Liability				Equity			Total
	Short term borrowings and sponsor loan used for cash management purpose including related accrued mark-up	Long term loan including related accrued mark-up	Lease liabilities against right-of-use assets	Land lease liability	Reserves	Unappropriated profit (reserve)	Non controlling interests	
	(Rupees)							
Balance as at 1 July 2024	2,118,233,803	8,349,262,153	105,732,306	43,581,663	4,027,402,665	34,805,458,414	2,364,303,954	51,813,974,958
Changes from financing cash flows								
Repayment of loan	-	(2,807,750,000)	-	-	-	-	-	(2,807,750,000)
Lease rentals paid	-	-	(54,441,062)	(9,280,000)	-	-	-	(63,721,062)
Dividend paid	-	-	-	-	-	(2,951,877,229)	-	(2,951,877,229)
Distribution by subsidiaries to	-	-	-	-	-	-	-	-
non-controlling interest	-	-	-	-	-	-	(303,567,580)	(303,567,580)
Total changes from financing activities	-	(2,807,750,000)	(54,441,062)	(9,280,000)	-	(2,951,877,229)	(303,567,580)	(6,126,915,871)
Other changes								
Interest expense	684,297,192	667,028,439	18,430,223	6,545,004	-	-	-	1,376,300,858
Interest paid	(784,762,174)	(712,862,695)		-	-	-	-	(1,497,624,869)
Addition to lease liability	-	-	7,192,000	-	-	-	-	7,192,000
Termination / modifications to lease liabilities	-	-	-	-	-	-	-	-
Amortisation of land lease rent	-	-	-	1,744,543	-	-	-	1,744,543
Transaction cost relating to long term loan	-	66,836,946	-	-	-	-	-	66,836,946
Impact of revaluation of foreign liability	-	125,750,000	-	-	-	-	-	125,750,000
Acquisition of equity interest in subsidiary						(52,753,471)	(8,586,216)	(61,339,687)
Effect of scheme of arrangement	-	-	-	-	-		-	-
Changes in running finance - net	2,732,672,173	-	-	-	-	-	-	2,732,672,173
Total loan related other changes	2,632,207,191	146,752,690	25,622,223	8,289,547	-	(52,753,471)	(8,586,216)	2,751,531,964
Total equity related other changes	-	-	-	-	-	10,369,852,873	748,405,902	11,118,258,775
Balance as at 30 June 2025	4,750,440,994	5,688,264,843	76,913,467	42,591,210	4,027,402,665	42,170,680,587	2,800,556,060	59,556,849,826
Difference	-	-	-	-	-	-	-	-
Principal	4,698,319,484	5,622,327,837	76,913,467	42,591,210	-	-	-	10,440,151,998
Mark-up	52,121,510	65,937,006	-	-	-	-	-	118,058,516
Equity	-	-	-	-	4,027,402,665	42,170,680,587	2,800,556,060	48,998,639,312
	4,750,440,994	5,688,264,843	76,913,467	42,591,210	4,027,402,665	42,170,680,587	2,800,556,060	59,556,849,826

	Liability				Equity			Total
	Short term borrowings used for cash management purpose including related accrued mark-up	Long term loan including related accrued mark-up	Lease liabilities against right-of-use assets	Land lease liability	Reserves	Unappropriated profit (reserve)	Non controlling interests	
	(Rupees)							
Balance as at 1 July 2023	4,206,735,082	11,417,131,753	3,027,336	12,839,191	4,027,402,665	26,004,636,795	3,070,755,570	48,742,528,392
Changes from financing cash flows								
Repayment of loan	-	(2,874,500,000)	-	-	-	-	-	(2,874,500,000)
Lease rentals paid	-	-	(47,916,662)	(10,960,000)	-	-	-	(58,876,662)
Non-controlling interest	-	-	-	-	-	-	(270,996,165)	(270,996,165)
Total changes from financing activities	-	(2,874,500,000)	(47,916,662)	(10,960,000)	-	-	(270,996,165)	(3,204,372,827)
Other changes								
Interest expense	708,831,685	984,581,361	24,593,833	3,995,623	-	-	-	1,722,002,502
Interest paid	(832,778,011)	(1,021,506,481)	-	-	-	-	-	(1,854,284,492)
Addition to lease liabilities	-	-	122,802,220	35,957,526	-	-	-	158,759,746
Termination / modifications to lease liabilities	-	-	3,225,579	-	-	-	-	3,225,579
Amortisation of land lease rent	-	-	-	1,749,323	-	-	-	1,749,323
Transaction cost relating to long term loan	-	89,055,520	-	-	-	-	-	89,055,520
Impact of revaluation of foreign liability	-	(245,500,000)	-	-	-	-	-	(245,500,000)
Effect of scheme of arrangement	-	-	-	-	-	995,762,895	(1,128,980,365)	(133,217,470)
Changes in running finance - net	(1,964,554,953)	-	-	-	-	-	-	(1,964,554,953)
Total loan related other changes	(2,088,501,279)	(193,369,600)	150,621,632	41,702,472	-	995,762,895	(1,128,980,365)	(2,222,764,245)
Total equity related other changes	-	-	-	-	-	7,805,058,724	693,524,914	8,498,583,638
Balance as at 30 June 2024	2,118,233,803	8,349,262,153	105,732,306	43,581,663	4,027,402,665	34,805,458,414	2,364,303,954	51,813,974,958
Difference	-	-	-	-	-	-	-	-
Principal	1,965,647,311	8,237,490,891	105,732,306	43,581,663	-	-	-	10,352,452,171
Mark-up	152,586,492	111,771,262	-	-	-	-	-	264,357,754
Equity	-	-	-	-	4,027,402,665	34,805,458,414	2,364,303,954	41,197,165,033
	2,118,233,803	8,349,262,153	105,732,306	43,581,663	4,027,402,665	34,805,458,414	2,364,303,954	51,813,974,958

49. FAIR VALUE MEASUREMENTS

A number of the Group's accounting policies and disclosure require the measurement of fair values, for both financial, if any and non-financial assets and financial liabilities.

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.

The Group management engage independent external experts / valuers to carry out valuation of its non-financial assets (i.e. Investment Property) and financial assets where prices are not quoted or readily available in the market. Involvement of external valuers is decided upon by management. Selection criteria include market knowledge, relevant experience, reputation, independence and whether professional standards are maintained.

When measuring the fair value of an asset or a liability, the Group uses valuation techniques that are appropriate in the circumstances and uses observable market data as far as possible. Fair values are categorised into different levels in a fair value hierarchy based on the inputs used in the valuation techniques as follows:

- **Level 1:** quoted prices (unadjusted) in active markets for identical assets or liabilities.

- **Level 2:** inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

- **Level 3:** inputs for the asset or liability that are not based on observable market data (unobservable inputs).

Fair values of financial assets that are traded in active markets are based on quoted market prices. For all other financial instruments the Group determines fair values using valuation techniques unless the instruments do not have a market / quoted price in an active market and whose fair value cannot be reliably measured.

Valuation techniques used by the Group include discounted cash flow model for valuation of unquoted equity securities. Assumptions and inputs used in valuation techniques include risk-free rates, bond and equity prices, foreign currency exchange rates, equity and equity index prices. The objective of valuation techniques is to arrive at a fair value determination that reflects the price of the financial instrument at the balance sheet date that would have been determined by market participants acting at arm’s length.

Valuation models for valuing securities for which there is no active market requires significant unobservable inputs and a higher degree of management judgement and estimation in the determination of fair value. Management judgement and estimation are usually required for selection of the appropriate valuation model to be used, determination of expected future cash flows on the financial instrument being valued and selection of appropriate discount rates, etc.

If the inputs used to measure the fair value of an asset or a liability fall into different levels of the fair value hierarchy, then the fair value measurement is categorised in its entirety in the same level of the fair value hierarchy as the lowest level input that is significant to the entire measurement.

For assets and liabilities that are recognised in the consolidated financial statements at fair value on a recurring basis, the management recognises transfers between levels of the fair value hierarchy at the end of the reporting period during which the change has occurred. There were no transfers between different levels of fair values mentioned above.

The fair values of financial assets and liabilities, together with the carrying amounts shown in the consolidated statement of financial position, are as follows:

	30 June 2025					
	Carrying amount			Fair value		
	Mandatorily/ designated at FVTPL	Financial assets at amortized cost	Financial liabilities at amortized cost	Level 1	Level 2	Level 3
	(Rupees)					
Financial assets measured at fair value						
Equity securities	3,581,819,481	-	-	3,549,865,111	-	31,954,370
Debt securities	7,438,311,709	-	-	1,894,275,434	2,786,293,676	2,757,742,599
Financial assets not measured at fair value						
Debt Securities		927,313,472	-	-	-	-
Cash and bank balances	-	4,208,883,734	-	-	-	-
Trade debts	-	6,456,793,572	-	-	-	-
Deposits	-	319,372,350	-	-	-	-
Loans (long term and short term)	-	106,039,022	-	-	-	-
Accrued mark-up and other receivables	-	1,488,824,124	-	-	-	-
	11,020,131,190	13,507,226,274	-			
Financial liabilities not measured at fair value						
Long term loans	-	-	5,622,327,837	-	-	-
Land lease liability	-	-	42,591,210	-	-	-
Lease liability	-	-	76,913,467	-	-	-
Trade and other payables	-	-	5,072,705,566	-	-	-
Payable against purchase of investment - net	-	-	-	-	-	-
Unclaimed dividend	-	-	51,286,973	-	-	-
Short term borrowings	-	-	1,396,611,538	-	-	-
Mark-up payable	-	-	118,058,516	-	-	-
	-	-	12,380,495,107			

	30 June 2024					
	Carrying amount			Fair value		
	Mandatorily/ designated at FVTPL	Financial assets at amortized cost	Financial liabilities at amortized cost	Level 1	Level 2	Level 3
	(Rupees)					
Financial assets measured at fair value						
Equity securities	7,309,477,899	-	-	7,284,627,772	-	24,850,127
Debt securities	4,070,030,630	-	-	1,205,982,310	65,877,709	2,798,170,611
Financial assets not measured at fair value						
Debt Securities		798,161,476	-	-	-	-
Cash and bank balances	-	3,768,472,554	-	-	-	-
Trade debts	-	5,766,986,879	-	-	-	-
Deposits	-	203,522,210	-	-	-	-
Loans (long term and short term)	-	316,274,377	-	-	-	-
Accrued mark-up and other receivables		1,233,332,362				
	11,379,508,529	12,086,749,858	-			
Financial liabilities not measured at fair value						
Long term loans	-	-	8,237,490,891	-	-	-
Land lease liability	-	-	43,581,663	-	-	-
Lease liability	-	-	105,732,306	-	-	-
Trade and other payables	-	-	3,717,948,719	-	-	-
Payable against purchase of investment - net	-	-	198,721,206	-	-	-
Unclaimed dividend	-	-	43,841,551	-	-	-
Short term borrowings	-	-	1,165,647,311	-	-	-
Mark-up payable	-	-	264,357,754	-	-	-
	-	-	13,777,321,401			

The following table shows a reconciliation from the beginning balances to the ending balances for fair value measurements in Level 3 of the fair value hierarchy:

	Unlisted debt instruments		Unlisted debt instruments	
	2025	2024	**2025**	2024
	(Rupees)		(Rupees)	
Balance at beginning of the year	**2,798,170,611**	941,400,000	**24,850,127**	31,188,188
Investment made during the year	**159,909,608**	406,698,960	**-**	-
Transfer from Loan and Advances	**2,786,293,676**	-	**-**	-
Shares swapped with quoted securities	**-**	-	**-**	-
Transfers from Level 2 to Level 3	**-**	1,800,177,880	**-**	-
Total gains / (loss) recognised in consolidated statement of profit or loss on remeasurement of investment	**(2,986,631,296)**	(350,106,229)	**7,104,243**	(6,338,061)
Balance at end of the year	**2,757,742,599**	2,798,170,611	**31,954,370**	24,850,127

Fair value of financial instruments not measured at fair values have not been disclosed as these are either short term in nature or repriced periodically. Accordingly, the management is of the view that the carrying amount of these instruments approximate their fair values.

49.1 The following tables show the valuation techniques used in measuring Level 2 and Level 3 fair values for financial instruments measured at fair value in the consolidated statement of financial position, as well as the significant unobservable inputs used.

Assets measured at fair value	Date of valuation	Valuation approach and assumptions
Non-financial assets at fair value		
Investment properties Level 2	June 30, 2025	In certain cases, where properties have a committed sale price, the same has been adopted as the basis of valuation. For the remaining properties, the valuation approach is based on the rates per square yard on which the properties would be sold on the date of valuation. In determining the valuation, development progress, market condition, sale price, potential future value, location, identification of plot, approach to area, utilities/services, size of plots, and other factors have been considered. Potential value was mainly considered due to the inherent value of land which may enhance with passage of time or in some alternative use within sight. Further, the inherent quality of the property itself creates conditions for its particular suitability for such better use. The consideration of potential value becomes relevant in such situations.
Financial assets at fair value		
Equity securities unquoted Level 3	June 30, 2025	This investment is valued using the discounted cashflow technique. The valuation model considers the present value of future cash flow of investee company, ISE Towers REIT Management Company Limited (ISE) discounted using a risk-adjusted discount rate. The cash flow projection include specific estimates for 5 years.
Silk Islamic Development REIT (SIDR) Level 3	June 30, 2025	The Parent Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from SIDR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 10 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM .

Assets measured at fair value	Date of valuation	Valuation approach and assumptions
Naya Nazimabad Apartment REIT (NNAR) Level 3	June 30, 2025	The Parent Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from NNR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 7 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM .
Rahat Residency REIT (RRR) Level 3	June 30, 2025	The Parent Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from RRR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 5 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM.
Signature Residency REIT (SRR) Level 3	June 30, 2025	The Parent Company has valued this investment on fair value basis using the discounted cashflow technique, considering the progress on the project. This method considers the present value of all future proceeds from SRR, discounted using a risk adjusted discount rate which is taken at 19.02%. The cash flow projections include specific estimates for the entire life of the project which is estimated to be 3 years from the balance sheet date. Further, discounting due to lack of marketability factor (DLOM) is taken at 25% on the present value of all future proceeds. The fair value is categorised in a Level 3 fair value hierachy as it involves significant unobservable inputs, including the risk adjusted discount rates and DLOM.
Garden View Apartment REIT ("GVAR") [Formerly Park View Apartment REIT ("PVAR")] Level 2	June 30, 2025	The Parent Company has valued this investment on fair value basis using the assumption that the primary asset of GVAR comprises parcels of land, these parcels have undergone valuation by an independent third-party valuer as of June 30, 2025. Using the assessed fair value of land as a basis, the company has computed the proportionate fair value of its investment in GVAR. Their fair value was determined using sales comparison approach which falls under level 2 fair value hierarchy as it relies on inputs other than quoted prices for identical assets.
Gymkhana Apartment REIT ("GAR") Level 2	June 30, 2025	The Parent Company has valued this investment on fair value basis using the assumption that the primary asset of GAR comprises parcels of land, these parcels have undergone valuation by an independent third-party valuer as of June 30, 2025. Using the assessed value of land as a basis, the company has computed the proportionate fair value of its investment in GAR. Their fair value was determined using sales comparison approach which falls under level 2 fair value hierarchy as it relies on inputs other than quoted prices for identical assets.

Assets measured at fair value	Date of valuation	Valuation approach and assumptions
JVDC Musharaka Arrangement I Level 3	June 30, 2025	The Parent Company has valued this investment on fair value basis using the discounted cashflow technique. This method considers the present value of all future sales proceeds from apartments in the REIT, discounted using a risk adjusted discount rate which is taken at 12.14%. The fair value is categorised in a Level 3 fair value hierachy as it involves it involves significant unobservable inputs, including the risk adjusted discount rates.
JVDC Musharaka Arrangement II Level 3	June 30, 2025	The Parent Company has valued this investment on fair value basis using the discounted cashflow technique. This method considers the present value of all future sales proceeds from apartments in the REIT, discounted using a risk adjusted discount rate which is taken at 12.14%. The fair value is categorised in a Level 3 fair value hierachy as it involves it involves significant unobservable inputs, including the risk adjusted discount rates.

Assets measured at fair value	Unobservable inputs	Range of inputs	Sensitivity of the inputs to fair value
Equity securities unquoted Level 3	Long term growth rate	5%	The higher the long term growth, the higher the fair value.
	Cost of equity	16%	The higher the long term return on equity, the lower the fair value.
Silk Islamic Development REIT (SIDR) Level 3	Risk-adjusted discount rate	8.02% - 20.02% (19.02%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 53.40 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 58.80 million as at June 30, 2025.
	Discount for lack of marketability (DLOM)	22% - 28% (25%)	3% increase in DLOM factor would result (decrease) in fair value by Rs. 28.20 million; 3% decrease in DLOM factor would result Increase in fair value by Rs. 28.20 million as at June 30, 2025.
Naya Nazimabad Apartment REIT ("NNAR")	Risk-adjusted discount rate	18.02% - 20.02% (19.02%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 41.69 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 44.31 million as at June 30, 2025.
	Discount for lack of marketability (DLOM)	22% - 28% (25%)	3% increase in DLOM factor would result (decrease) in fair value by Rs. 36.57 million; 3% decrease in DLOM factor would result Increase in fair value by Rs. 36.77 million as at June 30, 2025.
Rahat Residency REIT ("RRR")	Risk-adjusted discount rate	18.02% - 20.02% (19.02%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 12.48 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 13.44 million as at June 30, 2025.
Signature Residency REIT ("SRR")	Discount for lack of marketability (DLOM)	22% - 28% (25%)	3% increase in DLOM factor would result (decrease) in fair value by Rs. 18.79 million; 3% decrease in DLOM factor would result Increase in fair value by Rs. 19.27 million as at June 30, 2025.
JVDC Musharaka Arrangement I	Risk-adjusted discount rate	11.14% - 13.14% (12.14%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 1.89 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 1.92 million as at June 30, 2025.
JVDC Musharaka Arrangement II	Risk-adjusted discount rate	11.14% - 13.14% (12.14%)	1% increase in the risk adjusted discount rate would result in decrease in fair value by Rs. 1.24 million; 1% decrease in the risk adjusted discount rate would result in increase in fair value by Rs. 1.25 million as at June 30, 2025.

50. CAPITAL MANAGEMENT

50.1 The Group's policy is to maintain a strong capital base so as to maintain investor, creditor and market confidence, sustain future development of the business, safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and benefit for other stakeholders and to maintain an optimal capital structure to reduce the cost of capital. The Board of Directors monitors the return on capital, which the Group defines as net profit after taxation divided by total shareholders' equity. The Board of Directors also monitors the level of dividend to ordinary shareholders. There were no changes in Group's approach to capital management during the year and the Group is not subject to externally imposed capital requirements.

50.2 The Capital adequacy level of AHL as required by CDC is calculated as follows:

	2025	2024
	(Rupees)	
Total assets	**7,177,154,031**	5,679,897,459
Less: total liabilities	**(5,251,410,303)**	(4,406,715,719)
Less: revaluation reserves (created upon revaluation of fixed assets)	**(7,835,000)**	(7,835,000)
Capital adequacy level	**1,917,908,728**	1,265,346,740

While determining the value of the total assets of the TREC holder, notional value of the TRE certificate as at year ended as determined by Pakistan Stock Exchange has been considered.

51. TRANSACTIONS AND BALANCES WITH RELATED PARTIES

Related parties comprises of the Group companies, directors and their close family members, major shareholders of the Group, key management personnel and staff provident fund. Transactions with related parties are carried out at rates agreed under the agreement / contract.

Key management personnel are those persons having authority and responsibility for planning, directing and controlling the activities of the entity, directly or indirectly, including any director (whether executive or otherwise) of that entity. The Group considers its Chief Executive Officer, Chief Financial Officer, Company Secretary, Non-executive Director and Departmental Heads to be its key management personnel. Remuneration and benefits to executives of the Group are in accordance with the terms of the employment while contribution to the provident fund is in accordance with staff service rules. Remuneration of chief executive, directors and executives (key management personnel) are disclosed in note 45.2 to these consolidated financial statements.

