



FORM - 8

CS/PSX/2<sup>nd</sup> QTR /REP/26

25<sup>th</sup> May, 2026

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

**TRANSMISSION OF QUARTERLY REPORT**  
**FOR THE PERIOD ENDED JUNE 30, 2025**

Dear Sir,

1. We have to inform you that the Quarterly Report of the Company for the period ended June 30, 2025 has been transmitted through PUCARS and is also available on Company's website.
2. You may please inform the TRE Certificate Holders of the Exchange accordingly.

Yours truly,

**Rao Muhammad Imran**  
Company Secretary



# 2025 HALF YEARLY REPORT



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# *Vision*

To manage the entrusted responsibilities efficiently and systematically, with a focus on strong corporate governance. We aim to make informed decisions on financial matters and assets management, in compliance with statutory and regulatory framework, ensuring accountability and excellence.

# *Mission*

**Integration:** Integrating and managing business segments, subsidiaries, and associates alongside their assets and liabilities.

**Organizational Efficiency:** Creating a lean and efficient structure to effectively manage allocated shares, liabilities, including restructured debt stock, SOE payables and subsidiary proceeds.

**Asset Management:** Maintaining and disposing off properties in line with the established procedures.

**Shared-services Provision:** Providing shared and value-added services to third parties.

# CORPORATE PROFILE

As at May 08, 2026

## BOARD OF DIRECTORS

**Mr Tariq Bajwa**

Chairman

**Lt Gen (Retd) Muhammad Ali HI(M)**

Federal Secretary Defence

**Mr Imdad Ullah Bosal**

Federal Secretary Finance

**Mr Shazad Dada**

**Mr Naeem Iqbal**

**Mr Yousaf Khosa**

**Syed Zibber Mohiuddin**

**Mr Asad Rasool**

Chief Executive Officer

**Mr Hammad Shamimi**

Federal Secretary Privatisation

## BOARD AUDIT & FINANCE COMMITTEE

**Mr Shazad Dada** Chairman

**Mr Imdad Ullah Bosal** Member

**Syed Zibber Mohiuddin** Member

## BOARD HR & LEGAL COMMITTEE

**Mr Yousaf Khosa** Chairman

**Mr Naeem Iqbal** Member

**Mr Asad Rasool** Member

Chief Executive Officer

## CHIEF EXECUTIVE OFFICER

**Mr Asad Rasool**

## REGULATORY APPOINTEES

**Mr Amos Nadeem**

Chief Financial Officer

**Rao Muhammad Imran**

Company Secretary

## EXTERNAL AUDITOR

**Grant Thornton Anjum Rahman**

(Chartered Accountants)

## LEGAL ADVISOR

**Hafeez Pirzada Farooq, Khan & Mirza (HPFKM)**

## BANKERS

**The Bank of Punjab**

**National Bank of Pakistan**

**National Bank of Pakistan (Bahrain)**

**MCB Islamic Bank Limited**

**Bank Islami Pakistan Limited**

## SHARE REGISTRAR

**CDC Shares Registrar Services Limited (CDCSRSL)**

CDC House, 99-B, Block-B, Sindhi Muslim Cooperative Housing Society Main Shahrah-e-Faisal, Karachi-74400, Pakistan.

Phone (Toll-Free) 0800-CDCPL (23275)

Tel: 0092-21-111111500

Fax 0092-21-34326053

Email: [info@cdcsrsl.com](mailto:info@cdcsrsl.com)

Website: [www.cdcsrsl.com](http://www.cdcsrsl.com)

