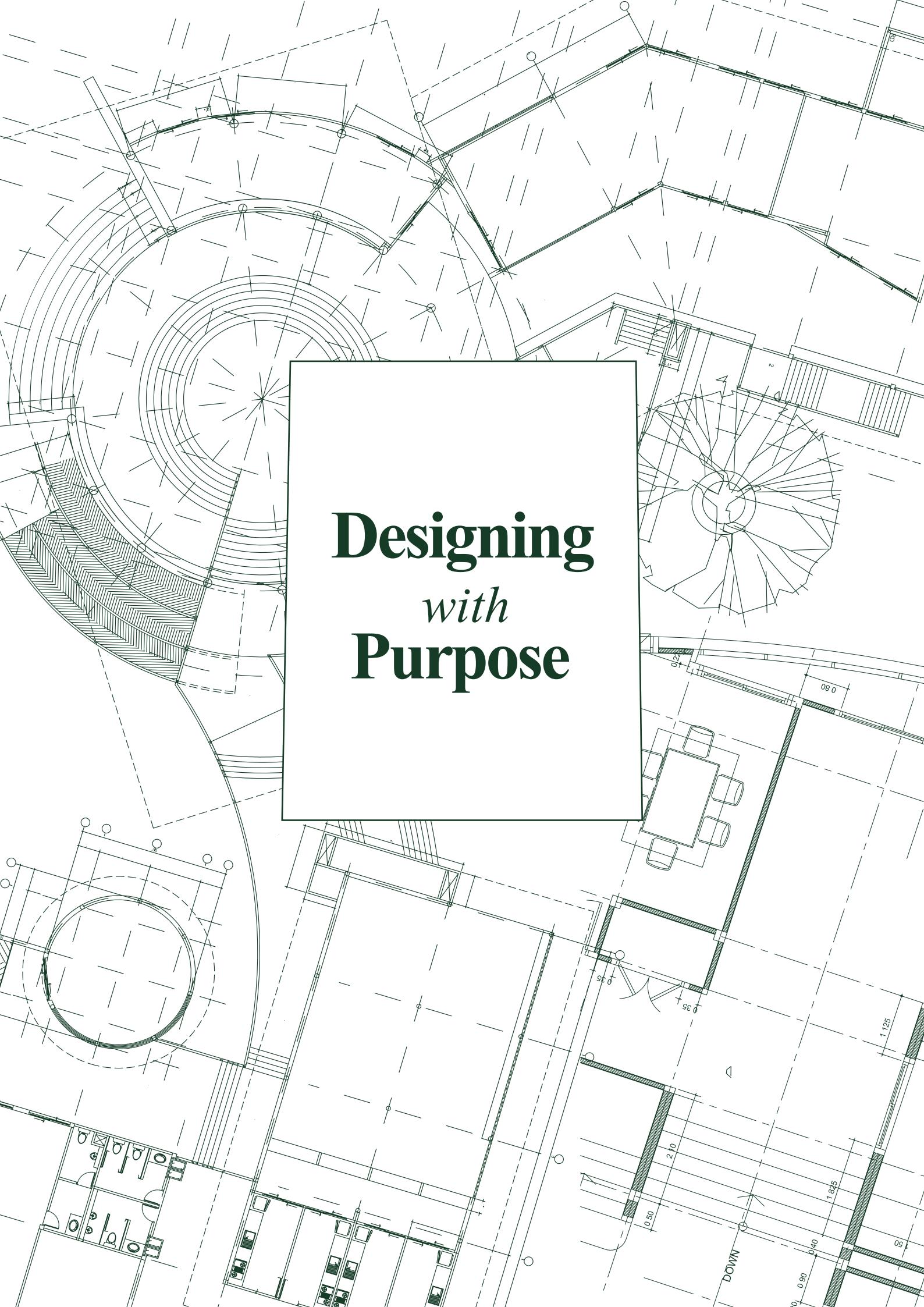


Designing *with* Purpose

 **TPLREIT Fund I**

ANNUAL REPORT 2025



The background of the image consists of a complex architectural blueprint. It features various sections of a building's design, including a large circular plan at the top left, a detailed structural section with rivets and dimensions in the center, and a multi-story elevation drawing on the right. The blueprint uses standard engineering notation with lines, hatching, and numerical values.

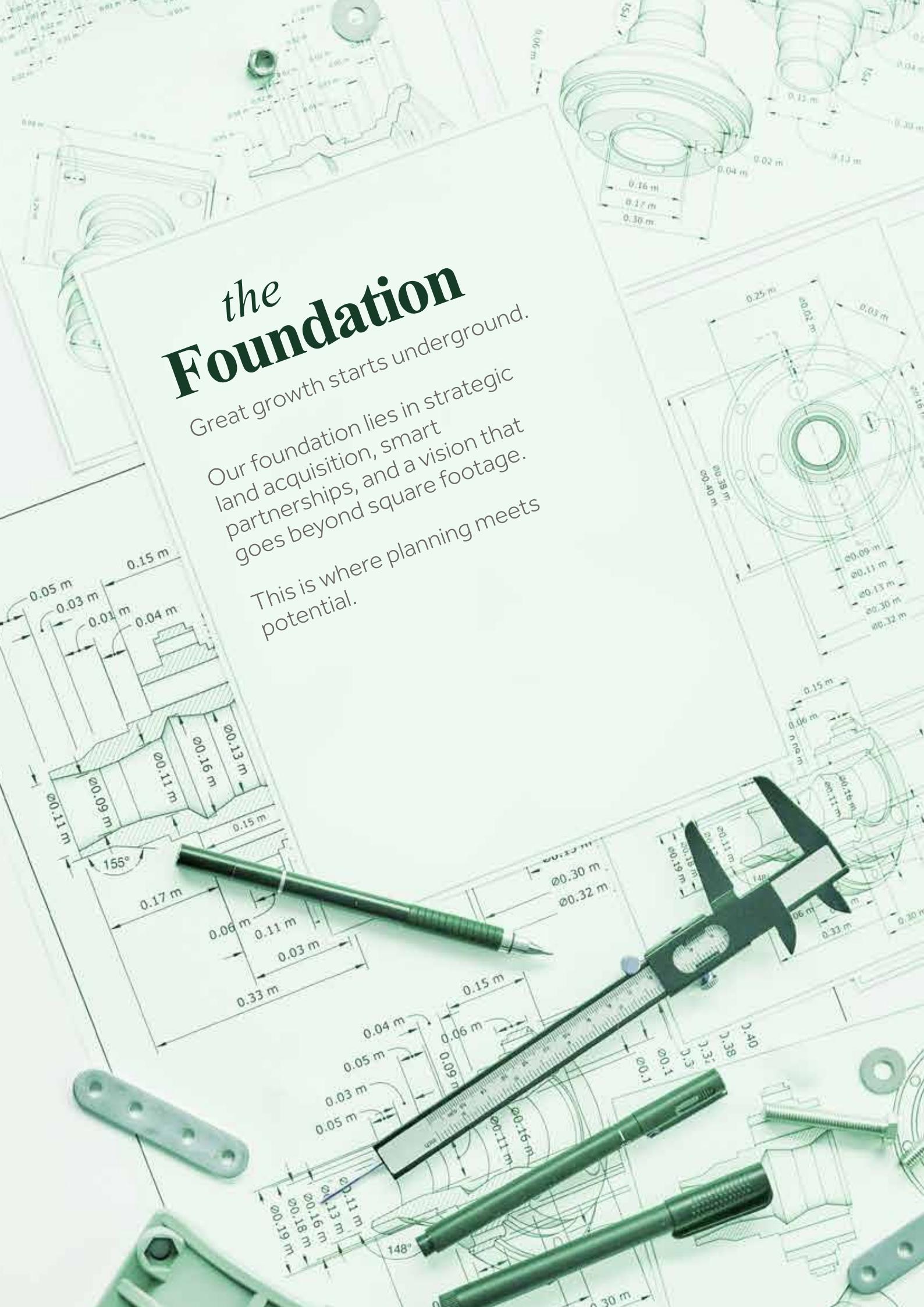
Designing *with* Purpose

the Foundation

Great growth starts underground.

Our foundation lies in strategic land acquisition, smart partnerships, and a vision that goes beyond square footage.

This is where planning meets potential.

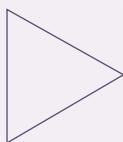




the **Linework**

Lines aren't just lines — they define function, form, and future use.

From master planning to architectural drawings, every stroke reflects our design philosophy: balance, purpose, and long-term livability.



the **Framework**

Structure is where vision becomes visible.
Our projects stand tall because of smart
engineering, responsible materials, and
timelines that move with discipline.



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ESG AT TPL REIT FUND I

The Fund's strategic direction is firmly anchored in Environmental, Social, and Governance (ESG) principles. Working closely with various consultants, the Fund has designed and implemented an Environmental and Social Management System (ESMS) that spans its entire project portfolio. This system focuses on enhancing labor conditions, safeguarding the environment, and strengthening governance practices.



OUR COMMITMENT TO UNSDGs

The Fund has strategically incorporated key United Nations Sustainable Development Goals (UNSDGs) into its vision and long-term strategy. This integration strengthens social responsibility, enhances reputation, opens new market opportunities, mitigates risks, fosters innovation, and generates sustainable long-term value.

As part of this commitment, we developed the Mangrove Biodiversity Park in collaboration with the Sindh Forest Department (SFD), supporting UNSDG 15: Life on Land, while contributing to climate change mitigation. This initiative raises awareness about the importance of mangroves in Korangi Creek, engages local communities through livelihood opportunities, and promotes sustainable practices.

Moreover, the Mangrove, the mixed-use residential tower exemplifies our commitment to sustainable urban development. This project integrates environmentally conscious design, green spaces, and community centric amenities, further promoting ecological preservation while delivering modern, high-quality living spaces.

Additionally, the development of One Hoshang, Pakistan's first ultra-luxury residential tower, demonstrates our dedication to heritage preservation. The project restores the 130-year-old façade of the Homie Katrak Chambers and incorporates a world-class museum that celebrates its historical significance.

PERFORMANCE METRICS AND BASELINE KPIS (FY 2024-25)

While we are tracking multiple KPIs across our initiatives, some of the key ESG KPIs being monitored and reported across the projects are depicted in the accompanying table. Regular ESG audits by a dedicated internal team ensure ongoing alignment between senior management and the Fund's ESG goals.

Category	Focus Area	Key Performance Indicators	Unit	HKC	Mangrove
Labour	Audits and Inspections/ Employee Engagement	External Audits completed Internal ESG Audits completed	No. No.	- -	3 4
	Training Details	Toolbox meetings held (No. Safety Talks) Total HSE training Man-hours (Health Awareness) Man-hours worked	No. Hrs. No.	- - -	93 - 69,490
	Accidents Resulting in Injury	First Aid Cases Reported Fatalities reported	No. No.	- -	2 -
Environment	Total Consumption	Fuel Energy Water	kL kWh kL	- - -	5 - 270
	Waste Water*	Hydrogen Ions - (Optimal Range = 6 to 9)	pH	8.06	7.69
	Drinking Water*	Hydrogen Ions - (Optimal Range = 6.5 to 8.5)	pH	7.33	7.49
	Air Quality*	Carbon Monoxide - CO (SEQS Limits = 5)	µg m⁻³	2.1	2.70
		Nitrogen - NO₂ (Max = 80)	µg m⁻³	28.5	17.37
		Particulate Matter - SPM (Max = 500)	µg m⁻³	155.8	128.4
		Particulate Matter - PM2.5 (Max = 75)	µg m⁻³	39.4	25.84
	Noise Exposure*	A-weighted decibel - (Max = 75)	dB (A)	72.4	72.95
	Lighting Level*	Illuminance (Min = 250)	Lx	334	368.5
	Waste Management	Total Waste Generated (as collected)	kg	-	1100
Governance	Employee Engagement	Safety Inductions Conducted	No.	-	61
	Stakeholder Engagement	Stakeholder Engagement Meetings held from ESG Audit Form	No.	-	3

*This depicts the annual average values

COMPANY INFORMATION

Board of Directors - TPL RMC

Mr. Muhammad Adnan Afaq
Ms. Vanessa Eastham Fisk
Mr. Imran Hussain
Mr. Muhammad Ali Jameel
Mr. Naveed Kamran Baloch
Mr. Osman Asghar Khan

Independent Director
Independent Director
Non-Executive Director
Non-Executive Director
Independent Director
Independent Director

Chief Executive Officer

Syed Jamal Baqar

Chief Financial Officer

Mr. Imran Butt

Company Secretary

Ms. Shayan Mufti

Audit, Risk & Oversight Committee

Mr. Muhammad Adnan Afaq
Ms. Vanessa Eastham Fisk
Mr. Muhammad Ali Jameel
Mr. Hashim Sadiq Ali

Chairman
Member
Member
Secretary

Human Resource, Nomination and Remuneration Committee

Mr. Osman Asghar Khan
Syed Jamal Baqar
Mr. Muhammad Ali Jameel
Mr. Nader Bashir Nawaz

Chairman
Member
Member
Secretary

Investment Committee

Mr. Muhammad Adnan Afaq

Member

Trustee

Digital Custodian Company Limited
4-F Perdesi House, Old Queens Road, Karachi.

Legal Counsel

Jam Naveed Zafar
Lex Firma, Advocates
Barristers and Legal Consultants

Auditors

KPMG Taseer Hadi & Co.
Chartered Accountants

Bankers

Bank AL Habib Ltd.
National Bank of Pakistan
Faysal Bank Limited

REIT Accountant

Grant Thornton Anjum Rahman

Registrar

Digital Custodian Company Ltd.
4-F Perdesi House,
Old Queens Road, Karachi.

REIT Fund Rating

RFR 3+ (Stable Outlook) by
PACRA Credit Rating Company

REIT Manager Rating

RM 3+ (Stable Outlook) by
PACRA Credit Rating Company

Registered Office

TPL REIT Management Company Ltd.
20th Floor, Sky Tower,
East Wing, Dolmen City, HC-3,
Block 4, Abdul Sattar Edhi Avenue,
Clifton, Karachi

Web Presence

www.tplfunds.com

BOARD OF DIRECTORS



Muhammad Adnan Afaq
Independent Director



Imran Husain
Non-Executive Director



Vanessa Eastham Fisk
Independent Director



Mr. Muhammad Ali Jameel
Non-Executive Director



Naveed Kamran Baloch
Independent Director



Osman Asghar Khan
Independent Director



Syed Jamal Baquar
Chief Executive Officer

CEO'S MESSAGE

Jamal Baquar



Dear Valued Stakeholders,

As we reflect on the previous year, I am delighted to share that TPL REIT Fund 1 has achieved a number of milestones in FY 2025, further cementing our position as a pioneer in Pakistan's sustainable real estate investment landscape. Despite prevailing economic challenges, we have not only persevered but progressed, demonstrating the strength of our vision and the resilience of our development strategy.

Our financial performance this year has been particularly noteworthy. As of June 2025, our Fund's Net Asset Value (NAV) has increased to PKR 33.6 billion, up from PKR 32.2 billion the previous fiscal year.

We launched our transformative flagship project – The Mangroves - which we believe will be a true game changer for Pakistan's real estate sector. Conceived as a next-generation urban ecosystem, The Mangroves integrates sustainability, technology, and community-centric planning offering a model for smart, green, and future-ready development in the country.

Another highlight of the year was the successful launch of Lagoon Views Tower 1, a landmark residential development within The Mangrove project that underscores our commitment to delivering modern, world-class living spaces.

Looking ahead, our strategy remains firmly anchored in sustainability, innovation, and value creation for our investors. With a diversified portfolio spanning commercial, residential, and mixed-use developments, we are well-positioned to capitalize on the rising demand for modern, green, and smart infrastructure in Pakistan.

We recognize the challenges posed by macroeconomic volatility, inflationary pressures, and shifting global capital flows. Yet, we remain confident that TPL REIT's strong fundamentals, strategic vision, and well accomplished and dedicated management team will allow us to navigate uncertainties and continue delivering steady returns for its investors.

On behalf of the Board and management of TPL RMC, I extend my deepest gratitude to our investors, partners, regulators, and employees for their unwavering trust and support. Together, we will continue to build a sustainable real estate ecosystem that contributes meaningfully and responsibly to Pakistan's economic development.

Sincerely,



Syed Jamal Baquar
Chief Executive Officer
TPL REIT Management Company Limited

HORIZONTAL ANALYSIS - BALANCE SHEET

	30 June 2025	30 June 2024	30 June 2023	30 June 2022
----- (Rupees in '000) -----				
Preliminary expenses and floatation costs	10,488	15,611	20,734	25,885
Security deposits	100	100	100	100
Investments in SPVs at fair value	35,908,037	34,652,687	31,082,959	15,340,691
Advances and prepayments	9,678	21,817	20,747	1,485
Due from related parties	441,118	160,000	2,000	-
Bank balances	15,452	29,274	991,671	2,647,064
TOTAL ASSETS	36,384,873	34,879,489	32,118,211	18,015,225
Total unit holders' fund	33,558,812	32,800,526	29,049,153	15,960,667
Payable to the REIT management company	2,372,529	2,042,240	2,435,576	1,023,477
Payable to the trustee	3,996	3,812	3,273	267
Payable to the SECP	25,000	25,000	25,000	558
Advance against issuance of units	-	-	600,000	1,000,000
Accrued expenses and other liabilities	11,055	7,911	5,209	30,256
Due to related parties	413,481	-	-	-
TOTAL EQUITY AND LIABILITIES	36,384,873	34,879,489	32,118,211	18,015,225

VERTICAL ANALYSIS - BALANCE SHEET

	30 June 2025	30 June 2024	30 June 2023	30 June 2022
	(Rupees in '000)			
Preliminary expenses and floatation costs	0.03%	0.04%	0.06%	0.14%
Security deposits	0.00%	0.00%	0.00%	0.00%
Investments - financial assets designated at fair value through profit or loss	98.69%	99.35%	96.78%	85.15%
Advances and prepayments	0.03%	0.06%	0.06%	0.01%
Due from related parties	1.21%	0.46%	0.01%	0.00%
Bank balances	0.04%	0.08%	3.09%	14.69%
TOTAL ASSETS	100%	100%	100%	100%
Total unit holders' fund	93.23%	94.04%	90.44%	88.60%
Payable to the REIT management company	6.52%	5.86%	7.58%	5.68%
Payable to the trustee	0.01%	0.01%	0.01%	0.00%
Payable to the SECP	0.07%	0.07%	0.08%	0.00%
Advance against issuance of units	0.00%	0.00%	1.87%	5.55%
Accrued expenses and other liabilities	0.03%	0.02%	0.02%	0.17%
TOTAL EQUITY AND LIABILITIES	100%	100%	100%	100%

HORIZONTAL ANALYSIS - PROFIT & LOSS

	For the year ended 30 June 2025	For the year ended 30 June 2024	For the year ended 30 June 2023 (Rupees in '000)	For the period from 23 December 2021 to 30 June 2022
INCOME				
Unrealised gain on revaluation	1,255,350	564,728	11,122,268	6,285,691
Dividend income	285,000	445,000	-	-
Bank profit	29,074	29,318	130,088	7,977
TOTAL REVENUE	1,569,424	1,039,046	11,252,356	6,293,668
OPERATING EXPENSES				
	(811,139)	(662,673)	(2,038,870)	(1,433,001)
PROFIT FOR THE PERIOD BEFORE TAXATION	758,285	376,373	9,213,486	4,860,667
Taxation	-	-	-	-
PROFIT FOR THE PERIOD	758,285	376,373	9,213,486	4,860,667

VERTICAL ANALYSIS - PROFIT & LOSS

	For the year ended 30 June 2025	For the year ended 30 June 2024	For the year ended 30 June 2023	For the period from 23 December 2021 to 30 June 2022
	(Rupees in '000)			
INCOME				
Unrealised gain on revaluation	79.99%	54.35%	98.84%	99.87%
Dividend income	18.16%	42.83%	0.00%	0.00%
Bank profit	1.85%	2.82%	1.16%	0.13%
TOTAL REVENUE	100.00%	100.00%	100.00%	100.00%
OPERATING EXPENSES	-51.68%	-63.78%	-18.12%	-22.77%
PROFIT FOR THE PERIOD BEFORE TAXATION	48.32%	36.22%	81.88%	77.23%
Taxation	0.00%	0.00%	0.00%	0.00%
PROFIT FOR THE PERIOD	48.32%	36.22%	81.88%	77.23%

HORIZONTAL ANALYSIS - CASH FLOWS

	For the year ended	For the year ended	For the year ended	For the period from 23 December 2021 to
	30 June 2025	30 June 2024	30 June 2023	30 June 2022
(Rupees in '000)				
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit for the period before taxation	758,285	376,373	9,213,486	4,860,667
Adjustments:				
Unrealised gain on revaluation	(1,255,350)	(564,728)	(11,122,268)	(6,285,691)
Amortization of preliminary expenses and floatation costs	5,123	5,123	5,151	85
	<u>(1,250,227)</u>	<u>(559,605)</u>	<u>(11,117,117)</u>	<u>(6,285,606)</u>
Changes in working capital	479,120	(549,165)	1,393,238	1,027,003
Net cash used in operating activities	<u>(12,822)</u>	<u>(732,397)</u>	<u>(510,393)</u>	<u>(397,936)</u>
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash consideration paid on acquisition of SPV	-	-	-	(2,380,000)
Loan disbursed during the year	(376,000)	-	-	-
Right issue subscription of investments	-	(3,005,000)	(2,995,000)	(1,200,000)
Net cash used in investing activities	<u>(376,000)</u>	<u>(3,005,000)</u>	<u>(2,995,000)</u>	<u>(3,580,000)</u>
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received on issue of units	-	2,775,000	1,850,000	5,625,000
Loan received during the year	420,000	-	-	-
Loan repaid during the year	(45,000)	-	-	-
Advance against issuance of units	-	-	-	1,000,000
Net cash generated from financing activities	<u>375,000</u>	<u>2,775,000</u>	<u>1,850,000</u>	<u>6,625,000</u>
Net change in cash and cash equivalents	<u>(13,822)</u>	<u>(962,397)</u>	<u>(1,655,393)</u>	<u>2,647,064</u>
Cash and cash equivalents at beginning of the period	29,274	991,671	2,647,064	-
Cash and cash equivalents at end of the period	<u>15,452</u>	<u>29,274</u>	<u>991,671</u>	<u>2,647,064</u>

VERTICAL ANALYSIS - CASH FLOWS

	For the year ended 30 June 2025	For the year ended 30 June 2024	For the year ended 30 June 2023	For the period from 23 December 2021 to 30 June 2022
	(Rupees in '000)			
CASH FLOWS FROM OPERATING ACTIVITIES				
Profit for the period before taxation	-5486%	-39.11%	-556.57%	183.62%
Adjustments:				
Unrealised gain on revaluation	9082%	58.68%	671.88%	-237.46%
Amortization of preliminary expenses and floatation costs	<u>-37%</u>	<u>-0.53%</u>	<u>-0.31%</u>	<u>0.00%</u>
	9045%	58.15%	671.57%	-237.46%
Changes in working capital	-3466%	57.06%	-84.16%	38.80%
Net cash used in operating activities	93%	76.10%	30.83%	-15.03%
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash consideration paid on acquisition of SPV	0.00%	0.00%	0.00%	-89.91%
Advance against issuance of units	0.00%	312.24%	180.92%	-45.33%
Net cash used in investing activities	2720%	312.24%	180.92%	-135.24%
CASH FLOWS FROM FINANCING ACTIVITIES				
Amount received on issue of units	0.00%	-288.34%	-111.76%	212.50%
Advance against issuance of units	0.00%	0.00%	0.00%	37.78%
Net cash generated from financing activities	-2713%	-288.34%	-111.76%	250.28%
Net change in cash and cash equivalents	100.00%	100.00%	100.00%	100.00%
Cash and cash equivalents at beginning of the period	-212%	-103.04%	-159.91%	0.00%
Cash and cash equivalents at end of the period	<u>-112%</u>	<u>-3.04%</u>	<u>-59.91%</u>	<u>100.00%</u>

RATIO ANALYSIS

		For the year ended	For the year ended	For the year ended	For the period from 23 December 2021 to
		30 June 2025	30 June 2024	30 June 2023	30 June 2022
<u>Profitability Ratios</u>					
Net profit to revenue	Percent	48.32%	36.22%	81.88%	77.23%
Return on equity	Percent	1.20%	1.22%	49.85%	43.79%
<u>Liquidity Ratio</u>					
Current ratio	Ratio	1.19	0.10	0.33	1.29
Cash to current liabilities	Ratio	0.01	0.01	0.32	1.29
<u>Investment Valuation ratio</u>					
Earning per unit	Rupees	0.41	0.23	6.97	4.38
Ending NAV per unit	Rupees	18.28	17.87	19.39	14.38

DIRECTORS' REPORT

The Board of Directors of TPL REIT Management Company Limited is pleased to present its report together with Financial Statements of TPL REIT Fund I (the Fund) for the year ended June 30, 2025.

ECONOMIC REVIEW

In FY25, Pakistan's GDP growth stood at 2.7%, showing a marginal increase of 2.5% compared to last year. This was backed by growth of 4.8% in the industrial sector, primarily driven by small scale manufacturing. Services sector growth accelerated to 2.9% compared to 2.2% last year, while agriculture sector growth slowed down to 0.6% in FY25, compared to 6.4% last year.

Headline inflation for FY25 averaged at 4.5%, depicting significant improvement from 23.4% and 29.2% reported in FY24 and FY23, respectively. Given the improvements in macro-economic indicators and decline in inflation, the State Bank of Pakistan (SBP) made a record reduction in the policy rate by a cumulative 950 bps during FY25 from 20.5% to 11.0%.

Given the controlled monthly inflation of 4.1% in Jul' FY26 and 3.0% in Aug' FY26, there were anticipations for further decline in interest rates. However, the recent floods and torrential rains are likely to result in inflationary pressures, which could deter any further monetary easing in the near term.

During FY25, fiscal account deficit remained 5.4% of GDP, outperforming the target of 5.6%. The primary balance showed a surplus of 2.4% of GDP, being the highest surplus recorded in over two decades.

On the external front, current account showed a surplus of \$2.1bn (i.e. 0.5% of GDP), which is Pakistan's first reported surplus in 14 years. This was achieved on the back of strong growth in remittances (up 27% to USD 38bn), textile exports (up 7.4% to USD 17.9bn), Foreign Direct Investment (FDI) (up 5% to USD 2.5bn). Furthermore, SBP's net reserves increased YoY from USD 9.4bn to USD 14.5bn as June Y25

The KSE-100 Index posted a return of 60.1% during FY25, with a 2-year cumulative return of 203%. Making it the eighth best performing market in the world.

The economic outlook of the country is viewed as cautiously optimistic. Given successful discussions with the US on trade tariffs, wherein the country is exposed to lower tariffs vis-à-vis regional counterparts, there is room to build on this positive momentum.

With the improvement in economic outlook and sovereign risk profile of the Country, the international rating agencies upgraded Pakistan's risk rating. The Government is targeting GDP growth of 4.2% for FY26, however with the recent floods and climate change risks to economic output, the fiscal and monetary interventions will be critical for achievement of the target growth.

REAL ESTATE MARKET REVIEW

In the Budget FY26, the Government has introduced few incentives to support growth and formalization of the Real Estate sector. These include:

1. reduction in withholding tax on property purchase, making transactions more affordable
2. withdrawing FED of 3-7% imposed in FY25 has been withdrawn
3. tax credits have been reintroduced for house loans

However, exemption of capital gains tax on transfer of property to REIT Scheme under Second Schedule 99A of Income Tax Ordinance was not reinstated, which we believe is essential to promote REITs.

The property prices showed modest growth during FY25. Going forward, prices are expected to show increase with the improvements in economic environment. The construction industry is poised to show recovery given the decline in inflation and interest rates. The average steel prices saw a decline from ~PKR 270,000/Ton in FY24 to ~PKR 247,000/Ton in FY25, while cement prices largely remained range bound in between PKR 1300-1400/ 50KG Bag during FY25.

OPERATING RESULTS

TPL REIT Fund I

The unconsolidated financial results of TPL REIT Fund I are as follows:

Description	Rupees '000
Profit after taxation for the year	758,285
Other comprehensive income	-
	758,285
Appropriations:	-
Unappropriated profit brought forward	758,285
Earnings per unit (Rupees)	0.41

During the year under review the total income of the Fund stood at PKR 1,541 million including fair value gain of PKR 1,227 million on investments compared to total income of PKR 1,043 million during the comparative period last year.

Total operating expenses during the year stood at PKR 772 million compared to PKR 662 million during the comparative period last year. Total expenses included management and performance fee accrued to the Management Company to the tune of PKR 574 million and PKR 133 million respectively.

The net profit after tax stood at PKR 758 million as at the year-end compared to PKR 376 million during comparative period last year. This translates into earnings per unit of PKR 0.41 per unit.

The net assets of the Fund increased to PKR 33,558 million on June 30, 2025 from PKR 32,800 million on June 30, 2024.

TPL Technology Zone Phase - 1 (Private) Limited

As of June 30, 2025 the investment property of the Company is valued at PKR 2,254 million realizable value of held for sale.

The investment property owned by the Company consists of an open commercial plot measuring 10,002 square yards situated at Korangi Industrial Area, Karachi.

HKC (Private) Limited

As of June 30, 2025 the development property of the Company is valued at PKR 5,047 million. MYK Associates Private Limited is the valuator of the Fund for determination of the fair value of the development property.

The development property owned by the Company consists of a land parcel of 2,539 square yards of commercial property situated at corner of Abdullah Haroon Road and Hoshang Road, Karachi.

National Management and Consultancy Services (Private) Limited

As of June 30, 2025 the development property of the Company is valued at PKR 29,149 million out of which PKR 25,074 million pertains to fair value of the land and PKR 4,074 million pertains to the development work at the property. MYK Associates Private Limited is the valuator of the Fund for determination of the fair value of the development property.

The investment property owned by the Company consists of a land parcel of 40 acre commercial property situated at Korangi Creek, Karachi.

PROJECT PROGRESS REPORT

TPL Technology Zone Phase - 1 (Private) Limited

As notified in the letter to Pakistan Stock Exchange (PSX) dated 27th December 2024, The Fund has decided to divest from the TPL Tech. Zone (TTZ) Phase 1 (Pvt.) Ltd ('Project SPV') through sale of the Project land, followed by liquidation of the Project SPV, and distribution of the liquidation proceeds to the Unitholders.

HKC (Private) Limited

One Hoshang is Pakistan's first LEED Gold residential project that seamlessly integrates and conserves a historic façade dating back 130 years with high-end modern amenities and architecture. Project is expected to be completed by Q3 of 2028. Construction of grey structure with the raft foundation, basement floors, ground, first and second floor slabs have been completed. Further, structural works up to third floor is in progress. However, due to the slowdown in off plan sales, there has been a slowdown in the on-going construction works at site since August 2024. TPL RMC is evaluating various financing plans to cover the shortfall and fast track the progress.

National Management and Consultancy Services (Private) Limited

The largest project of TPL REIT Fund I continues to progress at a steady pace. The Mangroves, a mixed-use development project spanning 40 acres of waterfront property, its detailed master plan has been completed by SSH International, an international design team renowned for their expertise in designing sustainable waterfront developments. The detailed master plan is sustainable and incorporates the project's pragmatic requirement of seamless blending of the project with the natural terrain of the surrounding vicinity. Currently, the detailed design work of individual buildings is in progress by SSH International.

The Sales and Site Office for the project has been fully operational since October and its formal launch was done in December 2024. The infrastructure works for the project are phased out and currently tendering of phase one works have been initiated. Moreover, the first building named Lagoon Views-I was launched in February 2025 and its detailed design along with the engineer's estimate has also been received in March 2025. The ground improvement works for Lagoon Views-1 has also been initiated with a target date of end Sep 2025. This will be followed up with test piling and subsequently foundation piling activities. Other key initiatives have been undertaken to develop the neighborhood includes connecting road improvement works, area landscaping and setting up of a sports facility and are targeted to be completed by Q2 of 2026.

FUND RATING

PACRA Credit Rating Company has assigned a REIT Fund Rating of RFR 3+ (Stable Outlook) to the Fund.

PACRA Credit Rating Company has assigned REIT Manager Rating of RM 3+ (Stable Outlook) to the Management Company of the Fund.

ACKNOWLEDGEMENT

The Board of the Company would like to take this opportunity to thank its valued sponsors, the Securities & Exchange Commission of Pakistan, the State Bank of Pakistan and other regulatory authorities, its financial institutions and its auditors for their continued guidance and assistance. The Board also wishes to place on record its deepest appreciation for the staff for their dedication, commitment and hard work.