Transactions with related parties during the year other than those disclosed elsewhere in these consolidated financial statements are given below:

Name of the related party	Transactions during the year	2025	2024
		(Rupees)	
Associates			
Fatima Fertilizer Company Limited (15.19% shareholding)	Dividend received	**2,288,001,443**	1,520,463,774
	Brokerage commission earned on sale and purchase of securities	**13,848,293**	-
	Markup on loan	**-**	146,295,011
	Loan repayment	**-**	813,153,536
Safe Mix Concrete Limited (27.63% shareholding)	Dividend income	**13,816,036**	-

Name of the related party	Transactions during the year	2025	2024
		(Rupees)	
Associates			
Power Cement Limited (24.48% shareholding)	Guarantee commission	847,680	847,680
	Markup on loan	1,445,966	-
Javedan Corporation Limited (39.52% shareholding)	Mark-up income on loan	7,989,044	114,080,768
	Brokerage commission earned on sale and purchase of securities	276,000	-
	Loan extended	795,400,000	5,200,000,000
	Loan repaid	995,400,000	5,966,250,000
	Dividend income/received	602,132,428	257,304,702
Associated companies by virtue of common directorship			
Aisha Steel Mills Limited	Loan extended	4,650,000,000	3,550,000,000
	Loan repaid	4,728,103,657	3,550,000,000
	Markup on loan	68,432,941	62,960,742
	Guarantee commission	1,126,265	1,302,456
Globe Residency REIT	Dividend income	156,331,040	273,408,249
	Markup on loan	6,056,007	1,455,228
	Loan extended	67,868,302	38,170,720
	Advance extended	241,844,892	364,497,689
Rahat Residency REIT	Loan extended	100,000,000	-
	Markup on loan	2,402,630	-
Silk Islamic Development REIT	Loan extended	40,000,000	100,000,000
	Markup on loan	18,645,309	19,001,370
Gymkhana Apartment REIT	Advance extended	-	1,200,000,000
Garden View Apartment REIT [Formerly Park View Apartment REIT]	Advance extended	-	1,262,136,440
Naya Nazimabad Apartment REIT	Advance extended	49,623,000	22,762,500
Rotocast Engineering Company (Private) Limited	Payment of rent and sharing of utilities, insurance and maintenance charges	69,132,773	54,081,380
Others			
Arif Habib Securities Limited - Employees Provident Fund	Contribution paid	3,976,706	3,678,802
Arif Habib Equity (Private) Limited	Brokerage Commission Earned	3,791,393	857,821
Arif Habib Limited - Provident Fund	Contribution paid	10,410,735	11,983,668

Name of the related party	Transactions during the year	2025	2024
		(Rupees)	
Associated companies by virtue of common directorship			
Key management personnel			
Mr. Arif Habib	Dividend paid	2,325,297,371	5
(CEO of the Parent Company)	Brokerage commission earned	1,247,871	7,590,190
	Loan obtained	7,826,200,000	800,000,000
	Loan repaid	5,324,492,054	-
	Markup on loan charged	140,903,288	1,863,890
Mr. Asadullah Khawaja	Meeting fee paid	250,000	250,000
(Director of Parent Company)	Dividend Paid	567,042	-
Ms. Zeba Bakhtiar	Meeting fee paid	250,000	250,000
(Director of Parent Company)	Dividend Paid	700	-
Mr. Khawaja Jalaluddin Roomi (ex- Director of Parent Company)	Meeting fee paid	-	75,000
Mr. Khawaja Najam Ud Din Roomi (Director of Parent Company)	Meeting fee paid	225,000	275,000
Zafar Alam (Chairman of subsidiary company)	Brokerage Commission earned	1,865,570	412,257
Key management personnel compensation			
Muhammad Shahid Ali (CEO of Subsidiary Company)	Brokerage commission earned	16,031,929	12,062,351
Muhammad Haroon (Director of subsidiary company)	Brokerage commission earned	453,611	464,832
Sharmin Shahid (Director of subsidiary company)	Brokerage commission earned	3,833,706	500,000
Nida Ahsan (Director of subsidiary company)	Brokerage commission earned	6,789,232	1,012,821
Mohsin Madni (CFO Parent Company & Director Subsidiary Company)	Brokerage commission earned	1,407,754	160,166
Abdus Samad Habib	Brokerage commission earned	3,828,210	630,889
(Director of Parent Company)	Dividend paid	7,042	-
	Meeting Fee Paid	250,000	250,000

Name of the related party	Transactions during the year	2025	2024
		(Rupees)	
Associated companies by virtue of common directorship			
Kashif Habib	Brokerage commission earned	500,875	6,500
(Director of Parent Company)	Dividend paid	247,030	-
	Meeting Fee Paid	300,000	325,000
Mr. Nasim Beg	Dividend paid	14,546	-
(Director of Parent Company)	Meeting Fee Paid	250,000	250,000
Mr. Muhammad Ejaz	Dividend paid	847	-
(Director of Parent Company)	Meeting Fee Paid	200,000	350,000
Ahsan Mehnti			
(Director of Subsidiary Company)	Commission paid	2,517,039	-

51.1 The status of outstanding balances with related parties as at June 30, 2025 is included in the respective notes to these consolidated financial statements. These are settled in the ordinary course of business.

52. SEGMENT INFORMATION

For management purposes, the Group is organized into following major business segments:

Capital market operations — Principally engaged in trading of equity securities and maintaining strategic and trading portfolios.

Brokerage — Principally engaged in brokerage, underwriting, corporate consultancy, research and corporate finance services.

Energy Development — Principally engaged in energy development.

Others — Others includes assets of RCPL

	2025				
	Capital market operations	Brokerage	Energy Development	Others	Consolidated
	---------- (Rupees) ----------				
Revenue	617,296,781	1,805,543,207	6,739,164,403	42,573,020	9,204,577,411
Gain on remeasurement of investments - net	2,083,850,188	8,054,067	-	-	2,091,904,255
Gain / (loss) on remeasurement of investment property	13,747,240	-	-	-	13,747,240
Gain on sale of investments - net	633,775,730	1,090,569,455	-	-	1,724,345,185
Loss on sale of investment properties	(18,936,679)	-	-	-	(18,936,679)
	3,329,733,260	2,904,166,729	6,739,164,403	42,573,020	13,015,637,412
Cost of energy sales	-	-	(1,960,003,974)	-	(1,960,003,974)
Administrative expenses	(452,296,358)	(1,513,391,388)	(456,594,579)	(42,466,336)	(2,464,748,661)
	2,877,436,902	1,390,775,341	4,322,565,850	106,684	8,590,884,777
Other income	225,493	67,410,795	167,262	22,942,749	90,746,299
	2,877,662,395	1,458,186,136	4,322,733,112	23,049,433	8,681,631,076
Finance cost and other charges	(704,451,036)	(122,226,718)	(743,023,188)	(46,028)	(1,569,746,970)
	2,173,211,359	1,335,959,418	3,579,709,924	23,003,405	7,111,884,106
Share of profit from equity accounted associates - net of tax	6,843,256,104	-	-	-	6,843,256,104
Segment results	9,016,467,463	1,335,959,418	3,579,709,924	23,003,405	13,955,140,210
Taxation	(2,391,468,173)	(372,119,885)	(52,882,061)	(970,137)	(2,817,440,256)
Profit after tax	6,624,999,290	963,839,533	3,526,827,863	22,033,268	11,137,699,954

	2024				
	Capital market operations	Brokerage	Energy Development	Others	Consolidated
	---------- (Rupees) ----------				
Revenue	1,213,714,858	1,454,971,384	7,246,976,028	43,112,931	9,958,775,201
(Loss) / gain on remeasurement of investments - net	212,579,279	(19,677,661)			192,901,618
Loss on remeasurement of investment property	13,500,000	(849,029)	-	-	12,650,971
Gain / (loss) on sale of securities - net	387,985,101	377,202,313	-	-	765,187,414
Gain on sale of investment properties	-	749,029	-	-	749,029
property	-	-	-	-	-
	1,827,779,238	1,812,396,036	7,246,976,028	43,112,931	10,930,264,233
Cost of energy sales	-	-	(1,945,518,459)	-	(1,945,518,459)
Administrative expenses	(170,024,421)	(1,002,573,665)	(449,917,751)	(37,096,536)	(1,659,612,372)
	1,657,754,817	809,822,371	4,851,539,818	6,016,395	7,325,133,401
Other income	-	67,596,664	3,649,770	1,977,127	73,223,561
	1,657,754,817	877,419,035	4,855,189,588	7,993,522	7,398,356,962
Finance cost and other charges	(652,311,500)	(112,672,914)	(1,077,861,060)	(20,140)	(1,842,865,614)
	1,005,443,317	764,746,121	3,777,328,528	7,973,382	5,555,491,348
Share of profit from equity accounted associates - net of tax	4,768,956,103	-	-	-	4,768,956,103
Segment results	5,774,399,420	764,746,121	3,777,328,528	7,973,382	10,324,447,452
Taxation	(1,587,047,196)	(153,328,852)	(69,098,330)	(1,265,465)	(1,810,739,843)
Profit after tax	4,187,352,224	611,417,269	3,708,230,198	6,707,917	8,513,707,609

	2025				
	Capital market operations	Brokerage	Energy Development	Others	Consolidated
	(Rupees)				
Other information					
Segment assets	15,999,188,483	7,102,460,099	22,168,711,724	37,979,626	45,308,339,932
Investment in equity accounted associates	31,315,641,617	-	-	-	31,315,641,617
	47,314,830,100	7,102,460,099	22,168,711,724	37,979,626	76,623,981,549
Segment liabilities	11,944,870,593	5,185,449,520	6,274,279,107	3,775,547	23,408,374,767
Capital expenditure	2,536,746	54,529,640	3,036,969	984,000	61,087,355
Depreciation and amortisation	18,409,987	40,905,009	1,317,479,800	904,828	1,377,699,624
Expenses other than depreciation and amortisation	(433,886,371)	(1,472,486,379)	(1,099,118,753)	(41,561,508)	(3,047,053,011)

	2024				
	Capital market operations	Brokerage	Energy Development	Others	Consolidated
	(Rupees)				
Other information					
Segment assets	15,999,188,483	7,102,460,099	22,168,711,724	37,979,626	45,308,339,932
Investment in equity accounted associates	31,315,641,617	-	-	-	31,315,641,617
Unallocated corporate assets	-	-	-	-	-
	47,314,830,100	7,102,460,099	22,168,711,724	37,979,626	76,623,981,549
Segment liabilities	11,944,870,593	5,185,449,520	6,274,279,107	3,775,547	23,408,374,767
Capital expenditure	2,536,746	54,529,640	3,036,969	984,000	61,087,355
Depreciation and amortisation	18,409,987	40,905,009	1,317,479,800	904,828	1,377,699,624
Expenses other than depreciation and amortisation	(433,886,371)	(1,472,486,379)	(1,099,118,753)	(41,561,508)	(3,047,053,011)

	2025	2024
	(Rupees)	
Reconciliations of reportable segment revenues, profit or loss		
Operating revenues		
Total revenue for reportable segments	13,723,458,436	12,900,211,394
Elimination of inter-segment revenue	(4,518,881,025)	(2,941,436,193)
Consolidated revenue	9,204,577,411	9,958,775,201
Profit or loss		
Total profit or loss before tax for reportable segments	28,283,701,673	13,756,832,234
Elimination of inter-segment revenue / expense	(17,146,001,718)	(5,243,124,623)
Consolidated profit before tax	11,137,699,955	8,513,707,610

52.1 CAPACITY AND PRODUCTION

	2025	2024
	(Megawatt hours)	
Sachal Energy Development (Private) Limited		
Annual benchmark energy	136,500	136,500
Actual energy delivered	98,312	126,400

52.1.1 Actual energy delivered has remained below annual benchmark energy due to monthly actual wind speed being less than the monthly benchmark wind speed as per energy purchase agreement.

53. SHARIAH COMPLIANCE STATUS DISCLOSURE

	Note	2025	2024
		(Rupees)	
Consolidated statement of financial position			
- Long-term financing as per Islamic mode	30	**529,770,710**	-
- Mark-up accrued on conventional loan		**115,243,532**	264,357,754
- Short-term investment as per Islamic mode	18	**2,181,273,235**	5,957,781,140
- Long-term investment as per Islamic mode	11	**32,734,711,539**	15,243,839,798
- Shariah-compliant bank balances	19	**242,548,425**	761,518,500
Consolidated statement of profit or loss			
- Revenue earned from Shariah compliant business segment	35	**7,417,492,023**	4,613,738,572
- Dividend earned from Shariah compliant investments	35	**2,909,727,251**	1,693,997,367
- Gain / (Loss) on sale of investments - net from Shariah compliant investments		**265,440,114**	(71,807,398)
- Gain on remeasurement of investments - net from Shariah compliant investments	36	**1,188,984,113**	(256,826,408)
- Profit earned from Shariah compliant bank balances	19	**137,842,923**	229,125,236
- Exchange gain/ (loss) on actual currency	39	**235,755**	3,649,770
- Markup paid on islamic mode of financing		**-**	-
- Markup earned on conventional loans and advances	35	**132,652,550**	343,793,119
- Breakup of other income			
Shariah compliant income			
- Gain on disposal of associate	39	**19,683,535**	-
Non - compliant income			
- Markup on reverse repo transaction	39	**49,458,454**	32,144,885
- Profit on exposure deposit	39	**17,952,341**	35,451,779
- Others	39	**3,416,214**	1,977,127

53.1 Relationship with Shariah-compliant financial institutions

Islamic Banks

The Group does not have any financing facilities with any Islamic banks.

Takaful operators

The Group has no relationship with takaful operators.

54. NUMBER OF EMPLOYEES

	2025	2024
	(Rupees)	
Parent Company:		
Number of employees as at 30 June	25	23
Average number of employees	24	24
Subsidiary Company, AHL:		
Number of employees as at 30 June	179	154
Average number of employees	166	161
Subsidiary Company, RCPL:		
Number of employees as at 30 June	16	14
Average number of employees	15	14
Subsidiary Company, BGPL:		
Number of employees as at 30 June	3	3
Average number of employees	3	3
Subsidiary Company, SEDPL:		
Number of employees as at 30 June	53	54
Average number of employees	53	54

55. NON-ADJUSTING EVENTS AFTER REPORTING DATE

The Board of Directors of the Parent Company has proposed a cash dividend of Re. 1.00 (2024: Rs. 7.00) per share amounting to Rs. 4,216,967,470 (2024: Rs. 2,951,877,229) at its meeting held on 22nd September 2025 for the approval of the members at the annual general meeting to be held on 24th October 2025. These consolidated financial statements for the year ended June 30, 2025 do not include the effect of the proposed final cash dividend which will be accounted in the year ending June 30, 2026.

The Board of Directors of AHL has proposed a cash dividend of Rs. 10.00 per share (2024: Rs. 5.00) per share amounting to Rs. 653,400,000 (2024: Rs. 326,700,000) at its meeting held on 18th August 2025 for the approval of the members at the annual general meeting to be held on 21st October 2025. These consolidated financial statements for the year ended June 30, 2025 do not include the effect of the proposed final cash dividend which will be accounted in the year ending June 30, 2026.

The Board of Directors of SEDPL in their meeting held on 22nd August 2025 have recommended a cash dividend of Rs. 5.00 (2024: nil) per share, amounting to Rs. 1,600,000,000 (2024: nil), subject to necessary consent, for approval of shareholders in Annual General Meeting.These consolidated financial statements for the year ended June 30, 2025 do not include the effect of the proposed final cash dividend which will be accounted in the year ending June 30, 2026.

56. CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary for the purpose of comparision and better presentation.

57. DATE OF AUTHORISATION FOR ISSUE

These consolidated financial statements have been authorised for issue on 22nd September 2025 by the Board of Directors of the Company.

Chief Executive Officer	Director	Chief Financial Officer

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Corporate Calendar of Major Events

RESULTS

The Company follows the period of 1st July to 30th June as the Financial Year.

For the Financial Year ending on 30th June 2026, Financial Results will be announced as per the following tentative schedule:

1st quarter ending	30th September 2025	Last Week of October, 2025
2nd quarter ending	31st December 2025	Last Week of February, 2026
3rd quarter ending	31st March 2026	Last Week of April, 2026
Year ending	30th June 2026	Last Week of September, 2026

ISSUANCE OF ANNUAL REPORT

21 days before AGM i.e. on or before date.

31st ANNUAL GENERAL MEETING

The 31st Annual General Meeting of the Shareholders of Arif Habib Corporation Limited ("the Company") will be held on 24th October 2025 at 11:30 a.m. at the PSX Auditorium, Stock Exchange Building, Stock Exchange Road, Karachi.

CASH DIVIDEND

A final Cash Dividend for the year ended 30th June 2025 at Re. 1.00 per share i.e. 100% is recommended by the Board of Directors. Subject to the approval by members in the Annual General Meeting, the date of entitlement of cash dividend shall be day end of 16th October 2025, and the company expects to pay the final dividend on or before 7th November 2025, being the statutory limit of 10 working days from the date of General Meeting in which the dividend is approved.

Shareholders' Information

REGISTERED & CORPORATE OFFICE

Arif Habib Centre
23, M.T. Khan Road Karachi-74000
Tel: (021) 32460717-9 Fax No: (021) 32429653, 32468117
Email: info@arifhabibcorp.com Website: www.arifhabibcorp.com

SHARE REGISTRAR OFFICE

CDC Share Registrar Services Limited
CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahrah-e-Faisal, Karachi
Tel: (021) 111-111-500 Toll Free: 0800-23275
Fax: (021) 34326053
URL: www.cdcrsl.com
Email: info@cdcrsl.com

LISTING ON STOCK EXCHANGE

AHCL equity shares are listed on Pakistan Stock Exchange (PSX).

STOCK CODE

The stock code for dealing in equity shares of the Company at the stock exchanges is AHCL.

INVESTOR SERVICE CENTRE

AHCL share department is operated by CDC Share Registrar Services Limited. It also functions as an Investor Service Centre managed by a well-experienced team of professionals and is equipped with the necessary infrastructure in terms of computer facilities and comprehensive set of systems and procedures for conducting the Registration function. Team is headed by Mr. Abdus Samad at Registrar office and Company Secretary at AHCL Registered office. For assistance, queries, complaints and redressal of grievances, shareholders may contact either the registered office or the Share Registrar office.

CONTACT PERSONS:

Mr. Manzoor Raza
Tel: (021) 38280905
Email: manzoor.raza@arifhabibcorp.com

Mr. Muhammad Sarwar Dayala
Tel: (92-21) 111-111-500 (Ext. 3423)
Email: muhammad_sarwar@cdcsrsl.com

STATUTORY COMPLIANCE

During the year the Company has complied with all applicable provisions, filed all returns/forms and furnished all the relevant information as required under the Companies Act, 2017 and allied laws and rules, the Securities and Exchange Commission of Pakistan (SECP) Regulations and the Listing Regulations.

BOOK CLOSURE DATES

The Share transfer books of the company will remain closed from 17th October 2025 to 24th October 2025 (both days inclusive). Transfers received in order at the office of our registrar: M/s. CDC Share Registrar Services Limited, CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahrah-e-Faisal, Karachi, by the close of business on Thursday, 16th October 2025 will be treated in time for the determination of entitlement of shareholders to cash dividend and to attend and vote at the meeting.

LEGAL PROCEEDINGS

No case has been filed by shareholders against the Company for non-receipt of share / dividend.

GENERAL MEETINGS & VOTING RIGHTS

Pursuant to Section 132 of the Companies Act, 2017 AHCL holds a General Meeting of Shareholders at least once a year. Every shareholder has a right to attend the General Meeting. The notice of such meeting is sent to all the shareholders at least 21 days before the meeting and also published in at least one English and one Urdu newspaper having circulation in all provinces.

PROXIES

Pursuant to Section 137 of the Companies Act, 2017 and according to the Memorandum and Articles of Association of the Company, every shareholder of the Company who is entitled to attend and vote at General Meeting of the Company can appoint another member as his/her proxy to attend and vote at the meeting.

Every notice calling a General Meeting of the Company contains a statement that shareholder entitled to attend and vote is entitled to appoint a proxy. The instrument appointing proxy, duly signed by the shareholder should be deposited at the office of the Share Registrar of the Company not less than 48 hours before the meeting.