## COMPANY ADDRESSES

### Registered Address

Company Secretary - PIAHCL

4th Floor, PIA Building, 49-AKM Fazal-e-Haq Road, Blue Area, Islamabad, Pakistan

### Liaison Office Address

Company Secretary - PIAHCL

1st Floor, Executive Corridor, PIA Head Office, Karachi-Airport, Pakistan

## SUBSIDIARIES

**Pakistan International Airlines Corporation Limited (PIACL)**

**PIA Investments Limited (PIAIL)**

**Skyrooms (Private) Limited (SRL)**

**Sabre Travel Network Pakistan (Private) Limited**

## SECP REGISTRATION

**CUIN: 0254011**

## NATIONAL TAX NO

**D342499-4**

## WEBSITE

[www.piahcl.com.pk](http://www.piahcl.com.pk)

# DIRECTORS' REPORT

*For the period ended June 30, 2025*

The Board of Directors of PIA Holding Company Limited (PIAHCL) is pleased to present the unconsolidated condensed interim financial statements of the Company for the half year ended 30 June, 2025. These financial statements have been reviewed by the external auditors in accordance with the applicable regulatory requirements. The accompanying report provides an overview of the Company's financial performance and operational activities during the period under review.

During the period under review, the Company reported a net loss of PKR 21,760.2 million, compared to a loss of PKR 4,045.8 million in the corresponding period last year.

The loss is primarily attributable to finance costs of PKR 24,957.9 million, reflecting the Company's leveraged capital structure

Total income increased to PKR 1,222.2 million, primarily driven by the recognition of a write-back of liabilities amounting to PKR 558.8 million. These liabilities were derecognized during the period due to the absence of sufficient corroborative evidence supporting their existence. Additionally, the Company recognized a gain on disposal of PEC amounting to PKR 5,097.1 million, partially offsetting the overall loss.

The external auditors, in their review report on the condensed interim financial statements, have expressed a qualified conclusion in respect of the transfer of assets and liabilities of PEC to PECPL, specifically relating to the availability of sufficient appropriate evidence to substantiate the gain recognized on such transfer.

Management would like to clarify that the said transfer was undertaken in accordance with the approved scheme of arrangement. The gain recognized on transfer has been determined based on management's assessment of the fair value of assets and liabilities transferred, supported by internal evaluations and available documentation at the time.

As at 30 June 2025, total assets of the Company stood at PKR 85,340.3 million, compared to PKR 83,442.8 million as at 31 December 2024.

- Long-term financing increased by approximately PKR 30.4 billion, reflecting continued support from the Government of Pakistan
- Finance costs remained elevated due to borrowings linked to KIBOR and SOFR-based benchmarks

The Company continues to manage significant obligations, including payables related to pensions, medical, and other legacy liabilities.



**Asad Rasool**  
Chief Executive Officer



**Tariq Bajwa**  
Chairman

May 08, 2026  
Islamabad

# ڈائریکٹرز کی رپورٹ

برائے مدت ختم شدہ 30 جون، 2025

بورڈ آف ڈائریکٹران، پی آئی اے ہولڈنگ کمپنی لمیٹڈ (PIAHCL)، نہایت مسرت کے ساتھ 30 جون 2025 کو ختم ہونے والی ششماہی مدت کے لیے کمپنی کے مختصر عبوری مالی گوشوارہ پیش کر رہا ہے۔ یہ مالی گوشوارہ متعلقہ ضابطہ جاتی تقاضوں کے مطابق بیرونی آڈیٹرز سے نظر ثانی شدہ ہیں۔ ہمراہ رپورٹ میں زیر جائزہ مدت کے دوران کمپنی کی مالی کارکردگی اور عملی سرگرمیوں کا جامع جائزہ پیش کیا گیا ہے۔

زیر جائزہ مدت کے دوران کمپنی کو 21,760.2 ملین روپے کا خالص نقصان برداشت کرنا پڑا، جبکہ گزشتہ سال کی اسی مدت میں یہ نقصان 4,045.8 ملین روپے تھا۔

یہ نقصان بنیادی طور پر 24,957.9 ملین روپے کے مالیاتی اخراجات کے باعث ہوا، جو کمپنی کے قرض پر مبنی مالی ڈھانچے کی عکاسی کرتے ہیں۔