On behalf of the Board of
TPL REIT Management Company Limited

Naseem Ali Shah
Chief Executive Officer

ڈائریکٹرز کی رپورٹ

TPL REIT میجنت کمپنی لمیڈ کے یو روڈ آف ڈائریکٹرز کو یہ رپورٹ پیش کرتے ہوئے خوشی محسوس ہو رہی ہے، جو کہ ٹی پی ایل REIT ("فندہ") کے مالی بیانات کے ساتھ سال 30 جون 2025 کو ختم ہونے والے مالی سال کے لیے پیش کی جا رہی ہے۔

اقتصادی جائزہ

مالی سال 2025 میں پاکستان کی جی ڈی پی میں 2.7 فیصد اضافہ ریکارڈ کیا گیا، جو گزشتہ سال کے 2.5 فیصد کے مقابلے میں معمولی بہتری ظاہر کرتا ہے۔ اس نمو کی بنیاد صنعتی شعبے میں 4.8 فیصد اضافہ پر رہی، جس کی بڑی وجہ چھوٹے بیانے کی صنعتوں میں ترقی تھی۔ خدمات کے شعبے میں نمو 2.9 فیصد تک پہنچ گئی جو گزشتہ سال 2.2 فیصد تھی، جیکر زرعی شعبے کی شرح نمو مالی سال 2025 میں کم ہو کر 0.6 فیصد رہی جو گزشتہ سال 6.4 فیصد تھی۔

مالی سال 2025 میں عمومی افرادی زر (بیلڈ لائنز انفلیشن) اوسٹا 4.5 فیصد رہی، جو مالی سال 2024 اور 2023 میں بالترتیب 23.4 فیصد اور 29.2 فیصد کے مقابلے میں نمایاں بہتری ظاہر کرتی ہے۔ معماشی اشاریوں میں بہتری اور افرادی زر میں کمی کے پیش نظر، اسٹیٹ بینک آف پاکستان نے پالیسی طور پر 950 یس پاؤنسٹ کی تاریخی کی کی، جو 5.0 فیصد سے کم ہو کر آگئی۔

مالی سال 2026 کے جوالی اور اگست میں بالترتیب 1.4 فیصد اور 0.3 فیصد کی قابو میں افرادی زر کے پیش نظر شرح سود میں مزید کمی کی توقع تھی، تاہم حالیہ سیالاب اور شدید بارشوں کے باعث افرادی زر کے دباؤ میں اضافے کا خدشہ ہے، جو قریبی مدت میں کمی مزید مالی نرمی کی راہ میں رکاوٹ بن سکتا ہے۔

مالی سال 2025 کے دوران مالی خسارہ جی ڈی پی کا 4.4 فیصد رہا، جو 5.6 فیصد کے ہدف سے بہتر کر کر دی ہے۔ بیانی دوڑھ دوڑھاں کیوں میں سب سے زیادہ ہے۔

بیرونی مخاذ پر کرنٹ اکاؤنٹ میں 1.2 ارب امریکی ڈالر (یعنی جی ڈی پی کا 0.5 فیصد) کا سرپلس ریکارڈ کیا گیا، جو گزشتہ 14 سالوں میں پاکستان کا پہلا کرنٹ اکاؤنٹ سرپلس ہے۔ یہ کامیابی تسلیمات زر میں 27 فیصد اضافے (38 ارب امریکی ڈالر)، یکشائل برآمدات میں 7.4 فیصد اضافے (17.9 ارب امریکی ڈالر) اور براہ راست غیر ملکی سرمایہ کاری میں 5 فیصد اضافے (2.5 ارب امریکی ڈالر) کے باعث حاصل ہوئی۔ اسٹیٹ بینک کے ذخیرہ سال بہ سال بڑھ کر 9.4 ارب امریکی ڈالر سے 14.5 ارب امریکی ڈالر تک پہنچ گئے۔

کے ایس ای-100 ایکس نے مالی سال 2025 میں 1.60 فیصد منافع دیا، جب کہ دو سالہ مجموعی منافع 203 فیصد رہا، جس کے نتیجے میں پاکستان دنیا کی آٹھویں بہترین کارکردگی دکھانے والی مارکیٹ کے طور پر سامنے آیا۔

ملکی میکٹ کا مجموعی منظر ناممatta طور پر ثابت قرار دیا جاسکتا ہے۔ امریکہ کے ساتھ تجارتی مخصوصات کے حوالے سے کامیاب مذاکرات کے مقابلے میں کم مخصوصات کے فوائد حاصل ہوئے ہیں، جو ثابت رہ جان کو مزید مختتم کرنے کا موقع فراہم کرتے ہیں۔

معماشی حالات میں بہتری اور ملکی خود مختاری کے خطرے میں کمی کے پیش نظر، یمن الاقوامی ریٹینگ ایجنسیوں نے پاکستان کی کریٹریٹ ریٹینگ میں بہتری کی۔ حکومت نے مالی سال 2026 کے لیے 4.2 فیصد جی ڈی پی نموداہ ف مقرر کیا ہے، تاہم حالیہ سیالاب اور ماحولیاتی تبدیلی کے خطرات کے باعث مالی و معماشی پالیسی اقدامات اس ہدف کے حصول میں کلیدی کردار ادا کریں گے۔

ریکل میٹ بارکیٹ کا جائزہ

مالی سال 2026 کے بیجٹ میں حکومت نے ریکل میٹ بارکیٹ کی ترقی اور سی میکٹ میں شمولیت کے فروغ کے لیے چند مراجعات متعارف کرائی ہیں، جن میں شامل ہیں:

- جائیداد کی خریداری پر ڈھونڈنگ ٹکنیکس میں کمی، تاکہ لین دین کو مزید قابل برداشت بنایا جاسکے۔
- مالی سال 2025 میں عائد کردہ 37 فیصد فیڈرل ایکسائز ڈیوٹی (FED) کا خاتمه۔
- گھریلو قرضوں پر ٹکنیکس کی دوبارہ بحالی۔

تاہم انکس آرڈیننس کے سینڈیورل کی شن A99 کے تحت REIT اسکم میں جائیداد کی منتقلی پر کیپل گین ٹکس کی معانی دوبارہ نافذ نہیں کی گئی، جو ہماری رائے میں REITs (REITs) کے فروغ کے لیے نہایت ضروری ہے۔

مالی سال 2025 کے دوران جائیداد کی قیتوں میں معمولی اضافہ یکھا گیا۔ منتقلی میں معاشی حالات کی بہتری کے ساتھ قیتوں میں مزید اضافے کی توقع ہے۔ تغیراتی صنعت میں افراط زراور شرح سود میں کمی کے باعث بحالی کے آثار نمایاں ہیں۔ اوسط اسٹیل قیمت مالی سال 2024 میں تقریباً 270,000 روپے فی ٹن سے کم ہو کر مالی سال 2025 میں تقریباً 247,000 روپے فی ٹن رہی، جیکہ سیمنٹ کی قیمت مالی سال 2025 کے دوران عموماً 1,300 تا 1,400 روپے فی 50 کلوگرام بیگ کے درمیان مستحکم رہی۔

عملی تاثر ٹی پی ایل REIT نہیا

ٹی پی ایل REIT نہیا کے غیر متفقہ مالی تاثر حسب ذیل ہیں:

تفصیل	روپے '000 میں
سال کا بعد ازاں ٹکس منافع و دیگر جامع آمدنی	758,285
-	-
758,285	758,285
-	-
آگے لا گیا غیر موزوں منافع آمدنی فی یونٹ (روپے میں)	758,285
آمد فی یونٹ (روپے میں)	0.41

سال کے اختتام پر ٹکس کے بعد خالص منافع 758 ملین روپے رہا، جو گزشتہ سال کے 376 ملین روپے کے مقابلے میں دو گناہے زیادہ ہے۔ اس کے مطابق فی یونٹ آمدنی 0.41 روپے فی یونٹ رہی۔

فندک کے خالص انتاش 30 جون 2025 کو بڑھ کر 33,558 ملین روپے تک پہنچ گئے، جو 30 جون 2024 کو 32,800 ملین روپے تھے۔

ٹی پی ایل بیکنالوجی زون فیر-1 (پرائیویٹ) لمبیڈ

30 جون 2025 تک کمپنی کی سرمایہ کاری جائیداد کی فروخت کے لیے متوقع قابل وصول قدر 4,254 ملین روپے مقرر کی گئی ہے۔

کمپنی کی زیر ملکیت سرمایہ کاری جائیداد ایک کھلا کمرشل پلاٹ ہے جس کا رقمہ 10,002 مربع گز ہے، جو کوئی انتہا شریل ایریا، کراچی میں واقع ہے۔

HKC (پرائیویٹ) لمبیڈ

30 جون 2025 تک کمپنی کی ترقیاتی جائیداد کی قدر 5,047PKR ملین مقرر کی گئی ہے۔ فندک کی ترقیاتی جائیداد کی منصفانہ قدر کے تعین کے لیے MYK ایسو ایش پرائیویٹ لمبیڈ بطور و میبا یہ مقرر ہے۔

کمپنی کی زیر ملکیت ترقیاتی جائیداد ایک کمرشل پلاٹ پر مشتمل ہے جس کا رقمہ 2,539 مربع گز ہے، جو عبداللہ ہارون روڈ اور ہوشنگ روڈ کے کونے پر، کراچی میں واقع ہے۔

نیشنل میجنٹ اینڈ کنسٹلشنسی سروسز (پرائیویٹ) لمبیڈ

30 جون 2025 تک کمپنی کی ترقیاتی جائیداد کی مجموعی قدر 149,149 ملین روپے ز میں کی منصفانہ قدر اور 4,074 ملین روپے ترقیاتی کاموں کی قدر پر مشتمل ہے۔ فندک کی ترقیاتی جائیداد کی منصفانہ قدر کے تعین کے لیے MYK ایسو ایش پرائیویٹ لمبیڈ بطور و میبا یہ مقرر ہے۔

کمپنی کی زیر ملکیت سرمایہ کاری جائیداد 40 ایکٹر پر محیط کمرشل واٹرفرنٹ زمین پر مشتمل ہے، جو کورنگی کریک، کراچی میں واقع ہے۔

عملی کارکردگی کی رپورٹ

جائزہ سال کے دوران فنڈ کی کل آمدنی 1,541 ملین روپے رہی، جس میں سرمایہ کاری پر 1,227 ملین روپے کا منصافانہ قدر میں اضافہ شامل ہے، جو گزشتہ سال کے موازنہ میں 1,043 ملین روپے کی کل آمدنی کے مقابلے میں زیادہ ہے۔

سال کے دوران کل آپرینگ اخراجات 772 ملین روپے رہے، جو گزشتہ سال کے 662 ملین روپے کی مقابلے میں زیادہ ہیں۔ کل اخراجات میں میجنٹ کمپنی کو واجب الادا منجمنٹ فیس 574 ملین روپے اور پرفارمنس فیس 133 ملین روپے شامل ہیں۔

پروجیکٹ کی پیش رفت کی رپورٹ ٹی پی ایل ٹیکنالوجی زون فیر-1 (پرائیویٹ) لمبیٹ

جیسا کہ 27 دسمبر 2024 کو پاکستان اسٹاک ایچیجنگ کو جاری کردہ خط میں بتایا گیا، فنڈ نے ٹی پی ایل ٹیک زون فیر-1 (پرائیویٹ) لمبیٹ سے سرمایہ کاری ختم کرنے کا فیصلہ کیا ہے۔ اس فیصلے کے تحت پروجیکٹ کی زمین فروخت کی جائے گی، جس کے بعد پروجیکٹ ایس پی اوی تکمیل کر کے اس کی آمدنی یونٹ ہولڈرز میں تقسیم کر دی جائے گی۔

HKC (پرائیویٹ) لمبیٹ

ون ہوٹنگ پاکستان کا پہلا LEED گولڈ معیار کارہائی منصوبہ ہے، جو 130 سال پرانے تاریخی فساد کو جدید سہولیات اور فن تعمیر کے ساتھ کامیابی سے کیجا کرتا ہے۔ یہ منصوبہ 2028 کی تیسری سماں (Q3) تک مکمل ہونے کی توقع ہے۔

اب تک رافت فاؤنڈیشن، بیمڈٹ فلورز، گراؤنڈ، پہلی اور دوسری منزل کی سلیمانی کی تعمیر مکمل ہو چکی ہے۔ تیسرا منزل تک ڈھانچے پر کام جاری ہے۔ تاہم اگست 2024 سے پری میل میں ست روی کے باعث تعمیراتی سرگرمیوں میں بھی کمی آئی ہے۔

ٹی پی ایل REIT میجنٹ کمپنی مختلف مالی منصوبے پر غور کر رہی ہے تاکہ فنڈ نگ کے خلاکو پر اکر کے تعمیراتی عمل کو تیز کیا جاسکے۔

نیشنل میجنٹ ایڈ کنسٹیٹیو سرورس (پرائیویٹ) لمبیٹ

ٹی پی ایل REIT فنڈ کا سب سے بڑا منصوبہ مسکن انداز میں ترقی کر رہا ہے۔ دی میں گروز ایک ملحوظ استعمال ترقیاتی منصوبہ ہے جو 40 ایکٹر واٹرفرنٹ پر اپنی پر محیط ہے۔

اس کا تفصیلی ماشر پلان International SSH ای ای عالمی ڈیزائن فرم نے مکمل کیا ہے، جو پائیدار واٹرفرنٹ ترقیات کے ماہرین میں شمار ہوتی ہے۔ ماشر پلان پائیدار اور عملی دونوں پیلوؤں پر مبنی ہے، اور قدرتی ماحول کے ساتھ ہم آہنگ ڈیزائن کو ترجیح دیتا ہے۔

فی الحال، انفرادی عمارت کے تفصیلی ڈیزائن International SSH کے زیر تکمیل ہیں۔

پروجیکٹ کا سیلز اور سائنس آفس اکتوبر 2024 سے مکمل طور پر فعال ہے اور اس کا باضابطہ افتتاح دسمبر 2024 میں کیا گیا۔

پروجیکٹ کے انفرادی کپر کاموں کو مرحلہ و ترقیم کیا گیا ہے اور پہلے مرحلے کے میڈیم رز جاری کیے جا چکے ہیں۔

پروجیکٹ کی پہلی عمارت "Lagoon Views" 2025ء میں تعارف کرائی گئی۔ اس کا تفصیلی ڈیزائن اور انجینئرنگ کا تحریکیہ مارچ 2025ء میں موصول ہوا۔

Lagoon Views I-1 کے گرد اپرمنٹ کے کام جاری ہیں، جنہیں ستمبر 2025 کے اختتام تک مکمل کرنے کا ہدف رکھا گیا ہے۔ اس کے بعد ٹیکسٹ پانگ اور پھر فاؤنڈیشن پانگ کے مرحلے انجام دیے جائیں گے۔

مزید برآں، علاقے کی بہتری کے لیے سڑکوں کی مرمت، لینڈ اسکیپنگ، اور اسپورٹس فیلڈ کی تعمیر جیسے اہم اقدامات جاری ہیں، جنہیں 2026 کی دوسرا سہ ماہی (Q2) تک مکمل کرنے کا ہدف مقرر کیا گیا ہے۔

فندر ریٹنگ
پاکہ کریٹریٹ ریٹنگ کمپنی نے فندکو یہل اسٹیٹ انویسٹمنٹ ٹرست (REIT) فندر ریٹنگ +3RFR (متحکم نظر ثانی) تقویض کی ہے۔

اسی طرح، پاکہ کریٹریٹ ریٹنگ کمپنی نے فندک کی میتجہت کمپنی کو یہل اسٹیٹ انویسٹمنٹ ٹرست مینیجر ریٹنگ +3RM (متحکم نظر ثانی) بھی تقویض کی ہے۔

اطہارِ تکر
کمپنی کا بورڈ اس موقع پر اپنے معزز اپنے اپنے میکچنچ کیش آف پاکستان، اسٹیٹ بینک آف پاکستان، دیگر گیو لیٹری اداروں، مالیاتی اداروں اور آڈیٹریز کا شکریہ ادا کرتا ہے جنہوں نے مسلسل رہنمائی اور تعاون فراہم کیا۔

بورڈ اپنے عملکی انحصاری محنت، لگن اور پیشہ وار ادائیگی پر بھی گہری قدر دانی کا اظہار کرتا ہے۔

من جانب بورڈ
ٹی پی ایل REIT میتجہت کمپنی لمبینہ

سید احمد احمد
چیف ایگزیکٹو آفیسر

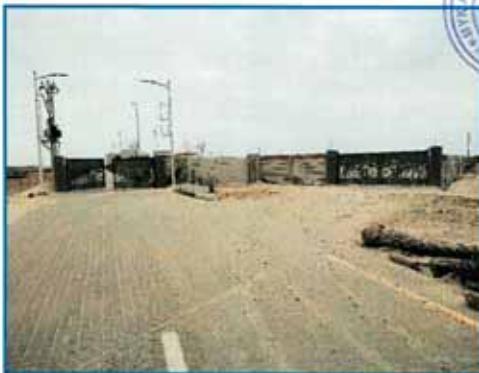
REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



JULY, 2025

EVALUATION REPORT OF "COMMERCIAL PROPERTY" (PROPOSED MASTER PLANNED FOR COMMUNITY)

TPL REIT MANAGEMENT COMPANY LIMITED (TPL RMC) & TPL FUND-I
PROJECT BEARING PLOT'S SURVEY NOS: 295/1, 296/1, 298/1, 299, 300 AND
301, LOCATED AT DEH DIH, TAPPO IBRAHIM HYDERI, TALUKA KORANGI CREEK,
KARACHI EAST



Submitted to,

M/s. TPL RMC & TPL REIT FUND-I

TPL REIT, 20th Floor, Sky Tower - East Wing, Dolmen City,
HC-3, Block 4, Abdul Sattar Edhi Avenue, Clifton, Karachi.



Prepared By

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Sector"
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REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT DEH DIH, TAPPO IBRAHIM HYDERI, TALUKA KORANGI CREEK, KARACHI EAST
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

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REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



MYK ASSOCIATES PRIVATE LIMITED

| Evaluations | Consulting Engineers | Collateral Management | Inspections |

| Feasibility Analysis | Investment & Advisory | Clearing Forwarding & Logistics Agents |



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COVERING PAGE OF REPORT

MYK Reference No:	MYK/18156/07/2025	
Date of Valuation Report:	July 25, 2025	
Date of Visit:	July 23, 2025	
Date of Request Received:	Through Email on dated July 21, 2025	
Requested By:	Mr. Imran ul Haque (Senior Finance Manager-TPL RMC)	
Client Name:	TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I	
Address of Property:	The Project Site (Land) bearing Plot's Survey Nos: 295/1, 296/1, 298/1, 299, 300 and 301, located at Deh Dih, Tappo Ibrahim Hyderi, Taluka Korangi Creek, Karachi East	
Appraised By:	Team of MYK Associates Private Limited	
Identified By:	Team of TPL REIT Management Company Limited & TPL REIT Fund-I.	
Custodian of the Land:	Containment Board Korangi Creek	
Status of NOC (If any):	Yes	
Type of Property:	Open Commercial Land	
Property Utilization:	Fully Commercial <input type="checkbox"/> Vacant <input checked="" type="checkbox"/> Fully Industrial <input type="checkbox"/>	
Type of Title:	Commercial (As per Documents)	
Surroundings:	Industrial and Commercial <input checked="" type="checkbox"/> Fully Industrial <input type="checkbox"/> Residential cum Commercial <input type="checkbox"/>	Fully Residential <input type="checkbox"/> Fully Commercial <input type="checkbox"/>
FAR:	1:8 (As per Provided documents & Approvals)	
Value of Land:	PKR. 25,074,510,000.00	
CWIP Amount:	PKR. 4,074,653,364.00	
Net Present Value:	PKR. 29,149,163,364.00	
Valuation Basis:	Sales Comparison Approach <input checked="" type="checkbox"/> Residual Value <input type="checkbox"/>	

MYK Ref. No: MYK/18156/07/2025

Page No: 3 of 26*

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REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



**VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT DEH DIH, TAPPO IBRAHIM HYDERI, TALUKA KORANGI CREEK, KARACHI EAST
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I**

VALUATION INITIATIVE:

In accordance with the provision of REIT Regulations-2015 and amendments – 2018 & 2022, TPL REIT Management Company Limited appointed MYK Associates Pvt Ltd for valuation of Open Commercial Land as a PBA approved "no limit valuer". The of TPL REIT Fund-I Project Site (Land) bearing Plot's Survey Nos: 295/1, 296/1, 298/1, 299, 300 and 301 located at Deh Dih, Tappo Ibrahim Hyderi, Taluka Korangi Creek, Karachi East.

A team from M/s. MYK Associates Private Limited (comprising of the following officials) visited open Land for survey and inspection to complete the assignment within the stipulated time.

- Engr. Muhammad Tauqir
- Engr. Amir Ali

Meetings held with the official (representatives) of TPL REIT Management Company Limited & TPL REIT Fund-I. Details & planning information were gathered regarding this property. Thereafter, an extensive and detailed survey of open Land were carried out with reference to the data sharing, documents and information provided by them at the time of survey process.

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MYK Associates Private Limited
(ISO 9001-2015 Accredited)
Service Providers to the Financial, Business & Corporate Sector

BRIEF INTRODUCTION OF VALUATOR:

MYK Associates Private Limited is an ISO-9001-2015 accredited real estate valuator of Pakistan. We ensure the valuation of international standards to the satisfaction of client and as well as the concerned departments / institutions. Upon achieving the accreditation, we are adhering to maintain the customer requirements, establish client's trust and to enable the participation in continual improvement.

MYK has been founded by M. Younas Khan FCA (England & Wales), Ex Country General Manager, Deutsche Bank AG in Pakistan. It was incorporated in September 2000 and is registered under the Pakistan Companies Ordinance 1984. As a professional Survey and Evaluation company, MYK Associates (Pvt.) Limited has over 16 years of experience of conducting evaluation, inspection and muccadam management assignments. It provides services to the Financial and Private Sector in Pakistan and is on the approved panel of Pakistan Banks Association. As a nationwide company, our services comprise of Valuations of Fixed and Current Assets, Inspections of Hypothecated and Pledged Stock and Collateral value (Muccadamage) etc. We are also on the approved panel of NBFI and Modarba Association of Pakistan.

Over the years, our valuation assignments cover a wide spectrum in consumer retail, industrial, commercial, agricultural and corporate portfolios that encompass Land, Civil Structures, Tanks & Machinery, commercial Civil Structures, hospitals, residential properties as well as open plots both in rural and urban areas. We currently conduct inspections for all the corporate and commercial clients for different banks. Our muccadam department expertly manages different portfolios including seasonal crops, which include wheat, rice, cotton, as well as ship breaking, molasses, ethanol, sugar, edible oil, and canola.

MYKs' Mission is to provide strategic counsel, creative solutions and responsive services in a timely manner to the Financial Sector. MYKs' vision is to be recognized as a leader in providing seamless services through superior quality and commitment as well as achieving operational excellence, industry-leading clientele satisfaction through superior performance.

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MYK Associates Private Limited

(ISO 9001-2015 Accredited)

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BRIEF INTRODUCTION OF OWNER:

Mr. Muhammad Younas Khan is the Chairman and Chief Executive Officer of MYK Associates (Pvt.) Ltd, a company registered under the law of Pakistan Companies Ordinance 1984 and incorporated September 2000. Mr. Khan has years of professional experience in the banking and corporate sector combined and heads the MYK Group of Companies with other professionals. Formerly Mr. Khan has been the Country General Manager of Deutsche Bank in Pakistan. He has also been on the Board of Directors for the Oil and Gas Development Company Limited (OGDC), and National Refinery Limited (NRL), two of the largest companies in the Oil Sector of Pakistan.

A Chartered Accountant by Qualification from England and Wales (FCA), Mr. Khan is a banker by profession. He is also a Fellow of the Institute of Bankers in Pakistan (IBP), and the Institute of Chartered Accountants of Pakistan (ICAP). He is accredited with having completed his Masters from the University of Punjab. Mr. Khan is well reputed in the Banking and Corporate sector, local business circles and the Government of Pakistan.

OTHER POSITIONS HELD:

- President of the Overseas Investors, Chamber of Commerce and Industry
- Chairman of the German Business Council (Kaufmannsrunde)
- Chairman of the Pakistan Banks' Association
- Member of the Managing Committee of Pakistan Banks' Association
- Member of the Management Association of Pakistan
- Member of the Rotary Club of Karachi Metropolitan
- Member of the Pakistan German Business Forum

PREVIOUS POSITIONS HELD:

- Member of the Pakistan Investment Board (Responsible for attracting Foreign Investment in Pakistan)
- Member of the Investment Council of Pakistan
- Trustee of the Karachi Port Trust
- Chairman of the Banking and Finance Sub- Committee, for Overseas Investor Chamber of Commerce and Industry
- Member of the Managing Committee of Overseas Investor Chamber of Commerce and Industry
- Director of the Pakistan Fund (Foreign Currency Equity Fund)

His management team and associates are professionals with distinguished senior management experience, in the multinational environment and in large corporations, both in Pakistan and overseas.

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MYK Associates Private Limited

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Service Providers to the Financial, Business & Corporate Sector

ABOUT KEY PROFESSIONALS OF MYK ASSOCIATES PVT LTD:

SENIOR GENERAL MANAGER:

Engr. Iftekhar Ahmed is a Professional Engineer (PEC) and graduated from NED University of Engineering and Technology, Karachi and having vast experience of Power Generation, Transmission and Distribution System. He has acquired training from ABB at Dubai, UAE, in Power Control Management and Assets handing procedure. He also achieved legal qualification LL. B, LLM, and having expertise of Agreement and Contracts writing as well as to lead the legal team on technical matters to resolve the disputed issues on Legal Forums and Courts. He is fully conversant with Power Generation, Transmission and Distribution System low and high voltage. He also has experience in the field of chain supply, fuel management and other auxiliary supplies for Power Station to avoid load shedding. He has vast experience of Project Supervision and to manage its completion within agreed time and approved cost. He possesses full project management knowledge and verifies the contractor's work and performance, their bill of payments, equipment supplies and its installations. He is well conversant to coordinate private and public authorities and departments to settle the issues and to get matter resolved.

- ✓ Initially, he was engaged with K-Electric, Karachi (Former KESC) in Power Generation, Transmission and Distribution Department and supervised the construction of Grid Stations and Transmission Lines.
- ✓ He Served in Riyadh Electric (the then Saudi Consolidated Electric Company) Riyadh, Saudi Arabia, in their Power Generation, Transmission and Distribution Divisions. He established the modern Control Center to Control Extra High Voltage Power Supply and managed the training to Engineers for SCADA system. Prepare the schedule to maintain the Breakers, Transformers and other allied equipment accordingly to improve the performance.
- ✓ Analyze the System Fault and prepared the maintenance scheme equipment and prepare the scheme for balance Load management System for Central Region.
- ✓ He served Stat Life Insurance Corporation of Pakistan and was Head of the Electrical and Mechanical Engineering Department of its Real Estate Division. He derived the modern system to managed and control its assets. He also served as Head of the Personnel and General Administration Department of State Life Insurance Corporation.
- ✓ He served Dubai Electric and Water Authority, Dubai UAE for more than 10 years and managed their power Generation, Transmission and Distribution system on modern lines. He developed strategy of transformation from High Voltage system to Extra High Voltage System (i.e. from 220 KV to 400 KV systems). Conversion of Grid Stations and Transmission lines from conventional manual operation system to modern SCADA Control and SAP System. He activates the redundant system of Assets Management and Control System to modern system and maintained proper record of all capital and consumable items of all Power Houses, Grid Stations, Transmission Lines, Distribution System and its offices.

AFFILIATIONS:

- i. Professional Engineer (PEC).
- ii. Member IEEE (USA)|Member IEP Karachi
- iii. Member IEP Karachi Pakistan
- iv. Member IEEE (Pak)

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ABOUT CLIENT:

TPL REIT Management Company Limited (TPL RMC), established in 2019, is the leading provider of REIT management services in Pakistan and is regulated by the SECP. TPL RMC is a 100% owned subsidiary of TPL Properties Limited (TPLP) and was established to capitalize on the sustainable real estate development and management expertise of its parent company.

TPL RMC launched its first fund, REIT Fund I, the Sustainable Development Fund, which is a portfolio of diverse real estate asset classes in Pakistan, all targeting to be LEED Certified. The mission of the Fund is to decarbonize Pakistan's cities through sustainable and climate focused developments, supporting technology ecosystems, heritage, and the environment. The projects aim to uplift living standards and address the shortfall in commercial and residential properties due to rapid urbanization in Pakistan.

The Fund is Pakistan's first Shariah Compliant Sustainable Development Impact REIT Fund. It will act as a catalyst for the country's economy and is an opportunity to invest in sustainable assets, seeking to reap the benefits of Pakistan's real estate sector boom.

TPL RMC is committed to operating with the highest levels of international standards, integrity and adheres to the guidelines set out by the Independent Investment Committee, Advisory Board, and Shariah Advisor to ensure effective governance and responsible business practices.

Major Projects Under TPL REIT FUND-I

➤ **One Hoshang**

One Hoshang will be Pakistan's first Gold LEED Certified residential apartment building. 130-year-old heritage façade of the site to be protected to preserve the heritage and promote the culture

➤ **Technology Park**

The Technology Park will be the first of its kind Technology Free Zone in Pakistan, equipped with best-in-class technology infrastructure to support the growth of the tech eco-system and lead to the proliferation of technology startups.

➤ **Mangrove**

Mangrove is a Master Planned Community to be developed over a land parcel of 40 acres on a waterfront locality. The project overlooks and preserves the expansive 115 hectares of mangrove forest and seafront, with world-class amenities and a varied collection of mid-rise Residential Apartment Towers, Commercial Offices, Serviced Apartments, Hotel, and Retail Spaces.

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ASSIGNMENT

TPL REIT Management Company Limited appointed MYK Associates Private Limited "PBA approved no limit category valuer of Panel-I or Panel-II" to evaluate the property by the qualified professional engineers who are registered with Pakistan Engineering Council for the purpose of conducting valuation; ensure that the valuation methodology adopted in line with best practices prevalent in the real estate industry and ensure the valuation carried out objectively and independently of its business or commercial relationship and issuance of the declaration by the competent engineer on the given format duly witnessed by the CEO of the valuer company in this respect.

M/s TPL REIT Management Company Limited & TPL REIT FUND-I appointed MYK Associates (Pvt) Limited to evaluate the Open Commercial Land of TPL REIT bearing Survey Nos: 295/1, 296/1, 298/1, 299, 300 and 301, located at Deh Dih, Tappo Ibrahim Hyderi, Taluka Korangi Creek, Karachi East. This commercial land comprise on one piece of 40.00 Acre. The commercial plot is demarcated and their details are outlined on page No: 13.



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DETAILS ABOUT KORANGI CREEK AND THE MANGROVES PROJECT:

Korangi Creek in Karachi offers a unique real estate opportunity, combining sea-facing properties, lush mangroves, and strong connectivity to key urban hubs. Its waterfront location provides serene views, appealing to both residential and commercial developments, while the surrounding mangrove ecosystem contributes to the area's environmental significance. The region's proximity to major roads and industrial zones enhances accessibility, making it an attractive choice for businesses. However, sustainable urban planning is crucial to protect the mangroves and mitigate risks like coastal flooding or sea-level rise, ensuring long-term viability for both residential and commercial uses.

Korangi Creek to become a thriving area, the development of essential amenities and infrastructure significantly enhancing its appeal. Educational institutions, healthcare facilities, retail outlets, and public transport options are making the area more attractive for residents and businesses alike. The natural beauty of the creek, combined with the potential for recreational spaces and waterfront developments, could create a unique lifestyle destination. Additionally, reliable utilities and a secure environment will ensure the long-term sustainability and liveability of the area. With these developments, Korangi Creek has the potential to become a vibrant, self-sustained community and a prime location for both residential and commercial investment.

The Mangroves Project in Korangi Creek, initiated by TPL, is a visionary development aimed at creating a unique blend of residential, commercial, and leisure spaces within the area's lush coastal environment. Set against the backdrop of the creek's rich mangrove ecosystem, the project aims to offer a sustainable and eco-friendly living experience, integrating modern amenities while preserving the natural surroundings. This mixed-use development emphasizes green spaces, ensuring the protection and restoration of the mangrove habitat while providing luxury residences, office spaces, and recreational facilities. By prioritizing environmental sustainability alongside urban development, TPL is working to transform Korangi Creek into a vibrant, nature-integrated community, appealing to both investors and residents seeking a balanced lifestyle near the waterfront.

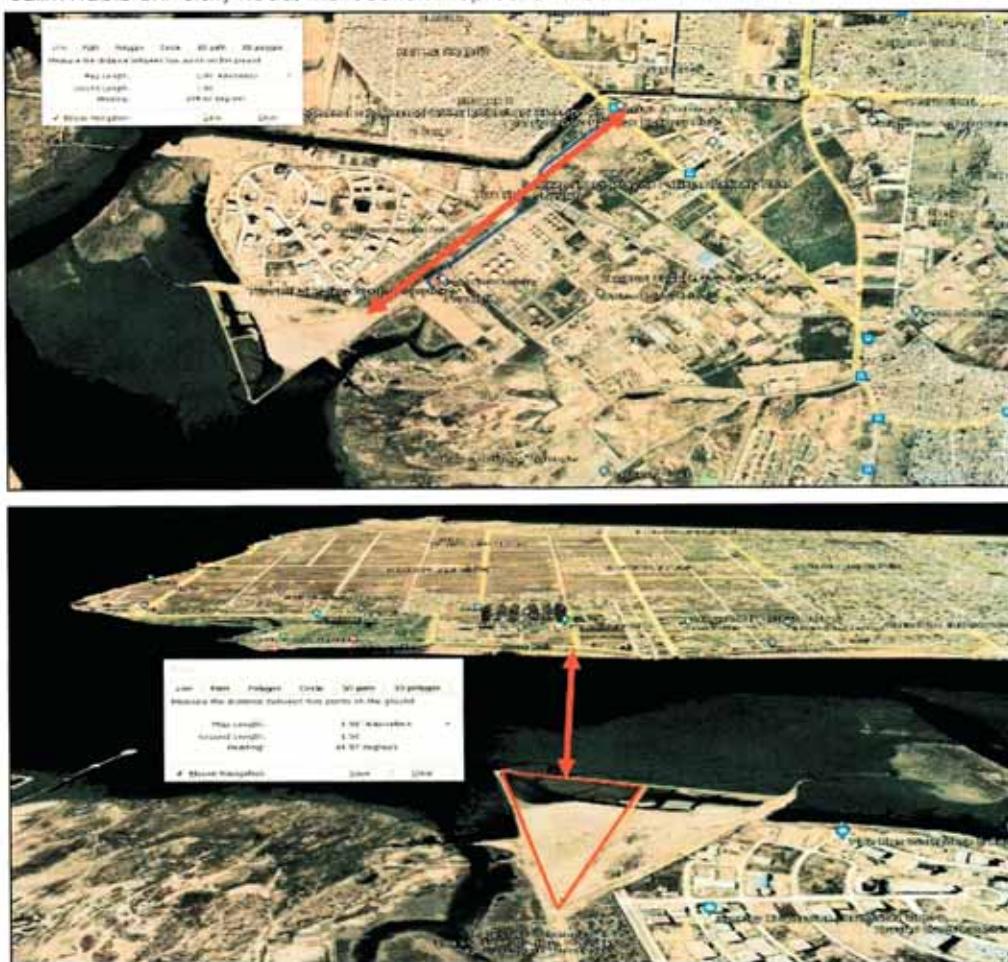
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Location and Roads to Connect TPL REIT Fund-1:

The under evaluated land is surrounded by mangroves on the side facing the water and the other sides surrounded by Creek Industrial Park, Universities and other housing schemes, the site can be accessed from korangi creek main road by passing through Pakistan Refinery Road and Salim Habib University Road, the location map is shown below:



The TPL REIT Commercial Plot is located approx. 1.90 Kilometer distance from main korangi Creek Road and around 1.50 Kilometer distance from Creek Vista through Mangroves.

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The Commercial Land is located around 4.33 Kilometer distance from Bundle Island through Mangroves and Sea Water.



The Amenities/Projects situated in 3 Kilometer surrounding radius of under evaluated commercial plot has shown in the above picture.

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"DESCRIPTION OF LAND"

Approach:
Total Area:

Main Road [] Side Road [] Inside Road []
40 Acres (As per Documents)

Our assessment of 40.00 Acre Land based on FAR (1:8), and Circulation area is 40% of the FAR the land is further divided into eight categories of sub divided Plots as per details provided by TPL RIET Management Company Limited as following:

Description	Area in Sq Yds	No of Plots
Plot No C-1	10,201.00	1
Plot No C-2	13,155.00	2
Plot No C-3	12,392.00	1
Plot No C-4	5,300.00	10
Plot No C-5	5,910.00	1
Plot No C-6	8,344.00	1
Plot No PB	5,528.00	1
Plot No PB	9,995.00	1



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• COST APPROACH METHOD:

The Cost Approach for property valuation estimates the value by calculating the cost to replace or reproduce the property's improvements and adjusting for depreciation, while separately determining the land value. It is especially useful for new or unique properties, where comparable market data may be scarce. The method involves estimating the land value, calculating the replacement or reproduction cost of the building, applying depreciation for physical wear and obsolescence, and combining these values. While it is effective for specialized properties, its limitations include challenges in accurately estimating depreciation and its failure to account for market demand, making it less suitable for older or income-producing properties.

The Cost Approach Method



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• SALE COMPARAISION APPROACH

The Sale Comparison Approach (SCA) is a method used to estimate the value of commercial land by analyzing recent sales of similar properties. This approach involves gathering data on comparable properties, adjusting for differences such as location, size, and zoning, and deriving a value estimate based on these comparisons. It is widely used due to its market-based nature, simplicity, and transparency. However, its effectiveness relies on the availability of suitable comparables and the accuracy of adjustments. While the method works well in active markets, its limitations include potential subjectivity in adjustments and market fluctuations, which can affect the final Value.

Analyzing Similar Properties for Appraisal



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CALCULATION OF LAND:

TPL REIT Taluka Korangi Creek land is at the prime real estate location. The development in surrounding area is very fast and becoming the prominent residential cum commercial hub of Karachi.

At present, the cost of the land of this and around this area has become attractive and observed between the range of PKR. 80,000.00 To PKR. 210,000.00 Per Square Yard depending upon the Title, location, parameters, size and FAR (1:8) and circulation area is 40% of FAR of the Land. Therefore, we are taking the land value Per Square Yard according to location of plot on similar parameters as under:

Description	Area In Sq Yds	PKR Per Sq Yds	No of Plots	Assessed Value In PKR
Plot No C-1	10,201.00	200,000.00	1	2,040,200,000.00
Plot No C-2	13,155.00	200,000.00	2	5,262,000,000.00
Plot No C-3	12,392.00	200,000.00	1	2,478,400,000.00
Plot No C-4	5,300.00	210,000.00	10	11,130,000,000.00
Plot No C-5	5,910.00	205,000.00	1	1,211,550,000.00
Plot No C-6	8,344.00	205,000.00	1	1,710,520,000.00
Plot No PB	5,528.00	80,000.00	1	442,240,000.00
Plot No PB	9,995.00	80,000.00	1	799,600,000.00
GRAND TOTAL			18	25,074,510,000.00

Total Assessment of Land: PKR. 25,074,510,000.00
(Rupees Twenty-Five Billion Seventy Four Million Five Hundred and Ten Thousand Only)

CWIP Amount: PKR. 4,074,653,364.00
Rupees Four Billion Seventy Four Million Six Hundred Fifty-Three Thousand Three Hundred and Sixty Four Only)

Net Present Value: PKR. 29,149,163,364.00
Rupees Twenty-Nine Billion One Hundred Forty Nine Million One Hundred Sixty Three Thousand Three Hundred and Sixty Four Only)

Note:

- The Above CWIP (Capital Work in Process) Amount is provided by the Client, so it is Client's responsibility to provide reasonable amount. As we are not provided the relevant data so we cannot comment on CWIP Amount.
- Please note that we have obtained NOC for construction and sale of apartments at plot C-4. NOC date for sale of apartment is March 6, 2025. Also note that approval granted by Cantt dep'tt for proposed building plan on February 17, 2025 vide letter # 6/95/DKR/P-119/KOR/02/ for plot C-4.