WEB PRESENCE

The website of the company has been redesigned to give an investor friendly look. Further, the website has been updated in accordance with statutory guidelines issued by regulator from time to time. Updated information about the Company and its affiliates can be accessed at AHCL web site, www.arifhabibcorp.com

SHAREHOLDING PATTERN

The shareholding pattern of the equity share capital of the Company as on 30th June 2025 along with categories of shareholders are given on page # 38 of this report.

Notice of Thirty First Annual General Meeting

Notice is hereby given that the Thirty First Annual General Meeting (AGM) of the Shareholders of Arif Habib Corporation Limited (the Company) will be held on Friday, 24th October 2025 at 11:30 a.m. at PSX Auditorium, Stock Exchange Building, Stock Exchange Road, Karachi to transact the following business:

Ordinary Business

1) To confirm minutes of the Extra Ordinary General Meeting held on 22nd September 2025.

2) To receive, consider and adopt annual audited financial statements of the Company together with the Directors' and the Auditors' Reports thereon for the year ended 30th June 2025 together with the Audited Consolidated Financial Statements of the Company and the Auditors' Reports thereon for the year ended 30th June 2025.

   In accordance with Section 223 of the Companies Act, 2017, and pursuant to SRO 389(I)/2023 dated 21st March 2023, as well as the approval granted by shareholders at the AGM held on 28th October 2023, the financial statements of the Company have been uploaded to the Company's website and can be downloaded via the following weblink or QR code :

https://www.arifhabibcorp.com/financialsnapshots.php

3) To appoint the Auditors for the year ending 30th June 2026 and fix their remuneration. The Board of Directors has recommended for reappointment of M/s. A. F. Ferguson & Co., Chartered Accountants as external auditors.

4) To consider and approve final Cash Dividend for the year ended 30th June 2025 at 100% of the face value of Re.1/- per share i.e. Re.1, as recommended by the Board of Directors.

Special Business

5) To approve the following in connection with transactions with related parties :

   i- ratification and approval of related parties transactions / arrangements / agreements / balances as disclosed in audited financial statements for the year ended 30th June 2025

   ii- authorize the Board of Directors of the Company to approve those transactions with related parties (if executed) during the financial year ending 30th June 2026 or upto the next annual general meeting, which require approval of shareholders u/s 207 and / or 208 of the Companies Act, 2017

   by passing the following special resolutions with or without modification:

   Resolved that, the transactions / arrangements / agreements / balances with related parties as disclosed in the audited financial statements for the year ended 30th June 2025 be and are hereby approved.

   Further resolved that, the Board of Directors of the Company be and is hereby authorized to approve the transactions to be conducted with Related Parties for the financial year ending 30th June 2026 or upto the next annual general meeting.

Further resolved that, the transactions approved by the Board shall be deemed to have been approved by the shareholders u/s 207 and / or 208 of the Companies Act, 2017 (if triggered) and shall be placed before the shareholders in the next annual general meeting for their formal ratification / approval u/s 207 and / or 208 of the Companies Act, 2017 (if required).

6) To consider and if deemed fit, to pass the following Special Resolutions with or without modification(s):

Investment in Associated Companies & Associated Undertakings

Resolved that, the consent and approval be and is hereby accorded under Section 199 of the Companies Act, 2017 and the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017, for:

- fresh limit of additional investment amounting to Rs.1,000 Million be allocated for the REIT Schemes under management of Arif Habib Dolmen REIT Management Ltd. (associated company), subject to the terms and conditions as mentioned in Annexure-B of Statement under Section 134(3), to be utilised in any form / nature of investment including equity, loans, advances, running finance, guarantee, indemnity, pledge of shares etc., valid for a period upto next annual general meeting, which shall be renewable thereon for further period(s) as specified.

- renewal of following unutilised limits of equity investment, and sanctioned limits of loans / advances / guarantees etc. in associated companies and associated undertakings, for which approval has been sought in previous general meeting(s), as mentioned in detail in the Annexure-C of statement under Section 134(3), for a period upto next annual general meeting, unless specifically approved for a longer period, and shall be renewable thereon for further period(s) as specified.

Sr.	Name of Associated Companies & Undertakings	------------ Amount in million ------------	
		Renewal Requested	
		Unutilised Equity Portion	Sanctioned Loan/ Advance/ Guarantee etc
		PKR	PKR / USD
1	Javedan Corporation Ltd.	2,059	PKR 3,132
2	Arif Habib Ltd.	500	PKR 6,500
3	Fatima Fertilizer Company Ltd.	2,800	PKR 2,000
4	Rotocast Engineering Co. (Pvt.) Ltd.	300	PKR 500
5	Arif Habib Dolmen REIT Management Ltd.	1,000	PKR 500
6	Aisha Steel Mills Ltd.	3,706	PKR 8,039 plus USD 80
7	Power Cement Ltd.	3,697	PKR 1,500 plus USD 49
8	Sachal Energy Development (Pvt.) Ltd.	754	PKR 1,000 plus USD 100
9	Safe Mix Concrete Ltd.	200	PKR 250
10	REIT Schemes under management of Arif Habib Dolmen REIT Management Ltd.	*10,568	*

Further resolved that, the consent and approval be and is hereby accorded under Section 199 of the Companies Act, 2017 and the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017 that:

- *unutilized investment limit of Rs.10,568 Million for the REIT Schemes under management of Arif Habib Dolmen REIT Management Ltd. (associated company), be hereby approved to be continue to be utilized in any form / nature of investment including equity, loans, advances, running finance, guarantee, indemnity, pledge of shares etc.

Further resolved that, the Chief Executive and/or any two directors jointly and/or any one director and Chief Financial Officer / Company Secretary jointly, be and are hereby authorized to take and do, and/or cause to be taken or done, any/all necessary actions, deeds and things which are or may be necessary for giving effect to the aforesaid resolutions and to do all acts, matters, deeds, and things which are necessary, incidental and/or consequential to the investment of the Company's funds as above, as and when required at the time of investment, including but not limited to negotiating and executing any necessary agreements/documents, and any ancillary matters thereto.

Any Other Business

7) To consider any other business with the permission of the Chair.

A Statement under Section 134(3) of the Companies Act 2017 pertaining to the special businesses is being sent to the shareholders along with this notice.

By order of the Board

Manzoor Raza
Company Secretary

Karachi: 3rd October 2025

Notes:

1. Share transfer books of the Company will remain closed from 17th October 2025 to 24th October 2025 (both days inclusive). Transfers received in order at the office of our registrar: M/s. CDC Share Registrar Services Limited, CDC House, 99-B, Block-B, S.M.C.H.S, Main Shahrah-e-Faisal, Karachi [AHCL's Share Registrar (CDCSRSL)], by the close of business on Thursday, 16th October 2025 will be treated in time for the determination of entitlement of shareholders to cash dividend and to attend and vote at the AGM.

2. A member entitled to attend and vote at the meeting may appoint another member as his / her proxy who shall have such rights as respects attending, speaking and voting at the meeting as are available to a member.

3. Procedure including the guidelines as laid down in Circular No. I- Reference No. 3(5-A) Misc/ARO/LES/96 dated 26th January 2000 issued by Securities & Exchange Commission of Pakistan:

   i. Members, proxies or nominees shall authenticate their identity by showing their original national identity card or original passport and bring their folio numbers at the time of attending the meeting.

   ii. In the case of corporate entity, Board of Directors' resolution/power of attorney and attested copy of the CNIC or passport of the nominee shall also be produced (unless provided earlier) at the time of meeting.

   iii. In order to be effective, the proxy forms must be received at the registered office of the Company not later than 48 hours before the meeting, duly signed and stamped and witnessed by two persons with their names, address, CNIC numbers and signatures.

   iv. In the case of individuals, attested copies of CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy form.

   v. In the case of proxy by a corporate entity, Board of Directors resolution/power of attorney and attested copy of the CNIC or passport of the proxy shall be submitted along with proxy form.

4. Online Participation in the Annual General Meeting

In order to maximize the member's participation, the Company is convening this AGM via video link in addition to holding physical meeting with shareholders. Accordingly, those members and participants who desire online participation in the AGM are requested to register themselves by sending an email along with following particulars and valid copy of both sides of their CNIC at corporate.affairs@arifhabibcorp.com with subject of 'Registration for AHCL AGM 2025' not less than 48 hours before the time of the meeting:

Name of Shareholder	CNIC No.	Folio No. / CDC Account No.	Cell No.	Email Address

Video Link to join the AGM will be shared with only those Members whose emails, containing all the required and correct particulars, are received at corporate.affairs@arifhabibcorp.com. The Shareholders can also provide their comments and questions for the agenda items of the AGM on this email address and WhatsApp Number 0311-2706624.

5. Provision of Video Link Facility:

If the Company receives a demand (at least 7 days before the date of meeting) from shareholder(s) holding an aggregate 10% or more shareholding residing in any other city, to participate in the meeting through video link, the Company will arrange video link facility in that city.

Shareholders, who wish to participate through video-link facility, are requested to fill in Video Link Facility Form available at Company's website and send a duly signed copy to the Registered Address of the Company. It may be noted that no person other than the member or proxy holder can attend the meeting through video link facility.

6. Vote Casting In-Person or Through Proxy

Polling booth will be established at the place of physical gathering of the AGM for voting.

7. E-Voting / Postal Ballot

Members are hereby notified that pursuant to the Companies (Postal Ballot) Regulations, 2018 read with Sections 143-144 of the Companies Act, 2017 and SRO 2192(1)/2022 dated 5th December 2022, members will be allowed to exercise their right to vote for the special business(es) in accordance with the conditions mentioned therein. Following options are being provided to members for voting:

i) E-Voting Procedure

(a) Details of the e-voting facility will be shared through an e-mail with those members of the Company who have their valid CNIC numbers, cell numbers, and e-mail addresses available in the register of members of the Company by the close of business on 16th October 2025.

(b) The web address, login details and password will be communicated to members via email. The security codes will be communicated to members through SMS and email from web portal of the e-voting service provider.

(c) Identity of the members intending to cast vote through E-Voting shall be authenticated through electronic signature or authentication for login.

(d) E-Voting lines will start from 21st October 2025, 9:00 a.m. and shall close on 23rd October 2025 at 5:00 p.m. Members can cast their votes any time during this period. Once the vote on a resolution is cast by a member, he / she shall not be allowed to change it subsequently.

ii) Postal Ballot

(a) Members may alternatively opt for voting through postal ballot. Ballot Paper shall also be available for download from the website of the Company at www.arifhabibcorp.com or use the same as annexed to this Notice and published in newspapers.

(b) The members shall ensure that duly filled and signed ballot paper, along with copy of Computerized National Identity Card (CNIC) should reach the Chairman of the meeting through post at Arif Habib Centre, 23 M. T. Khan Road, Karachi (Attention of the Company Secretary) OR through the registered email address of shareholder at chairman.generalmeeting@arifhabibcorp.com with subject of 'Postal Ballot for AHCL AGM 2025 by Thursday, 23rd October 2025 before 5:00 p.m. The signature on the ballot paper shall match with the signature on CNIC. A postal ballot received after this time / date shall not be considered for voting.

(c) Please note that in case of any dispute in voting including the casting of more than one vote, the Chairman shall be the deciding authority.

Note :

In accordance with the Regulation 11 of the Companies (Postal Ballot) Regulations, 2018, the Board of the Company has appointed M/s. UHY Hassan Naeem & Co. Chartered Accountants, (a QCR rated audit firm) to act as the Scrutinizer of the Company for the special business to be transacted in the meeting (Agenda # 6 pertaining to approval for Investments in associates under section 199 of the Companies Act, 2017), and to undertake other responsibilities as defined in Regulation 11A of the Regulations. Qualification & experience are mentioned on their website (www.uhy-hnco.com/) in detail.

8. Payment of Cash Dividend through Electronic Mode (Mandatory):

Under the provisions of Section 242 of the Companies Act, 2017, it is mandatory for a listed Company to pay cash dividend to its shareholders only through electronic mode directly into bank account designated by the entitled shareholders.

In order to receive cash dividends (if any) directly into their bank account, shareholders are requested to provide their IBAN by filling the Electronic Mode Dividend Form available at Company's website containing prescribed details and send it duly signed along with a copy of CNIC to AHCL's Share Registrar (CDCSRSL), in case of physical shares. In case of book-entry securities, respective shareholders must get their respective records including IBAN updated as per the Electronic Mode Dividend Form with their Broker/Participant/CDC account services.

In the absence of a members' valid bank account details and / or IBAN, the Company will be constrained to withhold the payment of dividend (if any) to such members in accordance with the requirements of the Companies (Distribution of Dividends) Regulations, 2017 read with Section 243(2)(a) of the Companies Act, 2017, till provision of prescribed details.

9. Withholding Tax on Dividend

Dividend income on shares is liable to deduction of withholding tax under Section 150 of the Income Tax Ordinance, 2001 whereby different rates are prescribed for deduction of withholding tax on the amount of dividend paid by the companies. These tax rates are as under:-

- For Filers [persons whose names are appearing in Active Taxpayers List (ATL)] : 15%

- For Non-filers [persons whose names are not appearing in ATL] : 30%

Shareholders are advised to make sure that their names (and/or the name of their joint holders) are appearing in latest ATL provided on the website of FBR, otherwise they (and/or joint holders) shall be treated as non-filers and tax on their cash dividend income (if any) will be deducted at the rate of 30% instead of 15%.

10. Withholding Tax on Dividend in Case of Joint Account Holders

In order to enable the Company to follow the directives of the regulators to determine shareholding proportion in case of Joint account, all shareholders who hold shares with Joint shareholders, are requested to provide shareholding proportions of Principal shareholder and Joint Holder(s) in respect of shares held by them to AHCL's Share Registrar (CDCSRSL), in writing, as follows:

<table>
<tr><th rowspan="2">Folio / CDS Account #</th><th rowspan="2">Total Shares</th><th colspan="2">Principal Shareholder</th><th colspan="2">Joint Shareholder</th></tr>
<tr><th>Name and CNIC #</th><th>Shareholding Proportion (%)</th><th>Name and CNIC #</th><th>Shareholding Proportion (%)</th></tr>
<tr><td rowspan="3"></td><td rowspan="3"></td><td rowspan="3"></td><td rowspan="3"></td><td></td><td></td></tr>
<tr><td></td><td></td></tr>
<tr><td></td><td></td></tr>
</table>

NOTE: In the event of non-receipt of the information by 16th October 2025, each shareholder entitled to cash dividend will be assumed to have equal proportion of shareholding with respective jointholder(s) and the tax will be deducted accordingly.

11. Unclaimed dividends

Shareholders, who by any reason, could not claim their previous dividends are advised to contact AHCL's Share Registrar (CDCSRSL) to collect/enquire about their unclaimed dividend, if any. The details of the dividend declared by the Company which have remained due for more than three years are available on the Company's website.

12. Distribution of Annual Report

The audited financial statements of the Company together with the auditors' report, directors' report and the chairman's review report for the year ended 30th June 2025 (Annual Report) are available on the Company's website (www.arifhabibcorp.com) in addition to annual and quarterly financial statements of prior years. In compliance with section 223(6) of Companies Act 2017, the Company has electronically transmitted the Annual Report via email to shareholders whose email addresses are registered with AHCL's Share Registrar (CDCSRSL). For shareholders without a registered email address, printed AGM notices, along with the weblink and QR code to download the Annual Report, have been dispatched. Hard copies of the Annual Report will be provided free of cost to any shareholder upon request, delivered to their registered address within one week of receiving such a request. For the convenience of shareholders, a "Standard Request Form for provision of Annual Audited Accounts" is also available on the Company's website.

13. Prohibition on Distribution of Gifts and Shareholder Conduct :

In compliance with Section 185 of the Companies Act, 2017 and S.R.O. 452(I)/2025 issued by SECP, shareholders are hereby informed that no gifts, in any form, shall be distributed at or in connection with the general meeting. Shareholders are also advised to observe decorum and meeting etiquette as prescribed in SECP's Guidelines for Professional Conduct in General Meetings.

14. Provision of Information by Shareholders :

To comply with various statutory requirements, and to avoid any non-compliance of law or any inconvenience in future, all shareholders are hereby advised to coordinate / update their records with their respective Participant / CDC Investor Account Services / AHCL's Share Registrar (CDCSRSL) in connection with following :

- Submission of copies of their valid / updated CNIC / NTN Certificate / Zakat Declaration (Exemption) Form / Tax Exemption Certificate.

- Convert their physical shares into scrip less form, which will also facilitate the shareholders having physical shares in many ways, including safe custody, efficient trading and convenience in other corporate actions.

- Provision of mandatory registration details in terms of Section 119 of the Companies Act, 2017 and Regulation 47 of the Companies Regulations, 2024, including mobile number / landline number and email address (if available).

- Promptly notify any change in mailing address, email address and mobile number by writing to the office of AHCL's Share Registrar (CDCSRSL).

Statement under section 134(3) of the Companies Act, 2017

This statement sets out the material facts concerning the Special Business given in Agenda item No. 5 and Agenda No. 6 of the Notice to be transacted at the Annual General Meeting of the Company. Directors of the Company have no interest in the special businesses, except in their capacity as sponsor/ director / shareholder.

Statement under section 134(3) of the Companies Act, 2017

ANNEXURE - A (AGENDA # 5)

Approval of transactions with related parties

In compliance with applicable laws, related party transactions are approved by the Board as recommended by the Audit Committee on a quarterly basis. As common directors may be deemed to be interested in certain related party transactions due to their directorship and / or shareholding in the associated companies / related parties, the Board, in order to promote transparency, is seeking shareholders' approval for related party transactions / arrangements / agreements / balances as disclosed in the audited financial statements for the year ended 30th June 2025.

Authorization for the Board of Directors to approve those transactions with related parties (if executed) conducted during the financial year ending 30th June 2026 and thereafter upto the next Annual General Meeting, which require approval of shareholders u/s 207 and / or 208 of the Companies Act, 2017

The Company shall be conducting transactions with its related parties during the aforementioned period as per the approved policy with respect to 'transactions with related parties'. Being the directors of multiple companies, many or majority of the Directors may be deemed to be treated as interested in transactions with related parties due to their common directorships and/or shareholding. In order to promote good corporate governance and transparent business practices, the shareholders desire to authorize the Board of Directors to approve transactions with the related parties from time-to-time, including transactions (if executed) triggering approval of shareholders u/s 207 and / or 208 of the Companies Act, 2017, for the year ending 30th June 2026 and thereafter upto the next annual general meeting, which transactions shall be deemed to be approved by the Shareholders. The nature and scope of such related party transactions is explained above. These transactions shall be placed before the shareholders in the next AGM for their formal approval/ratification (if required). The Directors are interested in the resolution to the extent of their shareholding and / or common directorships in such related parties.

ANNEXURE-B (AGENDA # 6)

STATEMENT UNDER SECTION 134(3) OF THE COMPANIES ACT, 2017

Investments in Associated Companies & Associated Undertakings

The Board of Directors of the Company ("AHCL") has approved the specific limits for the investments in the form of equity and loans / advances / running finance / guarantee. along with other particulars for investments in the REIT Schemes under management of Arif Habib Dolmen REIT Management Limited, subject to the consent of members under Section 199 of the Companies Act, 2017 / Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017. The Board of Directors do hereby undertake / certify that necessary due diligence for the following existing / proposed investment has been carried out.

The proposed investments may involve transactions with related parties, directors, or substantial shareholders of the company. Consequently, the directors of the Company may be deemed interested in these investments to the extent and in their capacity as directors or shareholders of the companies involved. Separate approval under Agenda # 5 is being sought from shareholders for such transactions, if executed, which would be deemed as approved by shareholders under Sections 207 and/or 208 of the Companies Act, 2017. Directors of the Company have no interest in the investee company except in their capacity as sponsor / director / shareholder of associated company.

The principle purpose of this special resolution is to make the Company in a ready position to capitalize on the investment opportunities as and when they arrive. It is prudent that the Company should be able to make the investment at the right time when the opportunity is available, and the limit shall be valid till the holding of next annual general meeting or for a longer period (as applicable), with the option of renewal thereon.