کمپنی کی مجموعی آمدن بڑھ کر 1,222.2 ملین روپے ہو گئی، جس کی بنیادی وجہ 558.8 ملین روپے کی واجبات کی واپسی (write-back) کو تسلیم کرنا ہے۔ مذکورہ واجبات اس بنیاد پر ختم کئے گئے کہ ان کے وجود کے حق میں مناسب اور قابل تصدیق شواہد دستیاب نہ تھے۔ مزید برآں، کمپنی نے پریسیژن انجینئرنگ کمپلیکس کی فروخت پر 5,097.1 ملین روپے کا منافع بھی حاصل کیا، جس نے مجموعی نقصان کو جزوی طور پر کم کرنے میں مدد دی۔

بیرونی آڈیٹرز نے مختصر عبوری مالی بیانات پر اپنی جائزہ رپورٹ میں پریسیژن انجینئرنگ کمپلیکس سے پریسیژن انجینئرنگ کمپلیکس پرائیویٹ لمیٹڈ کو اثاثہ جات اور واجبات کی منتقلی کے حوالے سے مشروط نتیجہ ظاہر کیا ہے، بالخصوص اس منتقلی پر حاصل شدہ منافع کے لیے مناسب شواہد کی دستیابی کے تناظر میں۔

انتظامیہ اس امر کی وضاحت کرتی ہے کہ مذکورہ منتقلی منظور شدہ اسکیم آف رینجمنٹ کے مطابق عمل میں لائی گئی۔ اس منتقلی پر حاصل شدہ منافع کا تعین انتظامیہ کی جانب سے منتقل شدہ اثاثہ جات اور واجبات کی منصفانہ قدر کے تخمینے کی بنیاد پر کیا گیا، جس کی تائید اس وقت دستیاب داخلی جائزوں اور دستاویزی شواہد کی بنیاد پر کی گئی۔

30 جون 2025 تک کمپنی کے مجموعی اثاثہ جات 85,340.3 ملین روپے رہے، جبکہ 31 ستمبر 2024 کو یہ 83,442.8 ملین روپے تھے۔

- طویل مدتی فنانسنگ میں تقریباً 30.4 ارب روپے کا اضافہ ہوا، جو حکومت پاکستان کی مسلسل معاونت کا مظہر ہے۔
- مالیاتی اخراجات بدستور بلند سطح پر برقرار رہے، جس کی بنیادی وجہ کراچی انٹرنیٹک آفر ریٹ اور سیکیور اور نائٹ فنانسنگ ریٹ سے منسلک قرضہ جات ہیں۔

کمپنی بدستور اہم واجبات کا موثر انتظام کر رہی ہے، جن میں پنشن، طبی سہولیات اور دیگر سابقہ ذمہ داریوں سے متعلق ادائیگیاں شامل ہیں۔



طارق باجوہ

چیئرمین



اسد رسول

چیف ایگزیکٹو آفیسر

08 مئی 2026

اسلام آباد

# AUDITORS' REVIEW REPORT



## INDEPENDENT AUDITORS' REVIEW REPORT

To the members of PIA Holding Company Limited

Report on review of unconsolidated condensed interim financial statements

### Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of PIA Holding Company Limited (the Company) as at 30 June 2025 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of cash flows, unconsolidated condensed interim statement of changes in equity and notes to the unconsolidated condensed interim financial statements for the six-month period then ended (here-in-after referred as the "unconsolidated condensed interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated condensed interim financial statements in accordance with approved accounting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

### Scope of review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of condensed interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Basis for qualified conclusion

As disclosed in note 8 to the unconsolidated condensed interim financial statements, the Company has transferred assets and liabilities relating to Precision Engineering Complex (PEC) to Precision Engineering Complex (Private) Limited (PECPL). The said transaction resulted in net gain on discontinued operations of Rs. 5,097.141 million. Further, during the period, the Company incurred a net loss of Rs. 429.933 million in respect of PEC operations. However,

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for the purposes of our review, we have not been provided with the information and documents to obtain sufficient appropriate audit evidence, accordingly, we have been unable to satisfy ourselves with respect of the above PEC transactions.