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DETERMINATION OF FORCED SALE VALUE:

In order to determine the Forced Sale Value of the Land, all the factors including the natural and physical condition of the Land, infrastructure in the neighborhood area, location, and, availability of services therein. Further, the Government's future development measures to boost the commercial activities, reliability in return of investment in short term or long term basis are also taken into consideration to determine the Forced Sale Value (FSV).

- Law and order situation of the area.
- Prevailing market conditions for real estate.
- Property buying and selling activities in the city.
- Availability of prospective buyers.
- The Current economic situation of the country.
- Present government policies and political environment.

Forced Sale Value (Less 20%): PKR. 23,319,330,691.00
(Rupees Twenty-Three Billion Three Hundred Nineteen Million Three Hundred Thirty
Thousand Six Hundred and Ninety One Only)

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METHODOLOGY USED IN VALUATION:

In accordance with Section 104 of the valuation standards, the Market Value approach is the preferred method, as it represents the most probable price a property would achieve in an open and competitive market. This approach takes into account prevailing market conditions and relies on comparable sales data for similar properties.

However, if the Market Value approach is not suitable due to lack of comparable or specific circumstances, other methods, such as the Income Approach (based on potential income generation) or the Residual Value Method (based on development potential), may be applied. The choice of method depends on the purpose of valuation and the property's characteristics.

REASONS FOR THE METHOD USED:

Using the sales comparison approach with the dealers of the vicinity for the purpose to assess the net present value of the vicinity / comparable, (Result - Difference of opinion), therefore; we verify this results by using the residual value method under section 104.

RESIDUAL VALUE OF LAND:

Residual Land Value Method: This method involves estimating the value of the property after all development costs have been accounted for, and subtracting those costs to determine the residual land value. For example: Residual land value is a commercial real estate valuation metric used to help developers determine the appropriate land prices to be paid. The equation used to calculate residual land value is the gross development value less the total project cost, including fees and developer profit.

To calculate the Residual value of land we applied Reverse Engineering Method based on its development potential.

WORKING FOR RESIDUAL VALUE METHOD BASED ON THE RCEM:

The Reverse Civil Engineering Method (RCEM) is a technique used to determine the value of a commercial land, by analyzing the cost of reproducing the property. For the evaluation of this particular land measuring 40.00 Acres located at Taluka Korangi Creek, according to the provided master plan the whole plot is further divided into 18 plots of different sizes as mentioned in the table on page no: 16. The Key factors include a FAR of 1:8 with 40% circulation area then we applied cost of construction between (PKR. 10,000 – 15,000). The sales comparison approach involves analyzing recent sales of comparable properties (Like Dolmen Groves, Signature 27, Afrose Residency and Defense Skyline). Therefore: leasable area valued at PKR. 17,500 – 25,000 per Sq. Ft for the ground and typical floors, as per market norms take IRR of approximately 12% - 18%, reflecting the project's potential profitability, after that less approvals & contingencies, determine the net present value of land.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT DEH DIH, TAPPO IBRAHIM HYDERI, TALUKA KORANGI CREEK, KARACHI EAST
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

CONCLUSION:

We have carried out detailed survey and inspection of "Open Commercial Land". This proposed REIT Project Land of TPL situated at Plots Survey Nos: 295/1, 296/1, 298/1, 299, 300 and 301, located at Deh Dih, Tappo Ibrahim Hyderi, Taluka Korangi Creek, Karachi East for valuation vides REIT Regulations-2015 and amendments-2018 & 2022.

VALUATION APPROACH	VALUE OF THE WHOLE COMMERCIAL LAND (in round figures) (PKR-Millions)	VALUE IN WORDS
Sales Approach / Residual Value + CWIP	29,149	Rupees Twenty-Nine Billion One Hundred Forty Nine Million.
Cost Approach Value	-	Not Applicable
Force Sale Value (Less 20%)	23,319	Twenty-Three Billion Three Hundred and Nineteen Million.

Applicable Approach: Sales Comparison / Residual Value Method [x] Cost Approach []

This is a preliminary valuation report and our valuation is for the purpose of testing the reasonableness of FV of IP to be disclosed as per IFRS 13. In this report a fair market valuation of Land determined carefully to the best of our ability and knowledge. This land being the commercial land as per the details provided by M/s. TPL REIT Management Company Limited & TPL REIT Fund-I.

Therefore, evaluation report reflects our findings at the place mentioned therein and to the date and time of its inspection. Our assessment is computed with the assumption of market variables which influenced the value and that may vary unexpectedly time to time. In this report we have evaluated the cost of said Open Commercial Land on the assumption of that it is free from any levies and encumbrances irrespective of any nature in title or otherwise. Our physical appraisal is based on the information and data provided by the officials of the M/s. TPL REIT Management Company Limited and accepted in good faith without any responsibility. We have carried out the exercise of valuation with due care and diligence and according to the REIT Regulations-2015, amendment-2018 & 2022.

Eng. Amir Ali
Engineer – Evaluation

Syed Shabbab Raza,
G.M-Evaluation & Inspection

Muniruzz Biddiqui
G.M. Operations

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



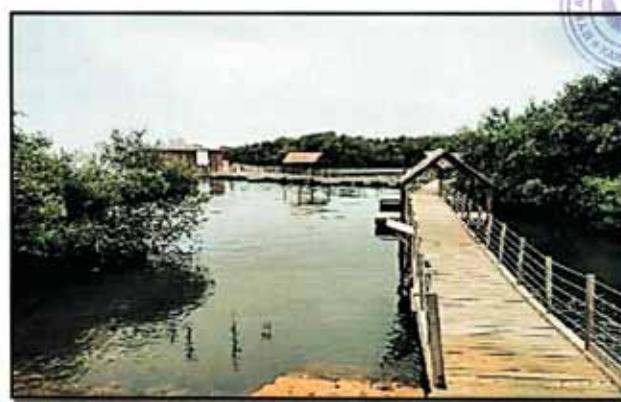
VALUATION REPORT OF OPEN COMMERCIAL LAND
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



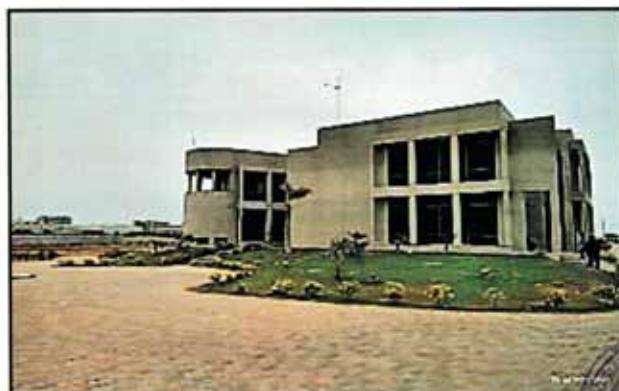
VALUATION REPORT OF OPEN COMMERCIAL LAND TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY NATIONAL MANAGEMENT AND CONSULTANCY SERVICES (PRIVATE) LIMITED

F589350

FAIZAN TAHIR STAMP VENDOR
Licence No. H. House-521-A, Sector-1, Paperch
Nagar, North Nazimabad-Karachi.

S. NO _____
DATE _____

ISTEE TO WITH ADDRESS _____
THROUGH WITH ADDRESS _____
F. P. USE _____

FOR USED BANK GUARANTY WILL
Vendor and Responsible MYKA [Signature]

11968.

09 DEC 2024

DECLARATION

Eng. Muhammad Touqir, and the team of MYK Associates (Pvt.) Limited carried out a valuation of "Open Commercial Land" bearing Survey Nos: 295/1, 296/1, 298/1, 299, 300 and 301, located at Deh Dih, Tappo Ibrahim Hyderi, Taluka Korangi Creek, Karachi East" upon details provided by M/s. TPL REIT Management Company Limited (TPL RMC), to the best of my knowledge and belief declare:

That an inspection of the Land was carried out including valuation trends and an analysis of neighborhood data the market value of the subject Real Estate as on July 25, 2025 are as below:

VALUATION APPROACH	VALUE (in round figures) (PKR-Millions)	VALUE IN WORDS
Sale Approach Value + CWIP	29,149	Rupees Twenty-Nine Billion One Hundred Forty Nine Million.
Cost Approach Value	-	Not Applicable
Force Sale Value (Less 20%)	23,319	Twenty-Three Billion Three Hundred and Nineteen Million.

Applicable Approach: Sales Comparison / Residual Value Method [x] Cost Approach []

2. That the statements of fact contained in the report are true and correct.
 3. That I have not withheld any information.
 4. That I have no interest in the Real Estate that is the subject of this report, and I have no personal interest or bias with respect to the parties involved.
 5. That I have not been instructed either by my company or the client to report a predetermined value for the subject Real Estate.
 6. That I am neither a director nor an employee of the RMC and do not have any financial interest "direct or indirect" in the RMC.
 7. That I have personally inspected the Real Estate that is the subject of this report.

DECLARED BY:

 (Engr. Muhammad Touqir)
 Sr. Surveying Engineer & Evaluation(s)

WITNESSED BY:

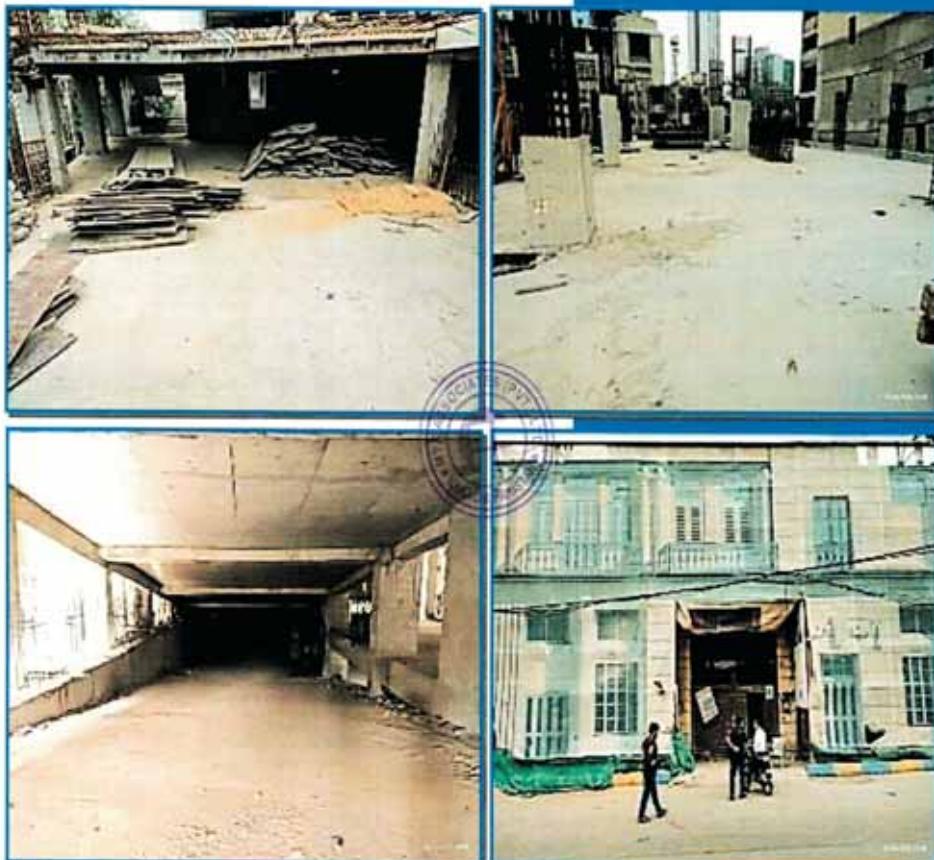
 (Muhammed Younus Khan)
 Chief Executive Officer (CEO)
 MYK Associates (Pvt) Ltd, Karachi.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



JULY 2025

EVALUATION REPORT OF "COMMERCIAL PROPERTY"
(UNDER CONSTRUCTION – PROPOSED MULTI STOREY BUILDING)
TPL REIT MANAGEMENT COMPANY LIMITED (TPL RMC) & TPL FUND-I
THE OPEN LAND TPL-REIT PROJECT (HOSHANG – 1) BEARING PLOT NO: 22/7,
SURVEY NO. CL-9, ABDULLAH HAROON ROAD, KARACHI, PAKISTAN.



Submitted to,

M/s. TPL RMC & TPL REIT FUND-I

TPL REIT, 20th Floor, Sky Tower - East Wing, Dolmen City,
HC-3, Block 4, Abdul Sattar Edhi Avenue, Clifton, Karachi.

TPLRMC

Prepared By

MYK ASSOCIATES PRIVATE LIMITED

"Quality Solutions and Service Providers to the Financial, Business & Corporate Sector"

Head Office: MYK House, 52-A, Block B,
Street 5, SMCHS, Karachi

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

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REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



MYK ASSOCIATES PRIVATE LIMITED

| Evaluations | Consulting Engineers | Collateral Management | Inspections |

| Feasibility Analysis | Investment & Advisory | Clearing Forwarding & Logistics Agents |

AFFILIATED PARTNER



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

COVERING PAGE OF REPORT

MYK Reference No:	MYK/18157/07/2025	
Date of Valuation Report:	July 25, 2025	
Date of Visit:	July 23, 2025	
Date of Request Received:	Through Email on dated July 21, 2025	
Requested By:	Mr. Imran ul Haque (Senior Finance Manager-TPL RMC)	
Client Name:	TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I	
Address of Property:	The Project Site (Land) bearing Plot No: 22/7, Survey No.CL-9, Abdullah Haroon Road, Karachi, Pakistan.	
Appraised By:	Team of MYK Associates Private Limited	
Identified By:	Team of TPL REIT Management Company Limited & TPL REIT Fund-I.	
Custodian of the Land:	Sindh Board of Revenue	
Status of NOC (if any):	Yes	
Type of Property:	Commercial Land Only	
Property Utilization:	Fully Commercial <input type="checkbox"/> Under Construction <input checked="" type="checkbox"/> Fully Industrial <input type="checkbox"/>	
Type of Title:	Commercial (As per Documents)	
Surroundings:	Industrial and Commercial <input checked="" type="checkbox"/> Fully Industrial <input type="checkbox"/> Residential cum Commercial <input type="checkbox"/>	Fully Residential <input type="checkbox"/> Fully Commercial <input type="checkbox"/>
FAR:	1:8 (As per Provided documents & Approvals)	
Value of Land:	PKR. 3,427,650,000.00	
Value of Building Structure:	PKR. 1,620,213,063.00	
Net Assessed Value:	PKR. 5,047,863,063.00	
Valuation Basis:	Sales Comparison Approach <input checked="" type="checkbox"/> Cost Approach <input type="checkbox"/>	

MYK Ref. No: MYK/18157/07/2025 Page No: 3 of 24
HEAD OFFICE: MYK HOUSE, 52-A, Block 'B', Street No. 5, Sindi Muslim Cooperative Housing Society Karachi 73400, Pakistan

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REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

VALUATION INITIATIVE:

In accordance with the provision of REIT Regulations-2015 and amendments – 2018 & 2022, M/s. TPL REIT Management Company Limited appointed MYK Associates Pvt Ltd for valuation of Open Commercial Land as a PBA approved "no limit valuer". The of TPL REIT Fund-1 Project Site (Land) bearing Plot No: 22/7, Survey No. CL-9, Abdullah Haroon Road, Karachi, Pakistan.

A team from M/s. MYK Associates Private Limited (comprising of the following officials) visited open Land for survey and inspection to complete the assignment within the stipulated time.

- Engr. Muhammad Tauqir
- Engr. Amir Ali

Meetings held with the official (representatives) of TPL REIT Management Company Limited & TPL REIT Fund-I. Details & planning information were gathered regarding this property. Thereafter, an extensive and detailed survey of open Land were carried out with reference to the data sharing, documents and information provided by them at the time of survey process.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

MYK Associates Private Limited

(ISO 9001-2015 Accredited)

Service Providers to the Financial, Business & Corporate Sector

BRIEF INTRODUCTION OF VALUATOR:

MYK Associates Private Limited is an ISO-9001-2015 accredited real estate valuator of Pakistan. We ensure the valuation of international standards to the satisfaction of client and as well as the concerned departments / institutions. Upon achieving the accreditation, we are adhering to maintain the customer requirements, establish client's trust and to enable the participation in continual improvement.

MYK has been founded by M. Younas Khan FCA (England & Wales), Ex Country General Manager, Deutsche Bank AG in Pakistan. It was incorporated in September 2000 and is registered under the Pakistan Companies Ordinance 1984. As a professional Survey and Evaluation company, MYK Associates (Pvt.) Limited has over 16 years of experience of conducting evaluation, inspection and muccadamat management assignments. It provides services to the Financial and Private Sector in Pakistan and is on the approved panel of Pakistan Banks Association. As a nationwide company, our services comprise of Valuations of Fixed and Current Assets, Inspections of Hypothecated and Pledged Stock and Collateral value (Muccadamat) etc. We are also on the approved panel of NBFI and Modarba Association of Pakistan.

Over the years, our valuation assignments cover a wide spectrum in consumer retail, industrial, commercial, agricultural and corporate portfolios that encompass Land, Civil Structures, Tanks & Machinery, commercial Civil Structures, hospitals, residential properties as well as open plots both in rural and urban areas. We currently conduct inspections for all the corporate and commercial clients for different banks. Our muccadamat department expertly manages different portfolios including seasonal crops, which include wheat, rice, cotton, as well as ship breaking, molasses, ethanol, sugar, edible oil, and canola.

MYKs' Mission is to provide strategic counsel, creative solutions and responsive services in a timely manner to the Financial Sector. MYKs' vision is to be recognized as a leader in providing seamless services through superior quality and commitment as well as achieving operational excellence, industry-leading clientele satisfaction through superior performance.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

MYK Associates Private Limited

(ISO 9001-2015 Accredited)

Service Providers to the Financial, Business & Corporate Sector

BRIEF INTRODUCTION OF OWNER:

Mr. Muhammad Younas Khan is the Chairman and Chief Executive Officer of MYK Associates (Pvt.) Ltd, a company registered under the law of Pakistan Companies Ordinance 1984 and incorporated September 2000. Mr. Khan has years of professional experience in the banking and corporate sector combined and heads the MYK Group of Companies with other professionals. Formerly Mr. Khan has been the Country General Manager of Deutsche Bank in Pakistan. He has also been on the Board of Directors for the Oil and Gas Development Company Limited (OGDC), and National Refinery Limited (NRL), two of the largest companies in the Oil Sector of Pakistan.

A Chartered Accountant by Qualification from England and Wales (FCA), Mr. Khan is a banker by profession. He is also a Fellow of the Institute of Bankers in Pakistan (IBP), and the Institute of Chartered Accountants of Pakistan (ICAP). He is accredited with having completed his Masters from the University of Punjab. Mr. Khan is well reputed in the Banking and Corporate sector, local business circles and the Government of Pakistan.

OTHER POSITIONS HELD:

- President of the Overseas Investors, Chamber of Commerce and Industry
- Chairman of the German Business Council (Kaufmannsrunde)
- Chairman of the Pakistan Banks' Association
- Member of the Managing Committee of Pakistan Banks' Association
- Member of the Management Association of Pakistan
- Member of the Rotary Club of Karachi Metropolitan
- Member of the Pakistan German Business Forum

PREVIOUS POSITIONS HELD:

- Member of the Pakistan Investment Board (Responsible for attracting Foreign Investment in Pakistan)
- Member of the Investment Council of Pakistan
- Trustee of the Karachi Port Trust
- Chairman of the Banking and Finance Sub- Committee, for Overseas Investor Chamber of Commerce and Industry
- Member of the Managing Committee of Overseas Investor Chamber of Commerce and Industry
- Director of the Pakistan Fund (Foreign Currency Equity Fund)

His management team and associates are professionals with distinguished senior management experience, in the multinational environment and in large corporations, both in Pakistan and overseas.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

MYK Associates Private Limited

(ISO 9001-2015 Accredited)

Service Providers to the Financial, Business & Corporate Sector

ABOUT KEY PROFESSIONALS OF MYK ASSOCIATES PVT LTD:

SENIOR GENERAL MANAGER:

Engr. Iftekhar Ahmed is a Professional Engineer (PEC) and graduated from NED University of Engineering and Technology, Karachi and having vast experience of Power Generation, Transmission and Distribution System. He has acquired training from ABB at Dubai, UAE, in Power Control Management and Assets handing procedure. He also achieved legal qualification LL. B, LL.M, and having expertise of Agreement and Contracts writing as well as to lead the legal team on technical matters to resolve the disputed issues on Legal Forums and Courts. He is fully conversant with Power Generation, Transmission and Distribution System low and high voltage. He also has experience in the field of chain supply, fuel management and other auxiliary supplies for Power Station to avoid load shedding. He has vast experience of Project Supervision and to manage its completion within agreed time and approved cost. He possesses full project management knowledge and verifies the contractor's work and performance, their bill of payments, equipment supplies and its installations. He is well conversant to coordinate private and public authorities and departments to settle the issues and to get matter resolved.

- ✓ Initially, he was engaged with K-Electric, Karachi (Former KESC) in Power Generation, Transmission and Distribution Department and supervised the construction of Grid Stations and Transmission Lines.
- ✓ He Served in Riyadh Electric (the then Saudi Consolidated Electric Company) Riyadh, Saudi Arabia, in their Power Generation, Transmission and Distribution Divisions. He established the modern Control Center to Control Extra High Voltage Power Supply and managed the training to Engineers for SCADA system. Prepare the schedule to maintain the Breakers, Transformers and other allied equipment accordingly to improve the performance.
- ✓ Analyze the System Fault and prepared the maintenance scheme equipment and prepare the scheme for balance Load management System for Central Region.
- ✓ He served Stat Life Insurance Corporation of Pakistan and was Head of the Electrical and Mechanical Engineering Department of its Real Estate Division. He derived the modern system to manage and control its assets. He also served as Head of the Personnel and General Administration Department of State Life Insurance Corporation.
- ✓ He served Dubai Electric and Water Authority, Dubai UAE for more than 10 years and managed their power Generation, Transmission and Distribution system on modern lines. He developed strategy of transformation from High Voltage system to Extra High Voltage System (i.e. from 220 KV to 400 KV systems). Conversion of Grid Stations and Transmission lines from conventional manual operation system to modern SCADA Control and SAP System. He activates the redundant system of Assets Management and Control System to modern system and maintained proper record of all capital and consumable items of all Power Houses, Grid Stations, Transmission Lines, Distribution System and its offices.

AFFILIATIONS:

- i. Professional Engineer (PEC).
- ii. Member IEEE (USA)|Member IEP Karachi
- iii. Member IEP Karachi Pakistan
- iv. Member IEEE (Pak)

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

ABOUT CLIENT:

TPL REIT Management Company Limited (TPL RMC), established in 2019, is the leading provider of REIT management services in Pakistan and is regulated by the SECP. TPL RMC is a 100% owned subsidiary of TPL Properties Limited (TPLP) and was established to capitalize on the sustainable real estate development and management expertise of its parent company.

TPL RMC launched its first fund, REIT Fund I, the Sustainable Development Fund, which is a portfolio of diverse real estate asset classes in Pakistan, all targeting to be LEED Certified. The mission of the Fund is to decarbonize Pakistan's cities through sustainable and climate focused developments, supporting technology ecosystems, heritage, and the environment. The projects aim to uplift living standards and address the shortfall in commercial and residential properties due to rapid urbanization in Pakistan.

The Fund is Pakistan's first Shariah Compliant Sustainable Development Impact REIT Fund. It will act as a catalyst for the country's economy and is an opportunity to invest in sustainable assets, seeking to reap the benefits of Pakistan's real estate sector boom.

TPL RMC is committed to operating with the highest levels of international standards, integrity and adheres to the guidelines set out by the Independent Investment Committee, Advisory Board, and Shariah Advisor to ensure effective governance and responsible business practices.

Major Projects Under TPL REIT FUND-I

➤ **One Hoshang**

One Hoshang will be Pakistan's first Gold LEED Certified residential apartment building.

130-year-old heritage façade of the site to be protected to preserve the heritage and promote the culture

➤ **Technology Park**

The Technology Park will be the first of its kind Technology Free Zone in Pakistan, equipped with best-in-class technology infrastructure to support the growth of the tech eco-system and lead to the proliferation of technology startups.

➤ **Mangrove**

Mangrove is a Master Planned Community to be developed over a land parcel of 40 acres on a waterfront locality. The project overlooks and preserves the expansive 115 hectares of mangrove forest and seafront, with world-class amenities and a varied collection of mid-rise Residential Apartment Towers, Commercial Offices, Serviced Apartments, Hotel, and Retail Spaces.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

ASSIGNMENT

M/s.TPL REIT Management Company Limited appointed "PBA approved no limit category valuer of Panel-I or Panel-II" to evaluate the property by the qualified professional engineers who are registered with Pakistan Engineering Council for the purpose of conducting valuation; ensure that the valuation methodology adopted in line with best practices prevalent in the real estate industry and ensure the valuation carried out objectively and independently of its business or commercial relationship and issuance of the declaration by the competent engineer on the given format duly witnessed by the CEO of the valuer company in this respect.

M/s TPL REIT Management Company Limited & TPL REIT Fund-I appointed MYK Associates (Pvt) Limited to evaluate the Open Commercial Land of TPL REIT bearing Plot No: 22/7, Survey No. CL-9, Abdullah Haroon Road, Karachi, Pakistan.

This commercial land comprise an area of 2.539.00 square yards. The Details of commercial plot and project break-up are provided on page No: 11-12.



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

DETAILS ABOUT SURROUNDINGS AND ONE HOSHANG PROJECT:

Civil Lines Saddar, located in the central part of Karachi, is a well-established and highly regarded residential and commercial locality. The area is characterized by a mix of British-era architecture, modern apartment buildings, and upscale homes. The neighborhood enjoys a prime location, with easy access to key commercial, educational, and healthcare hubs of the city, including Saddar, the Karachi Cantonment, and nearby areas like Boulton Market and Liaquatabad. The presence of various government offices, educational institutions, and cultural landmarks adds to its appeal. Streets such as Civil Lines Road and areas like Club Road and Shahrah-e-Faisal provide smooth connectivity to the rest of the city. The presence of green spaces and historical buildings contributes to the area's aesthetic value and desirability. Civil Lines Saddar also boasts an established social infrastructure with markets, restaurants, and shopping areas, offering both convenience and a high standard of living.

In terms of real estate valuation, Civil Lines Saddar holds a significant position due to its central location, historical significance, and demand for both residential and commercial properties. The area offers a range of property types, including apartments, bungalows, and office spaces, catering to various demographics, from affluent families to business professionals. The well-maintained infrastructure, including reliable utilities, roads, and security, further enhances its attractiveness. As a result, property values in Civil Lines Saddar tend to be higher than in many other parts of Karachi, with notable appreciation trends observed over recent years. The area's proximity to major commercial districts and upscale neighborhoods like Clifton also plays a crucial role in its strong market demand. However, factors such as the age of some buildings and the potential for redevelopment projects can influence property values. Overall, Civil Lines Saddar remains one of Karachi's most sought-after locations for investment, offering both residential comfort and commercial potential.

ONE HOSHANG, located on Abdullah Haroon Road in Civil Lines, Karachi, is a premium development offering luxury residential apartments. Situated in the heart of Civil Lines, a historically significant and prestigious area, the project blends modern design with the rich heritage of its surroundings. It is being constructed on a heritage site, which adds both cultural value and unique architectural charm to the development. With its state-of-the-art amenities, including 24/7 security, fitness centers, and dedicated parking, ONE HOSHANG provides a sophisticated living and working environment. The project enjoys prime connectivity to key commercial and cultural hubs in Karachi, making it an attractive option for both residents and investors. Its strategic location, high-quality construction, and potential for long-term capital appreciation make it a valuable asset in the city's real estate market.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT DEH DIH, TAPPO IBRAHIM HYDERI, TALUKA KORANGI CREEK, KARACHI EAST
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

COST APPROACH METHOD:

The Cost Approach for property valuation estimates the value by calculating the cost to replace or reproduce the property's improvements and adjusting for depreciation, while separately determining the land value. It is especially useful for new or unique properties, where comparable market data may be scarce. The method involves estimating the land value, calculating the replacement or reproduction cost of the building, applying depreciation for physical wear and obsolescence, and combining these values. While it is effective for specialized properties, its limitations include challenges in accurately estimating depreciation and its failure to account for market demand, making it less suitable for older or income-producing properties.

The Cost Approach Method



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED

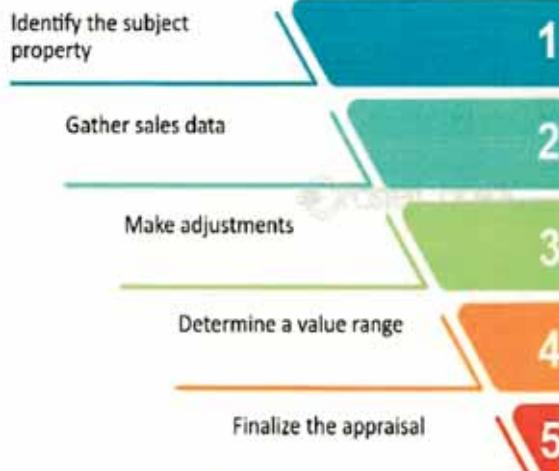


VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT DEH DIH, TAPPO IBRAHIM HYDERI, TALUKA KORANGI CREEK, KARACHI EAST
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

SALE COMPARAISION APPROACH

The Sale Comparison Approach (SCA) is a method used to estimate the value of commercial land by analyzing recent sales of similar properties. This approach involves gathering data on comparable properties, adjusting for differences such as location, size, and zoning, and deriving a value estimate based on these comparisons. It is widely used due to its market-based nature, simplicity, and transparency. However, its effectiveness relies on the availability of suitable comparables and the accuracy of adjustments. While the method works well in active markets, its limitations include potential subjectivity in adjustments and market fluctuations, which can affect the final value.

Analyzing Similar Properties for Appraisal



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

"DESCRIPTION OF LAND"

Approach: Main Road [✓] Side Road [] Inside Road []
Total Area: 2,539.00 Square Yards (As per Documents)

Our assessment of 2,539.00 square yards Land based on FAR (1:8). At present, the cost of the land of this and around this area has become attractive and observed between the range of PKR. 1,000,000.00 To PKR. 1,500,000.00 Per Square Yard depending upon the location, parameters, size and FAR (1:8) of the Land. Therefore, we are taking the land value PKR 1,350,000.00 Per Square Yard according to location of plot on similar parameters as under:

Description	Area In Sq Yds	Rate Per sq Yds	MYK Assessed Value
Plot No. 22/7	2,539.00	1,350,000.00	3,427,650,000.00
Total Land Value			3,427,650,000.00

Total Assessment of Land: PKR. 3,427,650,000.00
(Rupees Three Billion Four Hundred Twenty-Seven Million Six Hundred and Fifty Thousand Only)

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

DATA AND ASSUMPTION:

Project Details		
Particulars	Units	Area
Land	Sq.yds.	2,539.32
Residential Area(a)	Sq.ft	109,366
Commercial Area (b)	Sq.ft	5,245
Net Covered area (c=a+b)	Sq.ft	114,611
Circulation & Services (d)	Sq.ft	88,561
Amenties Area	Sq.ft	18,841
Parking Area	Sq.ft	98,508
Total Built-up Area(g=c+d+e+f)	Sq.ft	320,521
Apartment Sizes (sq.ft)		
Three Bed	5,031	3,126
Four Bed	5,694	3,757
PentHouse	9,692	6,752
Showrooms	3,321	2,623
Categories		
No. of Units		
Three Bed		16
Four Bed		14
PentHouse		1
Showrooms		2
Total		33
Residential Area		
Gross Area(Sq.Ft)		
Three Bed	5,031	16
Four Bed	5,694	14
PentHouse	9,692	1
Total Gross Residential Area (sq.ft)		169,904
Commercial Area		
Gross Area(Sq.Ft)		
Showrooms	3,321	2
Total Gross Commercial Area (sq.ft)		6,642

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

CALCULATION OF BUILDING:

COST/SALES APPROACH

To assess the value of the Building in this area by survey the Real Estate Agents/Property Dealers offices was carried out and sentiment observed encouraging to build the high-rise in this area. Therefore, the high-rise planning and designing activities with Consulting Engineers and companies have started and the construction emerged.

Description	Area In Sq. Ft	PKR Per Sq. Ft	Assessed Value In PKR
Basement 2	22,850.00	26,000.00	594,100,000.00
Basement 1	22,850.00	16,500.00	377,025,000.00
Ground floor	22,850.00	18,000.00	411,300,000.00
Podium 1	19,293.15	12,325.00	237,788,063.00
GRAND TOTAL			1,620,213,063.00

Total Assessment of Building Structure: PKR. 1,620,213,063.00
(Rupees One Billion Six Hundred Twenty Million Two Hundred Thirteen Thousand and Sixty Three Only)

Grand Total: (Land + Building Structure+CWIP) PKR. 5,047,863,063.00
(Rupees Five Billion Forty Seven Million Eight Hundred Sixty Three Thousand and Sixty Three Only)

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

DETERMINATION OF FORCED SALE VALUE:

In order to determine the Forced Sale Value of the Land, all the factors including the natural and physical condition of the Land, infrastructure in the neighborhood area, location, and availability of services therein. Further, the Government's future development measures to boost the commercial activities, reliability in return of investment in short term or long term basis are also taken into consideration to determine the Forced Sale Value (FSV).

- Law and order situation of the area.
- Prevailing market conditions for real estate.
- Property buying and selling activities in the city.
- Availability of prospective buyers.
- The Current economic situation of the country.
- Present government policies and political environment.

Forced Sale Value (Less 20%): PKR. 4,038,290,450.00
(Rupees Four Billion Thirty Eight Million Two Hundred Ninety Thousand Four Hundred and Fifty Only)

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

METHODOLOGY USED IN VALUATION:

In accordance with Section 104 of the valuation standards, the Market Value approach is the preferred method, as it represents the most probable price a property would achieve in an open and competitive market. This approach takes into account prevailing market conditions and relies on comparable sales data for similar properties.

However, if the Market Value approach is not suitable due to lack of comparable or specific circumstances, other methods, such as the Income Approach (based on potential income generation) or the Residual Value Method (based on development potential), may be applied. The choice of method depends on the purpose of valuation and the property's characteristics.

REASONS FOR THE METHOD USED:

Using the sales comparison approach with the dealers of the vicinity for the purpose to assess the net present value of the vicinity / comparable, (Result - Difference of opinion), therefore; we verify this results by using the residual value method / under section 104,

RESIDUAL VALUE OF LAND:

Residual Land Value Method: This method involves estimating the value of the property after all development costs have been accounted for, and subtracting those costs to determine the residual land value. For example: Residual land value is a commercial real estate valuation metric used to help developers determine the appropriate land prices to be paid. The equation used to calculate residual land value is the gross development value less the total project cost, including fees and developer profit.

To calculate the Residual value of land we applied Reverse Engineering Method based on its development potential.

WORKING FOR RESIDUAL VALUE METHOD BASED ON THE RCEM:

The Reverse Civil Engineering Method (RCEM) is a technique used to determine the value of a commercial land, by analyzing the cost of reproducing the property. For the evaluation of this particular land measuring 2,539.00 Sq. Yds located at Abdullah Haroon Road, the Key factors include a FAR of 1:8 with 50% circulation area then we applied cost of construction between (PKR. 10,000 – 12,000). The sales comparison approach involves analyzing recent sales of comparable properties (**HSJ Icon, One Hoshang, Dany Gemini Center, and Al-Jadeed Residency**). Therefore: leasable area valued at PKR. 125,000 – 175,000 per Sq. Ft for the ground and PKR. 30,000 – 45,000 for typical floors, as per market norms take IRR of approximately 20% - 25%, reflecting the project's potential profitability, after that less approvals & contingencies, determine the net present value of land.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT LOCATED AT ABDULLAH HAROON ROAD, KARACHI PAKISTAN. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

CONCLUSION:

We have carried out detailed survey and inspection of "Open Commercial Land". This proposed REIT Project Land of TPL situated at Plot No: 22/7, Survey No. CL-9, Abdullah Haroon Road, Karachi, Pakistan, for valuation vides REIT Regulations-2015 and amendments-2018 & 2022.