A - Disclosures for all types of investments:

Ref. No.	Requirement	Information
I	Name of associated company or associated undertaking	Existing and proposed REIT Schemes which are under the management of Arif Habib Dolmen REIT Management Limited ("AHDRML"). For detail refer Annexure B-1
II	Basis of relationship	AHDRML is an associated undertaking due to common directorship of Mr. Arif Habib, Mr. Abdus Samad Habib and Mr. Muhammad Ejaz.
III	Earnings per share for the last three years	Disclosed in Annexure B-1
IV	Break-up value of share, based on the latest audited financial statements	Disclosed in Annexure B-1
V	Financial position, including main items of statement of financial position and profit and loss account on the basis of its latest financial statements.	Disclosed in Annexure B-1

Ref. No.	Requirement	Information
VI	In case of investment in relation to a project of associated company or associated undertaking that has not commenced operations, following further information, namely: 1. description of the project and its history since conceptualization; 2. starting date and expected date of completion of work; 3. time by which such project shall become commercially operational; 4. expected time by which the project shall start paying return on investment; and 5. funds invested or to be invested by the promoters, sponsors, associated company or associated undertaking distinguishing between cash and non-cash amounts;	Various existing / proposed funds under management of AHDRML are launched or are in pipeline under different stages of launching. These include Globe Residency REIT (GRR), Silk Islamic Development REIT (SIDR), Naya Nazimabad Apartment REIT (NNAR), Pakistan Corporate CBD REIT (PCCR), Rahat Residency REIT (RRR), Garden View Apartment REIT (Formerly Parkview Apartment REIT), Hill View Apartment REIT (Formerly Meezan Center REIT), Gymkhana Apartment REIT (GAR), Dolmen City REIT (DCR), Silk World Islamic REIT (SWIR), Sapphire Bay Islamic Development REIT (SBIDR), Signature Residency REIT (SRR), Taj Boulevard Tower REIT, DHA Dolmen Lahore REIT, Imperial Development REIT, Sky Garden REIT. Consolidated approvals for various REITs have already been obtained from shareholders in previous years. This additional limit is also being sought for all REITs, including those specified above and any others that may be launched under the management of AHDRML (for which requisite information is currently unavailable). Relevant details, where applicable, are disclosed in Annexure B-1.
VII	Maximum amount of investment to be made	Fresh limit of PKR 1 billion for all types of investments is requested for approval. This is in addition to renewal of limit requested separately for PKR 10,568 Million, to be utilized for investments in REIT Schemes under management of Arif Habib Dolmen REIT Management Limited in any form / nature including equity, loans, advances, running finance, guarantee, indemnity, pledge of shares etc. for which specific approval is sought by members in previous general meetings. Above will make total available limit to Rs.11,568 million for making investment of any kind.
VIII	Purpose, benefits likely to accrue to the investing company and its members from such investment and period of investment	For the benefit of the Company and to earn better returns in the long run on investments, approval of limits for investments made in the nature of equity and loans shall be exhausted to the extent of investments made therein, while investments made in the nature of running finance, guarantees etc. and the remaining unutilised amount shall remain available for renewal in next general meetings for all types of investments.

Ref. No.	Requirement	Information
IX	Sources of funds to be utilized for investment and where the investment is intended to be made using borrowed funds 1. Justification for investment through borrowing 2. Detail of collateral, guarantees provided and assets pledged for obtaining such funds 3. Cost benefit analysis	The investment may be made from Company's own available liquidity and/or credit lines. 1. Higher rate of return. 2. Pledge of listed securities and / or charge over assets of the Company, if and where needed. 3. Company expects to time the investment to earn return over and above the borrowing cost.
X	Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment	Arrangements to the extent they are already made are disclosed in Annexure B-1. Further agreements shall be made at the time of investment, where required.
XI	Direct or indirect interest of directors, sponsors, majority shareholders and their relatives, if any, in the associated company or associated undertaking or the transaction under consideration	Directors of the Company have no interest in the investee except in their capacity as sponsor / director / shareholder of AHDRML and / or REIT schemes under its management.
XII	In case an investment in associated company has already been made, the performance review of such investment including complete information / justification for any impairments / write-offs	Details of investments already made in respective REIT Schemes are disclosed under Ref. No.XVII in Annexure B-1. Performance review of respective REIT Schemes are disclosed under Ref. Nos.III, IV & V in Annexure B-1.
XIII	Any other important details necessary for the members to understand the transaction	Annexure B-1 comprises of important details about the REIT Schemes.

B - Disclosures relating to proposed equity investments:

Ref. No.	Requirement	Information
XIV	Maximum price at which securities will be acquired	At par / premium / offered / negotiated price prevailing on the date of transaction / investment.
XV	In case the purchase price is higher than market value in case of listed securities and fair value in case of unlisted securities, justification thereof	Not Applicable
XVI	Maximum number of securities to be acquired	No. of securities purchasable under approved limit in accordance with / based on Sr. Nos. VII & XIV
XVII	Number of securities and percentage thereof held before and after the proposed investment	Number of securities already held are disclosed in Annexure B-1. Post investment unitholding is dependent upon the actual investment to be made in accordance with approved limit, and divestments (if any)

Ref. No.	Requirement	Information
XVIII	Current and preceding twelve weeks' weighted average market price where investment is proposed to be made in listed securities; and	Disclosed in Annexure B-1, where applicable
XIX	Fair value determined in terms of sub-regulation (1) of regulation 5 for investments in unlisted securities	Not applicable

Ref. No.	Requirement	Information
XX	Category-wise amount of investment	As disclosed in Sr. VII above
XXI	Average borrowing cost of the investing company, the Karachi Inter Bank Offered Rate (KIBOR) for the relevant period, rate of return for Shariah compliant products and rate of return for unfunded facilities, as the case may be, for the relevant period	Existing average borrowing cost ranges from 3-month KIBOR plus 0.7% to 3-month KIBOR plus 1.75% per annum.
XXII	Rate of interest, mark up, profit, fees or commission etc. to be charged by investing company	At the time of making the investment or entering into any arrangement, it will be ensured that the rate to be charged by the Company shall be in line with Section 199 of the Companies Act, 2017 and the guidelines provided in the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017.
XXIII	Particulars of collateral or security to be obtained in relation to the proposed investment	Shall be decided on case to case basis. Being investments made in REIT Schemes managed by a group company, requirement of collateral may be relaxed or waived as well.
XXIV	If the investment carries conversion feature i.e. it is convertible into securities, this fact along with terms and conditions including conversion formula, circumstances in which the conversion may take place and the time when the conversion may be exercisable	Depending upon the nature, structure, and funding requirements of any existing or proposed REIT Scheme, the Company may invest in such REIT Scheme through any permissible mode, including instruments or arrangements that may carry a conversion feature, whereby the investment may be converted into units of the REIT Scheme after a specified period, at a conversion price that may be predetermined, formula-based, or determined at the time of conversion. In such cases, the Management shall act in the best interest of the Company and finalize the terms of the conversion feature, if any, at the time of making the investment or entering into the relevant arrangement.
XXV	Repayment schedule and terms and conditions of loans or advances to be given to the associated company or associated undertaking	Facilities to be extended in the nature of a Running Finance Facility or Advance may be for a period of up to one year, with the option of renewal for one or more additional periods of up to one year each. Facilities to be extended in the nature of a Long-term Loan shall be for a period as mutually agreed at the time of disbursement.

ANNEXURE - B -1

Particulars	GLOBE RESIDENCY REIT (GRR)	SILK ISLAMIC DEVELOPMENT REIT (SIDR)	NAYA NAZIMABAD APARTMENT REIT (NNAR)	PAKISTAN CORPORATE CBD REIT (PCCR)
Period of latest audited accounts	FY 2025	FY 2022	FY 2024	FY 2024
III. Earnings / (loss) per unit for the last three years				
Year 2025:	3.85	Audit is in progress	Audit is in progress	Audit is in progress
Year 2024:	1.79	Audit is in progress	(1.99)	Not applicable
Year 2023:	1.94	Audit is in progress	(0.16)	Not applicable
Year 2022:	2.45	(0.02)	Not applicable	Not applicable
IV. Break-up value of units, based on the latest audited financial statements				
Break-up value	14.15	9.98	7.84	-
Units issued	140,000,000	300,000,000	293,750,000	-
V. Financial position, including main items of statement of financial position and profit and loss account on the basis of its latest audited financial statements				
Non-current assets	15,286,000	-	-	-
Current assets	5,603,464,000	4,104,947,000	10,694,937,000	7,198,366,000
Unit holder's Fund	1,981,630,000	2,995,393,000	2,303,936,000	7,163,273,000
Non-current liabilities	1,838,889,000	1,000,000,000	7,773,731,000	-
Current liabilities	1,798,231,000	109,554,000	617,270,000	35,093,000
Operating Revenue	529,836,000	-	-	-
Profit / (loss) before levies and tax	544,737,000	4,607,000	(587,294,000)	23,632,000
Profit / (loss) after Tax	539,225,000	4,607,000	(587,294,000)	16,779,000
VI. In case of investment in relation to a project of associated company or associated undertaking that has not commenced operations, following further information, namely:				
1. description of the project and its history since conceptualization; 2. starting date and expected date of completion of work; 3. time by which such project shall become commercially operational; 4. expected time by which the project shall start paying return on investment; and 5. funds invested or to be invested by the promoters, sponsors, associated company or associated undertaking distinguishing between cash and non-cash amounts;	1. GRR was established for construction of 9 Towers on 5 FL Sites located in Naya Nazimabad, Karachi. The project was launched in November 2021, and was transferred to REIT during March 2022. On December 28th, 2022, GRR was listed on PSX. 2. Construction of the project started in November 2021 and is expected to be completed in November 2026. 3. The project is commercially operational; construction and sales are progressing. 4. GRR announced its first dividend on September 15th, 2023. 5. In addition to AHCL, other associated companies namely Arif Habib Limited and Javedan Corporation Limited have also invested in the units of GRR.	1. SIDR was created for investing in undeveloped land in Karachi with the objective of upliftment of the area and development of real estate including construction and sale of residential apartment and commercial units. The SIDR project is spread over 60 acres of commercial real estate situated at Deh Jam Chakro, Surjani, Karachi, and is adjacent to Saima Arabian Villas, accessible directly from Shahrah-e-Usman / Hub Dam link road (Abdullah Chowrangi). SIDR has acquired land from Silk Bank Limited and World Group. 2.& 3. SIDR's Trust Deed was registered on July 08th, 2021, whereas SECP granted its approval granted on June 30th, 2021. Total completion time for the whole project is estimated at 10 years; 4. SIDR is expected to pay return on investment after 7 years from the date of its registration. 5. In addition to AHCL, two other associated companies namely AHDRML and Fatima Fertilizer Company Limited have also invested in the units of SIDR.	1. The NNAR was established with the objective of constructing Residential Apartments and commercial units at seven commercial sites in Naya Nazimabad, Karachi; selling 216 commercial and residential plots located at Bankers Avenue Housing Society, Lahore; and selling 76 shops in the IT Tower, Lahore; to generate income for Unit Holders. 2&3. The Trust Deed of the REIT was registered on June 24th, 2022 whereas SECP granted its approval granted on 03rd August 2022. The Scheme has an indicative life of 7 years. 4. At least 4 years from the date of registration of NNAR is expected to pay return on investment 5. In addition to AHCL, another associated company Javedan Corporation Limited has also invested in the units of NNAR.	1. PCCR has been established for investing in / acquiring commercial immovable property measuring 23.2544 Kanals located in the Central Business District of Lahore. The purpose is to develop the Real Estate for mixed-use development, to generate income for the Unit Holders, through sale of saleable area, including commercial retail units, offices, and residential apartments to the Customers and disposal of all other REIT Assets. 2&3. The Trust Deed of PCCR was registered on 29th October 2021 whereas SECP granted its approval granted on 22nd December 2021. Total completion time for the whole project is estimated / targeted at 10 years; 4. PCCR is expected to pay return on investment after 8 years from the date of its registration. 5. In addition to AHCL, another associated company Fatima Fertilizer Limited has also invested in the units of PCCR.
X. Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment				
Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment	The Company has a loan arrangement with GRR carrying a return of quarterly KIBOR + 1.5%. GRR is authorized to market the Company's apartments, and any surplus from sales proceeds is retained as a loan until project completion, as disclosed in Note # 10.8 of the unconsolidated financial statements	1. The Company undertook a Unit Subscription Agreement with SIDR, under which divestment is permitted only in accordance with the agreement. As a strategic investor, 15 million out of 60 million units are held in a blocked account. 2. The Company has a Musharaka loan arrangement with SIDR that carries a return of KIBOR + 200 basis points per annum, Upon expiry of the Musharaka tenor, the Company has the option to convert the outstanding balance into units of SIDR.	None	Consortium Agreement was signed on 1st November 2021 with the REIT Scheme along with other investors. Salient features are as follows: 1) Each investor is required to pay its committed contribution as and when demanded by the RMC. 2. AHCL's existing participating interest is 12.50% of the fund size. 3. AHDRML has been appointed as an authorized party to manage the affairs of PCCR and perform as a REIT Management Company under REIT Regulations.
XVII. Number of securities and percentage thereof held before and after the proposed investment				
No of units held	96,115,547 units being 68.65% of unit holding as on 30th June 2025	60,000,000 units being 20.00% of unit holding as on 30th June 2025	76,375,000 units being 26.00% of unit holding as on 30th June 2025	None
XVIII. Current and preceding twelve weeks' weighted average market price where investment is proposed to be made in listed securities;				
weighted average & current price	Rs. 19.46 & 20.42	Not applicable	Not applicable	Not applicable

Particulars	RAHAT RESIDENCY REIT (RRR)	Garden View Apartment REIT (Formerly PARKVIEW APARTMENT REIT)	Hill View Apartment REIT (Formerly Meezan Center REIT)	Gymkhana Apartment REIT (GAR)
Period of latest audited accounts	FY 2024	FY 2024	FY 2024	FY 2024
III. Earnings / (loss) per unit for the last three years				
Year 2025:	Audit is in progress	Audit is in progress	Audit is in progress	Audit is in progress
Year 2024:	(0.40)	(0.17)	8.21	-
Year 2023:	(0.84)	Not applicable	Not applicable	Not applicable
Year 2022:	Not applicable	Not applicable	Not applicable	Not applicable
IV. Break-up value of share, based on the latest audited financial statements				
Break-up value	8.76	9.83	10.15	-
Unit issued	50,000,000	215,686,647	130,385,356	-
V. Financial position, including main items of statement of financial position and profit and loss account on the basis of its latest financial statements				
Non-current assets	12,011,000	100,000	100,000	-
Current assets	2,410,787,000	2,314,594,000	1,515,486,000	6,298,122,000
Unit holder's Fund	437,942,000	2,119,632,000	1,323,780,000	953,683,000
Non-current liabilities	500,000,000	-	-	5,316,253,000
Current liabilities	1,484,856,000	195,062,000	191,806,000	28,186,000
Operating Revenue	-	-	2,395,640,000	-
Profit / (loss) before levies and tax	(20,205,000)	(37,234,000)	1,069,927,000	(246,317,000)
Profit / (loss) after Tax	(20,205,000)	(37,234,000)	1,069,927,000	(246,317,000)
VI. In case of investment in relation to a project of associated company or associated undertaking that has not commenced operations, following further information, namely:				
1. description of the project and its history since conceptualization; 2. starting date and expected date of completion of work; 3. time by which such project shall become commercially operational; 4. expected time by which the project shall start paying return on investment; and 5. funds invested or to be invested by the promoters, sponsors, associated company or associated undertaking distinguishing between cash and non-cash amounts;	1. RRR was established for the construction of Residential Apartments and commercial units on 5 commercial Sites located in Naya Nazimabad, Karachi. 2& 3 The Trust Deed was registered on 24th June 2022 and SECP approval was granted on 03rd August 2022. The Scheme has an indicative life of 5 years. Sales of and construction on 2 commercial Sites has already been started. 4. RRR is expected to commence return payments on investment approximately three years after its inception. 5. Arif Habib Corporation Limited, an associated company, has invested in the units of the scheme.	1) Garden View apartment REIT (formerly PVAR) was established for acquisition of real estate land parcel (FL-01 and FL-02) admeasuring 23,049 square yards in Naya Nazimabad, Karachi, with the objective of construction of the acquired Real Estate into Apartments; for generating income for Unit Holders, through sale the end product to the customers and disposal of all other REIT Assets 2&3. The Trust Deed was registered on 20th June 2023 and SECP approval is granted on 09th April 2024. the REIT scheme has an indicative life of 7 years. 4. PAR is epected to start paying returns on investment in approximately 4 years from the date of commencement of work of its project. 5. Arif Habib Corporation Limited, an associated company, has invested in the units of the scheme.	1) Hill View Apartment REIT (HVAR) was established for the acquisition of real estate land parcels (Com-103, Com-12, Com-46, B-26, B-27, and B-28) in Naya Nazimabad, Karachi, with the objective of constructing Residential and Retail Units (referred to as the 'End Product') for generating income for Unit Holders through the sale of the End Product to customers and disposal of all other REIT Assets. 2&3.The Trust Deed was registered on June 20th, 2023. The project has an indicative life of 7 years, with completion expected by June 2030. 4. HVAR is expected to start paying returns on investment in approximately 3 years from the date of commencement of work on the project. 5. Arif Habib equity (Pvt) Limited, an associated company, has invested in the units of the scheme.	1. GAR was established for acquisition of real estate land parcels (Com-42, Com-43, Com-44, Com-47, Com-48, Com-49, Com-50, Com-51, Com-52, Com-53, Com-54, Com-55, and Com-56) admeasuring 29,818 square yards in Naya Nazimabad, Karachi, with the objective of construction of the acquired Real Estate into Apartments and Retail Units (referred as 'End Product'); selling 159 residential plots located at Bankers Avenue Housing Society, Lahore; for generating income for Unit Holders, through sale of the End Product to the Customers and disposal of all other REIT Assets 2&3. The Trust Deed was registered on 20th June 2023 and SECP approval is granted on 27th December 2023. GAR has an indicative life of 7 years. 4. GAR is epected to start paying returns on investment in approximately 4 years from the date of commencement of work of its project. 5. Arif Habib Corporation Limited, an associated undertaking has invested Rs. 1.2 billion in units of the scheme.
X. Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment				
Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment	The Company has a Musharaka loan arrangement with RRR that carries a return of 3-month KIBOR + 1.80% per annum. The loan is repayable within 30 business days of notice of demand.	None	None	None
XVII. Number of securities and percentage thereof held before and after the proposed investment				
No of unit hold	50,000,000 units being 100.00% of unit holding as on 30th June 2025	126,213,644 units being 58.52% of unit holding as on 30th June 2025	None	120,000,000 units being 100.00% of unit holding as on 30th June 2025
XVIII. Current and preceding twelve weeks' weighted average market price where investment is proposed to be made in listed securities;				
weighted average & current price	Not applicable	Not applicable	Not applicable	Not applicable