**Qualified conclusion**

Except for the adjustments to the unconsolidated condensed interim financial statements that we might have become aware of had it not been for the situation described above, based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated condensed interim financial statements is not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

**Emphasis of matter**

As disclosed in note 1.2 to the unconsolidated condensed interim financial statements, the Government of Pakistan has confirmed to extend maximum financial support to the Company to maintain its going concern status. Hence, the sustainability of the future operations of the Company is dependent on the said support.

As disclosed in note 13 to the unconsolidated condensed interim financial statements, the Company is exposed to certain claims which are not acknowledged by the Company, the ultimate outcome of which cannot presently be determined and accordingly, no provision has been made in respect of these claims in the unconsolidated condensed interim financial statement.

Our conclusion is not modified in respect of these matters.

The engagement partner on the review resulting in this independent auditor's review report is Muhammad Khalid Aziz.



Chartered Accountants

Karachi

Date: May 22, 2026

UDIN: RR202510154aKsMHP0dk



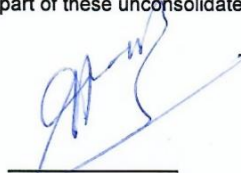
**UNCONSOLIDATED**  
**FINANCIAL**  
**STATEMENTS**

**UNCONSOLIDATED CONDENSED INTERIM  
STATEMENT OF FINANCIAL POSITION (UNAUDITED)  
AS AT JUNE 30, 2025**

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Note	----- (Rupees in '000) -----	
<b>ASSETS</b>		
<b>NON-CURRENT ASSETS</b>		
Property and equipment - land	5,839	5,839
Investment property	10,600,975	10,600,975
Long-term investments	4,560,346	56,905,466
	<u>15,167,160</u>	<u>67,512,280</u>
<b>CURRENT ASSETS</b>		
Trade Debts	-	-
Loan to PIA Investment Limited	3,952,554	3,879,803
Other receivables	4,275,546	9,286,060
Bank balances	9,599,905	2,239,999
	<u>17,828,005</u>	<u>15,405,861</u>
Assets held for sale	52,345,120	524,629
<b>TOTAL ASSETS</b>	<u><u>85,340,285</u></u>	<u><u>83,442,772</u></u>
<b>EQUITY AND LIABILITIES</b>		
<b>SHARE CAPITAL AND RESERVES</b>		
Share capital	52,345,120	52,345,120
Reserves	(721,213,238)	(698,988,529)
	<u>(668,868,118)</u>	<u>(646,643,409)</u>
<b>NON CURRENT LIABILITIES</b>		
Long-term financing	406,318,389	374,516,785
Deferred liabilities	32,730,328	31,945,356
	<u>439,048,717</u>	<u>406,462,141</u>
<b>CURRENT LIABILITIES</b>		
Trade and other payables	195,222,245	194,817,420
Advance from subsidiaries	11,396,582	11,187,297
Taxation - net	42,801	24,242
Accrued mark-up	105,432,971	111,459,188
Current portion of long-term financing	3,065,087	3,132,440
	<u>315,159,686</u>	<u>320,620,587</u>
Liabilities related to assets held for sale	-	3,003,452
<b>TOTAL EQUITY AND LIABILITIES</b>	<u><u>85,340,285</u></u>	<u><u>83,442,772</u></u>
<b>CONTINGENCIES</b>	13	

The annexed notes from 1 to 20 form an integral part of these unconsolidated condensed interim financial statements. *5/20*