VALUATION APPROACH	VALUE OF THE WHOLE COMMERCIAL LAND (in round figures) (PKR-Millions)	VALUE IN WORDS
Sale Approach Value (Land)	3,427	Rupees Three Billion and Four Hundred Twenty-Seven Million.
Cost Approach Value (Structure)	1,620	Rupees One Billion and Six Hundred Twenty Million.
Total Value (Land+Structure+CWIP)	5,047	Rupees Five Billion and Forty Seven Million.
Force Sale Value (Less 20%)	4,038	Rupees Four Billion and Thirty Eight Million.

Applicable Approach: Sales Comparison / Residual Value Method [] Cost Approach []

This is a preliminary valuation report and our valuation is for the purpose of testing the reasonableness of FV of IP to be disclosed as per IFRS 13. In this report a fair market valuation of Land determined carefully to the best of our ability and knowledge. This land being the commercial land as per the details provided by M/s. TPL Reit Management Company Limited & TPL REIT Fund-I.

Therefore, evaluation report reflects our findings at the place mentioned therein and to the date and time of its inspection. Our assessment is computed with the assumption of market variables which influenced the value and that may vary unexpectedly time to time. In this report we have evaluated the cost of said Open Commercial Land on the assumption of that it is free from any levies and encumbrances irrespective of any nature in title or otherwise. Our physical appraisal is based on the information and data provided by the officials of the M/s. TPL Reit Management Company Limited and accepted in good faith without any responsibility. We have carried out the exercise of valuation with due care and diligence and according to the REIT Regulations-2015, amendment-2018 & 2022.

Engr. Muhammad Touqir
Sr. Surveying Engineer & Evaluation

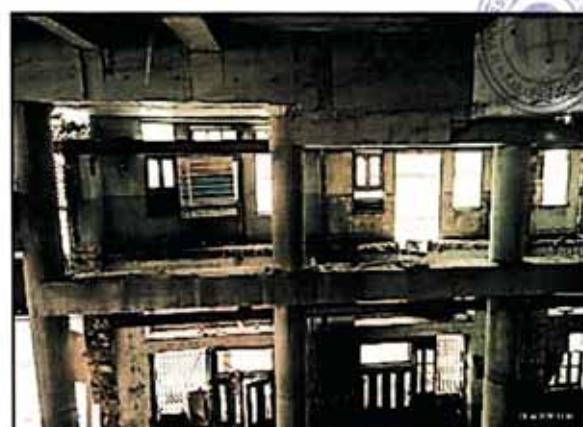
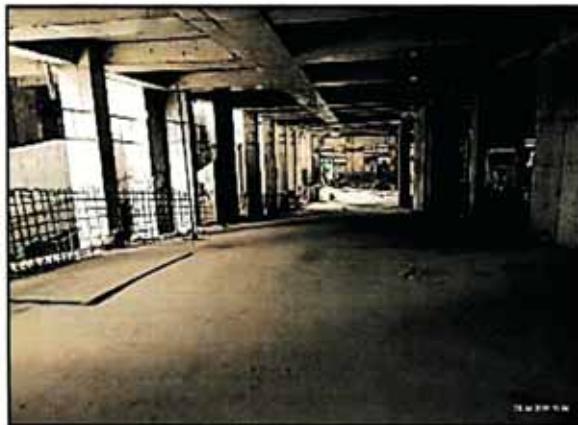
Syed Shabdo Razo
G.M. Evaluation & Inspection

M.Sharjeel Siddiqui
G.M. Operations

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



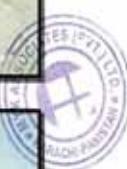
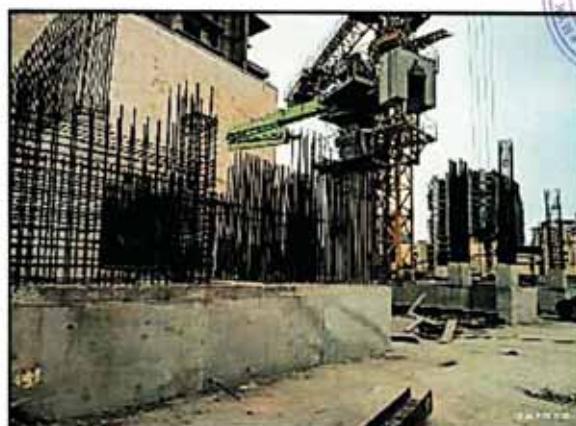
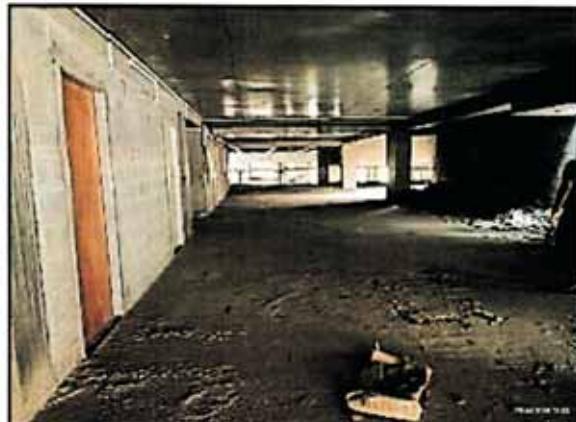
VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



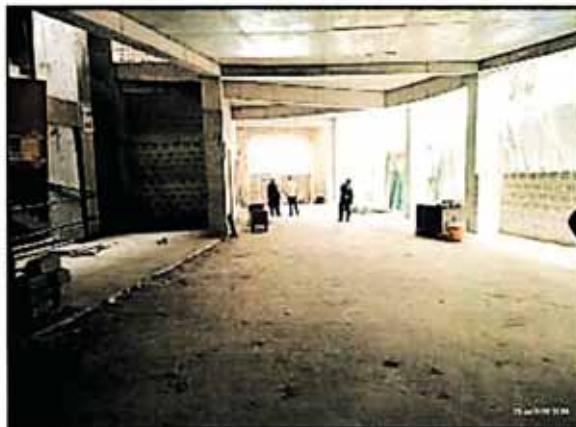
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TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED



VALUATION REPORT OF COMMERCIAL LAND - PROPOSED MULTI STORY PROJECT
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY HKC (PRIVATE) LIMITED

F589349



11968, 09 DEC 2024

FAIZAN TAHIR STAMP VENDOR
License No. 96, House#B35-A, Block#F, Phase#
Nagar, North Nazimabad, Karachi.

S. NO _____
DATE _____
ISSUED TO WITH ADDRESS _____
THROUGH WITH ADDRESS _____
PURPOSE _____
NOT FOR USED BANK GUARANTY WHILE CASH
VENDOR NOT RESPONSIBLE ANY FAKE DOCUMENT

DECLARATION

1. I Engr. Muhammad Touqir, and the team of MYK Associates (Pvt.) Limited carried out a valuation of "Open Commercial Land" bearing Plot No: 22/7, Survey No. CL-9, Abdullah Haroon Road, Karachi, Pakistan," upon details provided by M/s. TPL REIT Management Company Limited., to the best of my knowledge and belief declare:

That an inspection of the Land was carried out including valuation trends and an analysis of neighborhood data the market value of the subject Real Estate as on July 25, 2025 are as below:

VALUATION APPROACH	VALUE (In round figures) (PKR-Millions)	VALUE IN WORDS
Sale Approach Value (Land)	3,427	Rupees Three Billion and Four Hundred Twenty-Seven Million.
Cost Approach Value (Structure)	1,620	Rupees One Billion and Six Hundred Twenty Million.
Total Value (Land+Structure+CWIP)	5,047	Rupees Five Billion and Forty Seven Million.
Force Sale Value (Less 20%)	4,038	Rupees Four Billion and Thirty Eight Million.

Applicable Approach: Sales Comparison / Residual Value Method [] Cost Approach [x]

2. That the statements of fact contained in this report are true and correct.
3. That I have not withheld any information.
4. That I have no interest in the Real Estate that is the subject of this report, and I have no personal interest or bias with respect to the parties involved.
5. That I have not been instructed either by my company or the client to report a predetermined value for the subject Real Estate.
6. That I am neither a director nor an employee of the RMC and do not have any financial interest "direct or indirect" in the RMC.
7. That I have personally inspected the Real Estate that is the subject of this report.

DECLARED BY:
(Engr. Muhammad Touqir)
Surveying Engineer & Evaluation(s)

WITNESSED BY:
(Muhammed Younus Khan)
Chief Executive Officer (CEO)
MYK Associates (Pvt) Ltd, Karachi.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

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REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



MYK ASSOCIATES PRIVATE LIMITED

| Evaluations | Consulting Engineers | Collateral Management | Inspections |
| Feasibility Analysis | Investment & Advisory | Clearing Forwarding & Logistics Agents |



**VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI,
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I**

COVERING PAGE OF REPORT

MYK Reference No:	MYK/18158/07/2025	
Date of Valuation Report:	July 25, 2025	
Date of Visit:	July 23, 2025	
Date of Request Received:	Through Email on dated July 21, 2025	
Requested By:	Mr. Imran ul Haque (Senior Finance Manager-TPL RMC)	
Client Name:	TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I	
Address of Property:	The Project Site (Land) bearing Plot No. 25-B, Located at Korangi Industrial Area, Qayyumabad, District Korangi, Karachi.	
Appraised By:	Team of MYK Associates Private Limited	
Identified By:	Team of TPL REIT Management Company Limited & TPL REIT Fund-I.	
Custodian of the Land:	KDA (Karachi Development Authority)	
Status of NOC (if any):	Yes	
Type of Property:	Open Commercial Land	
Property Utilization:	Fully Commercial [] Vacant [x] Fully Industrial []	
Type of Title:	Commercial (As per Documents)	
Surroundings:	Industrial and Commercial [x] Fully Industrial [] Residential cum Commercial []	Fully Residential [] Fully Commercial []
FAR:	1:8 (As per Provided documents & Approvals)	
Net Value of Land:	PKR. 2,250,450,000.00	
Valuation Basis:	Sales Comparison Approach [x] Residual Value []	

MYK Ref. No: MYK/18158/07/2025 Page No: 3 of 23
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colony, Pindadi More, Rawalpindi
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REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

VALUATION INITIATIVE:

In accordance with the provision of REIT Regulations-2015 and amendments – 2018 & 2022, M/s. TPL REIT Management Company Limited appointed MYK Associates Pvt Ltd for valuation of Open Commercial Land as a PBA approved "no limit valuer". The of TPL REIT Fund-1 Project Site (Land) bearing Plot No. 25-B, Located at Korangi Industrial Area, Qayyumabad, District Korangi, Karachi.

A team from M/s. MYK Associates Private Limited (comprising of the following officials) visited open Land for survey and inspection to complete the assignment within the stipulated time.

- Engr. Muhammad Touqir
- Engr. Amir Ali

Meetings held with the official (representatives) of TPL REIT Management Company Limited & TPL REIT Fund-I. Details & planning information were gathered regarding this property. Thereafter, an extensive and detailed survey of open Land were carried out with reference to the provided documents and information provided by them at the time of survey.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

MYK Associates Private Limited

(ISO 9001-2015 Accredited)

Service Providers to the Financial, Business & Corporate Sector

BRIEF INTRODUCTION OF VALUATOR:

MYK Associates Private Limited is an ISO-9001-2015 accredited real estate valuator of Pakistan. We ensure the valuation of international standards to the satisfaction of client and as well as the concerned departments / institutions. Upon achieving the accreditation, we are adhering to maintain the customer requirements, establish client's trust and to enable the participation in continual improvement.

MYK has been founded by M. Younas Khan FCA (England & Wales), Ex Country General Manager, Deutsche Bank AG in Pakistan. It was incorporated in September 2000 and is registered under the Pakistan Companies Ordinance 1984. As a professional Survey and Evaluation company, MYK Associates (Pvt.) Limited has over 16 years of experience of conducting evaluation, inspection and muccadam management assignments. It provides services to the Financial and Private Sector in Pakistan and is on the approved panel of Pakistan Banks Association. As a nationwide company, our services comprise of Valuations of Fixed and Current Assets, Inspections of Hypothecated and Pledged Stock and Collateral value (Muccadamage) etc. We are also on the approved panel of NBFI and Modarba Association of Pakistan.

Over the years, our valuation assignments cover a wide spectrum in consumer retail, industrial, commercial, agricultural and corporate portfolios that encompass Land, Civil Structures, Tanks & Machinery, commercial Civil Structures, hospitals, residential properties as well as open plots both in rural and urban areas. We currently conduct inspections for all the corporate and commercial clients for different banks. Our muccadam department expertly manages different portfolios including seasonal crops, which include wheat, rice, cotton, as well as ship breaking, molasses, ethanol, sugar, edible oil, and canola.

MYKs' Mission is to provide strategic counsel, creative solutions and responsive services in a timely manner to the Financial Sector. MYKs' vision is to be recognized as a leader in providing seamless services through superior quality and commitment as well as achieving operational excellence, industry-leading clientele satisfaction through superior performance.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

MYK Associates Private Limited

(ISO 9001-2015 Accredited)

Service Providers to the Financial, Business & Corporate Sector

BRIEF INTRODUCTION OF OWNER:

Mr. Muhammad Younas Khan is the Chairman and Chief Executive Officer of MYK Associates (Pvt.) Ltd, a company registered under the law of Pakistan Companies Ordinance 1984 and incorporated September 2000. Mr. Khan has years of professional experience in the banking and corporate sector combined and heads the MYK Group of Companies with other professionals. Formerly Mr. Khan has been the Country General Manager of Deutsche Bank in Pakistan. He has also been on the Board of Directors for the Oil and Gas Development Company Limited (OGDC), and National Refinery Limited (NRL), two of the largest companies in the Oil Sector of Pakistan.

A Chartered Accountant by Qualification from England and Wales (FCA), Mr. Khan is a banker by profession. He is also a Fellow of the Institute of Bankers in Pakistan (IBP), and the Institute of Chartered Accountants of Pakistan (ICAP). He is accredited with having completed his Masters from the University of Punjab. Mr. Khan is well reputed in the Banking and Corporate sector, local business circles and the Government of Pakistan.

OTHER POSITIONS HELD:

- President of the Overseas Investors, Chamber of Commerce and Industry
- Chairman of the German Business Council (Kaufmannsrunde)
- Chairman of the Pakistan Banks' Association
- Member of the Managing Committee of Pakistan Banks' Association
- Member of the Management Association of Pakistan
- Member of the Rotary Club of Karachi Metropolitan
- Member of the Pakistan German Business Forum

PREVIOUS POSITIONS HELD:

- Member of the Pakistan Investment Board (Responsible for attracting Foreign Investment in Pakistan)
- Member of the Investment Council of Pakistan
- Trustee of the Karachi Port Trust
- Chairman of the Banking and Finance Sub- Committee, for Overseas Investor Chamber of Commerce and Industry
- Member of the Managing Committee of Overseas Investor Chamber of Commerce and Industry
- Director of the Pakistan Fund (Foreign Currency Equity Fund)

His management team and associates are professionals with distinguished senior management experience, in the multinational environment and in large corporations, both in Pakistan and overseas.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

MYK Associates Private Limited

(ISO 9001-2015 Accredited)

Service Providers to the Financial, Business & Corporate Sector

ABOUT KEY PROFESSIONALS OF MYK ASSOCIATES PVT LTD:

SENIOR GENERAL MANAGER:

Engr. Iftekhar Ahmed is a Professional Engineer (PEC) and graduated from NED University of Engineering and Technology, Karachi and having vast experience of Power Generation, Transmission and Distribution System. He has acquired training from ABB at Dubai, UAE, in Power Control Management and Assets handling procedure. He also achieved legal qualification LL.B, LL.M, and having expertise of Agreement and Contracts writing as well as to lead the legal team on technical matters to resolve the disputed issues on Legal Forums and Courts. He is fully conversant with Power Generation, Transmission and Distribution System low and high voltage. He also has experience in the field of chain supply, fuel management and other auxiliary supplies for Power Station to avoid load shedding. He has vast experience of Project Supervision and to manage its completion within agreed time and approved cost. He possesses full project management knowledge and verifies the contractor's work and performance, their bill of payments, equipment supplies and its installations. He is well conversant to coordinate private and public authorities and departments to settle the issues and to get matter resolved.

- ✓ Initially, he was engaged with K-Electric, Karachi (Former KESC) in Power Generation, Transmission and Distribution Department and supervised the construction of Grid Stations and Transmission Lines.
- ✓ He Served in Riyadh Electric (the then Saudi Consolidated Electric Company) Riyadh, Saudi Arabia, in their Power Generation, Transmission and Distribution Divisions. He established the modern Control Center to Control Extra High Voltage Power Supply and managed the training to Engineers for SCADA system. Prepare the schedule to maintain the Breakers, Transformers and other allied equipment accordingly to improve the performance.
- ✓ Analyze the System Fault and prepared the maintenance scheme equipment and prepare the scheme for balance Load management System for Central Region.
- ✓ He served Stat Life Insurance Corporation of Pakistan and was Head of the Electrical and Mechanical Engineering Department of its Real Estate Division. He derived the modern system to manage and control its assets. He also served as Head of the Personnel and General Administration Department of State Life Insurance Corporation.
- ✓ He served Dubai Electric and Water Authority, Dubai UAE for more than 10 years and managed their power Generation, Transmission and Distribution system on modern lines. He developed strategy of transformation from High Voltage system to Extra High Voltage System (i.e. from 220 KV to 400 KV systems). Conversion of Grid Stations and Transmission lines from conventional manual operation system to modern SCADA Control and SAP System. He activates the redundant system of Assets Management and Control System to modern system and maintained proper record of all capital and consumable items of all Power Houses, Grid Stations, Transmission Lines, Distribution System and its offices.

AFFILIATIONS:

- i. Professional Engineer (PEC).
- ii. Member IEEE (USA) Member IEP Karachi
- iii. Member IEP Karachi Pakistan
- iv. Member IEEE (Pak)

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

ABOUT CLIENT:

TPL REIT Management Company Limited (TPL RMC), established in 2019, is the leading provider of REIT management services in Pakistan and is regulated by the SECP. TPL RMC is a 100% owned subsidiary of TPL Properties Limited (TPLP) and was established to capitalize on the sustainable real estate development and management expertise of its parent company.

TPL RMC launched its first fund, REIT Fund I, the Sustainable Development Fund, which is a portfolio of diverse real estate asset classes in Pakistan, all targeting to be LEED Certified. The mission of the Fund is to decarbonize Pakistan's cities through sustainable and climate focused developments, supporting technology ecosystems, heritage, and the environment. The projects aim to uplift living standards and address the shortfall in commercial and residential properties due to rapid urbanization in Pakistan.

The Fund is Pakistan's first Shariah Compliant Sustainable Development Impact REIT Fund. It will act as a catalyst for the country's economy and is an opportunity to invest in sustainable assets, seeking to reap the benefits of Pakistan's real estate sector boom. TPL RMC is committed to operating with the highest levels of international standards, integrity and adheres to the guidelines set out by the Independent Investment Committee, Advisory Board, and Shariah Advisor to ensure effective governance and responsible business practices.

Major Projects Under TPL REIT FUND-I

- **One Hoshang**
One Hoshang will be Pakistan's first Gold LEED Certified residential apartment building.
130-year-old heritage façade of the site to be protected to preserve the heritage and promote the culture
- **Technology Park**
The Technology Park will be the first of its kind Technology Free Zone in Pakistan, equipped with best-in-class technology infrastructure to support the growth of the tech eco-system and lead to the proliferation of technology startups.
- **Mangrove**
Mangrove is a Master Planned Community to be developed over a land parcel of 40 acres on a waterfront locality. The project overlooks and preserves the expansive 115 hectares of mangrove forest and seafront, with world-class amenities and a varied collection of mid-rise Residential Apartment Towers, Commercial Offices, Serviced Apartments, Hotel, and Retail Spaces.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

ASSIGNMENT

M/s. TPL REIT Management Company Limited appointed "PBA approved no limit category valuer of Panel-I or Panel-II" to evaluate the property by the qualified professional engineers who are registered with Pakistan Engineering Council for the purpose of conducting valuation; ensure that the valuation methodology adopted in line with best practices prevalent in the real estate industry and ensure the valuation carried out objectively and independently of its business or commercial relationship and issuance of the declaration by the competent engineer on the given format duly witnessed by the CEO of the valuer company in this respect.

M/s TPL REIT Management Company Limited & TPL REIT Fund-I appointed MYK Associates (Pvt) Limited to evaluate the Open Commercial Land of TPL REIT bearing Plot No. 25-B, Located at Korangi Industrial Area, Qayyumabad, District Korangi, Karachi.

This commercial land comprise an area of 10,002.00 square yards. The commercial plot is demarcated and their details are outlined on page No: 11.



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

DETAILS ABOUT SURROUNDINGS AND TECHNOLOGY PARK PROJECT:

Qayyumabad, in Karachi, is an increasingly notable residential and commercial locality that has seen significant development over the past few years. The area benefits from its strategic position, offering convenient access to key parts of the city via major roads such as the M.T. Khan Road, Korangi Road, and the National Highway. The proximity to the KPT Interchange, a crucial node connecting different parts of Karachi, further enhances the area's connectivity, making it easily accessible from the city center, industrial zones, and the port. The locality has a mix of residential properties, including apartment buildings and independent houses, as well as commercial properties serving businesses ranging from retail outlets to offices. Over time, the area has attracted an increasing number of investors due to its relatively location serving as gatekeeper to localities like Korangi or Defence. Additionally, Qayyumabad benefits from a well-developed social infrastructure, with schools, hospitals, markets, and mosques nearby, which add value for prospective buyers or tenants.

The Technology Park, set to be initiated by TPL Real Estate Investment Management Company (TPL RMC), is a groundbreaking development aimed at fostering innovation, technology, and business growth in Karachi. As part of the TPL REIT Fund I, this state-of-the-art facility is designed to provide a modern, fully equipped environment for tech companies, startups, and research institutions. The Technology Park will feature advanced infrastructure, high-speed internet, and cutting-edge amenities tailored to the needs of the technology and innovation sectors. It is strategically located in one of Karachi's emerging commercial zones, ensuring ease of access for businesses, employees, and clients alike. The development will offer flexible office spaces, co-working environments, and research labs, catering to various types of enterprises, from tech giants to growing startups. With the growing demand for technology-driven solutions and innovation in Pakistan, this park is poised to become a hub for creativity and entrepreneurship, providing an ecosystem where companies can collaborate, scale, and thrive. In addition to offering premium office spaces, the project will also focus on creating a sustainable, green environment, integrating eco-friendly technologies and designs, making it an attractive destination for both national and international tech firms. The establishment of the Technology Park is part of TPL's broader vision to contribute to Pakistan's technological growth and create an environment that nurtures high-tech business ventures, setting the stage for long-term economic growth and attracting foreign investment into the country's rapidly evolving tech landscape.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



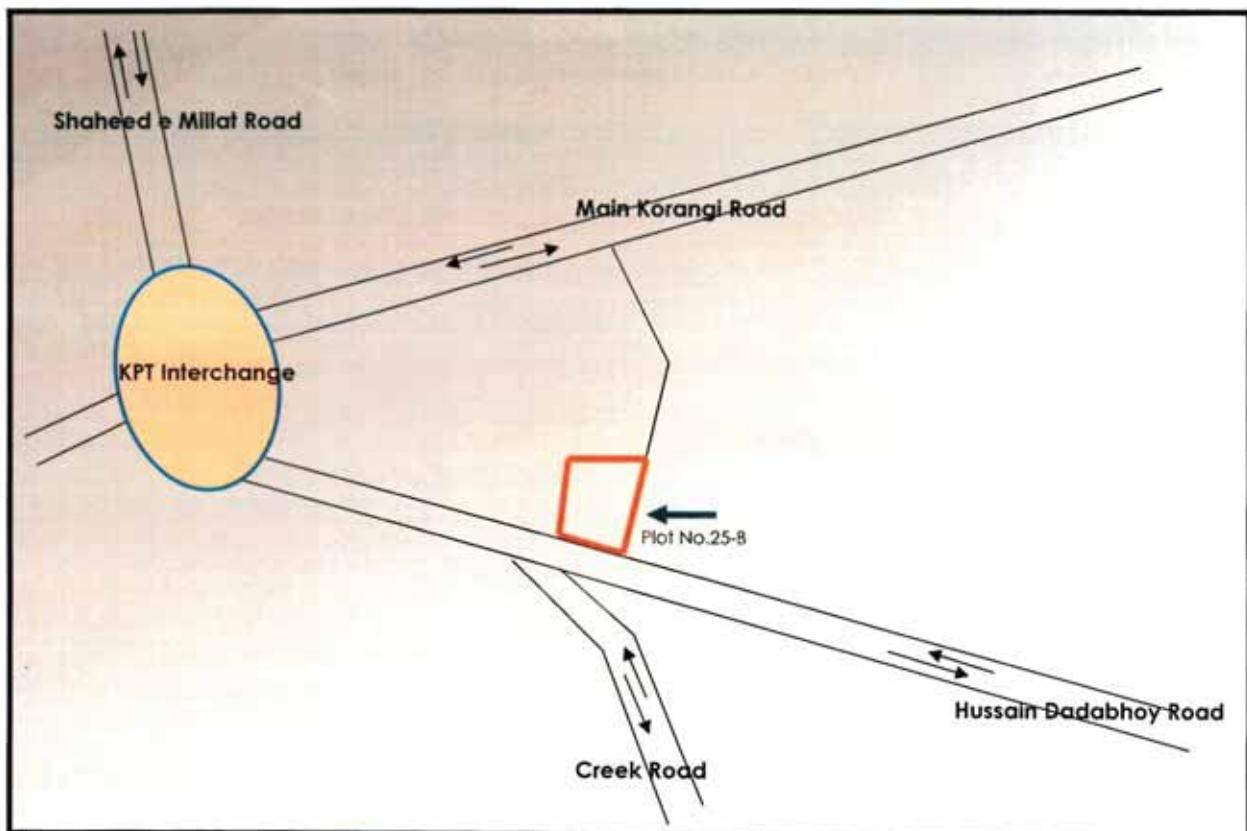
VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

"DESCRIPTION OF LAND"

Approach: Main Road [✓] Side Road [] Inside Road []
Total Area: 10,002.00 Square Yards (As per Documents)

Our assessment of 10,002.00 square yards Land based on FAR (1:7) assumed, below are the details provided by TPL RIET Management Company Limited (TPL RMC) as following:

Description	Area In Sq Yds	No of Plots	Lease able area
Plot No. 25-B	10,002.00	1	-



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

• **COST APPROACH METHOD:**

The Cost Approach for property valuation estimates the value by calculating the cost to replace or reproduce the property's improvements and adjusting for depreciation, while separately determining the land value. It is especially useful for new or unique properties, where comparable market data may be scarce. The method involves estimating the land value, calculating the replacement or reproduction cost of the building, applying depreciation for physical wear and obsolescence, and combining these values. While it is effective for specialized properties, its limitations include challenges in accurately estimating depreciation and its failure to account for market demand, making it less suitable for older or income-producing properties.

The Cost Approach Method

Understanding the concept of depreciation



Identifying the correct land value



Accurately estimating the cost of construction



Considering the market demand



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED

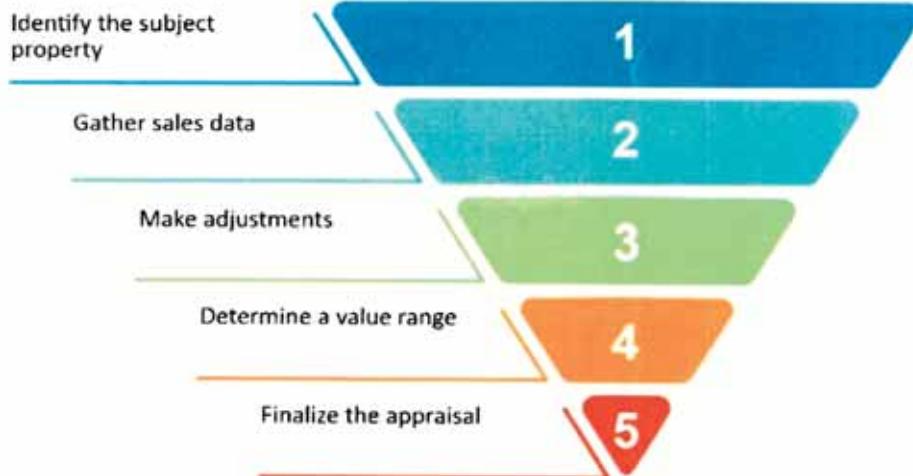


VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

• SALE COMPARAISION APPROACH

The Sale Comparison Approach (SCA) is a method used to estimate the value of commercial land by analyzing recent sales of similar properties. This approach involves gathering data on comparable properties, adjusting for differences such as location, size, and zoning, and deriving a value estimate based on these comparisons. It is widely used due to its market-based nature, simplicity, and transparency. However, its effectiveness relies on the availability of suitable comparables and the accuracy of adjustments. While the method works well in active markets, its limitations include potential subjectivity in adjustments and market fluctuations, which can affect the final value.

Analyzing Similar Properties for Appraisal



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

CALCULATION OF LAND:

TPL REIT District Korangi Qayyumabad land is at the prime real estate location. The development in surrounding area is very fast and becoming the prominent residential cum commercial hub of Karachi.

At present, the cost of the land of this and around this area has become attractive and observed between the range of PKR. 220,000.00 To PKR. 230,000.00 Per Square Yard depending upon the location, parameters, size and FAR (1:8), of the Land. Therefore, we are taking the land value PKR. 225,000.00 Per Square Yard according to location of plot on similar parameters as under:

Description	Area In Sq Yds	PKR Per Sq Yds	Assessed Value In PKR
Plot No. 25-B	10,002.00	225,000.00	2,250,450,000.00
GRAND TOTAL			2,250,450,000.00

Total Assessment of Land: PKR. 2,250,450,000.00
(Rupees Two Billion Two Hundred Fifty Million Four Hundred and Fifty Thousand Only)

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

DETERMINATION OF FORCED SALE VALUE:

In order to determine the Forced Sale Value of the Land, all the factors including the natural and physical condition of the Land, infrastructure in the neighborhood area, location, and availability of services therein. Further, the Government's future development measures to boost the commercial activities, reliability in return of investment in short term or long term basis are also taken into consideration to determine the Forced Sale Value (FSV).

- Law and order situation of the area.
- Prevailing market conditions for real estate.
- Property buying and selling activities in the city.
- Availability of prospective buyers.
- The Current economic situation of the country.
- Present government policies and political environment.

Forced Sale Value (Less 20%): **PKR. 1,800,360,000.00**
(Rupees One Billion Eight Hundred Million Three Hundred and sixty Thousand Only)

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

METHODOLOGY USED IN VALUATION:

In accordance with Section 104 of the valuation standards, the Market Value approach is the preferred method, as it represents the most probable price a property would achieve in an open and competitive market. This approach takes into account prevailing market conditions and relies on comparable sales data for similar properties.

However, if the Market Value approach is not suitable due to lack of comparable or specific circumstances, other methods, such as the Income Approach (based on potential income generation) or the Residual Value Method (based on development potential), may be applied. The choice of method depends on the purpose of valuation and the property's characteristics.

REASONS FOR THE METHOD USED:

Using the sales comparison approach with the dealers of the vicinity for the purpose to assess the net present value of the vicinity / comparable, (Result - Difference of opinion), therefore; we verify this results by using the residual value method / under section 104.

RESIDUAL VALUE OF LAND:

Residual Land Value Method: This method involves estimating the value of the property after all development costs have been accounted for, and subtracting those costs to determine the residual land value. For example: Residual land value is a commercial real estate valuation metric used to help developers determine the appropriate land prices to be paid. The equation used to calculate residual land value is the gross development value less the total project cost, including fees and developer profit.

To calculate the Residual value of land we applied Reverse Engineering Method based on its development potential.

WORKING FOR RESIDUAL VALUE METHOD BASED ON THE RCEM:

The Reverse Civil Engineering Method (RCEM) is a technique used to determine the value of a commercial land, by analyzing the cost of reproducing the property. For the evaluation of this particular land measuring 10,002.00 Sq. Yds located at District Korangi Qayyumabad, the Key factors include a FAR of 1:8 with 40% circulation area then we applied cost of construction between (PKR. 9,000 – 11,000). The sales comparison approach involves analyzing recent sales of comparable properties (Like: Saima Business Park, Signature 27, Afrose Mobile Mall & Residency, and Centre Point). Therefore: leasable area valued at PKR. 20,000 – 25,000 per Sq. Ft for the ground and typical floors, as per market norms take IRR of approximately 15% -20%, reflecting the project's potential profitability, after that less approvals & contingencies, determine the net present value of land.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI. TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

CONCLUSION:

We have carried out detailed survey and inspection of "Open Commercial Land". This proposed REIT Project Land of TPL situated at Plot No. 25-B. Located at Korangi Industrial Area, Qayyumabad, District Korangi, Karachi. for valuation vides REIT Regulations-2015 and amendments-2018 & 2022.

VALUATION APPROACH	VALUE OF THE WHOLE COMMERCIAL LAND (in round figures) (PKR-Millions)	VALUE IN WORDS
Sale Approach Value	2,250	Rupees Two Billion Two Hundred Fifty Million Only.
Cost Approach Value	-	Not Applicable
Force Sale Value (Less 20%)	1,800	Rupees One Billion Eight Hundred Million Only.

Applicable Approach: **Sales Comparison Approach [N]**

This is a preliminary valuation report and our valuation is for the purpose of testing the reasonableness of FV of IP to be disclosed as per IFRS 13. In this report a fair market valuation of Land determined carefully to the best of our ability and knowledge. This land being the commercial land as per the details provided by M/s. TPL REIT Management Company Limited & TPL REIT Fund-I.

Therefore, evaluation report reflects our findings at the place mentioned therein and to the date and time of its inspection. Our assessment is computed with the assumption of market variables which influenced the value and that may vary unexpectedly time to time. In this report we have evaluated the cost of said Open Commercial Land on the assumption of that it is free from any levies and encumbrances irrespective of any nature in title or otherwise. Our physical appraisal is based on the information and data provided by the officials of the M/s. TPL REIT Management Company Limited and accepted in good faith without any responsibility. We have carried out the exercise of valuation with due care and diligence and according to the REIT Regulations-2015, amendment-2018 & 2022.

Engr. Muhammad Touqir
Sr. Surveying Engineer & Evaluation



Syed Shabab Raza,
G.M-Evaluation & Inspection

M.Sharjeel Siddiqui,
G.M. Operations

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND
LOCATED AT KORANGI INDUSTRIAL AREA, QAYYUMABAD, DISTRICT KORANGI, KARACHI.
TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I

(VALUER DECLARATION)

DECLARATION

- I Engr. Muhammad Touqir, and the team of MYK Associates (Pvt.) Limited carried out a valuation of "Open Commercial Land" bearing Plot No. 25-B, Located at Korangi Industrial Area, Qayyumabad, District Korangi, Karachi." upon details provided by M/s TPL REIT Management Company Limited., to the best of my knowledge and belief declare:
That an inspection of the Land was carried out including valuation trends and an analysis of neighborhood data the market value of the subject Real Estate as on July 23, 2025 are as below:

VALUATION APPROACH	VALUE (in round figures) (PKR-Millions)	VALUE IN WORDS
Sale Approach Value	2,250	Rupees Two Billion Two Hundred Fifty Million Only.
Cost Approach Value	-	Not Applicable
Force Sale Value (Less 20%)	1,800	Rupees One Billion Eight Hundred Million Only.