ANNEXURE - B -1

Particulars	DOLMEN CITY REIT (DCR)	SILK WORLD ISLAMIC REIT (SWIR)	SAPPHIRE BAY ISLAMIC DEVELOPMENT REIT (SBIDR)	SIGNATURE RESIDENCY REIT (SRR)
Period of latest audited accounts	FY 2025	FY 2024	FY 2024	FY 2025
III. Earnings / (loss) per unit for the last three years				
Year 2025:	3.60	Audit is in progress	Audit is in progress	3.03
Year 2024:	3.66	(0.24)	1.19	(0.51)
Year 2023:	4.18	(0.49)	-	Not applicable
Year 2022:	4.39	(0.16)	-	Not applicable
IV. Break-up value of units, based on the latest audited financial statements				
Break-up value	34.41	9.11	10.61	12.14
Units issued	2,223,700,000	591,009,308	6,213,899,000	33,000,000
V. Financial position, including main items of statement of financial position and profit and loss account on the basis of its latest audited financial statements				
Non-current assets	74,755,713,000	-	-	39,863,000
Current assets	2,705,157,000	6,055,030,000	9,722,681,000	1,324,969,000
Unit holder's Fund	76,511,143,000	5,382,737,000	7,112,276,000	400,785,000
Non-current liabilities	-	-	989,965,000	-
Current liabilities	949,727,000	672,293,000	1,619,840,000	964,047,000
Operating Revenue	4,893,486,000	-	-	947,668,000
Profit / (loss) before levies and tax	7,991,911,000	(142,499,000)	287,059,000	99,835,000
Profit / (loss) after Tax	7,991,911,000	(142,499,000)	287,059,000	99,835,000
VI. In case of investment in relation to a project of associated company or associated undertaking that has not commenced operations, following further information, namely:				
1. description of the project and its history since conceptualization; 2. starting date and expected date of completion of work; 3. time by which such project shall become commercially operational; 4. expected time by which the project shall start paying return on investment; and 5. funds invested or to be invested by the promoters, sponsors, associated company or associated undertaking distinguishing between cash and non-cash amounts;	Not applicable, Dolmen City REIT's project is already operational	1. SWIR was created for investment in undeveloped land in Karachi with the objective of upliftment of the area and development of real estate including construction and sale of residential apartment and commercial units. SWIR project is spread over 86.45 acres commercial real estate situated at Deh Jam Chakro, Surjani, Karachi, and is adjacent to Saima Arabian Villas, accessible directly from Shahrah-e-Usman / Hub Dam link road (Abdullah Chowrangi). SWIR has acquired land from Silk Bank Limited and World Group. 2 & 3. The Trust Deed was registered on 26th August 2021 and SECP approval was granted on 27th September 2021, SWIR has an indicative life of 10 years. 4. SWIR is expected to pay return on investment after 10 years from the date of its registration 5. None	1) SBIDR is a PPP-REIT Scheme established to undertake the Public Private Partnership Project i.e. the Ravi Riverfront City, Zone 3 Sapphire Bay project, involving development of the Real Estate on a design, build, develop, operate, finance and transfer (DBDFOT) mode, as per the terms of the PPP Agreement with the objective of development of residential and commercial plots for generating income for Unit Holders, through lease of the end product to its customers and disposal of all other REIT Assets. 2 & 3. SBIDR's trust deed was registered on 24th December 2021, whereas SECP granted its approval granted on 12th January 2022. Total completion time for the whole project is estimated / targeted at 10 years; 4. SBIDR is expected to pay return on investment after 8 years from the date of its registration 5. Associated companies namely Javedan Corporation Limited and Fatima Fertilizer Limited has invested in the units of SBIDR.	1. SRR was established for acquisition onf 2 commercial Sites Com-109/I and Com 102 located in Naya Nazimabad, Karachi. The project was launched in January 2023 and was transferred to REIT during March 2023. 2 & 3. The Trust Deed was registered on 22nd March 2023 and SECP approval was granted on 14th June 2023. The Construction of the project started in January 2023 and is expected to be completed in September 2026. 3. One commercial site, Com-109/I, has been sold, while Com-102 is commercially operational, with its entire retail space constructed and sold. The sale and construction of residential units in Com-102 are in full progress. 4. SRR has paid its first dividen for FY 2025 to its unit holders. 5. Associated companies namely Javedan Corporation Limited and Arif Habib Corporation Limited has invested in the units of SRR.
X. Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment				
Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment	None	None	None	None
XVII. Number of securities and percentage thereof held before and after the proposed investment				
No of units held	None	None	None	13,329,896 units being 40.39% of unit holding as on 30th June 2025
XVIII. Current and preceding twelve weeks' weighted average market price where investment is proposed to be made in listed securities;				
weighted average & current price	Rs. 32 & 30.01	Not applicable	Not applicable	Not applicable

Particulars	Taj Boulevard	DHA Dolmen Lahore REIT	Imperial Development REIT	Sky Garden REIT
Period of latest audited accounts	Not available	Not available	Not available	Not available
III. Earnings / (loss) per unit for the last three years				
Year 2025:	Audit in Progress	Not applicable	Not applicable	Not applicable
Year 2024:	Not applicaable	Not applicable	Not applicable	Not applicable
Year 2023:	Not applicaable	Not applicable	Not applicable	Not applicable
Year 2022:	Not applicaable	Not applicable	Not applicable	Not applicable
IV. Break-up value of share, based on the latest audited financial statements				
Break-up value	-	-	-	-
Unit issued	-	-	-	-
V. Financial position, including main items of statement of financial position and profit and loss account on the basis of its latest financial statements				
Non-current assets	Not applicable	Not applicable	Not applicable	Not applicable
Current assets				
Unit holder's Fund				
Non-current liabilities				
Current liabilities				
Operating Revenue				
Profit / (loss) before levies and tax				
Profit / (loss) after Tax				
VI. In case of investment in relation to a project of associated company or associated undertaking that has not commenced operations, following further information, namely:				
1. description of the project and its history since conceptualization; 2. starting date and expected date of completion of work; 3. time by which such project shall become commercially operational; 4. expected time by which the project shall start paying return on investment; and 5. funds invested or to be invested by the promoters, sponsors, associated company or associated undertaking distinguishing between cash and non-cash amounts;	1.Taj Boulevard Tower REIT has been established for the acquisition and development of Commercial Plot No. 07/RDA-07, admeasuring 2,500.19 square yards in Taj Residencia, Rawalpindi. The objective of the Scheme is to construct the acquired real estate into a mixed-use development comprising Apartments and Retail Units. 2 & 3.The Trust Deed of TBTR was registered on 28th April 2025 and financial close is targeted by 31st December 2025. The project has an expected life of four years from commencement, within which it shall become commercially operational with sales and collections of apartments and retail units envisaged to commence in the first year and continue till completion. 4.TBTR is expected to start paying returns on investment from the second year of operations. 5.Taj Boulevard Tower (Pvt.) Limited, the associated undertaking, has contributed land valued at PKR 500 million.	1. The REIT is structured to include Dolmen Mall Lahore, a shopping mall developed on 108 kanals in DHA Phase VI, Lahore, under a joint venture between DHA Lahore and Dolmen Group. 2. Construction commenced in 2019 and has been completed. The project is now due to be transfered into the REIT Scheme. 3. The REIT shall be commercially operational upon transfer into the REIT Scheme. 4. As a Rental REIT, distributions are expected to commence immediately upon transfer of the property. 5. DHA Dolmen Lahore (Pvt.) Limited, the Sponsor, has undertaken to contribute land and development in consideration of units of the REIT Scheme, while sponsor advances are to be provided in cash to meet REIT formation expenses, transfer-related taxes and initial operations.	At present, only trust deeds have been executed for Imperial Development REIT and Sky Garden REIT, and no real estate assets have yet been acquired by these schemes. The REIT Management Company, in collaboration with the prospective sponsors, continues to evaluate potential development opportunities, and a decision will be taken at an appropriate time based on market conditions and feasibility.	
X. Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment				
Salient feature of agreement(s), if any, with associated company or associated undertaking with regards to proposed investment	None	None	None	None
XVII. Number of securities and percentage thereof held before and after the proposed investment				
No of unit hold	None	None	None	None
XVIII. Current and preceding twelve weeks' weighted average market price where investment is proposed to be made in listed securities;				
weighted average & current price	Not applicable	Not applicable	Not applicable	Not applicable

ANNEXURE - C (AGENDA # 6)

Statement under Section 134(3) of the Companies Act, 2017, in compliance with Regulation 4(2) of Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017, for decision to make investment under the authority of a resolution passed earlier pursuant to provisions of Section 208 of the Companies Ordinance, 1984 (Repealed) / Section 199 of the Companies Act, 2017 is not implemented either fully or partially:

The Company in its previous general meetings had sought approvals under section 208 of the Companies Ordinance, 1984 (repealed) / section 199 of the Companies Act, 2017 for investments in the following Associated Companies and Associated Undertakings in which investment has not been made so far, either fully or partially. Approval of renewal of unutilized portion of equity investments and sanctioned limit of loans, advances, running finance and corporate guarantee are also hereby sought for the companies / undertakings as per following details for a period upto next annual general meeting, unless specifically approved for a longer period. The investments may involve transactions with related parties, directors, or substantial shareholders of the companies / schemes. Consequently, the directors of the Company may be deemed interested in these investments to the extent and in their capacity as directors or shareholders or unitholders of the companies / schemes involved. Separate approval under Agenda # 5 is being sought from shareholders for such transactions, if executed, which would be deemed as approved by shareholders under Sections 207 and/or 208 of the Companies Act, 2017. Directors of the Company have no interest in the investee companies / schemes except in their capacity as sponsor / director / shareholder of associates. In the 26th AGM held in 2020, the already approved respective limits for long-term loans / running finance were approved to be consolidated, and accordingly the Company may utilise the consolidated limit at its discretion for extending long-term loans and / or running finance and / or advances; provided that sum of respective natures of investments so extended does not exceed the already approved investment limit in the aggregate. Provided further that the limit so utilised to the extent of extending long term loan shall be exhausted and shall not be renewable in next general meeting(s). In the 29th AGM held in 2023, the already approved unutilized limits for equity investment in various REIT Schemes under management of Arif Habib Dolmen REIT Management Limited were approved to be merged and utilized in any form / nature of investment including equity, loans, advances, running finance, guarantee, indemnity, pledge of shares etc. Provided further that the limit so utilised to the extent of making equity investment and / or extending long term loan shall be exhausted and shall not be renewable in next general meeting(s).

Any amount not specified in a particular currency is to be read and understood as PKR

1 Name of associated company / undertaking : **Javedan Corporation Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	9,586,637,639	2,731,550,000	400,000,000
b)	amount of investment made to date;	7,527,993,473	-	-
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	Facility is in the nature of Guarantee / indemnity / pledge of shares etc. and availed as & when needed in the interest of the shareholders
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2025**	FY2024
i	Earnings per share - basic & diluted		4.11	4.47
ii	Net Profit		1,564,934,000	1,703,627,000
iii	Shareholders Equity		25,381,822,000	25,339,236,000
iv	Total Assets		41,347,275,000	40,313,731,000
v	Break-up value		66.64	66.53
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 2,058,644,167	Sanctioned 2,731,550,000	Sanctioned 400,000,000

2 Name of associated company / undertaking : **Arif Habib Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	3,807,676,000	2,500,000,000	4,000,000,000
b)	amount of investment made to date;	3,307,630,636	-	3,150,000,000
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	Facility is in the nature of Guarantee / indemnity / pledge of shares etc. and availed as & when needed in the interest of the shareholders
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2025**	FY2024
i	Earnings per share - basic & diluted		14.99	9.36
ii	Net Profit		979,261,988	611,946,740
iii	Shareholders Equity		1,925,743,728	1,273,181,740
iv	Total Assets		7,177,154,031	5,680,506,914
v	Break-up value		29.47	19.49
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 500,045,364	Sanctioned 2,500,000,000	Sanctioned 4,000,000,000

3 Name of associated company / undertaking : **Fatima Fertilizer Company Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	8,349,905,302	2,000,000,000	-
b)	amount of investment made to date;	5,549,942,481	-	-
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	-
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2025**	FY2024
i	Earnings per share - basic & diluted		18.93	14.93
ii	Net Profit		39,746,348,000	31,357,817,000
iii	Shareholders Equity		152,179,011,000	127,194,069,000
iv	Total Assets		331,345,366,000	256,225,216,000
v	Break-up value		72.47	60.57
	Proposals for renewal for future investments:	Unutilised 2,799,962,821	Sanctioned 2,000,000,000	Sanctioned -

4 Name of associated company / undertaking : **Rotocast Engineering Company (Private) Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	300,000,000	500,000,000	-
b)	amount of investment made to date;	-	-	-
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	-
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2024**	FY2023
i	Loss per share		(7.82)	(3.10)
ii	Net Loss		(78,195,194)	(30,969,351)
iii	Shareholders Equity		5,924,101,885	5,875,551,011
iv	Total Assets		6,789,317,492	6,952,013,830
v	Break-up value		592.41	587.56
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 300,000,000	Sanctioned 500,000,000	Sanctioned -

5 Name of associated company / undertaking : **Arif Habib Dolmen REIT Management Limited (AHDRML)**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	1,000,000,000	500,000,000	-
b)	amount of investment made to date;	-	-	-
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	-
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2025**	FY2024
i	Earnings / (loss) per share - basic & diluted		3.38	(3.39)
ii	Net Profit / (loss)		67,671,529	(67,849,551)
iii	Shareholders Equity		520,846,307	453,174,778
iv	Total Assets		1,487,293,087	1,327,045,953
v	Break-up value		26.04	22.66
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 1,000,000,000	Sanctioned 500,000,000	Sanctioned -

6 Name of associated company / undertaking : **Aisha Steel Mills Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	9,023,747,251	2,539,206,765	PKR 5,500,000,000 plus USD 80,000,000
b)	amount of investment made to date;	5,318,238,534	-	PKR 1,125,000,000
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	Facility is in the nature of Guarantee / indemnity / pledge of shares etc. and availed as & when needed in the interest of the shareholders
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company:		**FY2025**	FY2024
i	Loss per share - basic & diluted		(1.55)	(0.26)
ii	Net loss		(1,351,854,000)	(132,470,000)
iii	Shareholders Equity		20,616,113,000	15,706,978,000
iv	Total Assets		38,756,457,000	40,597,158,000
v	Break-up value		17.05	12.01
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 3,705,508,717	Sanctioned 2,539,206,765	Sanctioned PKR 5,500,000,000 plus USD 80,000,000

7 Name of associated company / undertaking : **Power Cement Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	8,970,805,058	1,000,000,000	PKR 500,000,000 plus USD 49,000,000*
b)	amount of investment made to date;	5,274,236,664	-	USD 3,007,348
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	Facility is in the nature of Guarantee / indemnity / pledge of shares etc. and availed as & when needed in the interest of the shareholders
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2025**	FY2024
i	Earnings / (loss) per share - basic & diluted		0.44	(2.88)
ii	Net Profit / (loss)		814,996,000	(2,703,284,000)
iii	Shareholders Equity		23,529,257,000	19,419,121,000
iv	Total Assets		47,680,009,000	47,777,776,000
v	Break-up value		6.25	5.85
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 3,696,568,394	Sanctioned 1,000,000,000	Sanctioned PKR 500,000,000 plus USD 49,000,000

*Approval of limit of USD 49 million includes the following:
Limit of any currency equivalent to USD 38 million
Limits of PKR equivalent to USD 11 million

8 Name of associated company / undertaking : **Sachal Energy Development (Private) Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	3,500,000,000	1,000,000,000	USD 100,000,000
b)	amount of investment made to date;	2,746,465,560	-	USD 20,000,000
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	Facility is in the nature of Guarantee / indemnity / pledge of shares etc. and availed as & when needed in the interest of the shareholders
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2025**	FY2024
i	Earnings per share		11.02	11.59
ii	Net Profit		3,526,865,819	3,708,318,354
iii	Shareholders Equity		15,894,543,450	13,967,677,631
iv	Total Assets		22,168,108,852	22,929,995,397
v	Break-up value		49.67	43.65
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 753,534,440	Sanctioned 1,000,000,000	Sanctioned USD 100,000,000

9 Name of associated company / undertaking : **Safe Mix Concrete Limited**

S. No.	DESCRIPTION	INVESTMENT IN SECURITIES	INVESTEMENT IN THE NATURE OF	
			FUNDED FACILITY	UNFUNDED FACILITY
a)	total investment approved;	303,861,499	250,000,000	-
b)	amount of investment made to date;	103,563,499	-	-
c)	reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and	Waiting for an appropriate time in the interest of the shareholders for complete utilisation	Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders	-
d)	material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :		**FY2025**	FY2024
i	Earnings per share - basic & diluted		4.11	4.57
ii	Net Profit		102,713,641	114,143,833
iii	Shareholders Equity		444,260,098	391,276,494
iv	Total Assets		993,098,280	822,617,277
v	Break-up value		17.77	15.65
	RENEWAL IN PREVIOUS LIMITS REQUESTED FOR PORTION I.E. :	Unutilised 200,298,000	Sanctioned 250,000,000	Sanctioned -

10 Name of associated company / undertaking : **REIT Schemes under management of Arif Habib Dolmen REIT Management Limited (AHDRML)**

<table>
<tr><th rowspan="2">S. No.</th><th rowspan="2">DESCRIPTION</th><th rowspan="2">INVESTMENT IN SECURITIES</th><th colspan="2">INVESTEMENT IN THE NATURE OF</th></tr>
<tr><th>FUNDED FACILITY</th><th>UNFUNDED FACILITY</th></tr>
<tr><td>a)</td><td>total investment approved;</td><td colspan="3">15,315,248,438</td></tr>
<tr><td>b)</td><td>amount of investment made to date;</td><td>4,747,681,565
REIT wise detail in Annexure C-1</td><td>386,039,022
REIT wise detail in Annexure C-1</td><td>-
No corporate guarantee provided to date</td></tr>
<tr><td>c)</td><td>reasons for not having made complete investment so far where resolution required it to be implemented in specified time; and</td><td>Waiting for an appropriate time in the interest of the shareholders for complete utilisation</td><td>Facility is in the nature of long-term loans and / or running finance and / or advances, and availed as & when needed in the interest of the shareholders</td><td>Facility is in the nature of Guarantee / indemnity / pledge of shares etc. and availed as & when needed in the interest of the shareholders</td></tr>
<tr><td>d)</td><td>material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company:</td><td colspan="3">Details relating to existing REIT Schemes under management is disclosed in Annexure C-1</td></tr>
<tr><td></td><td>Proposals for renewal for future investments :</td><td colspan="3">Unutilised Limited
PKR 10,567,566,873</td></tr>
</table>

ANNEXURE C-1

Particulars	GLOBE RESIDENCY REIT (GRR)	SILK ISLAMIC DEVELOPMENT REIT (SIDR)	NAYA NAZIMABAD APARTMENT REIT (NNAR)	PAKISTAN CORPORATE CBD REIT (PCCR)

b) amount of investment made to date;

Investment in securities	288,496,165	600,000,000	763,750,000	None
Loans/Advance/RF	106,039,022	180,000,000	None	None

d) material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :

Current audited accounts	FY 2025	FY 2023, 2024 & 2025	FY 2024	FY 2024
Earnings / (loss) per share	3.85	Audit in progress	(1.99)	Not applicable
Net profit / loss	539,225,000		(587,294,000)	16,779,000
Shareholders Equity	1,981,630,000		2,303,936,000	7,163,273,000
Total Assets	5,618,750,000		10,694,937,000	7,198,366,000
Break-up value	14.15		7.84	Not applicable

last year audited accounts	FY 2024	FY 2022	FY 2023	FY 2023
Earnings / (loss) per share	1.79	(0.02)	(0.16)	Not applicable
Net profit / loss	251,915,000	(4,607,000)	(46,270,000)	6,879,000
Shareholders Equity	1,687,405,000	2,995,393,000	2,891,230,000	3,833,662,000
Total Assets	4,789,967,000	4,104,947,000	5,863,981,000	3,864,430,000
Break-up value	12.05	9.98	9.84	Not applicable

Particulars	RAHAT RESIDENCY REIT (RRR)	Garden View Apartment REIT (Formerly PARKVIEW APARTMENT REIT)	Hill View Apartment REIT (Formerly Meezan Center REIT)	Gymkhana Apartment REIT (GAR)

b) amount of investment made to date;

Investment in securities	500,000,000	1,262,136,440	None	1,200,000,000
Loans/Advance/RF	100,000,000	None	None	None

d) material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :

Current audited accounts	FY 2024	FY 2024	FY 2024	FY 2024
Earnings / (loss) per share	(0.40)	(0.17)	8.21	Not applicable
Net profit / loss	(20,205,000)	(37,234,000)	1,069,927,000	(246,317,000)
Shareholders Equity	437,942,000	2,119,632,000	1,323,780,000	953,683,000
Total Assets	2,422,798,000	2,314,694,000	1,515,586,000	6,298,122,000
Break-up value	8.76	9.83	10.15	Not applicable

last year audited accounts	FY 2023	FY 2023	FY 2023	FY 2023
Earnings / (loss) per share	(0.84)	Not applicable	Not applicable	Not applicable
Net profit / loss	(41,853,000)			
Shareholders Equity	458,147,000			
Total Assets	1,938,042,000			
Break-up value	9.16			