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM  
STATEMENT OF PROFIT OR LOSS (UNAUDITED)  
AS AT JUNE 30, 2025**


		For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024	For the period from 01 April 2025 to 30 June 2025	For the period from 01 April 2024 to 30 June 2024
Note	----- (Rupees in '000) -----				
General and administrative expenses		(2,483,315)	(983,787)	(1,351,597)	(983,787)
Other income		1,222,235	15,758	927,375	15,758
Finance costs	14	(24,957,959)	(3,077,796)	(12,687,740)	(3,077,796)
<b>Loss from continued operations</b>		<b>(26,219,039)</b>	<b>(4,045,825)</b>	<b>(13,111,962)</b>	<b>(4,045,825)</b>
Gain from discontinued operations	8.2.2	4,667,208	-	4,931,637	-
<b>Loss before taxation</b>		<b>(21,551,831)</b>	<b>(4,045,825)</b>	<b>(8,180,325)</b>	<b>(4,045,825)</b>
Taxation	15	(208,319)	-	(199,057)	-
<b>Net loss for the period</b>		<b>(21,760,150)</b>	<b>(4,045,825)</b>	<b>(8,379,382)</b>	<b>(4,045,825)</b>
<b>Loss per share - basic and diluted</b>					
<b>Loss attributable to:</b>					
----- (Rupees) -----					
'A' class ordinary shares of Rs. 10/- each		<u>(4.16)</u>	<u>(0.77)</u>	<u>(1.60)</u>	<u>(0.77)</u>
'B' class ordinary shares of Rs. 5/- each		<u>(2.08)</u>	<u>(0.39)</u>	<u>(0.80)</u>	<u>(0.39)</u>

The annexed notes from 1 to 20 form an integral part of these unconsolidated condensed interim financial statements.

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

GT

  
\_\_\_\_\_  
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM  
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)  
AS AT JUNE 30, 2025**

	For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024	For the period from 01 April 2025 to 30 June 2025	For the period from 01 April 2024 to 30 June 2024
	(Rupees in '000)			
Net loss for the period	(21,760,150)	(4,045,825)	(8,379,382)	(4,045,825)
<b>Items that will not be reclassified subsequently to statement of profit or loss</b>				
gain from discontinued operations benefit obligations - net of tax	(464,559)	-	(464,559)	-
<b>Total comprehensive loss for the period</b>	<b>(22,224,709)</b>	<b>(4,045,825)</b>	<b>(8,843,941)</b>	<b>(4,045,825)</b>

The annexed notes from 1 to 20 form an integral part of these unconsolidated condensed interim financial statements.

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

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\_\_\_\_\_  
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM  
STATEMENT OF CHANGES IN EQUITY (UNAUDITED)  
AS AT JUNE 30, 2025**

	Reserves					Total equity
	Share capital	Demerger reserve	Accumulated loss	Remeasurement gain on employee benefit obligations	Total reserves	
(Rupees in '000)						
Balance as at 01 May 2024	-	-	-	-	-	-
Ordinary shares under the Scheme	52,345,120	-	-	-	-	52,345,120
gain from discontinued operations	-	(653,528,337)	-	-	(653,528,337)	(653,528,337)
Total comprehensive loss for the period	-	-	(4,045,825)	-	(4,045,825)	(4,045,825)
<b>Balance as at 30 June 2024</b>	<b>52,345,120</b>	<b>(653,528,337)</b>	<b>(4,045,825)</b>	<b>-</b>	<b>(657,574,162)</b>	<b>(605,229,042)</b>
Balance as at 01 January 2025	52,345,120	(653,528,337)	(47,535,240)	2,075,048	(698,988,529)	(646,643,409)
Total comprehensive loss for the period	-	-	(21,760,150)	(464,559)	(22,224,709)	(22,224,709)
<b>Balance as at 30 June 2025</b>	<b>52,345,120</b>	<b>(653,528,337)</b>	<b>(69,295,390)</b>	<b>1,610,489</b>	<b>(721,213,238)</b>	<b>(668,868,118)</b>

The annexed notes from 1 to 20 form an integral part of these unconsolidated condensed interim financial statements. *CSM*