Applicable Approach: **Sales Comparison Approach [N]**

- That the statements of fact contained in this report are true and correct.
- That I have not withheld any information.
- That I have no interest in the Real Estate that is the subject of this report, and I have no personal interest or bias with respect to the parties involved.
- That I have not been instructed either by my company or the client to report a predetermined value for the subject Real Estate.
- That I am neither a director nor an employee of the RMC and do not have any financial interest "direct or indirect" in the RMC.
- That I have personally inspected the Real Estate that is the subject of this report.

DECLARED BY:

(Engr. Muhammad Touqir)
Sr. Surveying Engineer & Evaluation(s)

WITNESSED BY:

(Muhammed Younus Khan)
Chief Executive Officer (CEO)
MYK Associates (Pvt) Ltd, Karachi.

REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I



REPORT AND VALUATION OF COMMERCIAL PROPERTY OWNED BY TPL TECHNOLOGY ZONE PHASE-1 (PRIVATE) LIMITED



VALUATION REPORT OF OPEN COMMERCIAL LAND TPL REIT MANAGEMENT COMPANY LIMITED & TPL REIT FUND-I





October 7, 2025



الحمد لله رب العالمين، والصلوة والسلام على سيد الأنبياء والمرسلين، وعلى آله وصحبه أجمعين، وبعد

The purpose of this report is to provide an opinion on the Shariah Compliance of the Fund's investment and operational activities with respect to Shariah guidelines provided.

It is the core responsibility of the Management Company to operate the Fund and invest the amount of money in such a manner which is in compliance with the Shariah principles as laid out in the Shariah guidelines. In the capacity of the Shariah Advisor, our responsibility lies in providing Shariah guidelines and ensuring compliance with the same by review of activities of the fund. We express our opinion based on the review of the information, provided by the management company, to an extent where compliance with the Shariah guidelines can be objectively verified.

Our review of Fund's activities is limited to enquiries of the personnel of Management Company and various documents prepared and provided by the management company.

Keeping in view the above; we certify that:

We have reviewed all the investment and operational activities of the fund including all transactions and found them to comply with the Shariah guidelines. On the basis of information provided by the management company, all operations of the fund for the year ended June 30, 2025 comply with the provided Shariah guidelines. Therefore, it is resolved that investments in TPL REIT Fund I managed by TPL REIT Management Company Limited are permissible and in accordance with Shariah principles.

May Allah (SWT) bless us and forgive our mistakes and accept our sincere efforts in accomplishment of cherished tasks and keep us away from sinful acts.

والله أعلم بالصواب، وصلى الله على نبينا محمد وعلى آله وصحبه وبارك وسلم

For and on behalf of Al-Hilal Shariah Advisors (Pvt.) Limited.

A handwritten signature in black ink.

Mufti Irshad Ahmad Ajaz
Member Shariah Council



A handwritten signature in black ink.

Faraz Younus Bandukda, CFA
Chief Executive

**Management's Statement of Compliance with the Shariah Principles for the year
ended June 30, 2025**

TPL Reit Fund I (the Fund) has fully complied with Shariah Principles specified in the trust deed of the Fund and in the guidelines issued by the shariah advisor of the fund for its operations, investment and placements for the year ended June 30, 2025. This has been duly confirmed by the Shariah Advisor of the Fund.



Chief Executive Officer

Karachi

October 8, 2025



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
+92 (21) 37131900, Fax +92 (21) 35685095

INDEPENDENT ASSURANCE REPORT ON COMPLIANCE WITH THE SHARIAH GOVERNANCE REGULATIONS, 2023

To the Board of Directors of TPL REIT Management Company, Management Company of TPL REIT Fund - I

Introduction

We have undertaken a reasonable assurance engagement that the Securities and Exchange Commission of Pakistan (SECP) has required in terms of its Shariah Governance Regulations, 2023 (the Regulations) – External Shariah Audit of the **TPL REIT Fund - I** ('the Fund') for assessing compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles for the year ended 30 June 2025. This engagement was conducted by a multidisciplinary team including assurance practitioners and independent Shariah scholar.

Applicable Criteria

The criteria for the assurance engagement, against which the underlying subject matter (financial arrangements, contracts, and transactions having Shariah implications for the year ended 30 June 2025) is assessed, comprise of the Shariah principles and rules, as defined in the Regulations, and reproduced as under:

- i. legal and regulatory framework administered by the Commission;
- ii. Shariah standards issued by the Accounting and Auditing Organization for Islamic Financial Institutions (AAOIFI), as notified by the Commission;
- iii. Islamic Financial Accounting Standards, developed by the Institute of Chartered Accountants of Pakistan, as notified by the Commission;
- iv. guidance and recommendations of the Shariah advisory committee, as notified by Commission; and
- v. approvals, rulings or pronouncements of the Shariah supervisory board or the Shariah advisor of the Islamic financial institution, in line with (i) to (iv) above.

The above criteria were evaluated for their implications on the financial statements of the Fund for the year ended 30 June 2025, which are annexed.

Management's Responsibility for Shariah Compliance

Management is responsible to ensure that the financial arrangements, contracts and transactions having Shariah implications, entered into by the Fund with its customers, other financial institutions and stakeholders and related policies and procedures are, in substance and in their

KPSAG Taseer Hadi & Co., a Partnership firm registered in Pakistan and a member firm of the KPMG global organization of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.



KPMG Taseer Hadi & Co.

legal form, in compliance with the requirements of Shariah rules and principles. The management is also responsible for design, implementation and maintenance of appropriate internal control procedures with respect to such compliance and maintenance of relevant accounting records.

Our Independence and Quality Management

We have complied with the independence and other ethical requirements of the Code of Ethics for Chartered Accountants issued by the Institute of Chartered Accountants of Pakistan, which is founded on fundamental principles of integrity, objectivity, professional competence and due care, confidentiality and professional behavior.

The firm applies International Standard on Quality Management 1 "Quality Management for Firms that Perform Audits or Reviews of Financial Statements, or Other Assurance or Related Services Engagements" and accordingly maintains a comprehensive system of quality control including documented policies and procedures regarding compliance with ethical requirements, professional standards and applicable legal and regulatory requirements.

Our responsibility and summary of the work performed

Our responsibility in connection with this engagement is to express an opinion on compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles, in all material respects, for the year ended 30 June 2025 based on the evidence we have obtained. We conducted our reasonable assurance engagement in accordance with International Standard on Assurance Engagements 3000, 'Assurance Engagements other than audits or reviews of historical financial statements', issued by the International Auditing and Assurance Standards Board. That standard requires that we plan and perform this engagement to obtain reasonable assurance about whether the compliance of the Fund's financial arrangements, contracts, and transactions having Shariah implications with Shariah principles is free from material misstatement.

The procedures selected by us for the engagement depended on our judgement, including the assessment of the risks of material non-compliance with the Shariah principles. In making those risk assessments, we considered and tested the internal control relevant to the Fund's compliance with the Shariah principles in order to design procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. We have designed and performed necessary verification procedures on various financial arrangements, contracts and transactions having Shariah implications and related policies and procedures based on judgmental and systematic samples with regard to the compliance of Shariah principles (criteria specified in para 2 above).

We believe that the evidences we have obtained through performing our procedures were sufficient and appropriate to provide a basis for our opinion.



KPMG Taseer Hadi & Co.

Conclusion

Based on our reasonable assurance engagement, we report that in our opinion the Fund's financial arrangements, contracts and transactions for the year ended 30 June 2025 are in compliance with the Shariah principles (criteria specified in the paragraph 2 above), in all material respects.

Date: 27 November 2025

Karachi

KTM Taseer - 1

KPMG Taseer Hadi & Co.
Chartered Accountants

UNCONSOLIDATED FINANCIAL STATEMENTS OF TPL REIT FUND I



GrantThornton

Grant Thornton Anjum

Rahman

1st & 3rd Floor,
Modern Motors House,
Beaumont Road,
Karachi, Pakistan.

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF TPL REIT MANAGEMENT COMPANY 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 TPL REIT Management Company (the Company) for the year ended 30 June 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 30 June 2025.

Chartered Accountants
Karachi
Date: 28 November 2025
UDIN: CR202510093fk7RZJ5wn



STATEMENT OF COMPLIANCE WITH LISTED COMPANIES (CODE OF CORPORATE GOVERNANCE) REGULATIONS, 2019

Name of company TPL REIT Management Company Limited
Year ended: June 30, 2025

The Regulation 15 (xxxii) of the Real Estate Investment Trust Regulations, 2022 requires the REIT Management Company to ensure that it confirms with provisions of the Listed Companies (Code of Corporate Governance) Regulations, 2022 (The Regulations). The TPL REIT Management Company Limited complied with requirement of the Regulations for the year ended June 30, 2025.

The company has complied with the requirements of the Regulations in the following manner:

1. The total number of Directors are Seven (07) as per the following:

Male	Female
6	1

2. The composition of the Board is as follows:

Category	Names
Independent Directors	Mr. Muhammad Adnan Afaq Mr. Naveed Kamran Baloch Mr. Osman Asghar Khan
Non-Executive Directors	Mr. Muhammad Ali Jameel Mr. Abdul Wahab Al-Halabi Mr. Imran Husain
Independent Female Director	Ms. Vanessa Eastham Fisk
Chief Executive Officer	Mr. Syed Jamal Baqar

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 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 Board/ Shareholders as empowered by the relevant provisions of the Act and the Regulation.
7. The meetings of the Board were presided over by the Chairman and in his absence, by a Director elected by the Board for this purpose. 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. The Board has duly complied with the Directors' Training Program as required under Regulation 19 of the Listed Companies Code of Corporate Governance, 2019. Majority of the Board members have completed their certification while one Director was granted exemption by SECP and one Director is exempted based on prescribed qualification and experience. All the Directors are well conversant with their duties and responsibilities as director of a listed company.
10. The Board has approved appointment of Chief Financial Officer, Company Secretary and Head of Internal Audit, including their remuneration and terms and conditions of employment and complied with relevant requirements of the Regulations.
11. The Chief Financial Officer and Chief Executive Officer have duly endorsed the financial statements before approval of the Board.
12. The Board has formed committees comprising of members given below:

a. Audit, Risk and Oversight Committee

Name	Designation
Mr. Muhammad Adnan Afaq	Chairman
Mr. Muhammad Ali Jameel	Member
Ms. Vanessa Eastham Fisk	Member
Mr. Hashim Sadiq Ali	Secretary

b. HR and Remuneration Committee

Name	Designation
Mr. Osman Asghar Khan	Chairman
Mr. Imran Husain	Member
Mr. Muhammad Ali Jameel	Member
Mr. Syed Jamal Baquar	Member
Mr. Nader Nawaz	Secretary

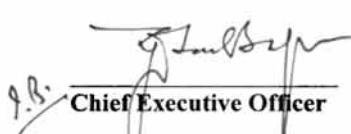
c. Investment Committee

Name	Designation
Mr. Abdul Wahab Al-Halabi	Chairman
Mr. Muhammad Adnan Afaq	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 committee were as per following:

Name of Committee	Frequency of Meeting
Audit Committee	4 meetings were held during the Year. The meetings of the Audit Committee are held on a quarterly basis
HR and Remuneration Committee	2 meetings were held during the Year. The meeting of the HR and Remuneration Committee is held on a half-yearly basis.

15. The Board has set up an effective internal audit function who are considered suitably qualified and experienced for the purpose and are 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 Instituted 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 Instituted of Chartered Accountants of Pakistan and that they and the partners of the firm involved in the audit are not a close relative (spouse, parents, 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 other requirements of the Regulations 3,6,7,8,27,32,33 and 36 of the Regulations have been complied with; and



Chief Executive Officer

Karachi
September 19, 2025



Director



KPMG Taseer Hadi & Co.
Chartered Accountants
Sheikh Sultan Trust Building No. 2, Beaumont Road
Karachi 75530 Pakistan
+92 (21) 37131900, Fax +92 (21) 35685095

INDEPENDENT AUDITOR'S REPORT

To the Unit Holders of TPL REIT Fund - I

Report on the Audit of the Unconsolidated Financial Statements

Opinion

We have audited the annexed unconsolidated financial statements of **TPL REIT Fund - I** (the Fund), which comprise the unconsolidated statement of assets and liabilities as at 30 June 2025, the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in unit holders fund, the unconsolidated statement of cash flows for the year then ended and notes to the unconsolidated financial statements, including material accounting policy information and we state we have obtained all the information and explanation which, to the best of our knowledge and belief, were necessary for the purpose 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 assets and liabilities, the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in unit holders fund, 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 Fund's affairs as at 30 June 2025 and of the profit and other comprehensive income, the changes in unit holders' fund 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 Fund 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 Matter

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.

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Following is the Key audit matter:

S. No.	Key Audit Matter	How the matters were addressed in our audit
1.	Valuation of Investments (Refer Note 5) The carrying amount of the investment held by Fund amounting to Rs. 33,000.624 million, which constitute 90.70% of the total assets as at 30 June 2025. These comprise of investments made by the Fund in its subsidiaries, namely National Management and Consultancy Services (Private) Limited and HKC (Private) Limited, amounting to 29,855.574 million and 3,145.050 million respectively and are measured at fair value under IFRS 13, "Fair Value Measurement." The investments are classified as a Level 3 financial instrument in the fair value hierarchy, as their valuation relies on significant unobservable inputs. Due to the complexity and judgment involved in the valuation of the Level 3 investments and its significance to the unconsolidated financial statements, we have determined that the valuation of investment is a key audit matter.	<p>Our audit procedures amongst others, included the following:</p> <ul style="list-style-type: none">• Obtaining an understanding of the process relating to valuation of investment held in subsidiaries and testing design and implementation of key internal controls;• Obtaining and inspecting the results of valuation carried out by the management of the Company itself and through externally appointed experts, and incorporated in the financial statements, on which the management assessment of valuation of investment was based including evaluating the contents of externally appointed experts' reports comply with the requirements of REIT Regulations 2022;• Assessing the appointment of external expert engaged by the management by evaluating whether the external expert is independent and complies with the necessary competence requirements of REIT Regulations 2022, this also included evaluating their scope of work;• Evaluating the completeness and appropriateness of information and source data used in the valuation by inspecting the relevant underlying documentation;• Evaluating the appropriateness of key methods used by the management and reasonableness of key estimates and assumptions used by the management in valuation exercise; and• Assessing the appropriateness of disclosures as presented in unconsolidated financial statements for compliance with the requirements of the applicable accounting and reporting standards as applicable in Pakistan.



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Information other than the Unconsolidated 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 financial statements, consolidated financial statements and our Auditor's Reports thereon. We were provided with the Director's Report to the unitholders prior to the date of this Auditor's Report and the remaining parts of the Annual Report are expected to be made available to us after that date.

Our opinion on the 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 financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this Auditor's Report, 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 of the Management Company 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 the REIT Regulations, 2022 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 Fund'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 Fund or to cease operations, or has no realistic alternative but to do so.

Board of Directors of the Management Company are responsible for overseeing the Fund'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



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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 Fund'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 Fund'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 Fund 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 those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings that we identify during our audit.

We also provide those charged with governance 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.



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From the matters communicated with those charged with governance, 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 Fund as required by the Companies Act, 2017 (XIX of 2017);
- b) the unconsolidated statement of assets and liabilities, the unconsolidated statement of profit or loss, the unconsolidated statement of comprehensive income, the unconsolidated statement of changes in unit holders fund and the 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 Fund's business; and
- d) no zakat was deductible at source under the Zakat and Ushr Ordinance, 1980 (XVIII of 1980).

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

Date: 27 November 2025

Karachi

UDIN: AR202510106b8BiWfapt

KM Taseer -
KPMG Taseer Hadi & Co.
Chartered Accountants

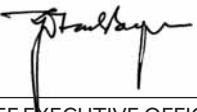
TPL REIT FUND I

UNCONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2025

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
ASSETS			
Non-current assets			
Preliminary expenses and floatation costs	4	10,488	15,611
Security deposits		100	100
Investments	5	33,000,624	34,652,687
		<u>33,011,212</u>	<u>34,668,398</u>
Current assets			
Asset held for sale - Investment	6	2,907,413	-
Prepayment and other receivables	7	9,678	21,817
Due from related parties	8	441,118	160,000
Bank balances	9	15,452	29,274
		<u>3,373,661</u>	<u>211,091</u>
TOTAL ASSETS		<u>36,384,873</u>	<u>34,879,489</u>
LIABILITIES			
Non-current liability			
Payable to the REIT Management Company Limited	10	5,344	10,688
Current Liability			
Payable to the REIT Management Company Limited	10	2,367,185	-
Current liabilities			
Payable to the REIT Management Company	10	2,372,529	2,031,552
Payable to the Trustee	11	3,996	3,812
Payable to the SECP	12	25,000	25,000
Due to related party	13	413,481	-
Accrued expenses and other liabilities		<u>11,055</u>	<u>7,911</u>
		<u>2,826,062</u>	<u>2,078,963</u>
TOTAL LIABILITIES		<u>2,826,062</u>	<u>2,078,963</u>
NET ASSETS		<u>33,558,811</u>	<u>32,800,526</u>
CONTINGENCIES AND COMMITMENTS	14		
Units in issue	15	<u>1,835,000,000</u>	<u>1,835,000,000</u>
Net assets value per unit		<u>18.28</u>	<u>17.87</u>
REPRESENTED BY:			
Total unit holders' fund			
Issued, subscribed and paid up units	15	18,350,000	18,350,000
Fair value reserve	16	19,228,037	17,972,687
Accumulated loss		<u>(4,019,226)</u>	<u>(3,522,161)</u>
		<u>33,558,811</u>	<u>32,800,526</u>

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



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

TPL REIT FUND I

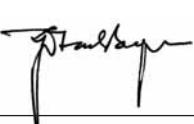
UNCONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE 2025

CONTINUING OPERATIONS

	Note	2025 (Rupees in '000)	2024
INCOME			
Unrealised gain on remeasurement of investments through profit or loss	5	1,226,952	569,222
Dividend income	17	285,000	445,000
Profit on bank deposits and loans		29,074	29,318
Total income		1,541,026	1,043,540
EXPENSES			
Management fee of the REIT Management Company	10.2	574,018	528,919
Performance fee of the REIT Management Company	10.3	133,822	66,419
Remuneration of the Trustee	11.1	15,307	14,105
SECP monitoring fee	12.1	25,000	25,000
Auditor's remuneration	18	6,844	6,210
Legal and professional fee		9,878	11,907
Amortisation of preliminary expenses and floatation costs	4	5,123	5,123
Fund rating fee		467	347
Share registrar fee		345	339
Listing fee		329	-
Bank and custody charges		1,156	4,140
Printing charges		369	164
Total expenses		(772,658)	(662,673)
OPERATING PROFIT		768,368	380,867
Finance cost	13.1	(38,481)	-
PROFIT BEFORE TAXATION		729,887	380,867
Taxation	19	-	-
PROFIT FROM CONTINUING OPERATION		729,887	380,867
DISCONTINUED OPERATIONS:			
Profit / (loss) from discontinued operations - net of tax	6	28,398	(4,494)
PROFIT FOR THE YEAR		758,285	376,373
----- (Rupees) -----			
EARNINGS PER UNIT - BASIC AND DILUTED	20	0.41	0.23

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



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

TPL REIT FUND I
UNCONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED 30 JUNE 2025

	2025	2024
	(Rupees in '000)	
PROFIT FOR THE YEAR		
Other comprehensive income for the year		
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	758,285	376,373
	-	-
	758,285	376,373

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



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER

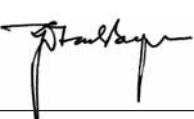


DIRECTOR

TPL REIT FUND I
UNCONSOLIDATED STATEMENT OF CHANGES IN UNIT HOLDERS FUND
FOR THE YEAR ENDED 30 JUNE 2025

	Note	Reserves				Total
		Issued, subscribed and paid up units	Capital reserve - Fair value reserve	Revenue reserve - Accumulated loss		
Balance as at 01 July 2023		14,975,000	17,407,959	(3,333,806)	29,049,153	
Profit for the year		-	-	376,373	376,373	
Reclassification adjustment for changes in fair value of investments	5	-	564,728	(564,728)	-	
Transactions with unit holders:						
Issue of 337,500,000 units	15	3,375,000	-	-	3,375,000	
Balance as at 30 June 2024	15	18,350,000	17,972,687	(3,522,161)	32,800,526	
Balance as at 01 July 2024	15	18,350,000	17,972,687	(3,522,161)	32,800,526	
Profit for the year		-	-	758,285	758,285	
Reclassification adjustment for changes in fair value of investments	5	-	1,255,350	(1,255,350)	-	
Balance as at 30 June 2025	15	18,350,000	19,228,037	(4,019,226)	33,558,811	

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



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

TPL REIT FUND I

UNCONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the year		758,285	376,373
Adjustments for non-cash items:			
Unrealised gain on remeasurement of investments through profit or loss	5	(1,255,350)	(564,728)
Dividend income	17	(285,000)	(445,000)
Profit expense		38,481	-
Profit income		(27,118)	-
Amortisation of preliminary expenses and floatation costs	4	5,123	5,123
		(1,523,864)	(1,004,605)
Changes in working capital:			
Prepayment and other receivables		12,139	(1,070)
Payable to the REIT Management Company		330,290	(393,336)
Due from related party other than financing		122,000	120,000
Payable to the Trustee		184	539
Accrued expenses and other liabilities		3,144	2,702
Cash generated from operations		467,757	(271,165)
Net cash used in operating activities		(297,822)	(899,397)
CASH FLOWS FROM INVESTING ACTIVITIES			
Right issue subscription of NMC	5	-	(2,830,000)
Loan disbursed during the year		(376,000)	(358,000)
Loan repayments received during the year		-	80,000
Dividend received	17	285,000	445,000
Right issue subscription of HKC	5	-	(175,000)
Net cash used in investing activities		(91,000)	(2,838,000)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of units		-	2,775,000
Loan received during the year		420,000	-
Loan repaid during the year		(6,519)	-
Profit paid during the year		(38,481)	-
Net cash used in financing activities		375,000	2,775,000
Net decrease in cash and cash equivalents		(13,821)	(962,397)
Cash and cash equivalents at the beginning of the year		29,274	991,671
Cash and cash equivalents at the end of the year	9	15,452	29,274

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



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

1 THE FUND AND ITS OPERATIONS

TPL REIT FUND - I (the Fund) was established under a Trust Deed, dated 10 December 2021, executed between the TPL REIT Management Company Limited as the Management Company and Digital Custodian Company Limited (formerly MCB Financial Services Limited) as the Trustee and is governed under the Real Estate Investment Trust Regulations, 2022 (REIT Regulations, 2022), promulgated and amended from time to time by the Securities and Exchange Commission of Pakistan (SECP).

The Trust Deed of the Fund was registered on 10 December 2021 whereas the Fund was authorised by the SECP as a unit trust scheme on 23 December 2021.

The Fund was listed on the Pakistan Stock Exchange Limited (PSX) on 20 May, 2024, with the approval of the SECP under the REIT Regulations, 2022.

The Management Company of the Fund has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and has obtained the requisite license from the SECP to undertake REIT Management Services. The registered office of the Management Company is situated at 20th Floor, Sky tower, East Wing, Dolmen City HC-3, Block 4, Abdul Sattar Edhi Avenue, Clifton, Karachi, Sindh.

The Fund is a perpetual close-end, shariah-compliant, hybrid scheme. All of the activities undertaken by the Fund including but not limited to deposits and placements with banks are all in accordance with the principles of Shariah.

The principal activity of the Fund is investing in real estate projects through Special Purpose Vehicles (SPVs) in accordance with the constitutive documents and applicable laws to generate income / returns for investors through rental income, capital appreciation and through sale of development property.

As of 23 December 2024, the Pakistan Credit Rating Agency Limited (PACRA) in its rating report has assigned a long-term rating of RFR 3+, a stable outlook, to the Fund.

As of 23 December 2024, the Pakistan Credit Rating Agency Limited (PACRA) in its rating report has assigned a long-term rating of RM 3+, a stable outlook, to the TPL REIT Management Company Limited.

Title to the assets of the Fund are held in the name of the Digital Custodian Company Limited as the Trustee of the Fund.

1.1 The Fund has the following related party relationships during the year:

Company Name	Relationship	Common Directorship	Percentage of Shareholding
TPL REIT Management Company Limited (RMC)	Management Company	N/A	-
TPL Investment Management Limited	Subsidiary of RMC	N/A	-
HKC (Private) Limited	Subsidiary Company	N/A	94.92%
TPL Technology Zone Phase-I (Private) Limited (formerly G-18 (Private) Limited)	Subsidiary Company	N/A	100%
National Management and Consultancy Services (Private) Limited	Subsidiary Company	N/A	100%
TPL Properties Limited	Associated Company	N/A	-
TPL Logistic Park (Private) Limited	Associated Company of RMC	N/A	-
TPL Security Services (Private) Limited	Associated Company of RMC	N/A	-
TPL Corp Limited	Associated Company of RMC	N/A	-
TPL Holdings (Private) Limited	Associated Company of RMC	N/A	-
TPL Property Management (Private) Limited	Associated Company of RMC	N/A	-

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Company Name	Relationship	Common Directorship	Percentage of Shareholding
TPL Developments (Private) Limited	Associated Company of RMC	N/A	-
TPL Insurance Limited	Associated Company of RMC	N/A	-
TPL Life Insurance Limited	Associated Company of RMC	N/A	-
TPL Trakker Limited	Associated Company of RMC	N/A	-
TPL Trakker Middle East LLC	Associated Company of RMC	N/A	-
Key Management Personnel of RMC	-	N/A	-
Digital Custodian Company Limited	Trustee	N/A	-

2 BASIS OF PREPARATION

2.1 Statement of compliance

These unconsolidated financial statements of the Fund for the year ended 30 June 2025 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 (IFRSs) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act 2017;
- Provisions of and directives issued under the Companies Act, 2017 and Part VIII A of the repealed Companies Ordinance, 1984; and
- The Real Estate Investment Trust Regulations, 2022 (the REIT Regulations, 2022) and requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, Part VIII A of the repealed Companies Ordinance, 1984, the REIT Regulations, 2022 and requirements of the Trust Deed differ with the requirements of IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIII A of the repealed Companies Ordinance, 1984, the REIT Regulations, 2022 and requirements of the Trust Deed have been followed.

These unconsolidated financial statements are separate financial statements, herein after referred to as the "unconsolidated financial statements", of the Fund in which investments in subsidiaries are stated at fair value through profit or loss. The consolidated financial statements of the Fund and its subsidiaries have been prepared separately.

2.2 Basis of measurement

These unconsolidated financial statements have been prepared under the basis of 'historical cost convention', except for investments which are measured at fair value and investment held-for-sale which is measured at its realisable value.

2.3 Functional and presentation currency

The unconsolidated financial statements are presented in Pakistan Rupees which is the Fund's functional and presentation currency. All figures are rounded-off to nearest thousand rupees, unless otherwise stated.

2.4 Use of judgments and estimates

The preparation of the unconsolidated financial statements in conformity with accounting and reporting standards as applicable in Pakistan, requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which forms the basis of making the judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

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The estimates and underlying assumptions and judgements are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively in the period in which the estimates are 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. Judgements, estimates and assumptions made by the management that may have a risk of material adjustments to the unconsolidated financial statements in the subsequent years are as follows:

	Notes
i) Fair value of investments	3.1.3

Information about judgments made in applying accounting policies that have an effect on the amounts recognised in the unconsolidated financial statements are discussed in the relevant policy notes.

2.5 Changes in accounting standards, interpretations and amendments to published approved accounting and reporting standards

2.5.1 New standards, amendments and interpretations to published approved accounting and reporting standards which are effective for the accounting periods beginning on or after 01 July 2024 are as follows:

There are new and amended standards, interpretations and amendments that are mandatory for the Fund's accounting periods beginning on or after 01 July 2024 but are considered not to be relevant or do not have any significant effect on the Fund's operations and are therefore not detailed in these unconsolidated financial statements.

2.5.2 Standards, interpretations and amendments to accounting and reporting standards, that are not yet effective:

The following International Financial Reporting Standards (IFRSs) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 July 2025:

- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) amend accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review. Early adoption continues to be permitted.
- Lack of Exchangeability (amendments to IAS 21) clarify:
 - when a currency is exchangeable into another currency; and
 - how a Fund estimates a spot rate when a currency lacks exchangeability.

Further, Fund's will need to provide new disclosures to help users assess the impact of using an estimated exchange rate on the financial statements. These disclosures might include:

- the nature and financial impacts of the currency not being exchangeable;
- the spot exchange rate used;
- the estimation process; and
- risks to the Fund because the currency is not exchangeable.

The amendments apply for annual reporting periods beginning on or after 01 January, 2025. Earlier application is permitted.

- Amendments to the classification and Measurement of Financial Instruments – Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures:

Financial Assets with ESG-linked features:

Under IFRS 9, it was unclear whether the contractual cash flows of some financial assets with ESG-linked features represented SPPI. This could have resulted in financial assets with ESG-linked features being measured at fair value through profit or loss.

Although the new amendments are more permissive, they apply to all contingent features, not just ESG-linked features. While the amendments may allow certain financial assets with contingent features to meet the SPPI criterion, Fund's may need to perform additional work to prove this. Judgement will be required in determining whether the new test is met.

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The amendments introduce an additional SPPI test for financial assets with contingent features that are not related directly to a change in basic lending risks or costs – e.g., where the cash flows change depending on whether the borrower meets an ESG target specified in the loan contract.

The amendments also include additional disclosures for all financial assets and financial liabilities that have certain contingent features that are:

- not related directly to a change in basic lending risks or costs; and
- are not measured at fair value through profit or loss.

The amendments apply for reporting periods beginning on or after 01 January 2026. Fund can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

Recognition / Derecognition requirements of Financial Assets / liabilities by Electronic Payments:

The amendments to IFRS 9 clarify when a financial asset or a financial liability is recognised and derecognised and provide an exception for certain financial liabilities settled using an electronic payment system. Fund generally derecognise their trade payables on the settlement date (i.e., when the payment is completed). However, the amendments provide an exception for the derecognition of financial liabilities. The exception allows the Fund to derecognise its trade payable before the settlement date, when it uses an electronic payment system that meets all of the following criteria:

- no practical ability to withdraw, stop or cancel the payment instruction;
- no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- the settlement risk associated with the electronic payment system is insignificant.

The amendments apply for reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies are consistently applied in the preparation of these unconsolidated financial statements and are the same as those applied in earlier periods presented. The material accounting policies applied in the preparation of these unconsolidated financial statements are set out below;

3.1 Financial instruments

3.1.1 Financial instrument is any contract that gives rise to a financial asset of one entity and a financial liability or equity of another entity.

3.1.2 Recognition and initial measurement

All financial assets and financial liabilities are initially recognised when the Fund becomes a party to the contractual provisions of the instrument.

A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

3.1.3 Classification and subsequent measurement

Financial asset

- On initial recognition, a financial asset is classified as: amortised cost, fair value through other comprehensive income (OCI) - debt investment, fair value through OCI - equity investment, or fair value through profit or loss.
- Financial assets are not reclassified subsequent to their initial recognition unless the Fund changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

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A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated at FVTPL:

- it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets of the Fund are measured at FVTPL.

Financial assets - Business model assessment

The Fund makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to the management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether the management's strategy focuses on earning contractual mark-up income, maintaining a particular mark-up rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Fund's management;
- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated - e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Fund's continuing recognition of the assets.

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

Financial assets - assessment whether contractual cash flows are solely payments of principal and interest

For the purpose of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment the Fund considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable-rate features;
- prepayment and extension features; and
- terms that limit the Fund's claim to cash flows from specified assets (e.g. non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable additional compensation for early termination of the contract. Additionally, for a financial asset acquired at a discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

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Subsequent measurement and gains and losses

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in the unconsolidated statement of profit or loss.
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in the unconsolidated statement of profit or loss. Any gain or loss on derecognition is recognised in the unconsolidated statement of profit or loss.

Financial liabilities

Financial liabilities are classified at amortised cost or FVTPL. A financial liability is classified as FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the unconsolidated profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest rate (EIR) method. Interest expense and foreign exchange gains and losses are recognised in the unconsolidated statement of profit or loss. Any gain or loss on derecognition is also recognised in the unconsolidated statement of profit or loss.

3.1.4 Derecognition

Financial assets

The Fund derecognises a financial asset when the contractual rights to the cash flows from the financial asset expires, or it transfers the rights to receive the contractual cash flows in a transaction in which either substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Fund neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Fund enters into transactions whereby it transfers assets recognised in its unconsolidated statement of assets and liabilities, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognised.

Financial liabilities

The Fund derecognises a financial liability when its contractual obligations are discharged, cancelled or expired. The Fund also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in the unconsolidated statement of profit or loss.

3.1.5 Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the unconsolidated statement of assets and liabilities if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

3.2 Provisions

Provisions are recognised when the Fund has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.3 Cash and cash equivalents

For the purpose of the unconsolidated statement of cash flows, cash and cash equivalents consist of bank balances.

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3.4 Assets held-for-sale

Non-current assets are classified as held for sale if it is highly probable that they will be recovered primarily through sale rather than through continued use. Such assets are generally measured at the lower of their carrying amount and fair value less costs to sell. However, the measurement of investments accounted for in accordance with IFRS 9 is not affected when they are classified as held for sale. Impairment losses on initial classification as held-for-sale, and subsequent gains or losses on remeasurement, are recognised in the unconsolidated profit or loss under the caption 'Discontinued Operations' in the unconsolidated financial statements.

When an operation is classified as a discontinued operation, the comparative unconsolidated statement of profit or loss is re-presented as if the operation had been discontinued from the beginning of the comparative period.

3.5 Taxation

The Fund's income is exempt from income tax as per clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders in cash.

The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

3.6 Net assets value per unit

The net assets value (NAV) per unit as disclosed in the unconsolidated statement of assets and liabilities is calculated by dividing the net assets of the Fund by the number of units outstanding at the year end.

3.7 Income

- Unrealised gains / (losses) arising on remeasurement of investment classified as financial assets at fair value through profit or loss are included in the unconsolidated statement of profit or loss in the period in which they arise.
- Profit on bank balance and due from related parties is recognised on a time proportion basis using the effective interest rate (EIR) method.
- Dividends are recognised as dividend income in the unconsolidated statement of profit or loss when the right of payment has been established.

3.8 Fair value measurement

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 in the principal or, in its absence, the most advantageous market to which the Fund has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Fund measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Fund uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

The best evidence of the fair value of a financial instrument on initial recognition is normally the transaction price - i.e. the fair value of the consideration given or received. If the Fund determines that the fair value on initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on valuation technique for which any unobservable input are judged to be insignificant in relation to the measurement, then the financial instrument is initially measured at fair value, adjusted to defer the difference between the fair value on initial recognition and the transaction price. Subsequently, that difference is recognised in the unconsolidated statement of profit or loss on an appropriate basis over the life of the instrument but not later than when the valuation is wholly supported by observable market data or the transaction is closed out.

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3.9 Earnings per unit

Earnings per unit (EPU) is calculated by dividing the profit or loss attributable to the unit holders of the Fund by the weighted average number of units outstanding during the year.

4 PRELIMINARY EXPENSES AND FLOATATION COSTS	Note		
		2025	2024
		(Rupees in '000)	
Balance at the beginning of the year	4.1	15,611	20,734
Amortisation during the year		(5,123)	(5,123)
Balance at the end of the year		<u>10,488</u>	<u>15,611</u>

4.1 The Fund has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorisation of the Fund as preliminary expenses and floatation costs which are to be amortised by the Fund over a period of five years effective from 24 June 2022, i.e., after the financial close of the Fund in accordance with the Real Estate Investment Trust Regulations, 2022 (the REIT Regulations, 2022).