Particulars	DOLMEN CITY REIT (DCR)	SILK WORLD ISLAMIC REIT (SWIR)	SAPPHIRE BAY ISLAMIC DEVELOPMENT REIT (SBIDR)	SIGNATURE RESIDENCY REIT (SRR)

b) amount of investment made to date;

Investment in securities	None	None	None	133,298,960
Loans/Advance/RF	None	None	None	None

d) material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :

Current audited accounts	FY 2025	FY 2024	FY 2024	FY 2025
Earnings / (loss) per share	3.60	(0.24)	1.19	3.03
Net profit / loss	7,991,911,000	(142,499,000)	287,059,000	99,835,000
Shareholders Equity	76,511,143,000	5,382,737,000	7,112,876,000	400,785,000
Total Assets	77,460,870,000	6,055,030,000	9,722,681,000	1,364,832,000
Break-up value	34.41	9.11	11.45	12.14

last year audited accounts	FY 2024	FY 2023	FY 2023	FY 2024
Earnings / (loss) per share	3.66	0.49	Not applicable	(0.51)
Net profit / loss	8,140,055,000	(290,268,000)	119,069,000	(16,697,000)
Shareholders Equity	73,189,002,000	5,525,236,000	4,483,345,000	300,950,000
Total Assets	74,054,969,000	6,029,827,000	5,558,591,000	1,529,741,000
Break-up value	32.91	9.35	Not applicable	9.12

Particulars	Taj Boulevard	DHA Dolmen Lahore REIT	Imperial Development REIT	Sky Garden REIT

b) amount of investment made to date;

Investment in securities	None	None	None	None
Loans/Advance/RF	None	None	None	None

d) material change in financial statements of associated company or associated undertaking since date of the resolution passed for approval of investment in such company :

Current audited accounts	FY 2025	FY 2025	FY 2025	FY 2025
Earnings / (loss) per share	Not applicable	Not applicable	Not applicable	Not applicable
Net profit / loss				
Shareholders Equity				
Total Assets				
Break-up value				

last year audited accounts	FY 2024	FY 2024	FY 2024	FY 2024
Earnings / (loss) per share	Not applicable	Not applicable	Not applicable	Not applicable
Net profit / loss				
Shareholders Equity				
Total Assets				
Break-up value				

سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان، اسٹیٹ بینک آف پاکستان، کمپیٹیشن کمیشن آف پاکستان، سینٹرل ڈیپازٹری کمپنی آف پاکستان اور پاکستان اسٹاک ایکسچینج کی انتظامیہ کے مسلسل تعاون اور رہنمائی پر اُن کے شکر گزار ہیں جن کے تعاون کی وجہ سے کمپنی طویل سفر طے کر کے آج اس مقام تک پہنچی ہے۔ سال کے دوران ہم کمپنی کے ملازمین کی ان تھک محنت کا اعتراف کرتے ہیں۔ انتہائی اہم معاملات میں انتظامیہ کی تائید اور رہنمائی کے لیے آڈٹ کمیٹی اور دیگر کمیٹیوں کے ممبران کے فعال کردار اور ان کی قابل قدر معاونت بھی قابل تعریف ہے۔

برائے ومنجانب بورڈ

جناب عارف حبیب	**جناب اسداللہ خواجہ**
چیف ایگزیکٹو	چیئرمین

کراچی: 22 ستمبر 2025

آڈٹ کمیٹی:

ادارتی نظم وضبط کے ضابطے کے تحت آڈٹ کمیٹی نے تسلسل کے ساتھ اپنے فرائض کو بورڈ کی تعین کردہ ذمے داریوں کے مطابق انجام دیا۔ کمیٹی کی تشکیل اور اس کی ذمے داریوں کے نمایاں خدوخال اس رپورٹ کے ساتھ منسلک کیے گئے ہیں۔

آڈیٹرز:

موجودہ بیرونی آڈیٹرز میسرز اے ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس 24 اکتوبر 2025 کو منعقد ہونے والے اجلاس عام کے اختتام پر ریٹائر ہو جائیں گے اور اہلیت کے باعث انہوں نے 30 جون 2026 کو ختم ہونے والے سال کے لئے اپنی دوبارہ تقرری کی پیشکش کی ہے۔ بیرونی آڈیٹرز کو انسٹیٹیوٹ آف چارٹرڈ اکاؤنٹنٹس آف پاکستان (ICAP) کے کوالٹی کنٹرول ریویو پروگرام میں تسلی بخش ریٹنگ حاصل ہے۔ آڈٹ کمیٹی کی تجویز پر بورڈ نے باہمی طے شدہ معاوضہ پر میسرز اے ایف فرگوسن اینڈ کمپنی، چارٹرڈ اکاؤنٹنٹس کی 30 جون 2026 کو ختم ہونے والے سال کے لئے بطور آڈیٹرز دوبارہ تقرری کی سفارش کی ہے۔ اس سلسلے میں 24 اکتوبر 2024 کو ہونے والے اجلاس عام میں حصص یافتگان سے منظوری لی جائے گی۔

سیکریٹریل طریقوں پر عمل درآمد

جائزہ سال کے دوران کمپنیز ایکٹ 2017 اور لسٹڈ کمپنیز (کوڈ آف کارپوریٹ گورننس) ریگولیشنز 2019 کے تحت سیکریٹریل اور ادارتی ضوابط کی مکمل پاسداری کی گئی۔

ملحقہ پارٹیوں کے سودے:

لسٹنگ ریگولیشنز کی پاسداری کرتے ہوئے کمپنی نے ملحقہ پارٹیوں کے ساتھ تمام سودے آڈٹ کمیٹی اور بورڈ کے روبرو ان کے جائزے اور منظوری کے لیے پیش کیے۔ ان سودوں کو آڈٹ کمیٹی اور بورڈ آف ڈائریکٹرز نے اپنے متعلقہ اجلاسوں میں منظور کیا۔ ملحقہ پارٹیوں کے ساتھ سودوں کی تفصیل آڈٹ شدہ مالیاتی گوشواروں کے نوٹ نمبر 41 میں پیش کی گئی ہے۔

اعتراف

ڈائریکٹرز کمپنی کے تمام اسٹیک ہولڈرز کے مسلسل اعتماد اور سرپرستی پر ان کے شکرگزار ہیں۔ ہم اپنے کاروباری شراکت داروں، بینکاروں اور مالیاتی اداروں کے اعتماد اور بھروسے پر ان کے لیے ستائش اور تشکر ریکارڈ پر لانا چاہتے ہیں۔ ہم وزارت مالیات،

ڈائریکٹرز اوراعلیٰ عہدے داران کی کمپنی کے حصص میں خرید وفروخت:

تمام ڈائریکٹرز بشمول چیف ایگزیکٹیو، چیف فنانشل آفیسر اور کمپنی کے اعلیٰ عہدے داران کو کمپنی سیکریٹری کی جانب سے مطلع کر دیا گیا تھا کہ اگر انہوں نے بذات خود یا ان کے شریک حیات نے کمپنی کے حصص میں کوئی خرید وفروخت کی ہے تو تحریری طور پر ان سودوں کی قیمت، حصص کی تعداد وقسم اور لین دین کی نوعیت کی تفصیلات سودے کے 7 دن کے اندر کمپنی سیکریٹری کو ارسال کر دیں۔

ڈائریکٹرز، چیف ایگزیکٹیو آفیسر، چیف فنانشل آفیسر، کمپنی سیکریٹری اور ان کے شریک حیات اور کم عمر فیملی ممبران کی کمپنی کے حصص میں لین دین سے متعلق بیان کو گوشوارہ نمبر-II میں منسلک کیا گیا ہے۔ گوشوارہ نمبر-II میں دیئے گئے منکشفات کے علاوہ کسی بھی ایسے ملازم جس کی بنیادی سالانہ تنخواہ 3,600,000 روپے سے زیادہ ہو، اس نے کمپنی کے حصص میں کوئی لین دین نہیں کی۔ سالانہ رپورٹوں میں حصص کی خرید وفروخت منکشف کیے جانے کے لیے تنخواہ کی اس سطح کو کمپنی کے بورڈ نے طے کیا ہے۔

حصص داری کی ساخت:

کمپنی کے حصص پاکستان اسٹاک ایکسچینج میں لسٹڈ ہیں۔ 30 جون 2025 کو کمپنی کے 6,933 حصص یافتگان تھے۔ حصص داری کی تفصیلی ساخت اور کمپنی کی حصص داری کی اقسام بشمول ڈائریکٹرز اور ایگزیکٹیو کی ملکیت میں حصص کی تعداد، اگر کوئی ہو، تو وہ منسلک گوشوارہ نمبر-III میں پیش کی گئی ہے۔

مالیاتی اورکاروباری جھلکیاں:

مالیاتی اور کاروباری اعداد وشمار اختصاری شکل میں ''گزشتہ چھ سالوں کی مالیاتی اور کاروباری جھلکیاں ایک نظر میں'' کے عنوان سے صفحہ نمبر **61** پر دیئے گئے ہیں۔

ریٹائرمنٹ فنڈز سے سرمایہ کاری:

کمپنی کے تحت اسٹاف پراویڈنٹ فنڈ سے کی گئی سرمایہ کاری کی مالیت ان کے 30 جون 2025 تک کے متعلقہ آڈٹ شدہ مالیاتی گوشواروں کے مطابق 72.99 ملین روپے ہے۔

بورڈ کی تشکیل میں تبدیلیاں اور ڈائریکٹرز کا انتخاب:

کمپنیز ایکٹ، 2017 کی دفعہ 161 کے مطابق، 21 ستمبر 2022 کو ہونے والے غیر معمولی اجلاس عام میں منتخب ہونے والے آٹھ ڈائریکٹرز کی تین سالہ مدت 22 ستمبر 2025 کو مکمل ہوگئی ہے۔ ایکٹ کے سیکشن 159 (3) کے تحت، آٹھ افراد نے انتخابات کے لیے خود کو پیش کیا، جو بورڈ کے سیکشن 159 (1) کے تحت مقرر کردہ ڈائریکٹرز کی تعداد کے برابر تھی۔ چونکہ امیدواروں کی تعداد منتخب ہونے والے ڈائریکٹرز کی تعداد سے زیادہ نہیں تھی، اس لیے قانون کے مطابق تمام امیدوار غیر متنازعہ طور پر منتخب شدہ سمجھے گئے۔ ان آٹھ ڈائریکٹرز کے انتخابات کو 22 ستمبر 2025 کو ہونے والے غیر معمولی اجلاس عام میں حصص یافتگان نے تصدیق اور منظوری دی، اور انہیں مزید تین سالہ مدت کے لیے منتخب کیا گیا جو ستمبر 2028 میں ختم ہوگی۔ تمام ریٹائر ہونے والے ڈائریکٹرز نے انتخابات میں حصہ لیا اور دوبارہ منتخب ہو گئے۔ 30 جون 2025 کو ختم ہونے والے مالی سال کے دوران بورڈ میں کوئی عارضی خالی نشست نہیں آئی۔

ڈائریکٹرز کی معاوضہ پالیسی:

عارف حبیب کارپوریشن لمیٹڈ کے نان ایگزیکٹو ڈائریکٹرز اور آزاد ڈائریکٹرز بورڈ آف ڈائریکٹرز اور بورڈ کی کسی ذیلی کمیٹی کے اجلاس میں حاضر ہونے پر بورڈ کی وقتاً فوقتاً منظور کردہ شرح کے مطابق معاوضہ طلب کر سکتے ہیں۔

کسی ڈائریکٹر کو سونپی گئی اضافی خدمات کے عوض معاوضے کا تعین بورڈ آف ڈائریکٹرز مارکیٹ کے معیار اور کام کے دائرہ کار کے مطابق طے کرتا ہے اور اس کے لیے کمپنی کے لیے آرٹیکلز آف ایسوسی ایشن کی پاس داری کی جاتی ہے۔ معاوضے کی سطح ذمے داری اور مہارت کے مطابق اور مناسب ہوتی ہے۔ تاہم کسی بھی آزاد ڈائریکٹر کا معاوضہ اس سطح کا نہیں ہوگا جسے اس کی آزادی پر تصفیہ تصور کیا جائے۔

چیف ایگزیکٹو آفیسر بورڈ کا واحد ایگزیکٹو ڈائریکٹر ہے۔ چیف ایگزیکٹو، ڈائریکٹرز اور ایگزیکٹوز کے معاوضے کے پیکیج کی تفصیلات منسلک آڈٹ شدہ انفرادی مالیاتی گوشواروں کے نوٹ نمبر 34 میں پیش کی گئی ہیں۔ نان ایگزیکٹو ڈائریکٹرز کو ادا کی جانے والی میٹنگ فیس سے متعلق تفصیلات منسلک آڈٹ شدہ انفرادی مالیاتی گوشواروں کے نوٹ نمبر 34.2 میں پیش کی گئی ہیں۔

بورڈ کے اجلاس میں حاضری:

ان افراد کے نام جو مالیاتی سال کے دوران کمپنی کے ڈائریکٹر رہے بمع بورڈ اور کمیٹیوں کے اجلاسوں میں ان کی حاضری سے متعلق بیان کو گوشوارہ نمبر-I میں منسلک کیا گیا ہے۔

بورڈ/کمیٹیوں کی تشکیل:

کل آٹھ ڈائریکٹرز میں سے سات ڈائریکٹرز مرد ہیں جبکہ ایک ڈائریکٹر خاتون ہیں۔ موجودہ بورڈ آف ڈائریکٹرز اور اس کی کمیٹیوں کی تشکیل مندرجہ ذیل ہے:

بورڈ آف ڈائریکٹرز	قسم	آڈٹ کمیٹی	انسانی وسائل اور معاوضہ کمیٹی	سرمایہ کاری اور خطرات سے نمٹنے کی کمیٹی	نامزدگی کمیٹی
خواجہ نجم الدین رومی	آزاد	چیئرمین	-	-	-
محترمہ زیبا بختیار	آزاد	-	چیئرپرسن	-	-
جناب اسد اللہ خواجہ (چیئرمین)	نان ایگزیکٹیو	-	-	-	-
جناب نسیم بیگ	نان ایگزیکٹیو	-	ممبر	ممبر	-
جناب صمد اے حبیب	نان ایگزیکٹیو	-	-	ممبر	ممبر
جناب کاشف اے حبیب	نان ایگزیکٹیو	ممبر	ممبر	ممبر	-
جناب محمد اعجاز	نان ایگزیکٹیو	ممبر	-	-	-
جناب عارف حبیب (چیف ایگزیکٹیو)	ایگزیکٹیو	-	ممبر	چیئرمین	چیئرمین

بورڈ نے سسٹین ایبلٹی کمیٹی کے فرائض موجودہ ہیومن ریسورس اینڈ ریمیونریشن کمیٹی کو تفویض کر دیے ہیں۔

کرے۔ گروپ کی کمپنیوں کی شراکتیں صفحہ نمبر 77 پر تفصیل سے بیان کی گئی ہیں۔

ادارتی نظم وضبط:

AHCL، جو پاکستان اسٹاک ایکسچینج پر درج کمپنی ہے، کارپوریٹ گورننس کے اعلیٰ ترین معیارات پر کاربند ہے۔ بورڈ اور انتظامیہ فہرست شدہ کمپنیوں کے لیے مقرر کردہ کارپوریٹ گورننس کوڈ پر مکمل توجہ اور ذمہ داری کے ساتھ عمل کرتے ہیں، تاکہ اپنی ذمہ داریاں شفافیت، جوابدہی اور انصاف کے ساتھ ادا کی جاسکیں۔

بورڈ اس بات کی توثیق کرتا ہے کہ کمپنی کی باقاعدہ اکاؤنٹس کی کتب برقرار رکھی گئی ہیں اور مناسب اکاؤنٹنگ پالیسیز کو مستقل طور پر اپنایا گیا ہے، سوائے اُن جگہوں کے جہاں نئے یا ترمیم شدہ معیارات اس کے برعکس تقاضا کرتے ہیں (جیسا کہ آڈٹ شدہ مالی بیانات کے نوٹ نمبر 2.5 میں ظاہر کیا گیا ہے)۔ مالی بیانات بین الاقوامی مالیاتی رپورٹنگ معیارات (جیسا کہ پاکستان میں قابل اطلاق ہیں) کے مطابق تیار کیے گئے ہیں، جن میں محتاط فیصلہ سازی اور معقول تخمینے استعمال کیے گئے ہیں، اور یہ کمپنی کی مالی حیثیت، کارکردگی، کیش فلو اور ایکویٹی میں تبدیلیوں کی درست اور منصفانہ عکاسی کرتے ہیں۔ اندرونی کنٹرولز، بشمول مالی کنٹرولز، بہتر طریقے سے ڈیزائن کیے گئے ہیں، مؤثر انداز میں نافذ کیے گئے ہیں اور باقاعدگی سے مانیٹر کیے جاتے ہیں۔ کمپنی پر ٹیکسز، ڈیوٹیز، لیویز یا ملازمین کے ریٹائرمنٹ بینیفٹس کے حوالے سے کوئی واجبات باقی نہیں ہیں۔

AHCL اپنی سرمایہ کاری میں حصے داری کی بنیاد پر اسٹریٹجک انویسٹمنٹس کی کمپنیوں کے بورڈز میں ڈائریکٹرز نامزد کرتا ہے۔ جہاں قابل اطلاق ہو، نامزد افراد اور نمائندگان سرمایہ کاری والی کمپنیوں کے مینجمنٹ کے ساتھ بزنس پلانز اور بجٹ پر فعال طور پر مشاورت کرتے ہیں، اور کارکردگی طے شدہ اہداف کے مطابق جانچی جاتی ہے۔ پیش رفت کا باقاعدہ جائزہ لیا جاتا ہے تاکہ یہ یقینی بنایا جاسکے کہ گروپ کے اسٹریٹجک مقاصد کے ساتھ ہم آہنگی برقرار رہے۔

بورڈ کمپنی کی ایک چلتی کاروباری حیثیت (Going Concern) کے طور پر جاری رہنے کی مکمل صلاحیت پر اپنے بھرپور اعتماد کا اعادہ کرتا ہے۔ کارپوریٹ گورننس کی بہترین روایات سے کوئی اہم انحراف پیش نہیں آیا۔ اے ایچ سی ایل نے ہمیشہ گورننس میں اعلیٰ معیار قائم کرنے کی کوشش کی ہے، جن میں سے کئی اقدامات اس وقت بھی رضاکارانہ طور پر اختیار کیے گئے جب وہ ریگولیٹری تقاضے بھی نہیں بنے تھے۔

مادیت کے لائحہ عمل کا نفاذ:

بورڈ آف ڈائریکٹرز کمپنی کے تمام مادی / اہمیت کے حامل معاملات کی کڑی نگرانی کرتا ہے۔ عام طور پر ان تمام معاملات کو مادی سمجھا جاتا ہے جو پالیسی کے مطابق کمپنی کی کارکردگی اور منافع کو نمایاں طور پر متاثر کر سکتے ہوں خواہ وہ انفرادی معاملات ہوں یا اجتماعی معاملات۔

کارپوریٹ سماجی ذمہ داری اور ماحولیاتی، سماجی اور گورننس:

آغاز سے ہی عارف حبیب گروپ کا یقین رہا ہے کہ کاروبار کو منافع سے بڑھ کر ایک مقصد کی خدمت کرنی چاہیے۔ ذمہ دار اور پائیدار ترقی ہماری بنیادی سوچ کا مرکز رہی ہے، جو ہمیں ان کمیونٹیز اور ماحول کے ساتھ دیکھ بھال، ذمہ داری اور حساسیت کے ساتھ پیش آنے کی رہنمائی کرتی ہے جن سے ہمارا تعلق پڑتا ہے۔

ہمارے CSR پروگرام تعلیم، صحت، ماحولیات، کمیونٹی ویلفیئر، کھیلوں اور فلاحی کاموں جیسے شعبوں میں بامعنی تعاون فراہم کرتے ہیں۔ ایسے شعبے جہاں ہم حقیقی اور دیرپا اثرات پیدا کر سکتے ہیں۔ ہم اپنے ملازمین اور اسٹیک ہولڈرز کی فلاح و بہبود کو بھی مرکز میں رکھتے ہیں، تاکہ ان کی حفاظت، ترقی اور خوشحالی کو یقینی بنایا جاسکے۔