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Financial Officer

**UNCONSOLIDATED CONDENSED INTERIM  
STATEMENT OF CASH FLOWS (UNAUDITED)  
AS AT JUNE 30, 2025**

		For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024
	Note	----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Net loss for the period		(21,551,831)	(4,045,825)
<b>Adjustments for:</b>			
Depreciation		-	145,983
Finance costs	14	24,957,959	3,077,796
Loss from discontinued operations	8.2.2	(4,667,208)	-
Provision for retirement benefits		1,907,612	-
Liabilities written off -net		(543,792)	-
Exchange loss - net		466,814	-
		<b>22,121,385</b>	<b>3,223,779</b>
<b>Working capital changes:</b>			
Other receivables		5,010,514	(15,758)
Trade and other payables		423,313	835,797
		<b>5,433,828</b>	<b>820,039</b>
Finance costs paid		(30,445,079)	-
Net cash used in operating activities		<b>(24,441,699)</b>	<b>(2,007)</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long term financing		31,801,605	-
Increase in cash and cash equivalents during the period		<b>7,359,906</b>	<b>(2,007)</b>
Cash and cash equivalents at the beginning of the period		2,239,999	41,470
Cash and cash equivalents at the end of the period		<b>9,599,905</b>	<b>39,463</b>

The annexed notes from 1 to 20 form an integral part of these unconsolidated condensed interim financial statements. *ei or*

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Financial Officer

# NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2025

## 1 LEGAL STATUS AND NATURE OF BUSINESS

- 1.1 PIA Holding Company Limited (the Company) was incorporated in Pakistan under the Company's Act, 2017 (the Act) on 21 March 2024 and listed on Pakistan Stock Exchange on 27 May 2024. The registered office of the Company is situated at PIA Building, 49-AKM Fazal-e-Haq Road, Blue Area, Islamabad. The principal activity of the Company is to act as the holding company of its subsidiaries and associates.
- 1.2 During the period, the Company incurred a net loss of Rs. 21,760.150 million and as of the reporting date, the current liabilities of the Company exceeded its current assets by Rs. 297,331.681 million. However, the management has made an assessment of the Company's ability to continue as a going concern and believes that the sustainability of the future operations of the Company is dependent on the support of the Government of Pakistan (GoP) therefore, no material uncertainty exists and going concern basis of accounting is appropriate. Accordingly, these unconsolidated condensed interim financial statements are prepared on a going concern basis.

## 2 BASIS OF PREPARATION

- 2.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board as notified under the Act, and
  - Provisions of, directives and notifications issued under the Act.

Where the provisions of, directives and notifications issued under the Act differ with the requirements of IAS 34, the provisions of, directives and notifications issued under the Act have been followed.

- 2.2 These unconsolidated condensed interim financial statements do not include all the information and disclosures required in the annual unconsolidated financial statements and should be read in conjunction with the Company's annual unconsolidated financial statements for the year ended 31 December 2024.

## 3 ACCOUNTING POLICIES, ESTIMATES AND JUDGEMENTS

The accounting policies, estimates, judgements used in these unconsolidated condensed interim financial statements are the same as those applied in the preparation of annual unconsolidated financial statements for the year ended 31 December 2024.