5 INVESTMENTS	Note		
		2025	2024
		(Rupees in '000)	
At Fair Value through Profit or Loss			
5.1 Cost of Investments			
Balance at the beginning of the year		16,680,000	13,675,000
Right issue subscription of NMC	5.2	-	2,830,000
Right issue subscription of HKC	5.3	-	175,000
Transfer to asset held-for-sale	5.4	(2,700,000)	-
		<u>13,980,000</u>	<u>16,680,000</u>
Unrealised gain on remeasurement of investments through profit or loss			
Balance at the beginning of the year		17,972,687	17,407,959
Movement during the year		1,255,350	564,728
Transfer to asset held-for-sale		(207,413)	-
		<u>19,020,624</u>	<u>17,972,687</u>
Balance at the end of the year		<u>33,000,624</u>	<u>34,652,687</u>

5.2 Investments in National Management and Consultancy Services (Private) Limited

Investment property at fair value	5.2.1	-	25,904,241
Development property at fair value		29,149,163	-
Short-term investments		465,792	1,360,045
Property and equipment		109,599	-
Advances, prepayments and other receivables		362,250	424,478
Due from related party		413,481	-
Contract assets		16,738	-
Bank balances		12,952	1,072,899
Accrued liabilities and other payables		(193,737)	(85,186)
Contract liabilities		(180,664)	-
Due to related party		(300,000)	(1,252)
Other assets less liabilities	5.2.2	706,411	2,770,984
Fair value as at the end of the year		<u>29,855,574</u>	<u>28,675,225</u>
Less: cost of investment		(11,630,000)	(11,630,000)
Unrealised gain at the end of the year		<u>18,225,574</u>	<u>17,045,225</u>

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5.2.1 This represents land parcel of 40 acres commercial property situated at Korangi Creek, Karachi. As of 30 June 2025, MYK Associates the independent valuer of the Fund determined the fair value of the development property at Rs. 29,855 (30 June 2024: Rs. 28,675) million.

The valuation has been conducted in accordance with the International Valuation Standards (IVS), employing the residual value approach which is a hybrid of the market approach, the income approach and the cost approach that all comes under IFRS 13. This is based on the completed "gross development value" and the deduction of development costs and the developer's return to arrive at the residual value of the development property.

Residual value approach is applicable to determine the fair value of the development property as it indicates the residual amount after deducting all known or anticipated costs required to complete the development from the anticipated value of the project when completed after consideration of the risks associated with the completion of the project.

The fair value measurement for the development property has been categorised within Level 3 of the fair value hierarchy based on the inputs to the valuation technique used.

The significant unobservable inputs used in the valuation are:

- Estimated cost of construction
- Other contingencies
- Developer profit margin

Other valuation methods were not considered, as they are not applicable to the current state of the property. The market approach requires comparable properties, the cost approach is suitable for completed properties, and the income capitalisation approach is applicable to income-generating properties. Since the property is currently under development, neither fully constructed nor generating income, these methods were deemed inappropriate for valuation.

Sensitivity Analysis

Any significant movement in the assumption used for the valuation of development property such as estimated cost of construction, other contingencies and developers profit margin would result in a significantly lower/higher fair value of the asset.

Fair Value Hierarchy

The development property under construction is classified within Level 3 of the fair value hierarchy because it is valued using significant unobservable inputs. The residual approach is applied, but significant adjustments are made according to condition, characteristic and location, which are not directly observable in the market.

5.2.2 These include the short-term investments carried at FVTPL classified at level 2 in fair value hierarchy, cash and cash equivalents and short-term liabilities where the time value of money impact is minimal, hence are determined to be at fair value.

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
5.3 Investments in HKC (Private) Limited			
Development property at fair value	5.3.1	5,047,863	4,729,433
Advances, prepayments and other receivables		13,054	12,982
Contract asset		16,254	7,209
Bank balances		5,451	6,651
Trade and other payables		(434,966)	(432,560)
Current maturity of long-term financing		(258,333)	(775,000)
Contract liabilities		(366,975)	(172,250)
Due to related parties		(665,517)	(58,018)
Accrued mark-up		(43,321)	(46,836)
Other assets less liabilities - net	5.3.2	(1,734,353)	(1,457,822)
Fair value as at the end of the year		3,313,510	3,271,611
Fair value of 94.92% (30 June 2024: 94.92%) shareholding		3,145,050	3,098,448
Less: cost of investments		(2,350,000)	(2,350,000)
Unrealised gain at the end of the year		795,050	748,448
Total Investments in HKC (Private) Limited		3,145,050	3,098,448
Fair value of 94.92% (30 June 2024: 94.92%) shareholding		3,145,050	3,098,448

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5.3.1 This represents a project of luxury residential apartments along with some retail space being constructed on a land parcel of 2,539 square yards of commercial property situated at corner of Abdullah Haroon Road and Hoshang Road, Karachi. As of 30 June 2025, MYK Associates, the independent valuer of the Fund determined the fair value of the property at Rs. 5,047.86 (30 June 2024: Rs. 4,729.43) million using a residual value approach.

The valuation has been conducted in accordance with International Valuation Standards (IVS), employing the residual value approach which is a hybrid of the market approach, the income approach and the cost approach which all comes under IFRS 13. This is based on the completed “gross development value” and the deduction of development costs and the developer’s return to arrive at the residual value of the development property.

Residual value approach is applicable to determine the fair value of the development property as it indicates the residual amount after deducting all known or anticipated costs required to complete the development from the anticipated value of the project when completed after consideration of the risks associated with the completion of the project.

The fair value measurement for the development property has been categorised within Level 3 of the fair value hierarchy based in the inputs to the valuation technique used.

The significant unobservable inputs used in the valuation are:

- Estimated cost of construction
- Other contingencies
- Developers profit margin

Sensitivity Analysis

Any significant movement in the assumption used for the valuation of development property such as estimated cost of construction, other contingencies and developers profit margin would result in a significantly lower/higher fair value of the asset.

Fair Value Hierarchy

The development property under construction is classified within Level 3 of the fair value hierarchy because it is valued using significant unobservable inputs. The residual approach is applied, but significant adjustments are made according to condition, characteristic and location, which are not directly observable in the market.

5.3.2 These include the cash and cash equivalents, due to related parties and bank loan (at KIBOR plus spread), short-term trade payables and contract liabilities where the time value of money impact is minimal hence are determined to be at fair value.

	2025	2024
	(Rupees in '000)	
5.4 Investments in TPL Technology Zone Phase - 1 (Private) Limited		
Investment property at fair value	-	2,505,194
Asset held for sale - land	-	3,059
Bank balances	-	539,000
Advance to contractor - secured	-	51
Profit on bank receivable	-	164
Advance tax	-	(18,594)
Accrued liabilities and other payables	-	(149,859)
Due to related parties	-	373,821
Other assets less liabilities	-	2,879,015
Fair value as at the end of the year	-	(2,700,000)
Less: cost of investments	-	179,015
Unrealised gain at the end of the year	-	

5.4.1 This represents land located in an Open Industrial Plot No. 25-B, measuring 10,002 square yards, situated at Sector 30, Korangi Industrial Area, Karachi. As of 30 June 2024, Savills Pakistan (Private) Limited, the independent valuer of the Fund determined the fair value of the property at Rs. 2,505.19 million. The valuation was carried out on the basis of present market values for similar properties

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in the vicinity of the land and replacement values of similar types of land based on the present cost, and adjustments are applied on such similar properties based on reasonable qualitative and quantitative factors to determine the valuation of the investment property. The valuation has been conducted in accordance with the International Valuation Standards (IVS), employing the market approach as outlined under IFRS 13 to determine the property's value.

The other valuation methods were not considered as they are not applicable to the current state of the property. The valuation under Cost Approach requires a completed property, while the Income Capitalisation Approach is suitable for income-generating properties. Since the property is currently under development and neither fully constructed nor generating income, these methods were deemed inappropriate for this valuation.

The significant unobservable inputs used in the valuation are:

- Market price per square yard for comparable properties
- Discount for size

Other adjustments:

- Discount for access, visibility, and location
- Discount for the irregularity in shape
- Discount for the uneven surface
- Discount for cleaner land titles
- Discount for availability for sale

Fair Value Hierarchy

During the prior year, the investment property was classified within Level 3 of the fair value hierarchy because it is valued using significant unobservable inputs. The market approach is applied, but significant adjustments are made according to condition and location, which are not directly observable in the market.

5.4.2 These investments have been made in shariah compliant companies.

6 ASSET HELD FOR SALE - INVESTMENT	Note		
		2025	2024
6.1 Investments in TPL Technology Zone Phase - 1 (Private) Limited			
Investment property at realisable value			
Asset held for sale - land	6.1.1	2,254,000	-
Bank balances		523	-
Advances and other receivables		539,284	-
Due from related party		300,000	-
Accrued liabilities and other payables		(28,394)	-
Advance against asset held for sale		(158,000)	-
Other assets less liabilities - net	6.1.2	653,413	-
Fair value as at end of the year		2,907,413	-
Less: cost of investments		(2,700,000)	-
Unrealised gain at the end of the year		207,413	-

6.1.1 During the year, the Fund obtained approval from the majority anchor investor for the disposal of the sole parcel of land recorded in the books of TPL Technology Zone Phase-1 (Private) Limited. As of 30 December 2024, TTZ had entered into a sale agreement with a buyer for the disposal of the land, which is expected to be completed by the end of December 2025. Following the disposal, TTZ will be wound up, as approved by the majority anchor investors. Accordingly, the financial statements of TTZ have not been prepared on a going concern basis. As a result, the investment in TTZ has been classified under current assets. The expected selling price has been agreed at Rs. 2.3 billion, with estimated costs to sell amounting to Rs. 46 million. Consequently, the land has been carried at its net realisable value of Rs. 2.254 billion.

6.1.2 These include the cash and cash equivalent and advance and other receivables and short-term trade payables where the time value of money impact is minimal hence are determined to be at fair value.

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7 PREPAYMENT AND OTHER RECEIVABLES

	2025	2024
Note	(Rupees in '000)	
Advance tax	7.1	9,488
Prepayments		190
		<u>9,678</u>
		21,627
		<u>190</u>
		<u>21,817</u>

- 7.1 The income of the Fund is exempt from tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 (ITO 2001). Further, the Fund is exempt under clause 47(B) of Part IV of Second Schedule to the ITO 2001 from withholding of tax under section 150, 151 and 233 of ITO 2001. The Federal Board of Revenue through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" dated May 12, 2015 made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate(s) from CIR various withholding agents have deducted advance tax under section 150, 150A and 151 of ITO 2001.

8 DUE FROM RELATED PARTIES

	2025	2024
Note	(Rupees in '000)	
TPL Technology Zone Phase - I (Private) Limited	8.1	-
HKC (Private) Limited	8.2	441,118
		<u>441,118</u>
		122,000
		<u>38,000</u>
		<u>160,000</u>

- 8.1 This represents payments made by TPL REIT FUND - I on behalf of TPL Technology Zone Phase - 1 (Private) Limited in respect of development costs and are repayable on demand.
- 8.2 This amount has been paid for funding the project development needs of HKC (Private) Limited and is repayable on demand. This arrangement carries a profit rate of 7.93% to 15.86%.
- 8.3 Detail and ageing analysis of the gross amount due from related parties is as follows:

	30 June 2025			
	0 to 30 Days	31 to 180 days	More than 181 days	Total
	----- (Rupees in '000) -----			
HKC (Private) Limited	-	-	441,118	441,118
	-	-	<u>441,118</u>	<u>441,118</u>

	30 June 2024			
	0 to 30 Days	31 to 180 days	More than 181 days	Total
	----- (Rupees in '000) -----			
TPL Technology Zone Phase - I (Private) Limited	-	120,000	2,000	122,000
HKC (Private) Limited	-	38,000	-	38,000
	-	<u>158,000</u>	2,000	<u>160,000</u>

9 BANK BALANCES

	2025	2024
Note	(Rupees in '000)	
Balances with banks in:		
Current account - local currency	9.1	9
Savings account - local currency		15,443
		<u>15,452</u>
		29,265
		<u>29,274</u>

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

9.1 This represents Islamic saving accounts maintained with commercial bank carrying profit at the rate of 10.25% to 19.75% (30 June 2024: 11.00% to 20.75%) per annum.

10 PAYABLE TO THE REIT MANAGEMENT COMPANY	Note		
		2025	2024
		(Rupees in '000)	
Non Current			
Preliminary expenses, floatation costs and other payable	10.1	5,344	10,688
Current			
Preliminary expenses, floatation costs and other payable	10.1	6,876	16,032
Management fee payable	10.2	370,651	139,758
Performance fee payable	10.3	1,989,658	1,875,762
		2,367,185	2,031,552

10.1 This represents amount incurred by the REIT Management Company relating to the formation of the Fund.

10.2 Under the provisions of the REIT Regulations, 2022, a REIT Management Company is entitled to a management fee which shall be stated in the Information Memorandum. As per the Information Memorandum of the Fund, the REIT Management Company is entitled to an annual management fee calculated at 1.5% per annum of the net assets of the Fund. The management fee is also subjected to Sindh sales tax at the rate of 15%. The fee is paid quarterly in arrears.

10.3 Performance fee payable	Note		
		2025	2024
		(Rupees in '000)	
Performance fee payable at the end of accelerator period	10.3.1	1,949,511	1,855,836
Performance fee payable after the close of each accounting period	10.3.2	40,147	19,926
		1,989,658	1,875,762

10.3.1 Under the provisions of the REIT Regulations, 2022, a REIT Management Company is entitled to a performance fee which shall be stated in the Information Memorandum. As per the Information Memorandum of the Fund, the REIT Management Company is entitled to a performance fee as follows:

- a) 15% charged on the year-on-year increase in the NAV of the Fund over a High Watermark, calculated at the end of each accounting period; and
- b) 15% of the profit on sale of real estate assets and/or sale/winding up of SPV.

The Fund will pay 30% of the performance fee due to the REIT Management Company in arrears after the close of each accounting period and accrue the remaining 70% to be paid at the end of the accelerator period.

"Accelerator Period" means the period starting at Financial Close and ending on the first dividend distribution to the Unit Holders by the Fund or listing of the Fund, whichever is later.

The performance fee is also subject to Sindh sales tax at the rate of 15%.

10.3.2 The Fund has classified the total amount of performance fee payable as current as it does not have a contractual and legally enforceable right to defer payment once the payment conditions have been met.

11 PAYABLE TO THE TRUSTEE	Note		
		2025	2024
		(Rupees in '000)	
Trustee fee payable	11.1	3,884	3,728
Share registrar fee payable		112	84
		3,996	3,812

11.1 Under the provisions of the REIT Regulations, 2022, a Trustee is entitled to a trustee fee which shall be stated in the Information Memorandum. As per the Information Memorandum of the Fund, the Trustee is entitled to an annual fee calculated at 0.04% on the annual net assets of the Fund. The Trustee fee is also subject to Sindh sales tax at the rate of 15%. The fee is paid quarterly in arrears.

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025	2024
		(Rupees in '000)	
12 PAYABLE TO THE SECP			
Annual fee payable	12.1	<u>25,000</u>	<u>25,000</u>

12.1 Under the provisions of the REIT Regulations, 2022, the Fund is required to pay annual monitoring fee to SECP equal to 0.15% of the average fund size per annum. The annual monitoring fee is capped at Rs. 25 million per annum except in the first year. The fee shall be paid in arrears within four months of close of accounting year.

	Note	2025	2024
		(Rupees in '000)	
13 DUE TO RELATED PARTY			
National Management and Consultancy Services (Private) Limited - unsecured	13.1	<u>413,481</u>	<u>-</u>
		<u>413,481</u>	<u>-</u>

13.1 This represents shariah compliant loan received from National Management and Consultancy Services (Private) Limited and carry profit at the rate from 11.00% to 15.99% per annum.

14 CONTINGENCIES AND COMMITMENTS

Contingencies

There are no material contingencies outstanding as at 30 June 2025 (30 June 2024: Nil).

Commitments

There are no commitments outstanding as at 30 June 2025 (30 June 2024: Nil).

15 ISSUED, SUBSCRIBED AND PAID UP UNITS

2025	2024		2025	2024
		(Number of units)		(Rupees in '000)
710,000,000	710,000,000		7,100,000	7,100,000
787,500,000	787,500,000		7,875,000	7,875,000
337,500,000	337,500,000		3,375,000	3,375,000
<u>1,835,000,000</u>	<u>1,835,000,000</u>		<u>18,350,000</u>	<u>18,350,000</u>
			15.1 & 15.2	
Ordinary units of Rs. 10 each fully paid consideration other than cash (against equity shares) in cash			7,100,000	7,100,000
Ordinary units of Rs. 10 each fully paid right issue of units			7,875,000	7,875,000

15.1 These fully paid ordinary units carry equal right to dividend.

15.2 Pattern of Unit Holding	Note	2025		2024	
		Percentage (%)	Number of units held	Percentage (%)	Number of units held
TPL Properties Limited (Strategic Investor)		38%	697,598,500	38%	697,598,500
Anchor investors		60%	1,105,351,000	60%	1,105,351,000
Others - including individuals	15.2.1	2%	32,050,500	2%	32,050,500
		<u>100%</u>	<u>1,835,000,000</u>	<u>100%</u>	<u>1,835,000,000</u>

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

15.2.1 During the prior year, the units of the Fund were listed on the Pakistan Stock Exchange. The strategic investor and anchor investor offered their units in proportion to their unit holding.

The offer consists of a Base Offer of 22,937,500 Units, which is 1.25% of the total units of the TPL REIT Fund-I, having a face value of Rs. 10 each and a Green Shoe Option of up to 22,387,000 units representing a further 1.22% of the total units of the TPL REIT Fund-I. The offer is being made through the Fixed Price Method at an Offer Price of Rs. 17.59 per unit.

16 FAIR VALUE RESERVE

The fair value reserve pertains to cumulative net changes in fair value of investment which is not free for distribution by way of dividend in accordance with the constitutive document of the Fund and hence the unrealised gain on remeasurement of investments through profit or loss is reclassified to fair value reserve.

	Note	2025	2024
		(Rupees in '000)	
17 DIVIDEND INCOME	17.1	285,000	445,000

17.1 This represents the dividend income received during the year from shariah compliant subsidiary company of the Fund.

	Note	2025	2024
		(Rupees in '000)	
18 AUDITOR'S REMUNERATION			
Audit fees		4,866	4,250
Other certifications		895	750
Out of pocket		576	770
Sindh sales tax		6,337	5,770
		507	440
		6,844	6,210

19 TAXATION

The Fund's income is exempt from income tax as per clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders.

The Fund is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

During the current year, the Fund has incurred an accounting loss after deducting capital gains from accounting income. Therefore, there is no distributable income for the current year.

	Note	2025	2024
		(Rupees in '000)	
20 EARNINGS PER UNIT - BASIC AND DILUTED			
Profit for the year		758,285	376,373
Weighted average number of units outstanding during the year		1,835,000,000	1,668,094,262
Earnings per unit - Basic and diluted		0.41	0.23

There is no dilutive effect on the earnings per unit of the Fund, as the fund has no potential units.

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

21 TRANSACTIONS AND BALANCES WITH CONNECTED PERSONS / RELATED PARTIES

Connected persons / related parties include TPL REIT Management Company Limited being the Management Company, Digital Custodian Company Limited, being the Trustee of the Fund, directors and officers of the Management Company and other associated companies within the Group.

Transactions with connected persons are in the normal course of business, at agreed / contracted rates and terms determined in accordance with market rates and the Trust Deed respectively.

Remuneration payable to Management Company and Trustee is determined in accordance with the provisions of the REIT Regulations, 2022.

Details of significant transactions with connected persons during the year and balances with them at year end, if not disclosed elsewhere in these unconsolidated financial statements are as follows:

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
TPL REIT Management Company Limited			
REIT Management Company			
Management fee of the REIT Management Company		<u>574,018</u>	<u>528,919</u>
Payments made to the REIT Management Company		<u>377,550</u>	<u>988,675</u>
Performance fee of the REIT Management Company		<u>133,822</u>	<u>66,419</u>
 Digital Custodian Company Limited			
Trustee			
Remuneration of the Trustee		<u>15,307</u>	<u>14,105</u>
Share registrar fee		<u>345</u>	<u>339</u>
Payments made to the Trustee		<u>15,468</u>	<u>13,905</u>
 HKC (Private) Limited			
Subsidiary of the Fund			
1,166,666 Right shares subscribed at subscription price of Rs. 150/- per share		<u>-</u>	<u>175,000</u>
Short term financing for liquidity management		<u>376,000</u>	<u>118,000</u>
Repayment against short-term financing		<u>-</u>	<u>80,000</u>
Profit charged on loan		<u>27,118</u>	<u>-</u>
 National Management And Consultancy Services (Private) Limited			
Subsidiary of the Fund			
Right shares subscribed at subscription price of Rs. 10,000/- per share	17	<u>-</u>	<u>2,830,000</u>
Dividend received		<u>285,000</u>	<u>445,000</u>
Loan received		<u>420,000</u>	<u>-</u>
Profit charged on loan		<u>38,481</u>	<u>-</u>
Repayment made during the year		<u>45,000</u>	<u>-</u>
 TPL Technology Zone Phase - 1 (Private) Limited			
Subsidiary of the Fund			
Repayment received		<u>122,000</u>	<u>-</u>
Payment made on behalf of the Company		<u>-</u>	<u>120,000</u>

22 FINANCIAL RISK MANAGEMENT

The Fund's activities are exposed to a variety of financial risks namely credit risk, liquidity risk, and market risk. The Fund manage these risk through monitoring and controlling activities which are primarily set up to be performed based on limits established in the Fund's constitutive documents and REIT Regulation, 2022 and directives of the SECP. The Board of Directors of the REIT Management

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

Company (RMC) have overall responsibility for the establishment, development and oversight of the Fund's risk management framework and policies. The Fund's risk management policies are established to identify and analyse the risks faced by the Fund, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. The Fund's overall risk management program focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the Fund's financial performance.

The audit committee of REIT Management Company (RMC) oversees how RMC monitors compliance of risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Fund. The RMC's audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee

22.1 Credit risk

Credit risk is the risk which arises with the possibility that one party to a financial instrument will fail to discharge its obligation and cause the other party to incur a financial loss. The Fund attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing the creditworthiness of counterparties and arises principally from the Fund's deposits with banks.

The carrying amount of the financial assets represents maximum exposure to credit risk as at 30 June 2025 and 30 June 2024:

	2025	2024
	(Rupees in '000)	
Financial Assets		
Bank balances	15,452	29,274
Due from related parties	441,118	-
Deposits	100	100
	456,670	29,374

The Fund manages credit risk as follows:

Due from related party and deposits:

Due from related party and deposits comprises of payments which are neither past due nor impaired based on past relationship, credit rating and financial soundness of the counterparties' chances of default are remote and also there is no material impact of changes in credit risks of such receivables hence no impairment allowance is necessary in respect of these amounts.

The Fund has placed its funds (bank balances) with banks having sound credit ratings. The credit quality of Fund's major balances can be assessed with reference of external credit ratings as follows:

	30 June 2025		
	Rating agency	Long-term rating	Short-term rating
Bank balances			(Rupees in '000)
National Bank of Pakistan	PACRA	AAA	9
Bank Al Habib Limited	PACRA	AAA	15,316
Faysal Bank Limited	PACRA	AA	127
			15,452

	30 June 2024		
	Rating agency	Long-term rating	Short-term rating
Bank balances			(Rupees in '000)
National Bank of Pakistan	PACRA	AAA	9
Bank Al Habib Limited	PACRA	AAA	29,262
Faysal Bank Limited	PACRA	AA	3
			29,274

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

The Fund believes that no ECL allowance is necessary in respect of bank balances as the Fund is satisfied that recovery of the amount due is possible.

22.2 Liquidity risk

Liquidity risk is the risk that the Fund will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial assets. The Fund's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Fund's reputation.

The table below summarises the maturity profile of the Fund's financial liabilities based on contractual undiscounted payment dates and present market interest rates:

	30 June 2025				
	On demand	Less than 3 months	3 to 12 months	1 to 5 years	Total
----- (Rupees in '000) -----					
Payable to the REIT Management Company	1,949,511	370,651	52,367	-	2,372,529
Payable to the Trustee	-	3,996	-	-	3,996
Payable to the SECP	-	-	25,000	-	25,000
Accrued expenses and other liabilities	-	11,055	-	-	11,055
	1,949,511	385,702	77,367	-	2,412,581

	30 June 2024				
	On demand	Less than 3 months	3 to 12 months	1 to 5 years	Total
----- (Rupees in '000) -----					
Payable to the REIT Management Company	1,855,836	139,758	46,646	-	2,042,240
Payable to the Trustee	-	3,812	-	-	3,812
Payable to the SECP	-	-	25,000	-	25,000
Accrued expenses and other liabilities	-	7,911	-	-	7,911
	1,855,836	151,481	71,646	-	2,078,963

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

Refer note 10.3 where the major liability amounting to Rs. 1,950 million pertains to the Management Company of the Fund and is contingent upon the distribution of first dividend, which depend on the Fund's ability to generate distributable profits and maintain sufficient liquidity for such distributions .Further the Fund manages liquidity risk by maintaining sufficient cash in bank accounts. At 30 June 2025, the Fund had financial assets of Rs. 456.67 million (30 June 2024: Rs. 189.3 million), which include Rs. 15.4 million (30 June 2024: Rs. 29.27 million) of cash placed in bank accounts.

22.3 Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in the market prices. Market risk comprise three types of risks: currency risk, interest rate risk and other price risk.

22.3.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Foreign currency risk arises mainly where receivables and payables exist due to transactions entered into foreign currencies. As at reporting date, the Fund is not materially exposed to currency risk and accordingly, the sensitivity to a reasonably possible change in the exchange rate with all other variables held constant is not reported.

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

22.3.2 Profit rate risk

Profit rate risk is the risk that fair value or future cash flows of the financial instrument will fluctuate because of change in market profit rates. The Fund does not have any fixed rate financial instrument at fair value through profit or loss. Therefore, the Fund is not exposed to fair value changes for fixed rate instruments. However, the bank and term deposit at variable rates expose the Fund to fluctuations in cash flow due to change in market profit rates. The cash flow sensitivity analysis for variable rate of instrument is depicted below:

Sensitivity Analysis for variable rate instruments

A change of 100 basis points in profit rates at the reporting date would have increased / (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant. The analysis is performed on the same basis as carried out in 30 June 2024.

	Profit or loss		Equity	
	100 bps Increase	100 bps decrease	100 bps Increase	100 bps decrease
	(Rupees in '000)			
30 June 2025				
Bank deposits	155	(155)	155	(155)
30 June 2024				
Bank deposits	293	(293)	293	(293)

22.3.3 Other price risk

Other price risk is the risk that the fair value or future cash flows of the financial instruments will fluctuate because of changes in market prices such as equity price risk. Equity price risk is the risk arising from uncertainties about future values of investments securities. As of the reporting date, the Fund is exposed to equity risk to the extent of its investment in subsidiaries.

	Profit or loss		Equity	
	1 % Increase	1 % decrease	1 % Increase	1 % decrease
	(Rupees in '000)			
30 June 2025				
Investments	(330,006)	330,006	(330,006)	330,006
30 June 2024				
Investments	(346,527)	346,527	(346,527)	346,527

23 UNIT HOLDERS' CAPITAL RISK MANAGEMENT

Management's objective when managing unit holders' funds is to safeguard the Fund's ability to continue as a going concern so that it can continue to provide optimum returns based on income earned and realised gains as per trust deed to its unit holders and to ensure reasonable safety of unit holders' funds.

The Fund manages its other assets by monitoring return on net assets and makes adjustments to it in the light of changes in markets' conditions. The Fund is not exposed to externally imposed minimum unit holders' maintenance requirement.

	2025	2024
	(Rupees in '000)	
Debt		
Total unit holders fund	413,481	-
Total units	33,558,811	32,800,526
	33,972,292	32,800,526
Gearing ratio (%)	1.22%	0.00%

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

24 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Fund is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Fund to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices).

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

The Fund uses valuation technique which are developed from recognised valuation models under IFRS 13. The significant inputs into these model may not be observable in the market and derived from the market prices or rates or are estimated based on assumptions. Valuation models that employ significant unobservable inputs require a higher degree of management judgement and estimation in the determination of fair value. Management judgment and estimation are usually required for the selection of appropriate valuation model to be used and selection of appropriate assumptions.

Valuation Technique	Significant unobservable Input	Inter- relationship between key unobservable input and fair value measurement
The adjusted Net Assets Method - Cost Approach	Fair value of property	The estimated fair value of investment would increase / (decrease) if there is any change in the Fair value of property.

	2025			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Investments	-	-	33,000,624	33,000,624
	<hr/>	<hr/>	<hr/>	<hr/>
	-	-	33,000,624	33,000,624

	2024			
	Level 1	Level 2	Level 3	Total
	----- (Rupees in '000) -----			
Investments	-	-	34,652,687	34,652,687
	<hr/>	<hr/>	<hr/>	<hr/>
	-	-	34,652,687	34,652,687

24.1 The Fund uses 'the adjusted net assets value' technique for valuation of its investment in its subsidiaries categorised as level 3 in Fair value hierarchy.

24.2 The following table shows the carrying amounts and fair values of financial assets and financial liabilities, not measured at fair value:

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

	2025				
	Fair Value through other comprehensive income	Fair value through profit or loss	Financial assets at amortised cost	Other financial liabilities	Total
----- (Rupees in '000) -----					
Financial assets not measured at fair value					
Due from related parties	-	-	441,118	-	441,118
Bank balance	-	-	15,452	-	15,452
	-	-	456,570	-	456,570
Financial liabilities not measured at fair value					
Payable to the REIT Management Company	-	-	2,367,185	-	2,367,185
Payable to the Trustee	-	-	3,996	-	3,996
Payable to the SECP	-	-	25,000	-	25,000
Accrued expenses and other liabilities	-	-	11,055	-	11,055
	-	-	2,407,237	-	2,407,237
	2024				
	Fair Value through other comprehensive income	Fair value through profit or loss	Financial assets at amortised cost	Other financial liabilities	Total
----- (Rupees in '000) -----					
Financial assets not measured at fair value					
Due from related parties			160,000		160,000
Bank balance	-	-	29,274	-	29,274
	-	-	189,274	-	189,274
Financial liabilities not measured at fair value					
Payable to the REIT management company	-	-	2,031,552	-	2,031,552
Payable to the trustee	-	-	3,812	-	3,812
Payable to the SECP	-	-	25,000	-	25,000
Accrued expenses and other liabilities	-	-	7,911	-	7,911
	-	-	2,068,275	-	2,068,275

24.3 The Fund has not disclosed the fair value for these financial assets and financial liabilities as their carrying amounts are reasonable approximation of fair value.

25 GENERAL

All amounts have been rounded off to nearest thousand rupees, unless otherwise stated.

26 NON ADJUSTING EVENT AFTER THE FINANCIAL STATEMENT DATE

On 14 November 2025, the Fund issued a public notice expressing its intention to sale the project of HKC (Private) Limited, namely One Hoshang (the Project). As of the date of issuance of these financial statements, the process is at a preliminary stage, and no binding agreement has been entered into with any party.

This event does not provide evidence of conditions that existed as at the reporting date. Therefore, no adjustments have been made to the financial statements. However, the Fund has made this disclosure to inform users of developments made subsequent to the reporting period.

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

27 DATE OF AUTHORIZATION OF ISSUE

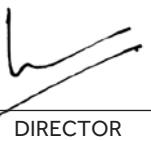
These unconsolidated financial statements were authorised for issue on September 26, 2025 by the Board of Directors of the TPL REIT Management Company Limited.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

CONSOLIDATED FINANCIAL STATEMENTS OF TPL REIT FUND I



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INDEPENDENT AUDITOR'S REPORT

To the Unit Holders of TPL REIT Fund - I

Report on the Audit of the Consolidated Financial Statements

Opinion

We have audited the annexed consolidated financial statements of **TPL REIT Fund - I** ("the Fund") and its subsidiaries ("the Group"), which comprise the consolidated statement of assets and liabilities as at 30 June 2025, and the consolidated statement of profit or loss, the consolidated statement of comprehensive income, the consolidated statement of changes in unit holders' fund, 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, the consolidated financial statements give a true and fair view of the consolidated financial position of the Group as at 30 June 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 the 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 Matter

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 year. 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.



KPMG Taseer Hadi & Co.

Following is the Key audit matter:

S. No.	Key audit matter	How the matters were addressed in our audit
1. Valuation of Development Properties		
	<p>Refer note 7 to the financial statements.</p> <p>The development properties amounted to Rs. 33,941 million as of 30 June 2025.</p> <p>Development properties represents 89.86% of the Group's total assets.</p> <p>The Group's development properties is stated at cost. Several estimates and judgments are involved in determining the net realizable value of the development properties.</p> <p>The significance of the balance, coupled with the estimates and judgments involved in its valuation, has resulted in the valuation of development properties being considered a key audit matter.</p>	<p>Our audit procedures amongst others, include the following:</p> <ul style="list-style-type: none">• Obtaining an understanding of the process relating to the valuation of the development properties and testing design and implementation of key internal controls;• Obtaining and inspecting the results of valuation carried out by externally appointed expert and evaluating that the contents of the valuation reports comply with the requirements of REIT Regulations 2022;• Assessing the appointment of external expert engaged by the management by evaluating whether the external expert is independent and complies with the necessary competence requirements of REIT Regulations 2022, this also included evaluating their scope of work;• Evaluating the completeness and appropriateness of information and source data used in the valuation by inspecting the relevant underlying documentation;• Evaluating the appropriateness of key methods used by the management and reasonableness of key estimates and assumptions used by the management in valuation exercise; and• Evaluating the appropriateness of the amount transferred from investment property to the development properties;• Assessing the appropriateness of disclosures presented in the consolidated financial statements for compliance with the



KPMG Taseer Hadi & Co.

S. No.	Key audit matter	How the matters were addressed in our audit
		requirements of the applicable accounting and reporting standards as applicable in Pakistan.

Information Other than the 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 consolidated financial statements, unconsolidated financial statements and our Auditor's Report thereon. We were provided with the Director's report to the unitholders prior to the date of this Auditor's Report and the remaining parts of the annual report are expected to be made available to us after that date.

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 financial statements, or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed on the other information that we obtained prior to the date of this Auditor's Report, 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 of the Management Company 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 the requirements of Companies Act, 2017(XIX of 2017) and the REIT Regulations, 2022 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.

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



KPMG Taseer Hadi & Co.

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.



KPMG Taseer Hadi & Co.

We communicate with the Board of Directors of the Management Company 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 of the Management Company 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 of the Management Company, 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 Muhammad Taufiq.