ہماری اقدار کے مطابق، ہم نے اپنے کاروبار میں ESG اصولوں کو شامل کیا ہے تاکہ یہ یقینی بنایا جاسکے کہ پائیداری اور حکمرانی ترقی کے ساتھ ساتھ چلیں۔ توانائی کی کارکردگی، بچت اور ذمہ دارانہ بجلی کا استعمال ہماری روزمرہ کی سرگرمیوں کا لازمی حصہ ہیں، جبکہ ہم وسائل کے استعمال اور ماحولیاتی اثرات کو کم کرنے والی قابل تجدید توانائی اور تحقیق میں مواقع کو فعال طور پر اپناتے ہیں۔

شفافیت اور جوابدہی ہماری گورننس پالیسیوں کی بنیاد ہیں، کیونکہ ہم مسلسل قومی معیشت کے حوالے سے اپنی ذمہ داریوں کو پورا کرتے ہیں اور کارپوریٹ طرزِ عمل کے اعلیٰ ترین معیارات کو برقرار رکھتے ہیں۔

آئندہ کے لیے، ہم پاکستان کی ترقی کی کہانی کو مزید مضبوط کرنے کے لیے اپنے لوگوں، معیشت اور ماحول میں دوبارہ سرمایہ کاری کرنے کے لیے پرعزم ہیں۔ اس یقین کے ساتھ کہ اصل ترقی وہی ہے جو منافع اور پائیداری کے درمیان توازن قائم

ہم ایک متنوع، مساوی اور جامع کام کی جگہ بنانے کے لیے پر عزم ہیں جہاں ہر فرد ترقی کر سکے۔ بھرتی کے طریقہ کار کو بہتر بنایا جا رہا ہے تاکہ مختلف پس منظر سے باصلاحیت افراد کو متوجہ کیا جا سکے، خاص طور پر خواتین کی شمولیت میں اضافہ کرنے پر توجہ دی جا رہی ہے، جبکہ کیریئر ڈویلپمنٹ کو شفاف معیار کے مطابق پرکھا جاتا ہے۔ سال کے دوران، تنوع، مساوات اور شمولیت (DEI) ورکشاپ منعقد کرنے کے منصوبے تیار کیے گئے تاکہ جامع سوچ کو فروغ دیا جا سکے، جبکہ اطلاع دہندہ اور شکایتی نظام کا جائزہ لیا گیا اور اسے تسلی بخش پایا گیا۔ صنفی مساوات اور تنخواہوں میں شفافیت بدستور ہماری اہم ترجیحات میں شامل ہیں، خواتین اس وقت ہمارے بورڈ کا 12.5% حصہ ہیں، ساتھ ہی خواتین کے لیے مضبوط قیادت کی تیاری اور تنخواہوں میں مساوات کے لیے باضابطہ فریم ورک کے نفاذ کی کوششیں جاری ہیں۔

ملازمین کی فلاح و بہبود ہماری بنیادی سوچ کا مرکزی حصہ ہے۔ گروپ کے ایک بڑے تعداد میں ملازمین نے سال کے دوران ڈویلپمنٹ پروگرامز میں حصہ لیا، جبکہ بہتر ہیلتھ انشورنس، ذہنی صحت کے اقدامات اور آگاہی مہمات نے مزید ہمارے "لوگوں کو مقدم رکھنے" کے نقطہ نظر کو مضبوط کیا۔ سکسیشن پلاننگ اور لیڈرشپ ڈویلپمنٹ کی کوششیں اعلیٰ صلاحیت رکھنے والے ٹیلنٹ کی نشاندہی اور انہیں ایگزیکٹو ذمہ داریوں کے لیے تیار کرنے پر مرکوز رہیں۔ ڈی ای آئی (DEI) طریقہ کار کو ادارے میں شامل کر کے اور ایک اخلاقی و معاون ثقافت کو فروغ دے کر، AHCL اپنے سب سے قیمتی اثاثے - اپنے لوگوں - کو مضبوط کرتا جا رہا ہے اور عزم کے ساتھ آگے بڑھ رہا ہے تاکہ پاکستان میں "ایمپلوئر آف چوائس" بن سکے اور ہیومن کیپیٹل ڈویلپمنٹ میں ایک معیار قائم کر سکے۔

مساوات بدستور ہماری ترجیحات میں شامل ہے اور کمپنی فعال اقدامات کر رہی ہے تاکہ ایس ای سی پی (SECP) کے صنفی اجرت فرق (Gender Pay Gap) سے متعلق سرکلر پر عمل درآمد کیا جا سکے۔ یہ ایک عالمی چیلنج ہے جو پیشہ ورانہ تقسیم، تجربے کے فرق اور نظامی تعصبات کی وجہ سے آمدنی میں تفاوت کو ظاہر کرتا ہے۔ اس مسئلے کو حل کرنا منصفانہ معاوضہ، شمولیت اور پائیدار ترقی کو یقینی بنانے کے لیے نہایت اہم ہے۔ بین الاقوامی بہترین طریقہ کار اور ریگولیٹری رہنما اصولوں کے مطابق خود کو ہم آہنگ کرتے ہوئے، کمپنی شفافیت میں اضافہ، تنخواہوں میں مساوات کو یقینی بنانے اور تنوع و شمولیت کے عزم کو مزید مضبوط کرنے کی کوشش کر رہی ہے۔ اجرت کے فرق کی ایک جھلک ذیل میں پیش کی گئی ہے:

اوسط صنفی تنخواہ کا فرق	3.66%
درمیانی صنفی تنخواہ کا فرق	-95.86%

ایک انویسٹمنٹ ہولڈنگ کمپنی کے طور پر، AHCL اپنی سرمایہ کاری وصول کرنے والی کمپنیوں میں ذمہ دار کاروباری طریقہ کار کو بھی فروغ دیتی ہے۔ اگرچہ یہ براہِ راست مینوفیکچرنگ میں شامل نہیں ہے، ہم اپنی پورٹ فولیو کمپنیوں کو فعال طور پر اس بات کی ترغیب دیتے ہیں کہ وہ ماحولیاتی، سماجی اور گورننس (ESG) اصولوں کو اپنی سرگرمیوں میں شامل کریں، جن میں ماحولیاتی خطرات میں کمی، کمیونٹی کی شمولیت اور پائیدار عمل شامل ہیں۔ ہم مزید تنوع، مساوات اور شمولیت (DE&I) کی وکالت کرتے ہیں اور ایسی پالیسیوں کو فروغ دیتے ہیں جو صنفی مساوات کو بہتر بنائیں اور قیادت کے عہدوں پر خواتین کی زیادہ شمولیت کو یقینی بنائیں۔

سرمایہ کا انتظام اور روانیت:

کمپنی کی پالیسی ہے کہ سرمائے کی مستحکم سطح برقرار رکھی جائے تاکہ سرمایہ کاروں، قرض دہندگان اور مارکیٹ کا اعتماد بحال رہے، کاروبار میں پائیدار ترقی ہو، کمپنی کی چلتے ہوئے ادارے کی حیثیت کا تحفظ ہو، تاکہ وہ اپنے حصص یافتگان کو بہتر منفعت اور دیگر شراکت داراں کو فوائد فراہم کیے جاسکے اور سرمائے کی ساخت کی بہترین سطح کو برقرار رکھتے ہوئے سرمائے کی لاگت کم کی جاسکے۔

بورڈ آف ڈائریکٹرز سرمائے پر منافع کی نگرانی کرتے ہیں جسے کمپنی خالص منافع بعد از ٹیکس کہتی ہے اور اسے کل حصص یافتگان کی ملکیت کے لحاظ سے تقسیم کیا جاتا ہے۔ اگرچہ کمپنی نے حالیہ برسوں میں کچھ سرمایہ جاتی ڈھانچے کی تنظیم نو (Capital Restructuring) کی پہل کی ہے، جن میں اسکیم آف ارینجمنٹ کے تحت حصص کا اجرا اور حصص کی ذیلی تقسیم شامل ہیں، تاہم اس کے سرمایہ جاتی نظم و نسق کے مجموعی طریقہ کار میں کوئی تبدیلی نہیں آئی ہے اور کمپنی کسی بیرونی سرمائے کے تقاضوں کی تابع نہیں ہے۔

ہمارے لوگ اور ثقافت:

AHCL میں، ہمارے لوگ ہماری پائیدار ترقی اور قدر تخلیق (Value Creation) کی بنیاد ہیں۔ ہمیں ان کے عزم اور صلاحیت پر فخر ہے اور ہم تربیت، حوصلہ افزائی اور شفاف پرفارمنس مینجمنٹ کے ذریعے ان کی طویل المدتی ترقی میں سرمایہ کاری جاری رکھتے ہیں۔ ہمارا یقین ہے کہ ہمارے کاروبار کی طاقت ہمارے افرادی قوت کی موافقت، جوابدہی اور مسلسل بہتری پر قائم ہے۔

خطرات سے نمٹنا:

ایک جامع رسک مینجمنٹ نظام، جو بورڈ نے ترتیب دیا ہے، نافذ العمل ہے تاکہ تنظیمی اور طریقہ کار سے متعلق کنٹرولز کو یکجا کیا جاسکے، جو ان خطرات کی نشاندہی، جانچ اور نظم کرتے ہیں جو کمپنی کے چلتے ہوئے ادارے کی حیثیت کو نقصان پہنچا سکتے ہیں۔ یہ فریم ورک خطرات کے حوالے سے متوازن رویہ اختیار کرنے کو فروغ دیتا ہے، اس بات کو یقینی بناتے ہوئے کہ مواقع اور خطرات کو ابتدائی مرحلے میں پہچانا جائے، مؤثر طریقے سے ناپا جائے اور موزوں اقدامات اور کنٹرولز کے ذریعے ان کا حل نکالا جائے۔

ایک سرمایہ کاری پر مبنی کمپنی کے طور پر، AHCL نے اپنی سرمایہ کاری کی حکمتِ عملی کے مطابق رسک مینجمنٹ کے طریقہ کار کو ترقی دی ہے۔ کاروباری خطرات کا سالانہ جائزہ لیا جاتا ہے تاکہ یہ یقینی بنایا جاسکے کہ خطرات کی نشاندہی، نگرانی اور اندرونی کنٹرول کے مضبوط نظام موجود ہیں جو کمپنی کے اثاثوں، وسائل، ساکھ اور حصص یافتگان کے مفادات کا تحفظ کرسکیں۔ آغاز سے ہی کمپنی نے شعبوں اور کمپنیوں میں تنوع (Diversification) کی ایک منظم پالیسی پر عمل کیا ہے جو بنیادی تجزیے اور ویلیو انویسٹنگ کے اصولوں پر مبنی ہے۔ خطرات کا نظم ونسق سیکورٹیز کے انتخاب میں احتیاط، کسی ایک جگہ زیادہ انحصار سے گریز، مناسب کولیٹرل اور کیش فلو کی صلاحیت کو یقینی بنانے اور کاؤنٹر پارٹی کی گنجائش کو پرکھنے کے ذریعے کیا جاتا ہے۔ کمپنی نے اپنے نمائندگان کے فعال کردار کے ذریعے کیپیٹل مارکیٹ کے ڈھانچے کو مضبوط بنانے میں بھی حصہ ڈالا ہے۔

اسٹریٹجک سرمایہ کاری کے لیے رسک مینجمنٹ کے طریقہ کار ہر منصوبے کی نوعیت کے مطابق ترتیب دیے جاتے ہیں۔ فیصلے خطرات اور مواقع کے جامع تجزیے کے بعد کیے جاتے ہیں، جن میں بنیادی توجہ مضبوط گورننس، واضح پالیسیوں اور طریقہ کار، مسلسل نگرانی، مؤثر مینجمنٹ انفارمیشن سسٹمز اور مضبوط اندرونی کنٹرولز پر دی جاتی ہے۔ انتظامیہ رسک اور کمپلائنس کا منظم جائزہ لیتی ہے، جس میں فنانشل رپورٹنگ، کارپوریٹ سماجی ذمہ داری، دیانت داری، ضابطہ اخلاق اور ریگولیٹری تقاضے شامل ہوتے ہیں۔ آپریشنل رسکس کو کم کرنے کے لیے سرمایہ کاری سے پہلے تفصیلی جانچ، تجربہ کار ماہرین کے ذریعے انویسٹی کمپنیوں کے بورڈز میں فعال نمائندگی، بجٹ اور اندرونی کنٹرولز کا اطلاق، اور کارکردگی کے مسلسل جائزے کیے جاتے ہیں، جبکہ ضرورت پڑنے پر ڈائیویسٹمنٹ (سرمایہ نکالنے) کا فیصلہ کیا جاتا ہے۔ نگرانی کو مزید مضبوط کرنے کے لیے بورڈ کی انویسٹمنٹ کمیٹی تمام اسٹریٹجک سرمایہ کاریوں کی جانچ اور مانیٹرنگ کرتی ہے، جسے بروقت مینجمنٹ رپورٹنگ کی معاونت حاصل ہوتی ہے۔ رسک مینجمنٹ سے متعلق تفصیلی معیاری اور مقداری انکشافات مالی بیانات کے نوٹ نمبر 38 میں پیش کیے گئے ہیں۔

شرح کو مضبوط کیا اور منافع بخشی کو بحال کیا، جس سے پاور سیمنٹ کو پائیدار ترقی کے مضبوط راستے پر گامزن کیا گیا۔

سیف مکس کنکریٹ لمیٹڈ نے مستحکم کارکردگی کا مظاہرہ کرتے ہوئے 103 ملین روپے کا بعد از ٹیکس منافع رپورٹ کیا۔

مستقبل کی پیش بینی:

مالی سال 2026 سے حالیہ پیش رفت کو مزید آگے بڑھانے کی توقع ہے، جس میں اصل GDP کی شرح نمو 3.3 تا 3.5 فیصد رہنے کا اندازہ ہے، جو زرعی شعبے میں اضافی بچت اور خدمات وصنعت میں بتدریج بہتری سے تقویت پائے گی مہنگائی 5 تا 7 فیصد کی حد میں قابو میں رہنے کی توقع ہے، جبکہ درآمدات میں بحالی کے باوجود کرنٹ اکاؤنٹ خسارہ قابل انتظام رہنے کا امکان ہے۔ IMF پروگرامز اور بین الاقوامی فنانسنگ تک رسائی کے ذریعے روپے میں استحکام، اور رواں سال مزید شرحِ سود میں کمی کے امکانات، پائیدار ترقی کے امکانات کو مزید مستحکم کرتے ہیں۔

تاہم، حالیہ موسمیاتی تبدیلی سے پیدا ہونے والی تباہ کن بارشوں کے ساتھ ساتھ خیبر پختونخوا اور پنجاب کے صوبوں میں گلیشیئر پگھلنے سے آنے والے سیلاب نے بنیادی ڈھانچے، فصلوں اور نجی جائیداد کو نقصان پہنچایا ہے۔ نقصانات کی حد ابھی جانچی جا رہی ہے، تاہم ابتدائی رپورٹس کے مطابق یہ معمولی ہیں۔ اس کے باوجود، حکومت مؤثر اور فوری اقدامات کرنے کے لیے بین الاقوامی برادری کے ساتھ سرگرمی سے رابطے میں ہے تاکہ گلوبل وارمنگ کو کم کیا جا سکے اور ان منفی اثرات کو روکا جا سکے جن کا سامنا ہمارے خطے کو کرنا پڑ سکتا ہے، حالانکہ اس میں خطے کے ممالک کا کوئی قصور نہیں ہے۔

سرمایہ کاری وصول کرنے والی کمپنیاں رواں سال کے لیے اچھی پوزیشن میں ہیں، جنہیں کھاد اور بروکریج میں مسلسل ترقی، رئیل اسٹیٹ اور توانائی کے شعبوں میں استحکام، اور سیمنٹ و اسٹیل میں بہتر ہوتے امکانات کا سہارا حاصل ہے۔ کارکردگی، ترقی اور ویلیو کریئیشن پر حکمتِ عملی کے تحت توجہ کے ساتھ، کمپنی کو یقین ہے کہ وہ مستقبل میں مستقل اور پائیدار بہتری کے ساتھ کارکردگی فراہم کرے گی۔

AHCL نے سال کے دوران SEDPL سے 1,373 ملین روپے کا منافع منقسمہ حاصل کیا۔

رئیل اسٹیٹ:

جاویدان کارپوریشن لمیٹڈ (JCL) نے سال کے دوران نیا ناظم آباد میں مضبوط پیش رفت برقرار رکھی۔ عارف حبیب گروپ کے شفافیت اور دستاویزی عمل کے عزم کو برقرار رکھتے ہوئے، منصوبے ریٹ (REIT) اسٹرکچرز کے تحت آگے بڑھتے رہے اور تعمیرات شیڈول کے مطابق جاری رہیں۔ اہم سنگِ میل میں بزنس انکلیو کا آغاز، راحت ریزیڈنسی فیز II میں کمرشل دکانوں کا قبضہ حوالگی، اور اپارٹمنٹس کی تعمیر میں مسلسل پیش رفت شامل ہیں، جنہوں نے نیا ناظم آباد کی حیثیت کو کراچی کی نمایاں ماسٹر پلانڈ کمیونٹی کے طور پر مزید مضبوط کیا۔ JCL نے بعد از ٹیکس 1,636 ملین روپے کا منافع کمایا، جو فی حصص آمدنی 4.30 روپے کے برابر ہے۔ AHCL نے اپنی رئیل اسٹیٹ سرمایہ کاری سے 602 ملین روپے کا منافع منقسمہ حاصل کیا ہے۔

اسٹیل:

عائشہ اسٹیل ملز لمیٹڈ (ASML) نے سال کا اختتام 148,942 ٹن فروخت (جس میں 25,456 ٹن برآمدات شامل ہیں) اور 162,599 ٹن پیداوار کے ساتھ کیا۔ آمدنی 33,752 ملین روپے رہی، تاہم غیر مستحکم ایچ آر سی (HRC) قیمتوں اور کم لاگت والی درآمدات کے باعث منافع کی شرح دباؤ کا شکار رہی، جس کے نتیجے میں 1,352 ملین روپے کا خالص خسارہ ہوا۔

ان چیلنجز کے باوجود، سی آر سی (CRC) اور جی آئی (GI) کی مجموعی طلب میں بہتری آئی، اور بورڈ نے انتظامیہ کو مشورہ دیا ہے کہ وہ مارکیٹ شیئر بڑھانے اور مواقع سے فائدہ اٹھا کر اے ایس ایم ایل کی مسابقتی پوزیشن کو مزید مضبوط بنانے پر توجہ مرکوز کرے۔

سیمنٹ اور تعمیرات سے متعلقہ:

پاور سیمنٹ لمیٹڈ نے مالی سال 2025 میں شاندار بہتری دکھائی، اور گزشتہ سال کے 2,703 ملین روپے کے خسارے کے مقابلے میں 815 ملین روپے کا خالص منافع حاصل کیا۔ مجموعی منافع 24% بڑھ کر 8,399 ملین روپے ہو گیا، جسے اعلیٰ فروخت کی قیمتوں، کارکردگی میں بہتری، اور متبادل ایندھن کے زیادہ استعمال نے سہارا دیا۔ فنانس اخراجات میں نمایاں کمی واقع ہوئی جس کی وجہ کم پالیسی ریٹ، ورکنگ کیپیٹل کے مؤثر انتظام اور قرضوں کی ادائیگی رہی۔ ان اقدامات نے منافع کی

سرمایہ کاری کمپنیوں کی کارکردگی:

ہماری سرمایہ کاری کمپنیوں کا مختصر جائزہ درج ذیل ہے:

کھاد:

کمپنی کی ایک ایسوسی ایٹ، فاطمہ فرٹیلائزر کمپنی لمیٹڈ (FATIMA) نے 30 جون 2025 کو ختم ہونے والے سال کے لیے شاندار عملی اور مالی نتائج پیش کیے۔ FATIMA نے 39,746 بعد از ٹیکس منافع ملین روپے منافع حاصل کیا، جو گزشتہ سال کے 31,358 ملین روپے کے مقابلے میں زیادہ ہے۔ مقامی کھاد کی منڈی میں کسانوں کی کمزور معاشی صورتحال کے باعث سکڑاؤ کے باوجود، کمپنی نے اپنے مارکیٹ شیئر کو مزید مضبوط بنایا۔ یہ کارکردگی بہتر پلانٹ کی استعداد، بلاتعطل آپریشنز (جس میں تمام پلانٹس نے اپنی پیداواری اہداف کو عبور کیا) اور توانائی کے تحفظ کی مہمات کے نتیجے میں حاصل ہوئی۔ AHCL نے سال کے دوران FATIMA سے 2,288 ملین روپے کا منافع منقسمہ حاصل کیا۔