Date: 27 November 2025

Karachi

UDIN: AR202510106FmcDANfPp

KMMI *Hase - 1*
KPMG Taseer Hadi & Co.
Chartered Accountants

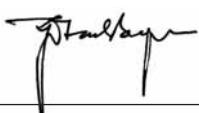
TPL REIT FUND I

CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2025

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
ASSETS			
Non-current assets			
Property and equipment	4	109,599	-
Preliminary expenses and floatation costs	5	10,489	15,611
Security deposit		100	100
Investment properties	6	-	28,409,435
		120,188	28,425,146
Current assets			
Development properties	7	33,941,000	4,553,882
Assets held for sale	8	2,793,807	-
Short term investments	9	465,791	1,360,045
Contract assets	10	32,991	7,209
Advances, prepayments and other receivables	11	384,982	998,492
Bank balances	12	33,855	1,111,884
		37,652,426	8,031,512
TOTAL ASSETS		37,772,614	36,456,658
LIABILITIES			
Non-current liabilities			
Long-term financing	13	-	-
Payable to the REIT Management Company		5,344	10,688
		5,344	10,688
Current liabilities			
Payable to the REIT Management Company	14	2,378,384	2,046,006
Payable to the Trustee	15	3,996	3,812
Payable to the SECP	16	25,000	25,000
Accrued liabilities, trade payables and other liabilities	17	639,758	544,247
Liabilities directly associated with the assets held for sale	8	186,394	-
Contract liabilities	18	547,638	172,250
Current maturity of long-term financing	13	301,654	821,836
Due to related parties	19	213,200	34,676
		4,296,024	3,647,827
		4,301,368	3,658,515
TOTAL LIABILITIES		33,471,246	32,798,143
NET ASSETS			
Unit holders' fund		33,323,052	32,649,732
CONTINGENCIES AND COMMITMENTS	22		
Units in issue	20	1,835,000,000	1,835,000,000
Net assets value per unit		18.24	17.87
REPRESENTED BY:			
Unit holders of the Group			
Issued, subscribed and paid up units	20	18,350,000	18,350,000
Fair value reserve	21	19,050,706	17,731,559
Accumulated loss		(4,077,654)	(3,431,827)
Non-controlling interest	1.1	148,194	148,411
		33,471,246	32,798,143

The annexed notes 1 to 32 form an integral part of these consolidated financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

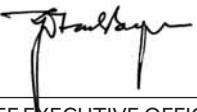
TPL REIT FUND I

CONSOLIDATED STATEMENT OF PROFIT OR LOSS

FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 (Rupees in '000)	2024
INCOME			
Unrealised gain on revaluation of investment properties	6	1,290,749	503,360
Unrealised gain / (loss) on investments at fair value through profit or loss		1,611	(3,898)
Profit on bank deposits		48,695	337,012
Profit on GOP ijarah sukuk		106,694	122,869
Dividend income		21,502	37,849
Total income		1,469,251	997,192
EXPENSES			
Management fee of the REIT Management Company	14.2	574,018	528,919
Performance fee of the REIT Management Company	14.3.1	133,822	66,419
Remuneration of the Trustee	15.1	15,307	14,105
SECP monitoring fee	16.1	25,000	25,000
Auditor's remuneration	23	17,729	16,382
Legal and professional fee		15,189	13,513
Amortisation of preliminary expenses and floatation costs	5.1	5,122	5,123
Fund rating fee		467	347
Share registrar fee		345	339
Bank and custody charges		1,622	4,308
Printing charges		3,886	193
Depreciation expense	4	3,775	-
Security expense		13,240	-
Selling and marketing expense		5,185	-
Miscellaneous operating expense		9,839	-
Total expenses		(824,546)	(674,648)
PROFIT BEFORE TAXATION		644,705	322,544
Taxation	24	-	-
PROFIT FROM CONTINUING OPERATIONS		644,705	322,544
DISCONTINUED OPERATIONS:			
Profit / (loss) from discontinued operations - net of tax	6 & 8	28,398	(4,494)
PROFIT FOR THE YEAR		673,103	318,050
PROFIT ATTRIBUTABLE TO:			
Unit holders of the Group		673,320	318,352
Non-controlling interest		(217)	(302)
673,103		673,103	318,050
EARNINGS PER UNIT - BASIC AND DILUTED	25	0.37	0.19
EARNINGS PER UNIT - BASIC AND DILUTED (CONTINUING OPERATIONS)		0.35	0.19

The annexed notes 1 to 32 form an integral part of these consolidated financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

TPL REIT FUND I

CONSOLIDATED STATEMENT OF OTHER COMPREHENSIVE INCOME

FOR THE YEAR ENDED 30 JUNE 2025

2025	2024
(Rupees in '000)	

PROFIT ATTRIBUTABLE TO:

Unit holders of the Group

Non-controlling interest

Other comprehensive income for the year

TOTAL COMPREHENSIVE INCOME FOR THE YEAR

673,320	318,352
(217)	(302)
673,103	318,050
-	-
673,103	318,050

The annexed notes 1 to 32 form an integral part of these consolidated financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

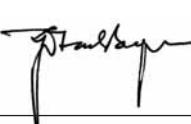
TPL REIT FUND I

CONSOLIDATED STATEMENT OF CHANGES IN UNIT HOLDERS FUND

FOR THE YEAR ENDED 30 JUNE 2025

	<u>Attributable to Unit Holders of the Fund</u>					
	Reserves					
	Issued, Subscribed and paid up units	Capital reserve - fair value reserve	Revenue reserve / (accumulated loss)	Total	Non- Controlling Interest	Total
----- (Rupees in '000) -----						
Balance as at 01 July 2023	14,975,000	17,232,693	(3,261,321)	28,946,372	158,721	29,105,093
Total comprehensive income/ (loss) for the year	-	-	318,352	318,352	(302)	318,050
Reclassification adjustment for changes in fair value of investment properties	-	498,866	(498,866)	-	-	-
Transaction with unit holders:						
Issue of 337,500,000 units	3,375,000	-	-	3,375,000	-	3,375,000
Sale of shares by non-controlling interest	-	-	10,008	10,008	(10,008)	-
Balance as at 30 June 2024	<u>18,350,000</u>	<u>17,731,559</u>	<u>(3,431,827)</u>	<u>32,649,732</u>	<u>148,411</u>	<u>32,798,143</u>
Balance as at 01 July 2024	18,350,000	17,731,559	(3,431,827)	32,649,732	148,411	32,798,143
Total comprehensive income / (loss) for the year	-	-	673,320	673,320	(217)	673,103
Reclassification adjustment for changes in fair value of investment properties	-	1,319,147	(1,319,147)	-	-	-
Balance as at 30 June 2025	<u>18,350,000</u>	<u>19,050,706</u>	<u>(4,077,654)</u>	<u>33,323,052</u>	<u>148,194</u>	<u>33,471,246</u>

The annexed notes 1 to 32 form an integral part of these consolidated financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

TPL REIT FUND I

CONSOLIDATED STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED 30 JUNE 2025

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit for the year		673,103	318,050
Adjustments for:			
Unrealised gain on revaluation of investment properties	6	(1,335,350)	(503,360)
Unrealised gain / (loss) on investments at fair value through profit or loss		(1,611)	3,898
Cumulative effect adjustment		(3,550)	-
Dividend income		(21,502)	(37,849)
Amortisation of preliminary expenses and floatation costs	5.1	5,122	5,123
Depreciation expense	4	3,775	-
		(1,353,116)	(532,188)
Changes in working capital:			
Additions to development properties		(237,954)	(1,104,227)
Contract assets		(25,782)	(7,209)
Advances, prepayments and other receivables		74,225	(385,641)
Payable to the REIT Management Company		327,034	(381,387)
Payable to the Trustee		184	539
Accrued liabilities, trade payables and other liabilities		123,905	492,312
Contract liabilities		375,388	172,250
Due to related parties		(28,476)	(70,464)
		608,524	(1,283,827)
Net cash used in operating activities		(71,489)	(1,497,965)
CASH FLOWS FROM INVESTING ACTIVITIES			
Additions to investment properties		(1,654,828)	(1,641,598)
Advance against asset held for sale		158,000	-
Addition to property and equipment		(113,374)	-
Investments in mutual funds		383,178	(342,273)
Investments in GOP ijarah sukuks		512,687	(669,793)
Dividend received		21,502	37,849
Net cash used in investing activities		(692,835)	(2,615,815)
CASH FLOWS FROM FINANCING ACTIVITIES			
Proceeds from issuance of units		-	2,775,000
Loan received from related party		207,000	-
Repayment of loan		(520,182)	-
Net cash (used in) / generated from financing activities		(313,182)	2,775,000
Net decrease in cash and cash equivalents		(1,077,506)	(1,338,780)
Cash and cash equivalents at the beginning of the year		1,111,884	2,450,664
Cash and cash equivalents at the end of the year	26	34,378	1,111,884

The annexed notes 1 to 32 form an integral part of these consolidated financial statements.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

1 THE GROUP AND ITS OPERATIONS

TPL REIT FUND - I (the Fund) was established under a Trust Deed, dated 10 December 2021, executed between the TPL REIT Management Company Limited as the Management Company and Digital Custodian Company Limited (formerly MCB Financial Services Limited) as the Trustee and is governed under the Real Estate Investment Trust Regulations, 2022 (REIT Regulations, 2022), promulgated and amended from time to time by the Securities and Exchange Commission of Pakistan (SECP).

The Trust Deed of the Fund in the Group was registered on 10 December 2021 whereas the Fund was authorised by the SECP as a unit trust scheme on 23 December 2021.

The Fund in the Group was listed on the Pakistan Stock Exchange Limited (PSX) on 20 May 2024, with the approval of the SECP under the REIT Regulations, 2022.

The Management Company of the Fund in the Group has been registered as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and has obtained the requisite license from the SECP to undertake REIT Management Services. The registered office of the Management Company is situated at 20th Floor, Sky tower, East Wing, Dolmen City HC-3, Block 4, Abdul Sattar Edhi Avenue, Clifton, Karachi, Sindh.

The Fund in the Group is a perpetual close-end, shariah-compliant, hybrid scheme. All of the activities undertaken by the Fund including but not limited to deposits and placements with banks are all in accordance with the principles of Shariah.

The principal activity of the Fund in the Group is investing in real estate projects through Special Purpose Vehicles (SPVs) in accordance with the constitutive documents and applicable laws to generate income / returns for investors through rental income, capital appreciation and through sale of development property.

As of 23rd December 2024 PACRA Credit Rating Company has assigned a rating of RFR 3+ (Stable Outlook) to the Fund in the Group.

As of 23rd December 2024 PACRA Credit Rating Company has assigned a rating of RM 3+ (Stable Outlook) to the TPL REIT Management Company Limited.

Title to the assets of the Fund in the Group are held in the name of the Digital Custodian Company Limited as the Trustee of the Fund in the Group.

The Group consists of TPL REIT Fund - I (the Fund) and its subsidiary Companies that have been consolidated in these consolidated financial statements.

Address:

The Group's and the Management Company's registered office is situated at 20th Floor, Sky Tower, East Wing, Dolmen City HC-3, Block 4, Abdul Sattar Edhi Avenue, Clifton, Karachi, Sindh

1.1 Composition of the Group

As at the reporting date, the unitholding the Fund has in its subsidiary Companies are as follows:

Subsidiary	Ownership Interest			
	30 June 2025		30 June 2024	
	The Group	NCI	The Group	NCI
National Management and Consultancy Services (Private) Limited	100%	-	100.00%	-
HKC (Private) Limited	94.92%	5.08%	94.92%	5.08%
TPL Technology Zone Phase-I (Private) Limited	100%	-	100.00%	-

National Management And Consultancy Services (Private) Limited

National Management and Consultancy Services (Private) Limited (the Company) was incorporated in Pakistan as a private limited company on 20 September, 1989 under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

of the Company is to purchase, acquire, take on lease or in any other lawful manner any area, house, land, building, structures and to turn the same into account, develop the same and dispose of or maintain the same and to build townships, markets, other buildings residential and commercial or conveniences thereon and by advancing money to and entering into contracts and arrangements of all kind with builders, tenants and others. The registered office of the Company is situated at 20th Floor, Sky Tower, East Wing, Dolmen City HC-3, Block 4, Abdul Sattar Edhi Avenue, Clifton, Karachi, Sindh. The Company is classified as a Special Purpose Vehicle (SPV) as per the Real Estate Investment Trust Regulations, 2022, and in turn is a subsidiary of TPL REIT Fund - I which owns 100% shareholding of the Company as of reporting date.

HKC (Private) Limited

HKC (Private) Limited (the Company) was incorporated in Pakistan on 13 September 2005 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The Company is principally engaged in the acquisition and development of real estates and renovation of buildings and letting out. During the year 2020, the Company changed its status from Public Unlisted Company to Private Limited Company. The registered office of the Company is situated at 20th Floor, Sky Tower, East Wing, Dolmen City HC-3, Block 4, Abdul Sattar Edhi Avenue, Clifton, Karachi, Sindh. The Company is classified as a Special Purpose Vehicle (SPV) as per the Real Estate Investment Trust Regulations, 2022, and in turn is a subsidiary of TPL REIT Fund - I which owns 94.92% shareholding of the Company as of reporting date.

TPL Technology Zone Phase - 1 (Private) Limited

TPL Technology Zone Phase - 1 (Private) Limited (formerly G-18 (Private) Limited) was incorporated in Pakistan as a private limited company on 12 April, 2018 under the Companies Act, 2017. The principal activity of the Company is to purchase, acquire, take on lease or in any other lawful manner any area, house, land, building, structures and to turn the same into account, develop the same and dispose of or maintain the same and to build townships, markets or other buildings residential and commercial or conveniences thereon and by advancing money to and entering into contracts and arrangements of all kind with builders, tenants and others. The Company is classified as a Special Purpose Vehicle (SPV) as per the Real Estate Investment Trust Regulations, 2022 and in turn is a subsidiary of TPL REIT Fund I which owns 100% shareholding of the Company as of reporting date.

During the year, TPL REIT Management Company has obtained approval from the majority anchor investors for the disposal of the sole land recorded in the books of the TPL Technology Zone Phase - 1 (Private) Limited (TTZ). In accordance with the approval, TTZ entered into a sale agreement with the buyer for the disposal of land and the same is expected to be disposed of by the end of December 2025. Following the disposal of the land, the TTZ will be wound up as approved by the majority anchor investors. Accordingly, the standalone financial statements of TTZ have not been prepared on going concern basis.

2 BASIS OF PREPARATION

2.1 Statement of compliance

These consolidated financial statements of the Fund for the year ended 30 June 2025 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 (IFRSs) issued by International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017 and Part VIIIA of the repealed Companies Ordinance, 1984; and
- The Real Estate Investment Trust Regulations, 2022 (the REIT Regulations, 2022) and requirements of the Trust Deed.

Where the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the REIT Regulations, 2022 and requirements of the Trust Deed differ with the requirements of IFRS, the provisions of and directives issued under the Companies Act, 2017, Part VIIIA of the repealed Companies Ordinance, 1984, the REIT Regulations, 2022 and requirements of the Trust Deed have been followed.

2.2 Basis of measurement

These consolidated financial statements have been prepared under the basis of 'historical cost convention', except for investments which are measured at fair value.

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

2.3 Functional and presentation currency

The consolidated financial statements are presented in Pakistan Rupees which is the Fund's functional and presentation currency. All figures are rounded-off to nearest thousand rupees, unless otherwise stated.

2.4 Use of judgements and estimates

The preparation of the consolidated financial statements in conformity with accounting and reporting standards as applicable in Pakistan, requires management to make estimates, assumptions and use judgments that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. The estimates and associated assumptions and judgments are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which forms the basis of making the judgements about the carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions and judgements are reviewed on an ongoing basis. Revisions to accounting estimates are recognised prospectively in the period in which the estimates are 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. Judgements, estimates and assumptions made by the management that may have a risk of material adjustments to the consolidated financial statements in the subsequent years are as follows:

	Note
i) Development property - net realisable value	3.8
ii) Valuation of investment property	3.7
iii) Valuation of investments at fair value through profit or loss	3.2

Information about judgments made in applying accounting policies that have an effect on the amounts recognised in the consolidated financial statements are discussed in the relevant policy notes.

2.5 Changes in accounting standards, interpretations and amendments to published approved accounting and reporting standards

2.5.1 New standards, amendments and interpretations to published approved accounting and reporting standards which are effective for the accounting periods beginning on or after 01 July 2024 are as follows:

There are new and amended standards, interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after 01 July 2024 but are considered not to be relevant or do not have any significant effect on the Group's operations and are therefore not detailed in these consolidated financial statements.

There are certain interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after 01 July 2024 but are considered not to be relevant or do not have any significant effect on the Group's operations and therefore not detailed in these consolidated financial statements.

2.6 Standards, interpretations and amendments to accounting and reporting standards, that are not yet effective

The following International Financial Reporting Standards (IFRS Standards) as notified under the Companies Act, 2017 and the amendments and interpretations thereto will be effective for accounting periods beginning on or after 01 July 2025:

- Sale or Contribution of Assets between an Investor and its Associate or Joint Venture (Amendments to IFRS 10 and IAS 28) amend accounting treatment on loss of control of business or assets. The amendments also introduce new accounting for less frequent transaction that involves neither cost nor full step-up of certain retained interests in assets that are not businesses. The effective date for these changes has been deferred indefinitely until the completion of a broader review. Early adoption continues to be permitted.
- Lack of Exchangeability (amendments to IAS 21) clarify:
 - when a currency is exchangeable into another currency; and
 - how a Fund estimates a spot rate when a currency lacks exchangeability.

Further, Group will need to provide new disclosures to help users assess the impact of using an estimated exchange rate on the financial statements. These disclosures might include:

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- the nature and financial impacts of the currency not being exchangeable;
- the spot exchange rate used;
- the estimation process; and
- risks to the Group because the currency is not exchangeable.

The amendments apply for annual reporting periods beginning on or after 01 January 2025. Earlier application is permitted.

- Amendments to the classification and Measurement of Financial Instruments – Amendments to IFRS 9 Financial Instruments and IFRS 7 Financial Instruments: Disclosures:

Financial Assets with ESG-linked features:

Under IFRS 9, it was unclear whether the contractual cash flows of some financial assets with ESG-linked features represented SPPI. This could have resulted in financial assets with ESG-linked features being measured at fair value through profit or loss.

Although the new amendments are more permissive, they apply to all contingent features, not just ESG-linked features. While the amendments may allow certain financial assets with contingent features to meet the SPPI criterion, Fund's may need to perform additional work to prove this. Judgement will be required in determining whether the new test is met.

The amendments introduce an additional SPPI test for financial assets with contingent features that are not related directly to a change in basic lending risks or costs – e.g., where the cash flows change depending on whether the borrower meets an ESG target specified in the loan contract.

The amendments also include additional disclosures for all financial assets and financial liabilities that have certain contingent features that are:

- not related directly to a change in basic lending risks or costs; and
- are not measured at fair value through profit or loss.

The amendments apply for reporting periods beginning on or after 01 January 2026. Fund can choose to early-adopt these amendments (including the associated disclosure requirements), separately from the amendments for the recognition and derecognition of financial assets and financial liabilities.

- Recognition / Derecognition requirements of Financial Assets / liabilities by Electronic Payments:

The amendments to IFRS 9 clarify when a financial asset or a financial liability is recognised and derecognised and provide an exception for certain financial liabilities settled using an electronic payment system. Group generally derecognise their trade payables on the settlement date (i.e., when the payment is completed). However, the amendments provide an exception for the derecognition of financial liabilities. The exception allows the Group to derecognise its trade payable before the settlement date, when it uses an electronic payment system that meets all of the following criteria:

- no practical ability to withdraw, stop or cancel the payment instruction;
- no practical ability to access the cash to be used for settlement as a result of the payment instruction; and
- the settlement risk associated with the electronic payment system is insignificant.

The amendments apply for reporting periods beginning on or after 01 January 2026. Earlier application is permitted.

3 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies are consistently applied in the preparation of these consolidated financial statements and are the same as those applied in earlier periods presented. The material accounting policies applied in the preparation of these consolidated financial statements are set out below;

3.1 Basis of Consolidation

3.1.1 Subsidiaries

Subsidiaries are the Companies controlled by the Group. The Group controls the Companies when it is exposed to, or has rights to, variable returns from its involvement with the Companies and has the ability to affect those returns through its power to direct the activities of the Companies. The financial statements of subsidiaries are included in these consolidated financial statements from the date on which control is transferred to the Group until the date when control is lost. The financial statements of the subsidiaries have been consolidated on a line-by-line basis and all intra-group balances and transactions have been eliminated.

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3.1.2 Non-controlling interest (NCI)

NCI are measured at their proportionate share of the acquiree's identifiable net assets at the date of acquisition. Changes in the Group's interest in a subsidiary that do not result in a loss of control are accounted for as transactions with equity owners of the Group.

3.1.3 Loss of control

When the Group loses control over a subsidiary, it derecognises the assets and liabilities of the subsidiary, and any related NCI and other components of equity. Any resulting gain or loss is recognised in the consolidated statement of profit or loss. Any interest retained in the former subsidiary is measured at fair value when control is lost.

3.1.4 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 associates 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.

3.2 Financial instruments

3.2.1 Financial instrument is any contract that gives rise to a financial asset of one Company and a financial liability or equity of another Company.

3.2.2 Recognition and initial measurement

All financial assets and financial liabilities are initially recognised when the Group becomes a party to the contractual provisions of the instrument. A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue.

3.2.3 Classification and subsequent measurement

Financial asset

- On initial recognition, a financial asset is classified as: amortised cost, fair value through other comprehensive income (OCI) - debt investment, fair value through OCI - equity investment, or fair value through profit or loss.
- Financial assets are not reclassified subsequent to their initial recognition unless the Fund changes its business model for managing financial assets in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

A financial asset is measured at amortised cost if it meets both of the following conditions and is not designated at FVTPL:

- (i) it is held within a business model whose objective is to hold assets to collect contractual cash flows; and
- (ii) its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

All other financial assets of the Group are measured at FVTPL.

Financial assets - Business model assessment

The Group makes an assessment of the objective of the business model in which a financial asset is held at a portfolio level because this best reflects the way the business is managed and information is provided to management. The information considered includes:

- the stated policies and objectives for the portfolio and the operation of those policies in practice. These include whether the management's strategy focuses on earning contractual mark-up income, maintaining a particular mark-up rate profile, matching the duration of the financial assets to the duration of any related liabilities or expected cash outflows or realising cash flows through the sale of the assets;
- how the performance of the portfolio is evaluated and reported to the Fund's management;

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- the risks that affect the performance of the business model (and the financial assets held within that business model) and how those risks are managed;
- how managers of the business are compensated - e.g. whether compensation is based on the fair value of the assets managed or the contractual cash flows collected; and
- the frequency, volume and timing of sales of financial assets in prior periods, the reasons for such sales and expectations about future sales activity.

Transfers of financial assets to third parties in transactions that do not qualify for derecognition are not considered sales for this purpose, consistent with the Fund's continuing recognition of the assets.

Financial assets that are held for trading or are managed and whose performance is evaluated on a fair value basis are measured at FVTPL.

Financial assets - assessment whether contractual cash flows are solely payments of principal and interest

For the purpose of this assessment, 'principal' is defined as the fair value of the financial asset on initial recognition. 'Interest' is defined as consideration for the time value of money and for the credit risk associated with the principal amount outstanding during a particular period of time and for other basic lending risks and costs (e.g. liquidity risk and administrative costs), as well as a profit margin.

In assessing whether the contractual cash flows are solely payments of principal and interest, the Fund considers the contractual terms of the instrument. This includes assessing whether the financial asset contains a contractual term that could change the timing or amount of contractual cash flows such that it would not meet this condition. In making this assessment the Fund considers:

- contingent events that would change the amount or timing of cash flows;
- terms that may adjust the contractual coupon rate, including variable-rate features;
- prepayment and extension features; and
- terms that limit the Group's claim to cash flows from specified assets (e.g. non-recourse features).

A prepayment feature is consistent with the solely payments of principal and interest criterion if the prepayment amount substantially represents unpaid amounts of principal and interest on the principal amount outstanding, which may include reasonable additional compensation for early termination of the contract. Additionally, for a financial asset acquired at a discount or premium to its contractual par amount, a feature that permits or requires prepayment at an amount that substantially represents the contractual par amount plus accrued (but unpaid) contractual interest (which may also include reasonable compensation for early termination) is treated as consistent with this criterion if the fair value of the prepayment feature is insignificant at initial recognition.

Subsequent measurement and gains and losses

Financial assets at FVTPL	These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognised in statement of profit or loss.
Financial assets at amortised cost	These assets are subsequently measured at amortised cost using the effective interest method. The amortised cost is reduced by impairment losses. Interest income, foreign exchange gains and losses and impairment are recognised in statement of profit or loss. Any gain or loss on derecognition is recognised in statement of profit or loss.

Financial liabilities

Financial liabilities are classified at amortised cost or FVTPL. A financial liability is classified as FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognised in the consolidated profit or loss. Other financial liabilities are subsequently measured at amortised cost using the effective interest rate (EIR) method. Interest expense and foreign exchange gains and losses are recognised in the consolidated statement of profit or loss. Any gain or loss on derecognition is also recognised in the consolidated statement of profit or loss.

3.2.4 Derecognition

Financial assets

The Group derecognises a financial asset when the contractual rights to the cash flows from the financial asset expires, or it transfers the rights to receive the contractual cash flows in a transaction in which either substantially all of the risks and rewards of ownership

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of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group enters into transactions whereby it transfers assets recognised in its consolidated statement of assets and liabilities, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognised.

Financial liabilities

The Group derecognises a financial liability when its contractual obligations are discharged, cancelled or expired. The Group also derecognises a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognised at fair value.

On derecognition of a financial liability, the difference between the carrying amount extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognised in consolidated statement of profit or loss.

3.3 Offsetting

Financial assets and financial liabilities are offset and the net amount is reported in the consolidated statement of assets and liabilities if there is a currently enforceable legal right to offset the recognised amounts and there is an intention to settle on a net basis, to realise the assets and settle the liabilities simultaneously.

3.4 Cash and cash equivalents

For the purpose of the consolidated statement of cash flows, cash and cash equivalents consist of bank balances.

3.5 Assets held-for-sale

Disposal group comprising assets and liabilities are classified as held for sale if it is highly probable that their value will be recovered primarily through a sale transaction rather than through continuing use.

Such disposal group is measured at the lower of their carrying amount and fair value less costs to sell. Any impairment loss on a disposal group is allocated to the remaining assets and liabilities on a pro rata basis, except that no loss is allocated to financial assets or investment properties, which continue to be measured in accordance with the Group's other accounting policies.

3.6 Discontinued operations

A discontinued operation is a component of the Group's business, the operations and cash flows of which can be clearly distinguished from the rest of the Group. It either represents a separate major line of business or geographic area of operations, or forms part of a single co-ordinated plan to dispose of such a line of business or area of operations.

Classification as a discontinued operation occurs at the earlier of disposal or when the operation meets the criteria to be classified as held for sale. Once classified as discontinued, the comparative consolidated statement of profit or loss is represented as if the operation had been discontinued from the beginning of the comparative year.

3.7 Investment property

Investment property is measured initially at cost including transaction costs. Transaction costs include transfer taxes, professional fees for legal services and initial leasing commissions to bring the property to the condition necessary for it to be capable of operating. The carrying amount also includes the cost of replacing part of an existing investment property at the time when cost is incurred, if the recognition criteria is met.

The Group evaluates the fair value of its investment property every six months using an independent qualified valuer fulfilling the minimum criteria stated by the REIT Regulations, 2022. The valuer under REIT Regulations, 2022 is required to carry out the valuation and explicitly state the reasoning for the approach adopted that is most appropriate for the Group.

Subsequent to initial recognition, the change in the carrying amount of investment property under construction in any given period will include additions recognised at cost as well as changes in the property's fair value. Gains or losses arising from changes in the fair values are included in the consolidated statement of profit or loss in the year in which they arise.

Investment property is derecognised when it has been disposed of or permanently withdrawn from use and no future economic benefit is expected from its disposal. Any gain or loss on the derecognition of investment property are recognised in the consolidated

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statement of profit or loss in the year of retirement or disposal. Gain or loss on the disposal of investment property are determined as the difference between net disposal proceeds and the carrying value of the asset.

Where investment property is reclassified to development property, the property is measured at fair value at the date of reclassification. Such fair value is considered as the deemed cost, with subsequent measurement in accordance with IAS 2 at the lower of cost or net realizable value.

Maintenance and normal repairs are charged to the consolidated statement of profit or loss, as and when incurred. Major renewals and improvements, if any, are capitalised, if recognition criteria is met.

3.8 Development property

Property acquired, constructed or in the course of construction for sale in the ordinary course of business, rather than to be held for rental or capital appreciation, is classified as development properties. The Group will sell the completed housing units and not provide any construction services as a contractor engaged by the buyer. In addition, the buyer of housing units does not have an ability to specify the major structural elements of the design or major structural changes before construction and / or construction is in progress. All project costs incurred or to be incurred till the completion of project are capitalised as development properties and is stated in lower of cost or net realisable value. NRV is defined as the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale. Accordingly, the cost of development properties under construction includes:

- a) cost of leasehold land;
- b) amounts paid to contractors for construction;
- c) planning and design costs, cost of site preparation, professional fee for legal services, property transfer taxes, development charges, construction overheads and other related costs necessary to bring the premises in saleable condition; and
- d) contractors for developing inner perimeter, including but not limited to road development, amenities and utilities and other infrastructure.

Interest on borrowings specifically taken out for financing the construction of property under construction is capitalized as part of the cost of the property in accordance with IAS 23 Borrowing Costs. The amount capitalized should be the actual interest expense incurred or an appropriate portion thereof, based on the Company's financing arrangements.

Upon completion of construction, development property under construction will be transferred to completed inventory and reclassified as such. The transfer will be made at the carrying amount of the property as of the date of completion.

Investment property under construction is carried at the lower of cost and net realizable value (NRV). NRV is defined as the estimated selling price in the ordinary course of business less the estimated costs of completion and the estimated costs necessary to make the sale.

The carrying amount of investment property under construction is reviewed at each reporting date for indications of impairment. If the carrying amount exceeds the NRV, an impairment loss is recognized in the consolidated statement of profit or loss.

3.9 Property and equipment

Operating fixed assets are stated at cost less accumulated depreciation and accumulated impairment losses, if any.

Depreciation is charged to the consolidated statement of profit or loss using the straight line method at the rates specified in note 4 to the financial statements. Depreciation on additions are charged from the day the asset is available for use until the date of its disposal.

Maintenance and normal repairs are charged to the consolidated statement of profit or loss as incurred. Major renewals and improvements are capitalised, and any assets replaced are derecognised.

An item of operating fixed assets is derecognised upon disposal or when no future economic benefits are expected from its continued use. Any gain or loss on disposal or retirement of the asset, representing the difference between the sale proceeds and its carrying amount, is charged to the consolidated statement of profit or loss.

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3.10 Provisions

Provisions are recognised when the Group has a present, legal or constructive obligation as a result of past events, it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate of the amount of obligation can be made. Provisions are regularly reviewed and adjusted to reflect the current best estimate.

3.11 Taxation

The Group is exempt from income tax as per clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders in cash.

The Group is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

3.12 Net assets value per unit

The net assets value (NAV) per unit as disclosed on the consolidated statement of assets and liabilities is calculated by dividing the net assets of the Group by the number of units outstanding at the year end.

3.13 Income

- Unrealized capital gains / (losses) arising on revaluation of investment property are included in the 'consolidated statement of profit or loss' in the year in which they arise.
- Unrealized capital gains / (losses) arising on revaluation of investment classified as financial assets 'at fair value through profit or loss' are included in the 'consolidated statement of profit or loss' in the year in which they arise.
- Dividends are recognised as dividend income in the consolidated statement of profit or loss when the right of payment has been established.
- Profit on bank balance is recognized on a time proportion basis using the effective interest rate method.
- Realized capital gains / (losses) arising on sales of investment are included in the 'consolidated statement of profit or loss' on the date on which the transaction takes place.

3.14 Fair value measurement

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 in the principal or, in its absence, the most advantageous market to which the Group has access at that date. The fair value of a liability reflects its non-performance risk.

When available, the Group measures the fair value of an instrument using the quoted price in an active market for that instrument. A market is regarded as 'active' if transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

If there is no quoted price in an active market, then the Group uses valuation techniques that maximise the use of relevant observable inputs and minimise the use of unobservable inputs. The chosen valuation technique incorporates all of the factors that market participants would take into account in pricing a transaction.

The best evidence of the fair value of a financial instrument on initial recognition is normally the transaction price - i.e. the fair value of the consideration given or received. If the Group determines that the fair value on initial recognition differs from the transaction price and the fair value is evidenced neither by a quoted price in an active market for an identical asset or liability nor based on valuation technique for which any unobservable input are judged to be insignificant in relation to the measurement, then the financial instrument is initially measured at fair value, adjusted to defer the difference between the fair value on initial recognition and the transaction price. Subsequently, that difference is recognised in the consolidated statement of profit or loss on an appropriate basis over the life of the instrument but not later than when the valuation is wholly supported by observable market data or the transaction is closed out.

3.15 Borrowing cost

Finance costs comprise mark-up / interest expense on borrowings. Borrowing costs that are not directly attributable to the acquisition, construction or production of a qualifying asset are recognised in the consolidated statement of profit or loss qualifying assets are

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capitalised up to the date the respective assets are available for the intended use. All other mark-up, interest and other related charges are taken to the consolidated statement of profit or loss.

3.16 Loans and borrowings

After initial recognition, interest-bearing loans and borrowings are subsequently measured at amortised cost using the Effective Interest Rate (EIR) method. Gains and losses are recognised in consolidated statement of profit or loss when the liabilities are derecognised as well as through the EIR amortisation process. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included as finance costs in the consolidated statement of profit or loss.

4 PROPERTY AND EQUIPMENT

	30 June 2025								
	Cost			Accumulated depreciation			Written down value (WDV)		
	As at 01 July 2024	Additions during the year	Disposals during the year	As at 30 June 2025	As at 01 July 2024	Charge for the year	As at 30 June 2025	As at 30 June 2025	Depreciation Rate
----- (Rupees in '000) -----									%
<u>Owned assets</u>									
Equipments	-	4,402	-	4,402	-	1,033	1,033	3,369	33%
Furniture	-	17,380	-	17,380	-	2,157	2,157	15,223	20%
Vehicles	-	6,349	-	6,349	-	585	585	5,764	20%
<u>Capital work in progress</u>									
Sales & Site Office	-	85,243	-	85,243	-	-	-	85,243	
	-	113,374	-	113,374	-	3,775	3,775	109,599	

5 PRELIMINARY EXPENSES AND FLOATATION COSTS

	2025	2024
	(Rupees in '000)	
Balance at the beginning of the year		
Amortization during the year	5.1	
Balance at the end of the year	10,489	15,611

- 5.1 The Fund in the Group has recorded all expenses incurred in connection with the incorporation, registration, establishment and authorisation of the Fund in the Group as preliminary expenses and floatation costs which are to be amortised by the Fund in the Group over a period of five years effective from 24 June 2022, i.e., after the financial close of the Fund in the Group in accordance with the Real Estate Investment Trust Regulations, 2022 (the REIT Regulations, 2022).

6 INVESTMENT PROPERTIES

	2025	2024
	(Rupees in '000)	
Mangrove	6.1	-
Technology park	6.2	-
	---	28,409,435
Movement during the year		
Carrying amount at the beginning of the year		28,409,435
Development expenditures		1,654,828
Unrealised gain on revaluation of investment property - NMC		1,290,749
Unrealised gain on revaluation of investment property - TTZ		44,601
Transfer to asset held for sale - Technology Park		(2,250,450)
Investment property transfer to development property - Mangrove		(29,149,164)
Carrying amount at the end of the year		-
		28,409,435

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6.1 This represents leasehold land parcel of 40 acres commercial property situated at Korangi Creek, Karachi which is under development. This land is carried at fair value basis and no depreciation is charged on it.

Total development costs capitalised as at 30 June 2025 is Rs. 4,074.65 million (30 June 2024: Rs. 2,121.65 million).

As of the date of reclassification, MYK Associates, the independent valuer of the Company determined the fair value of the property at Rs. 29,149.16 million (30 June 2024: Rs. 25,904.2 million). The valuation was carried out using a residual value approach.

The forced sale value of the investment property is assessed to be Rs. 23,413.8 million (30 June 2024: Rs. 21,831.20 million).

6.2 This represents leasehold land located in an Open Industrial Plot No. 25-B, measuring 10,002 square yards, situated at Sector 30, Korangi Industrial Area, Karachi. This land is carried at fair value basis and no depreciation is charged on it.

Total development costs capitalised as at the date of reclassification is Rs. 304.435 million (30 June 2024: Rs. 603.78 million).

As of the date of reclassification, MYK Associates Private Limited, the independent valuer of the Company determined the fair value of the property at Rs. 2,250.45 million. The valuation was carried out on the basis of present market values for similar property in the vicinity of land and replacement values of similar type of land based on present cost.

6.3 Valuation Techniques

Investment Property	Valuation Technique	Significant unobservable Input	Sensitivity to changes in significant unobservable inputs
Mangrove (Note 6.3.1)	Residual Value Approach	<ul style="list-style-type: none"> - Estimated cost of construction - Other contingencies - Developer profit margin 	<ul style="list-style-type: none"> - An increase in construction costs or contingencies would decrease the residual land value, and vice versa. - A higher developer profit margin assumption would reduce the land's residual value, whereas a lower margin would increase it.
Technology Park (Note 6.3.2)	Market Approach	Fair value of comparable properties	The estimated fair value of land would increase/(decrease) if there is any change in the fair value of comparable properties.

6.3.1 The valuation has been conducted in accordance with International Valuation Standards, employing the residual value approach which is a hybrid of the market approach, the income approach and the cost approach which all comes under IFRS 13. This is based on the completed "gross development value" and the deduction of development costs, any additional contingencies associated with the development and the developer's return to arrive at the residual value of the development property.

Residual value approach is applicable to determine the fair value of the development property as it indicates the residual amount after deducting all known or anticipated costs required to complete the development from the anticipated value of the project when completed after consideration of the risks associated with completion of the project.