مالی خدمات:

IMF کی معاونت یافتہ اصلاحات اور سرمایہ کاروں کے بہتر اعتماد کی بدولت، مالی سال 2025 پاکستان کی معیشت کے لیے استحکام کا سال رہا، جبکہ KSE-100 انڈیکس ریکارڈ 125,627 پوائنٹس پر بند ہوا۔ عارف حبیب لمیٹڈ (AHL)، جو AHCL کا کارپوریٹ بروکریج ہاؤس ہے، نے شاندار نتائج دیے، جہاں بعد از ٹیکس منافع سال بہ سال 60% بڑھ کر 979 ملین روپے تک پہنچ گیا اور آپریٹنگ ریونیو 37% بڑھ کر 1,537 ملین روپے ہوگیا۔ فی حصص آمدنی 14.99 روپے رہی، اور بورڈ نے 653 ملین روپے کے برابر 100% نقد منافع منقسمہ کی منظوری دی۔ AHCL نے سال کے دوران AHL سے 250 ملین روپے کا منافع منقسمہ حاصل کیا۔

ہوائی توانائی (ونڈ پاور):

سچل انرجی ڈویلپمنٹ (پرائیویٹ) لمیٹڈ (SEDPL)، جو AHCL کا ونڈ پاور پراجیکٹ ہے، نے مالی سال 2025 کے دوران اپنی مضبوط عملی کارکردگی کو برقرار رکھتے ہوئے قومی گرڈ کو صاف توانائی فراہم کی، جس میں پلانٹ کی شروعات سے دستیابی کا تناسب 99 فیصد سے زیادہ رہا ہے۔ SEDPL نے بعد از ٹیکس منافع 3,527 ملین روپے منافع حاصل کیا، جو گزشتہ سال کے 3,708 ملین روپے کے مقابلے میں کم ہے۔

انفرادی طور پر، عارف حبیب کارپوریشن لمیٹڈ (AHCL) کا بعد از ٹیکس منافع 23,775 ملین روپے رہا، جو فی حصص آمدنی 5.64 روپے کے برابر ہے۔ یہ گذشتہ سال ریکارڈ کردہ 9,431 ملین روپے (یا 2.24 (restated) روپے فی حصص،) بعد از ٹیکس منافع کے مقابلے میں ایک قابل ذکر بہتری ہے۔ منافع میں اضافہ کا بنیادی سبب منافع منقسمہ اور سرمایہ کاری پر حاصل کردہ اور غیر حاصل کردہ منافع ہیں۔

بورڈ نے 30 جون 2025 کو ختم ہونے والے مالی سال کے لیے 1 روپیہ عرفی قیمت کے ہر حصص پر 100 فیصد یعنی 1 روپیہ فی حصص حتمی نقد منافع منقسمہ کا اعلان کرنے کی سفارش کی ہے۔ یہ منافع منقسمہ ان حصص یافتگان کے لیے دستیاب ہوگا جن کے نام 16 اکتوبر 2025 کو دفتری اوقات کے اختتام پر حصص یافتگان کے رجسٹر میں موجود ہوں گے۔

سرمایہ کی از سرِ نو تشکیل

جائزہ سال کے دوران کمپنی کے شیئر کیپٹل میں درج ذیل اہم تبدیلیاں واقع ہوئیں:

- اسکیم آف ارینجمنٹ کے تحت حصص کی الاٹمنٹ

اسکیم آف ارینجمنٹ کے تحت، جسے سندھ ہائی کورٹ نے 21 اکتوبر 2024 کو منظور کیا، کمپنی نے 31 اکتوبر 2024 کو عارف حبیب لمیٹڈ کے اہل حصص یافتگان کو 13,321,747 عام حصص الاٹ کیے۔ نتیجتاً، جاری کردہ عام حصص کی تعداد 408,375,000 سے بڑھ کر 421,696,747 ہوگئی۔

- حصص کی ذیلی تقسیم

لیکویڈیٹی میں اضافہ اور سرمایہ کاروں کی شمولیت کو وسعت دینے کے لیے، حصص یافتگان نے 19 مارچ 2025 کو حصص کی ذیلی تقسیم کی منظوری دی۔ ہر عام حصص کی عرفی قیمت 10 روپے سے گھٹا کر 1 روپیہ کر دی گئی، جس کے نتیجے میں جاری شدہ حصص کی تعداد بڑھ کر 4,216,967,470 ہوگئی، تاہم اس سے کمپنی کے کل ادا شدہ سرمائے یا حصص یافتگان کے حقوق پر کوئی اثر نہیں پڑا۔

IAS-33 – فی حصص آمدنی (EPS) کے مطابق، تمام پیش کردہ ادوار کے لیے فی حصص آمدنی کو از سرِ نو اس طرح ایڈجسٹ کیا گیا ہے کہ گویا حصص کی ذیلی تقسیم سب سے پہلے پیش کردہ دور کے آغاز میں ہی ہوگئی تھی۔

ڈائریکٹرز رپورٹ

عارف حبیب کارپوریشن لمیٹڈ-2025

محترم حصص یافتگان!

بورڈ آف ڈائریکٹرز 30 جون 2025 کو اختتام پذیر ہونے والے مالیاتی سال کیلئے عارف حبیب کارپوریشن لمیٹڈ کی سالانہ رپورٹ بشمول آڈٹ شدہ مالیاتی گوشوارے اور آڈیٹرز رپورٹ پیش کرتے ہوئے پُرمسرت ہیں۔

بنیادی سرگرمیاں:

عارف حبیب کارپوریشن لمیٹڈ (AHCL) عارف حبیب گروپ کی ہولڈنگ کمپنی ہے، جسکی سرمایہ کاری مختلف النوع شعبوں میں پھیلی ہوئی ہے جن میں کھاد، مالی خدمات، توانائی، سیمنٹ، اسٹیل، رئیل اسٹیٹ، اور حصص مارکیٹ شامل ہیں۔

معیشت:

پاکستان کی معیشت مالی سال 2025 میں بتدریج مستحکم ہوئی، جسے IMF کی معاونت سے اصلاحات، مضبوط بیرونی شعبے اور معاشی سرگرمیوں میں بتدریج بحالی نے سہارا دیا۔ خدمات اور صنعت کی وجہ سے اصل جی ڈی پی (GDP) میں 2.68% اضافہ ہوا، جبکہ ترسیلات زر 38.3 بلین امریکی ڈالر تک پہنچ گئیں، جس سے ملک کو مالی سال 2011 کے بعد سے اپنا پہلا بیرونی سرپلس ریکارڈ کرنے میں مدد ملی۔ زرِمبادلہ کے ذخائر میں 54.5% اضافہ ہوا اور یہ بڑھ کر 14.5 ارب امریکی ڈالر تک پہنچ گئے، پاکستانی روپیہ 1.4% مستحکم ہوا، جبکہ ٹیکنالوجی کی برآمدات میں سال بہ سال 18% اضافہ ہوا۔ افراطِ زر نمایاں طور پر کم ہو کر 4.5% تک آ گیا، جس سے شرحِ سود 20.5% سے گھٹ کر 11% تک آنے کی گنجائش ملی، اور یوں زیادہ پائیدار ترقی کی راہ ہموار ہوئی۔

مالیاتی نتائج:

مالی سال 25-2024 کے لیے، عارف حبیب کارپوریشن لمیٹڈ (AHCL) نے بعد از ٹیکس منافع 10,389 ملین روپے (جو سرپرست کمپنی کے مالکان سے منسوب کیا جاتا ہے) رپورٹ کیا، جو گذشتہ سال 7,820 ملین روپے تھا۔ فی حصص آمدنی 2.46 روپے رہی، جو کہ گذشتہ سال 1.85 (restated) روپے فی حصص تھی۔

Form of Proxy
Thirty First Annual General Meeting

The Company Secretary
Arif Habib Corporation Limited
Arif Habib Centre
23, M.T. Khan Road
Karachi.

I/ we ________________________ of __________________ being a member(s) of Arif Habib Corporation Limited holding ____________________ ordinary shares as per CDC A/c. No.__________ hereby appoint Mr./Mrs./Miss _______________________ ____________________ of (full address)______________________________ ____ or failing him/her Mr./Mrs./Miss ____ of (full address) ____

(being member of the company) as my/our Proxy to attend, act vote for me/us and on my/our behalf at the Thirty First Annual General Meeting of the Company to be held on 24 October 2025, and/or any adjournment thereof.

Signed this _________ day of _________ 2025.

Witnesses:

1. Name : ____________________
   Address : ____________________
   CNIC No. : ____________________
   Signature : ____________________

Signature on Revenue Stamp

2. Name : ____________________
   Address : ____________________
   CNIC No. : ____________________
   Signature : ____________________

NOTES:

1. A member entitled to attend and vote at the meeting may appoint another member as his / her proxy who shall have such rights as respects attending, speaking and voting at the meeting as are available to a member.
2. Proxy shall authenticate his/her identity by showing his/her original CNIC / passport and bring folio number at the time of attending the meeting.
3. In order to be effective, the proxy Form must be received at the registered office of the company not later than 48 hours before the meeting duly signed and stamped and witnessed by two persons with their signature, name, address and CNIC number given on the form.
4. In the case of individuals attested copies of CNIC or passport of the beneficial owners and the proxy shall be furnished with the proxy Form.
5. In the case of proxy by a corporate entity, Board of Directors resolution/power of attorney and attested copy of the CNIC or passport of the proxy shall be submitted alongwith proxy Form.

پراکسی فارم

اکتیسواں سالانہ جنرل اجلاس

کمپنی سیکریٹری
عارف حبیب کارپوریشن لمیٹڈ
عارف حبیب سینٹر
23،ایم ٹی خان روڈ
کراچی۔

میں مسمّی/مسمّاۃ ______________ ساکن ______________ ضلع ______________ بحیثیت ممبر

عارف حبیب کارپوریشن لمیٹڈ، حامل ______________ (تعداد) عمومی/خصوصی حصص بمطابق سی ڈی سی اکاونٹ ______________

مسمّی/مسمّاۃ ______________ ساکن ______________ کو،بصورت دیگر مسمّی/مسمّاۃ ______________

ساکن ______________ کوبطورِ مختار (پراکسی) مقرر کرتا ہوں تا کہ وہ میری جگہ اور میری طرف سے کمپنی کے اکتیسواں سالانہ اجلاسِ عام جو بتاریخ 24 اکتوبر 2025 بروز جمعہ منعقد ہو رہا ہے میں، یا ان کے کسی ملتوی شدہ اجلاس میں ووٹ ڈالے۔

گواہان:

1	2
نام:----------	نام:----------
پتہ:-----------	پتہ:-----------
شناختی کارڈ نمبر:----------	شناختی کارڈ نمبر:----------
دستخط:-----------	دستخط:-----------

دستخط
ریوینیو اسٹیمپ

نوٹ:

- وہ رکن جسے اجلاس میں شرکت یا ووٹ کا حق حاصل ہے وہ کسی ناگزیر صورت حال میں اپنی جگہ کسی دوسرے ممبر کو یہ حق دے سکتا ہے کہ وہ رکن اس کی پراکسی استعمال کرتے ہوئے اسکے بجائے اجلاس میں شریک ہوسکتا ہے خطاب کرسکتا ہے یا ووٹ کا اندراج کرسکتا ہے۔
- پراکسی ثابت کرنے کے لئے اسے اپنا اصل شناختی کارڈ یا پاسپورٹ اور فولیو نمبر کو دکھانا لازمی ہے تا کہ اجلاس میں شرکت کی اجازت سے قبل اسکی شناخت کی جا سکے۔
- مئوثر بنانے کے لئے، پراکسی فارم کمپنی کے رجسٹرڈ دفتر پر اجلاس سے کم از کم 48 گھنٹے قبل وصول ہونا لازمی ہیں۔ فارم میں تمام مطلوبہ معلومات، رکن کے دستخط اور مہر، نیز دو گواہان کی بنیادی معلومات یعنی نام پتے، دستخط اور شناختی کارڈ نمبر کا اندراج ضروری ہے۔
- انفرادی رکن کی صورت میں اصل اونر اور پراکسی کے شناختی کارڈ یا پاسپورٹ کی تصدیق شدہ نقول منسلک کرنا لازمی ہے۔
- پراکسی کے کارپوریٹ ہونے کی صورت میں بورڈ آف ڈائیریکٹر کی قرارداد، پاور آف اٹارنی، شناختی کارڈ یا پاسپورٹ کی تصدیق شدہ نقول، پراکسی فارم کے ساتھ منسک کرنا لازمی ہے۔

Arif Habib Corp

ARIF HABIB CORPORATION LIMITED
BALLOT PAPER FOR VOTING THROUGH POST / EMAIL

For the Special Business at the Annual General Meeting to be held on Friday, 24th October 2025 at 11:30 a.m. at PSX Auditorium, Stock Exchange Building, Stock Exchange Road, Karachi as well as through electronic means.

Designated email address of the Chairman at which the duly filled in ballot paper may be sent:
chairman.generalmeeting@arifhabibcorp.com

Name of shareholder / Joint shareholder(s) / Proxyholder	
Registered Address:	
Folio /CDC Participant / Investor ID with sub-account No.	
Number of shares held	
CNIC / Passport No. (in case of foreigner) (copy to be attached)	
Additional Information and enclosures (In case of representative of body corporate, corporation and Federal Government)	
Name of Authorized Signatory:	
CNIC / Passport No. (in case of foreigner) of Authorized Signatory – (copy to be attached)	

I/we hereby exercise my/our vote in respect of the following resolutions through postal ballot by conveying my/our assent or dissent to the following resolution by placing tick (✓) mark in the appropriate box below:

Sr. No.	Nature and Description of resolutions	No. of ordinary shares for which votes cast	I/We assent to the Resolutions (FOR)	I/We dissent to the Resolutions (AGAINST)
1.	**Agenda item no. 5** To approve the following in connection with transactions with related parties : i- ratification and approval of related parties transactions / arrangements / agreements / balances as disclosed in audited financial statements for the year ended 30th June 2025 ii- authorize the Board of Directors of the Company to approve those transactions with related parties (if executed) during the financial year ending 30th June 2026 or upto the next annual general meeting, which require approval of shareholders u/s 207 and / or 208 of the Companies Act, 2017 by passing the following special resolutions with or without modification: **Resolved that**, the transactions / arrangements / agreements / balances with related parties as disclosed in the audited financial statements for the year ended 30th June 2025 be and are hereby approved. **Further resolved that**, the Board of Directors of the Company be and is hereby authorized to approve the transactions to be conducted with Related Parties for the financial year ending 30th June 2026 or upto the next annual general meeting. **Further resolved that**, the transactions approved by the Board shall be deemed to have been approved by the shareholders u/s 207 and / or 208 of the Companies Act, 2017 (if triggered) and shall be placed before the shareholders in the next annual general meeting for their formal ratification / approval u/s 207 and / or 208 of the Companies Act, 2017 (if required).			

2.	**Agenda item no. 6**	**No. of ordinary shares for which votes cast**	**I/We assent to the Resolutions (FOR)**	**I/We dissent to the Resolutions (AGAINST)**

To consider and if deemed fit, to pass the following Special Resolutions with or without modification(s):

Investment in Associated Companies & Associated Undertakings

Resolved that, the consent and approval be and is hereby accorded under Section 199 of the Companies Act, 2017 and the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017, for:

- fresh limit of additional investment amounting to Rs.1,000 Million be allocated for the REIT Schemes under management of Arif Habib Dolmen REIT Management Ltd. (associated company), subject to the terms and conditions as mentioned in Annexure-B of Statement under Section 134(3), to be utilised in any form / nature of investment including equity, loans, advances, running finance, guarantee, indemnity, pledge of shares etc., valid for a period upto next annual general meeting, which shall be renewable thereon for further period(s) as specified.

- renewal of following unutilised limits of equity investment, and sanctioned limits of loans / advances / guarantees etc. in associated companies and associated undertakings, for which approval has been sought in previous general meeting(s), as mentioned in detail in the Annexure-C of statement under Section 134(3), for a period upto next annual general meeting, unless specifically approved for a longer period, and shall be renewable thereon for further period(s) as specified.

Sr.	Name of Associated Companies & Undertakings	Amount in million Renewal Requested Unutilized Equity Portion	Amount in million Renewal Requested Sanctioned Loan/ Advance/ Guarantee etc.
		PKR	PKR / USD
1.	Javedan Corporation Ltd.	2,059	PKR 3,132
2.	Arif Habib Ltd.	500	PKR 6,500
3.	Fatima Fertilizer Company Ltd	2,800	PKR 2,000
4.	Rotocast Engineering Co. (Pvt.) Ltd.	300	PKR 500
5.	Arif Habib Dolmen REIT Management Ltd.	1,000	PKR 500
6.	Aisha Steel Mills Ltd.	3,706	PKR 8,039 plus USD 80
7.	Power Cement Ltd.	3,697	PKR 1,500 plus USD 49
8.	Sachal Energy Development (Pvt.) Ltd.	754	PKR 1,000 plus USD 100
9.	Safe Mix Concrete Ltd.	200	PKR 250
10.	REIT Schemes under management of Arif Habib Dolmen REIT Management Ltd.	*10,568	*

	Further resolved that, the consent and approval be and is hereby accorded under Section 199 of the Companies Act, 2017 and the Companies (Investment in Associated Companies or Associated Undertakings) Regulations, 2017 that: * unutilized investment limit of Rs.10,568 Million for the REIT Schemes under management of Arif Habib Dolmen REIT Management Ltd. (associated company), be hereby approved to be continue to be utilized in any form / nature of investment including equity, loans, advances, running finance, guarantee, indemnity, pledge of shares etc. **Further resolved that**, the Chief Executive and/or any two directors jointly and/or any one director and Chief Financial Officer / Company Secretary jointly, be and are hereby authorized to take and do, and/or cause to be taken or done, any/all necessary actions, deeds and things which are or may be necessary for giving effect to the aforesaid resolutions and to do all acts, matters, deeds, and things which are necessary, incidental and/or consequential to the investment of the Company's funds as above, as and when required at the time of investment, including but not limited to negotiating and executing any necessary agreements/documents, and any ancillary matters thereto.			

NOTES:

1. Dully filled postal ballot should be sent to the Chairman of Arif Habib Corporation Limited through post at Arif Habib Centre, 23, M.T. Khan Road, Karachi, Pakistan (Attention of the Company Secretary) **OR** through the registered email address of shareholder at chairman.generalmeeting@arifhabibcorp.com
2. Copy of CNIC / Passport No. (in case of foreigner) should be enclosed with the postal ballot form.
3. Postal ballot forms through post or email should reach the Chairman by Thursday, **23rd October 2025 before 5:00 p.m**. Any postal ballot received after this date and time, will not be considered for voting.
4. Signature on postal ballot should match with signature on CNIC / Passport No. (in case of foreigner).
5. Incomplete, unsigned, incorrect, defaced, torn, mutilated, over written ballot paper will be rejected.
6. This postal Poll paper is also available for download from the website of Arif Habib Corporation Limited at https://arifhabibcorp.com/announcement.php Shareholders may download the ballot paper from website or use the same ballot paper as published in newspapers.

____

Signature of shareholder(s)/ Proxy Holder(s)/Authorized Signatory
(In case of corporate entity, please affix company stamp)

Place: ______________________

Date: ______________________

Arif Habib Corp

Register and Corporate Office:
Arif Habib Centre, 23, M.T. Khan Road, Karachi - 74000
Tel: +92 21 32460717-9 / Fax: +92 21 32468117, 32429653
Email: info@arifhabibcorp.com
Website:www.arifhabibcorp.com

Arif Habib Corp

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Email: info@arifhabibcorp.com
Company website:www.arifhabibcorp.com
Group website: www.arifhabib.com.pk