6.3.2 The valuers has performed inquiries and verifications from various estate agents, brokers and dealers, the location and condition of the property, size, utilisation and current trends in price of real estate including assumptions that ready buyers are available in the current scenario and analyzed through detailed market surveys, the properties that have recently sold or purchased or offered / quoted for sale into given vicinity to determine better estimates of the fair value of comparable properties. The adjustments are applied on such comparable properties based on reasonable qualitative and quantitative factors to determine the valuation of underlying investment property. The valuation has been conducted in accordance with International Valuation Standards, employing the market approach which comes under IFRS 13.

6.4 Fair value hierarchy

The properties have been valued by external, independent property valuer, having appropriate recognised professional qualification and recent experience in the location and category of the properties being valued.

The fair value measurement for the investment property has been categorised as a Level 3 fair value based on the inputs to the valuation technique used.

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	2025			
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Mangrove	-	-	-	-
Technology Park	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
	<hr/>	<hr/>	<hr/>	<hr/>

	2024			
	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----				
Mangrove	-	-	25,904,241	25,904,241
Technology Park	-	-	2,505,194	2,505,194
	<hr/>	<hr/>	<hr/>	<hr/>
	<hr/>	<hr/>	<hr/>	<hr/>

7 DEVELOPMENT PROPERTIES

	Note	2025	2024
		(Rupees in '000)	
One Hoshang	7.1	4,791,836	4,553,882
Mangrove	7.2	29,149,164	-
		<hr/>	<hr/>
Break up as of 30 June		33,941,000	4,553,882
Land		<hr/>	<hr/>
Design, development and related costs		26,750,249	1,675,740
Borrowing Costs		6,556,857	2,353,548
		633,894	524,594
		<hr/>	<hr/>
		33,941,000	4,553,882
		<hr/>	<hr/>

	Note	Acquisition cost of land	Capitalized costs	Total
		----- (Rupees in '000) -----		
One Hoshang		----- (Rupees in '000) -----		
As at 30 June 2025	7.1	1,675,740	3,116,096	4,791,836
		<hr/>	<hr/>	<hr/>
As at 30 June 2024		1,675,740	2,878,142	4,553,882
		<hr/>	<hr/>	<hr/>

	Note	Transferred Value of Land	Capitalized costs	Total
		----- (Rupees in '000) -----		
The Mangrove		----- (Rupees in '000) -----		
As at 30 June 2025	7.4	25,074,509	4,074,655	29,149,164
		<hr/>	<hr/>	<hr/>
As at 30 June 2024		-	-	-
		<hr/>	<hr/>	<hr/>

7.1 This represents land parcel of 2,539 square yards of commercial property situated at corner of Abdullah Haroon Road and Hoshang Road, Karachi.

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During the year, borrowing cost amounting to Rs. 109.30 million (2024: Rs. 172.46 million) was capitalised on borrowings from financial institutions as this borrowing cost was incurred on loans that were obtained to fund the project development needs of the Company and hence are qualifying assets.

The property is subject to equitable mortgage charge against the financing facility from financial institution as disclosed in note 13.1 of these consolidated financial statements.

- 7.2 As at 30 June 2025, the investment property was transferred to development property because it was no longer held for capital appreciation purposes, and Company decided to commence development with a view to sale. This transfer has been accounted for as a transfer from investment property to development property in accordance with the applicable standard.

8 DISPOSAL GROUP - HELD FOR SALE

TPL Technology Zone Phase-1 (Private) Limited has entered into an agreement for the sale of land owned by it in its current condition. As of 30 June 2025, the Company has received token money from the interested buyer. The Company has carried the assets held for sale at the realisable value i.e. the expected sale value less the expected costs to sell. Accordingly, the asset has been classified as held-for-sale in the statement of financial position. Following the disposal of the land the Company will be wound up as approved by the majority anchor investors.

8.1 Assets and liabilities of disposal group held for sale:

At 30 June 2025, the disposal group was stated at fair value less cost to sell and comprise the following assets and liabilities:

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
Assets held for sale			
Asset held for sale - land		2,254,000	-
Bank balances		523	-
Advance to contractor - secured	11.1	539,000	-
Profit on bank receivable		5	-
Advance tax		279	-
		<u>2,793,807</u>	<u>-</u>
Liabilities directly associated with the assets held for sale			
Accrued liabilities and other payables		28,394	-
Advance against sale of land		158,000	-
		<u>186,394</u>	<u>-</u>

8.2 Profit or loss of disposal group held for sale:

During the year, the disposal group classified as held for sale included the following income and expenses:

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
Profit from discontinued operations			
Administrative expenses		(20,451)	(4,836)
Other income		698	342
Unrealised gain on remeasurement of investment property		44,601	-
Cumulative effect adjustment	8.2.1	3,550	-
Taxation		-	-
		<u>28,398</u>	<u>(4,494)</u>

8.2.1 Cumulative Effect Adjustment

Investment property transferred to held-for-sale	(2,250,450)	-
Realisable value of asset held-for-sale	2,254,000	-
Cumulative effect adjustment	<u>3,550</u>	<u>-</u>

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

9 SHORT-TERM INVESTMENTS

Investment in mutual funds
Investment in GOP ijarah sukuks

	2025	2024
Note	(Rupees in '000)	
9.1	10,827	394,005
9.3	454,964	966,040
	<u><u>465,791</u></u>	<u><u>1,360,045</u></u>

9.1 Investments in mutual funds

2025	2024	Name of Fund
(Units)		
-	5,544,937	AKD Islamic Daily Dividend Fund
-	2,133,139	Meezan Rozana Amdani Fund
<u><u>95,058</u></u>	<u><u>95,058</u></u>	Mahaana Islamic Cash Plan
<u><u>95,058</u></u>	<u><u>7,773,134</u></u>	

2025	2024
(Rupees in '000)	
-	277,247
-	106,657
<u><u>10,827</u></u>	<u><u>10,101</u></u>
<u><u>10,827</u></u>	<u><u>394,005</u></u>

9.2 During the year dividend of Rs. 21.50 million was received from Shariah-compliant mutual funds which were reinvested.

9.3 Investments in GOP ijarah sukuks

As at 30 June 2025		
Carrying amount	Market Value	Deficit on revaluation of investments
----- (Rupees in '000) -----		
<u><u>458,077</u></u>	<u><u>454,964</u></u>	<u><u>(3,113)</u></u>
As at 30 June 2024		
Carrying amount	Market Value	Deficit on revaluation of investments
----- (Rupees in '000) -----		
<u><u>970,584</u></u>	<u><u>966,040</u></u>	<u><u>(4,544)</u></u>

9.4 This represents the investment in Government of Pakistan (GOP) ijarah sukuks carrying the profit rates of 10.9% to 11.95% (30 June 2024: 19.44% to 23.66%).

10 CONTRACT ASSETS

Commissions paid

	2025	2024
Note	(Rupees in '000)	
10.1	<u><u>32,992</u></u>	<u><u>7,209</u></u>

10.1 This represents commission paid to brokers in connection with the sale of apartments, which will be expensed when the related revenue is recognised.

11 ADVANCES, PREPAYMENTS AND OTHER RECEIVABLES

Advance to contractors

- unsecured
- secured

Prepayments

Bank profit receivable

GOP ijarah sukuks profit receivable

Advance tax

	2025	2024
Note	(Rupees in '000)	
11.1	300,000	300,000
	-	539,000
	<u><u>15,901</u></u>	<u><u>11,873</u></u>
	164	9,892
	8,398	33,803
11.2	<u><u>60,519</u></u>	<u><u>103,924</u></u>
	<u><u>384,982</u></u>	<u><u>998,492</u></u>

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

11.1 This represents mobilisation advance extended to contractor and its partially secured by coverage of guarantee issued in favor of the subsidiary company in the Group.

11.2 The income of the Group is exempt from tax under clause 99 of Part I of the Second Schedule to the Income Tax Ordinance, 2001 (ITO 2001). Further, the Group is exempt under clause 47(B) of Part IV of Second Schedule to the ITO 2001 from withholding of tax under section 150, 151 and 233 of ITO 2001. The Federal Board of Revenue through a circular "C.No.1 (43) DG (WHT)/ 2008-Vol.II- 66417-R" dated 12 May, 2022 made it mandatory to obtain exemption certificates under section 159 (1) of the ITO 2001 from Commissioner Inland Revenue (CIR). Prior to receiving tax exemption certificate(s) from CIR various withholding agents have deducted advance tax under section 150, and 151 of ITO 2001.

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
12 BANK BALANCES			
Balances with banks in:			
Current account - local currency		974	71
Savings accounts - local currency	12.1	32,881	1,111,813
		<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>
		33,855	1,111,884
		<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>

12.1 These carry profit / mark-up rates ranging from 10.25% to 19.75% (2024: 11.00% to 20.75%) per annum.

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
13 LONG-TERM FINANCING			
Bank Alfalah Limited - secured	13.1	301,654	821,836
Current maturity of long term financing		(301,654)	(821,836)
		<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>
		-	-
		<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>

13.1 HKC (the subsidiary) has availed the facility of Rs. 775 million from a commercial bank through an agreement dated 08 June 2022 of which is utilised in full. The purpose of availing the facility is to finance the subsidiary company's residential / commercial building project. The amount received is repayable in 3 equal semi-annual installments over a period of 3 years after completion of grace period of 18 months inclusive, at the rate of 3 months KIBOR plus 225 basis points.

The facility has been secured against an equitable mortgage charge on property located at Plot No. 22/7, Street CL-9, Civil Lines Quarter, Karachi having a total area of 2,539 square yards.

This amount includes accrued markup amounting to Rs. 43.3 million (30 June 2024: Rs. 46.8 million).

HKC has repaid Rs. 520.18 million during the year.

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
14 PAYABLE TO THE REIT MANAGEMENT COMPANY			
Payable by TPL REIT Fund - I:			
Non-current portion:			
Preliminary expenses, floatation costs and other payables	14.1	5,344	10,688
		<hr/>	<hr/>
Current portion:			
Preliminary expenses, floatation costs and other payables	14.1	6,876	16,032
Management fee payable	14.2	370,651	139,758
Performance fee payable	14.3	1,989,658	1,875,763
National Management and Consultancy Services (Private) Limited		-	1,252
TPL Technology Zone Phase-1 (Private) Limited		-	11,727
HKC (Private) Limited		11,199	1,474
		<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>
		2,378,384	2,046,006
		<hr/> <hr/> <hr/>	<hr/> <hr/> <hr/>

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

14.1 This represents amount incurred by the TPL REIT Management Company Limited relating to the formation of the Fund in the Group. As per REIT Regulations, this amount is to be reimbursed to the REIT Management Company in equal annual installments of 5.3 million over a period of five years.

14.2 Under the provisions of the REIT Regulations, 2022, a REIT Management Company is entitled to a management fee which shall be stated in the Information Memorandum. As per the Information Memorandum of the Fund, the REIT Management Company is entitled to an annual management fee calculated at 1.5% per annum on the net assets of the Fund. The management fee is also subjected to Sindh sales tax at the rate of 15%. The fee is paid quarterly in arrears.

14.3 Performance fee payable

	2025	2024
Note	(Rupees in '000)	
Performance fee payable at the end of the accelerator period	1,949,511	1,855,837
Performance fee - current portion	40,147	19,926
	1,989,658	1,875,763

14.3.1 Under the provisions of the REIT Regulations, 2022, a REIT Management Company is entitled to a performance fee which shall be stated in the Information Memorandum. As per the Information Memorandum of the Fund in the Group, the TPL REIT Management Company Limited is entitled to performance as follows:

- a) 15% charged on the year-on-year increase in the NAV of the Fund in the Group over a High Watermark, calculated at the end of each accounting period; and
- b) 15% of the profit on sale of real estate assets and/or sale/winding up of SPVs in the Group.

The Fund in the Group will pay 30% of the Performance Fee due to the Management Company in arrears after the close of each accounting period and accrue the remaining 70% to be paid at the end of the Accelerator Period.

"Accelerator Period" means the period starting at financial close and ending on the first dividend distribution to the unit holders by the Fund in the Group or listing of the Fund in the Group, whichever is later.

The performance fee is also subjected to Sindh sales tax at the rate of 15%.

14.3.2 The Fund in the Group has classified the total amount of performance fee payable as current as it does not have a contractual and legally enforceable right to defer payment once the payment conditions have been met.

15 PAYABLE TO THE TRUSTEE

	2025	2024
Note	(Rupees in '000)	
Trustee fee payable	3,884	3,728
Share registrar fee payable	112	84
	3,996	3,812

15.1 Under the provisions of the REIT Regulations, 2022, the Trustee is entitled to a trustee fee which shall be stated in the Information Memorandum. As per the Information Memorandum of the Fund in the Group, the Trustee is entitled to an annual fee calculated at 0.04% per annum on the net assets of the Fund in the Group. The Trustee fee is also subjected to Sindh sales tax at the rate of 15%. The fee is paid quarterly in arrears.

16 PAYABLE TO THE SECP

	2025	2024
Note	(Rupees in '000)	
Annual fee payable	25,000	25,000

16.1 Under the provisions of the REIT Regulations, 2022, the Fund in the Group is required to pay annual monitoring fee to SECP equal to 0.15% of the average fund size per annum. The annual monitoring fee is capped at Rs. 25 million per annum except in the first year. The fee shall be paid in arrears within four months of close of accounting year.

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

17 ACCRUED LIABILITIES, TRADE PAYABLES AND OTHER LIABILITIES

	2025	2024
	(Rupees in '000)	
Accrued liabilities	505,509	411,199
Auditor's remuneration	17,861	22,582
Withholding taxes	<u>116,388</u>	<u>110,466</u>
	<u><u>639,758</u></u>	<u><u>544,247</u></u>

18 CONTRACT LIABILITIES

Advance from customers

547,638	172,250
---------	---------

The contract liabilities primarily relate to the advance consideration received from customer in respect of installment for purchase of apartments, for which the revenue will be recognised at point in time when the title is transferred to the customers.

19 DUE TO RELATED PARTIES

	2025	2024
	(Rupees in '000)	
Note		
TPL Properties Limited	19.1	16,132
TPL Development (Private) Limited	19.2	18,544
Loan from Director	19.3	-
	<u>207,000</u>	<u>-</u>
	<u><u>213,200</u></u>	<u><u>34,676</u></u>

19.1 This pertains to project design and consultation costs paid on behalf of the subsidiary Companies in the Group. Interest is applicable at 3 months KIBOR plus 2.5% per annum which is repayable on demand.

19.2 This pertains to project design and consultation costs payable by the subsidiary Company which is repayable on demand.

19.3 This amount has been received by the subsidiary Company for the purpose of project development and is repayable within 1 year and profit is charged at the rate of 01 year discounted GOP Ijarah Sukuk plus a spread of 2.5% per annum subject to a grace period of 6 months.

20 ISSUED, SUBSCRIBED AND PAID UP UNITS

2025	2024
(Number of units)	
1,835,000,000	710,000,000
-	787,500,000
<u>-</u>	<u>337,500,000</u>
<u><u>1,835,000,000</u></u>	<u><u>1,835,000,000</u></u>

Ordinary units of Rs. 10 each

Consideration other than cash (against equity shares)
in cash
Ordinary units of Rs. 10 each fully paid
right issue of units

2025	2024
(Rupees in '000)	
18,350,000	7,100,000
-	7,875,000
<u>-</u>	<u>3,375,000</u>
<u><u>18,350,000</u></u>	<u><u>18,350,000</u></u>

20.1 These fully paid ordinary units carry equal right to dividend.

20.2 Pattern of Unit Holding

TPL Properties Limited (Strategic Investor)
Anchor Investors
Others - including individuals

Note
20.2.1

	2025	2024
	Percentage (%)	Number of units held
TPL Properties Limited (Strategic Investor)	38%	697,598,500
Anchor Investors	60%	1,105,351,000
Others - including individuals	2%	32,050,500
	<u>100%</u>	<u>1,835,000,000</u>
	Percentage (%)	Number of units held
	38%	697,598,500
	60%	1,105,351,000
	2%	32,050,500
	<u>100%</u>	<u>1,835,000,000</u>

TPL REIT FUND I

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20.2.1 During the prior year, the units of the Fund were listed on the Pakistan Stock Exchange. The strategic investor and anchor investors offered their units in proportion to their unit holding.

The offer consists of a Base Offer of 22,937,500 units, which is 1.25% of the total units of the REIT Fund I, having a face value of Rs. 10 each and a Green Shoe Option of up to 22,387,000 units representing a further 1.22% of the total units of the REIT Fund I. The offer is being made through the Fixed Price Method at an offer price of Rs. 17.59 per unit.

21 FAIR VALUE RESERVE

The fair value reserve pertains to cumulative net changes in fair value of investment properties which is not free for distribution by way of dividend in accordance with the constitutive document of the Group, and hence the unrealised gain on revaluation of investment properties is reclassified to fair value reserve.

22 CONTINGENCIES AND COMMITMENTS

22.1 CONTINGENCIES

There are no material contingencies outstanding as at 30 June 2025 (30 June 2024: Nil).

22.2 COMMITMENTS

22.2.1 HKC (Private) Limited entered a contract with M/s Total Construction Limited for the main construction works of the Building. The contract for the construction is awarded for Rs. 2,733 million excluding the owner furnished materials. Out of the total amount, Rs. 519.856 million have been invoiced as running bills of the contract.

22.2.2 National Management and Consultancy Services (Private) Limited has entered into an agreement with SSHIC International Engineering Consultants for the provision of design services in relation to the Mangroves Project. The scope of services covers various stages of design, including pre-concept, concept, scheme, and detailed design, together with the preparation of tender documentation. Under the terms of the agreement, the Company is committed to pay a remaining amount of Rs. 1,230 million as per the milestones defined in the agreement.

23 AUDITOR'S REMUNERATION

	Note	2025 (Rupees in '000)	2024
Continuing Operations			
Fee for annual audit		14,084	12,250
Other certifications		897	1,418
Out of pocket		1,434	1,570
		16,415	15,238
Sindh sales tax		1,314	1,144
		17,729	16,382
Discontinued Operations			
Audit fee	23.1	5,441	4,813
		23,170	21,195

23.1 This amount represents Rs. 4.58 million (30 June 2024: Rs. 4 million) and Rs. 0.458 million (30 June 2024: Rs. 0.461 million) in respect of fee for annual audit and out of pocket respectively.

24 TAXATION

The Group's income is exempt from income tax as per clause 99 of Part 1 of the Second Schedule to the Income Tax Ordinance, 2001, subject to the condition, that not less than 90 percent of its accounting income for the year, as reduced by the capital gains whether realised or unrealised, is distributed to the unit holders in cash.

The Group is also exempt from the provision of section 113 (minimum tax) under clause 11A of Part IV of the Second Schedule to the Income Tax Ordinance, 2001.

During the current year, the Fund in the Group has incurred an accounting loss after deducting capital gains from accounting income. Therefore, there is no distributable income for the current year.

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

25 EARNING PER UNIT - BASIC AND DILUTED

	2025	2024
	(Rupees in '000)	
Total profit for the year	673,103	318,050
Profit for the year from continuing operations	644,705	322,544
(Number of units)		
Weighted average number of units outstanding during the year	<u>1,835,000,000</u>	<u>1,668,094,262</u>
(Rupees)		
Earnings per unit - basic and diluted - total	0.37	0.19
Earnings per unit - basic and diluted - continuing operations	0.35	0.19

26 CASH AND CASH EQUIVALENTS

From continuing operations	12	33,855	1,111,884
From discontinuing operations	8	523	-
		<u>34,378</u>	<u>1,111,884</u>

27 TRANSACTIONS WITH RELATED PARTIES

The related parties of the Group comprise of the Parent Company, associated companies, major shareholders, directors and key management personnel. Transactions with connected persons are in the normal course of business, at agreed / contracted rates and terms determined in accordance with market rates and the Trust Deed respectively. The transactions with related parties other than those disclosed elsewhere in the consolidated financial statements are as follows:

	2025	2024
	(Rupees in '000)	
Transactions during the year		
Digital Custodian Company Limited		
The Trustee		
Remuneration of the trustee	15,307	14,105
Share registrar fee	345	339
Payments made during the year	<u>15,468</u>	<u>13,905</u>
TPL REIT Management Company		
REIT Management Company		
Remuneration of the REIT Management Company	574,018	528,919
Payments made to the REIT Management Company	377,550	988,674
Performance fee of the REIT Management Company	133,822	66,419
Charges paid on behalf of the subsidiary companies	-	13,589
Short term loan received during the year	-	10,000
Payments against short term loan	-	10,000
TPL Properties Limited		
Holding company of the Management Company		
Charges paid on behalf of the subsidiary companies	-	1,843
Payments during the year	<u>16,132</u>	<u>91,366</u>
Borrowing cost	-	16,365
TPL Security Services (Private) Limited		
Security services received	14,525	4,480
Payments against security services	<u>14,525</u>	<u>5,343</u>
TPL Developments (Private) Limited		
Developer margin	375,139	24,987
Sales commission	9,045	13,245
Development advisory and other services	-	374,740
Payments during the year	<u>291,510</u>	<u>405,728</u>

TPL REIT FUND I

NOTES TO AND FORMING PART OF THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2025

28 FINANCIAL RISK MANAGEMENT

The Group's activities are exposed to a variety of financial risks namely credit risk, liquidity risk, and market risk. The Group manage these risk through monitoring and controlling activities which are primarily set up to be performed based on limits established in the Group's constitutive documents and REIT Regulation, 2022 and directives of the SECP. The Board of Directors of the REIT Management Company have overall responsibility for the establishment, development and oversight of the Group's risk management framework and policies. The Group's risk management policies are established to identify and analyse the risks faced by the Group's to set appropriate risk limits and controls, and to monitor risks and adherence to limits. The Group's overall risk management program focuses on the unpredictability of financial markets and seeks to minimize potential adverse effects on the Group's financial performance.

The audit committee of REIT Management Company (RMC) oversees how RMC monitors compliance of risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The RMC's audit committee is assisted in its oversight role by internal audit. Internal audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the audit committee.

28.1 Credit risk

Credit risk is the risk which arises with the possibility that one party to a financial instrument will fail to discharge its obligation and cause the other party to incur a financial loss. The Group attempts to control credit risk by monitoring credit exposures, limiting transactions with specific counterparties and continually assessing the creditworthiness of counterparties and arises principally from the Group's deposits with banks.

The carrying amount of the financial assets represents maximum exposure to credit risk as at 30 June 2025 and 30 June 2024:

	Note	2025 (Rupees in '000)	2024 (Rupees in '000)
Bank balances	26	34,378	1,111,884
Investment in GOP ijarah sukuks	9	454,964	966,040
Investment in mutual funds	9	10,827	394,005
Advance to contractor		539,000	-
Bank profit receivable		169	9,892
GOP ijarah sukuks profit receivable		8,398	33,803
		1,047,736	2,515,624

28.1.1 Bank balances

The Group has placed its funds (bank balances) with banks having sound credit ratings. The credit quality of the Group's major balances can be assessed with reference of external credit ratings as follows:

Bank Names	30 June 2025		
	Rating agency	Long-term rating	Short-term rating (Rupees in '000)
Bank Al Habib Limited	PACRA	AAA	19,168
National Bank of Pakistan	PACRA	AAA	9
The Bank of Punjab	PACRA	AA+	0
Bank Alfalah Limited	PACRA	AAA	1,384
JS Bank Limited	PACRA	AA	0
Faysal Bank Limited	PACRA	AA	10,036
Bank Islami Pakistan Limited	PACRA	AA-	266
Al Baraka Bank (Pakistan) Limited	VIS	AA-	62
Habib Metropolitan Bank Limited	PACRA	AA+	22
Habib Bank Ltd	VIS	AAA	1,431
			34,378

TPL REIT FUND I

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Bank Balances	30 June 2024			
	Rating agency	Long-term rating	Short-term rating	
Bank Al Habib Limited	PACRA	AAA	A1+	747,801
National Bank of Pakistan	PACRA	AAA	A1+	10
The Bank of Punjab	PACRA	AA+	A1+	-
Bank Alfalah Limited	PACRA	AA+	A1+	20
JS Bank Limited	PACRA	AA-	A1+	-
Faysal Bank Limited	PACRA	AA	A1+	363,545
Bank Islami Pakistan Limited	PACRA	A+	A1+	327
Al Baraka Bank (Pakistan) Limited	VIS	A+	A-1	158
Habib Metropolitan Bank Limited	PACRA	AA+	A1+	23
				<u><u>1,111,884</u></u>

28.1.2 Investment in debt securities

Exposure of the Group through investment in GOP ijarah sukuks according to credit rating is as follows:

Investment	2025	
	(Rupees in '000)	%
GOP ijarah sukuks	<u><u>454,964</u></u>	<u><u>100%</u></u>
Investment	2024	
	(Rupees in '000)	%
GOP ijarah sukuks	<u><u>966,040</u></u>	<u><u>100%</u></u>

28.1.3 Investment in mutual funds

Exposure of the Group through investment in mutual funds according to credit rating is as follows:

Investment	Category	Rating	2025	
			(Rupees in '000)	%
Mahaana Islamic Cash Plan	Shariah Compliant Money Market	AA+	<u><u>10,827</u></u>	<u><u>100%</u></u>
			<u><u>10,827</u></u>	<u><u>100%</u></u>
Investment	Category	Rating	2024	
			(Rupees in '000)	%
Meezan Rozana Amdani Fund	Shariah Compliant Money Market	AA+	<u><u>106,657</u></u>	<u><u>27%</u></u>
Mahaana Islamic Cash Plan	Shariah Compliant Money Market	AA+	<u><u>10,101</u></u>	<u><u>3%</u></u>
AKD Islamic Daily Dividend Fund	Shariah Compliant Money Market	AA+	<u><u>277,247</u></u>	<u><u>70%</u></u>
			<u><u>394,005</u></u>	<u><u>100%</u></u>

28.2 Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial assets. The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

TPL REIT FUND I

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The table below summarizes the maturity profile of the Group's financial liabilities based on contractual undiscounted payment dates and present market interest rates:

	30 June 2025				
	On demand	Less than 3 months	3 to 12 months	1 to 5 years	Total
----- (Rupees in '000) -----					
Long-term financing	301,654	-	-	-	301,654
Payable to the REIT Management Company	1,949,511	370,651	52,878	5,344	2,378,384
Payable to the Trustee	-	3,996	-	-	3,996
Payable to the SECP	-	-	25,000	-	25,000
Accrued liabilities, trade payables and other liabilities	-	-	639,758	-	639,758
Contract liabilities	-	-	547,638	-	547,638
Due to related parties	213,200	-	-	-	213,200
	<u>2,464,365</u>	<u>374,647</u>	<u>1,265,274</u>	<u>5,344</u>	<u>4,109,630</u>

	30 June 2024				
	On demand	Less than 3 months	3 to 12 months	1 to 5 years	Total
----- (Rupees in '000) -----					
Long-term financing	305,169		516,667	-	821,836
Payable to the REIT Management Company	1,870,290	139,758	25,270	10,688	2,046,006
Payable to the Trustee	-	3,812	-	-	3,812
Payable to the SECP	-	-	25,000	-	25,000
Accrued liabilities, trade payables and other liabilities	-	-	544,247	-	544,247
Contract liabilities	-	-	172,250	-	172,250
Due to related parties	34,676	-	-	-	34,676
	<u>1,904,966</u>	<u>143,570</u>	<u>1,283,434</u>	<u>10,688</u>	<u>3,647,827</u>

It is not expected that the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

Refer note 14.3 where the major liability amounting to 1,392 million pertains to the Management Company of the Group and is contingent upon the distribution of first dividend, which depend on the Group's ability to generate distributable profits and maintain sufficient liquidity for such distributions. Further the Group manages liquidity risk by maintaining sufficient cash in bank accounts. At 30 June 2025, the Group had financial assets of Rs. 1,047.8 million (30 June 2024: Rs. 2,515.6 million), which include Rs. 34.378 million (30 June 2024: Rs 1,111.9 million) of cash placed in bank accounts and Rs. 465 million (30 June 2024: Rs. 1,005 million) of short-term investments in mutual funds and GOP ijarah sukuks.

28.3 Market risk

Market risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market prices. Market prices comprise three types of risk: currency risk, interest rate risk and other price risk.

28.3.1 Currency risk

Currency risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in foreign exchange rates. Foreign currency risk arises mainly where receivables and payables exist due to transactions entered into foreign currencies. As at reporting date, the Group is not materially exposed to currency risk and accordingly, the sensitivity to a reasonably possible change in the exchange rate with all other variables held constant is not reported.

28.3.2 Profit rate risk

Profit rate risk is the risk that fair value or future cash flows of the financial instrument will fluctuate because of change in market profit rates. The Group does not have any fixed rate financial instrument at fair value through profit or loss. Therefore, the Group is not exposed to fair value changes for fixed rate instruments. However, the bank and term deposit at variable rates expose the Group to

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fluctuations in cash flow due to change in market profit rates. The cash flow sensitivity analysis for variable rate of instrument is depicted below:

Sensitivity Analysis for variable rate instruments

A change of 1 percent in profit rates at the reporting date would have increased / (decreased) equity and profit or loss by the amounts shown below. This analysis assumes that all other variables remain constant. The analysis is performed on the same basis as carried out in 30 June 2024.

	Profit or loss		Equity	
	1% increase	1% decrease	1% increase	1% decrease
	(Rupees in '000)			
30 June 2025				
Bank balances	(344)	344	(344)	344
GOP ijarah sukuks	(4,550)	4,550	(4,550)	4,550
30 June 2024				
Bank balances	(11,119)	11,119	(11,119)	11,119
GOP ijarah sukuks	9,660	(9,660)	9,660	(9,660)

28.3.3 Other price risk

Other price risk is the risk that the fair value or future cash flows of the financial instruments will fluctuate because of changes in market prices such as equity price risk. Equity price risk is the risk arising from uncertainties about future values of investments securities. As of the reporting date, the Group is exposed to debt risk to the extent of its investment in GOP ijarah sukuks.

	Profit or loss		Equity	
	100 bps increase	100 bps decrease	100 bps increase	100 bps decrease
	(Rupees in '000)			
30 June 2025				
Investments in GOP ijarah sukuks	4,550	(4,550)	4,550	(4,550)
30 June 2024				
Investments in GOP ijarah sukuks	9,660	(9,660)	9,660	(9,660)

UNIT HOLDERS' CAPITAL RISK MANAGEMENT

Management's objective when managing unit holders' funds is to safeguard the Group's ability to continue as a going concern so that it can continue to provide optimum returns based on income earned and realised gains as per trust deed to its unit holders and to ensure reasonable safety of unit holders' funds.

The Group manages its other assets by monitoring return on net assets and makes adjustments to it in the light of changes in markets' conditions. The Group is not exposed to externally imposed minimum unit holders' maintenance requirement.

The Group manages its investment properties and other assets by monitoring return on net assets and makes adjustment to it in the light of changes in market conditions. The Group also manages its capital using a gearing ratio. The gearing ratio of the Group is as follows:

	2025	2024
	(Rupees in '000)	
Long-term financing	-	-
Current maturity of long-term financing	258,333	775,000
Total debts	258,333	775,000
Total equity	33,323,052	32,649,732
Total unit holders fund	33,581,385	33,424,732
Gearing ratio (%)	0.77%	2.32%

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29 FAIR VALUES OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates.

Underlying the definition of fair value is the presumption that the Group is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

IFRS 13, 'Fair Value Measurements' requires the Group to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

Level 2: Inputs other than quoted prices included 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).

Note	30 June 2025							
	Carrying amount				Fair value			
	Fair value through profit or loss	Amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total
----- (Rupees in '000) -----								
Financial assets measured at fair value								
Investment in mutual funds	9.1	10,827	-	10,827	-	10,827	-	10,827
Investment in GOP ijarah sukuks	9.3	454,964	-	454,964	-	454,964	-	454,964
		465,791	-	465,791	-	465,791	-	465,791
Financial assets not measured at fair value								
GOP Ijarah Sukuks profit receivable	29.1	-	8,398	8,398	-	-	-	-
Bank profit receivable	29.1	-	169	169	-	-	-	-
Advance to contractor	29.1	-	539,000	539,000	-	-	-	-
Bank balances	29.1	-	33,855	33,855	-	-	-	-
		-	581,422	581,422	-	-	-	-
Financial liabilities not measured at fair value								
Payable to the REIT Management Company	29.1	-	2,383,728	2,383,728	-	-	-	-
Payable to the Trustee	29.1	-	3,996	3,996	-	-	-	-
Payable to the SECP	29.1	-	25,000	25,000	-	-	-	-
Advance against issuance of units	29.1	-	-	-	-	-	-	-
Accrued expenses, trade payables and other liabilities	29.1	-	639,758	639,758	-	-	-	-
Current maturity of long term financing	29.1	-	301,654	301,654	-	-	-	-
Contract liabilities	29.1	-	547,638	547,638	-	-	-	-
Due to related parties - unsecured	29.1	-	213,200	213,200	-	-	-	-
		-	4,114,974	-	4,114,974	-	-	-

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30 June 2024									
Note	Carrying amount				Fair value				
	Fair value through profit or loss	Amortised cost	Other financial liabilities	Total	Level 1	Level 2	Level 3	Total	
	(Rupees in '000)								
Financial assets measured at fair value									
Investment in mutual funds	9.1	394,005	-	-	394,005	-	394,005	-	394,005
Investment in GOP ijarah sukuks	9.3	966,040	-	-	966,040	211,622	754,418	-	966,040
		<u>1,360,045</u>	<u>-</u>	<u>-</u>	<u>1,360,045</u>	<u>211,622</u>	<u>1,148,423</u>	<u>-</u>	<u>1,360,045</u>
Financial assets not measured at fair value									
GOP Ijarah Sukuks profit receivable	29.1	-	33,803	-	33,803	-	-	-	-
Bank profit receivable	29.1	-	9,892	-	9,892	-	-	-	-
Bank balances	29.1	-	1,111,884	-	1,111,884	-	-	-	-
		<u>-</u>	<u>1,155,579</u>	<u>-</u>	<u>1,155,579</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Financial liabilities not measured at fair value									
Payable to the REIT Management Company	29.1	-	2,056,694	-	2,056,694	-	-	-	-
Payable to the Trustee	29.1	-	3,812	-	3,812	-	-	-	-
Payable to the SECP	29.1	-	25,000	-	25,000	-	-	-	-
Advance against issuance of units	29.1	-	-	-	-	-	-	-	-
Accrued expenses, trade payables and other liabilities	29.1	-	544,247	-	544,247	-	-	-	-
Current maturity of long term financing	29.1	-	775,000	-	775,000	-	-	-	-
Contract liabilities	29.1	-	172,250	-	172,250	-	-	-	-
Due to related parties - unsecured	29.1	-	34,676	-	34,676	-	-	-	-
		<u>-</u>	<u>3,658,515</u>	<u>-</u>	<u>3,658,515</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

29.1 The Group has not disclosed the fair value for these consolidated financial assets and financial liabilities as their carrying amounts are reasonable approximation of fair value.

29.2 Fair value hierarchy of the investment property has been disclosed in note 6.3.3 to these consolidated financial statements.

30 GENERAL

Corresponding figures have been rearranged and reclassified wherever necessary for better presentation. No material reclassifications have been made to the corresponding figures during the year.

31 NON ADJUSTING EVENT AFTER THE FINANCIAL STATEMENT DATE

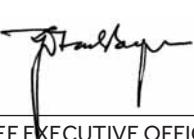
31.1 The Board of Directors have proposed cash dividend of Rs. Nil per share (2024: Nil) amounting to Rs. Nil (2024: Nil) in their meeting held on September 26, 2025. This appropriation will be approved in the forthcoming Annual General Meeting.

31.2 On 14 November 2025, the Group issued a public notice expressing its intention to sale the project of the Group, namely One Hoshang (the Project). As of the date of issuance of these financial statements, the process is at a preliminary stage, and no binding agreement has been entered into with any party.

This event does not provide evidence of conditions that existed as at the reporting date. Therefore, no adjustments have been made to the financial statements. However, the Group has made this disclosure to inform users of developments made subsequent to the reporting period.

32 DATE OF AUTHORIZATION OF ISSUE

These consolidated financial statements were authorized for issue on September 26, 2025 by the Board of Directors of the TPL REIT Management Company Limited.



CHIEF EXECUTIVE OFFICER



CHIEF FINANCIAL OFFICER



DIRECTOR