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
	Note	----- (Rupees in '000) -----	
<b>4</b>	<b>LONG-TERM INVESTMENTS</b>		
	<b>At cost</b>		
	Subsidiaries		
	Minhal Incorporated - Associate	4.1 4,415,712	56,760,832
		4.2 -	-
		<u>4,415,712</u>	<u>56,760,832</u>
	<b>At FVOCI - quoted shares</b>		
	Pakistan Services Limited	144,634	144,634
		<u>4,560,346</u>	<u>56,905,466</u>
<b>4.1</b>	<b>Subsidiaries</b>		
	Skyrooms (Private) Limited	40,000	40,000
	Midway House (Private) Limited	28,520	
	Sabre Travel Network Pakistan (Private) Limited	2	2
		<u>68,522</u>	<u>40,002</u>
	Provision for impairment	(68,522)	(40,002)
		-	-
	Pakistan International Airlines Corporation Limited	-	52,345,120
	PIA Investments Limited	4,415,712	4,415,712
		<u>4,415,712</u>	<u>56,760,832</u>
<b>4.2</b>	<b>Associate</b>		
	Minhal Incorporated	396	396
	Provision for impairment	(396)	(396)
		-	-
<b>5</b>	<b>TRADE DEBTS</b>		
	Considered doubtful	6,167,182	5,523,940
	Allowance for ECL	(6,167,182)	(5,523,940)
		-	-
<b>6</b>	<b>OTHER RECEIVABLES</b>		
	<b>Considered good</b>		
	Financial institutions	-	7,431,011
	Receivable from PECPL	1,971,767	-
	Pakistan International Airlines Corporation	214,137	99,207
	PIA Investment Limited	6,006	-
	Accrued interest on loan to PIAL	2,028,400	1,755,842
	Others	55,236	-
		<u>4,275,546</u>	<u>9,286,060</u>
	<b>Considered doubtful</b>		
	Provision for impairment	542,607	542,607
		(542,607)	(542,607)
		-	-
		<u>4,275,546</u>	<u>9,286,060</u>
<b>6.1</b>	As disclosed in note 8, the Company has transferred its Precision Engineering Complex (PEC) operations to Precision Engineering Complex (Private) Limited (PECPL) against total consideration of Rs. 2,500 million, receivable over four years. Accordingly, in accordance with the requirements of IFRS-9 "Financial Instruments", the Company has recorded the said receivable at its present value using a discount rate of 11% per annum.		

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
		----- (Rupees in '000) -----	
<b>7</b>	<b>BANK BALANCES</b>		
	Current account	1,000,100	1,000,000
	Deposit accounts	8,599,805	1,239,999
		<u>9,599,905</u>	<u>2,239,999</u>
<b>8</b>	<b>ASSETS AND LIABILITIES HELD FOR SALE / DISCONTINUED OPERATIONS</b>		
	Pakistan International Airlines Corporation Limited	52,345,120	-
	Precision Engineering Complex	-	2,478,823
		<u>52,345,120</u>	<u>2,478,823</u>

8.1 In accordance with the Scheme of Arrangement, Pakistan International Airlines Corporation Limited (PIACL) completed a business restructuring exercise after obtaining approval from the Privatization Commission (PC), along with legal and regulatory approvals. In accordance with the Scheme, the entire shareholding of PIACL was transferred to the Company and PIACL became the wholly owned subsidiary of the Company. As a result of the restructuring of the PIACL's business, net liabilities amounting to Rs. 653,528.338 million were transferred to the Company.

Further, subsequent to the period end, the Company entered into a Share Purchase Agreement with Arif Habib led consortium whereby, 75% shareholding of PIACL will be transferred to said consortium. Accordingly, in accordance with the requirements of IFRS-5 "Non-current Assets Held for Sale and Discontinued Operations", the Company has reclassified its investment in PIACL to assets held for sale.

8.2 During the period, the Board of Directors of the Company has decided to carve-out the operations and related assets and liabilities of PEC to PECPL through a Scheme of Arrangement duly sanctioned by the SECP on 05 December 2025. Accordingly, in accordance with the requirements of IFRS-5, the Company reclassified the assets and liabilities related to PEC from the respective line items to assets and liabilities held for sale.

8.2.1 The break-up of assets / liabilities transferred to PEC is as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)	
		----- (Rupees in '000) -----	
<b>Assets</b>			
Property and equipment	2,000	2,000	
Stores and spares	102,510	147,508	
Advances	2,914	21,846	
Other receivables	68,087	249,355	
Bank balances	451,929	103,920	
	<u>627,440</u>	<u>524,629</u>	
<b>Liabilities</b>			
Deferred liabilities	2,017,166	1,826,262	
Trade and other payables	1,207,415	1,177,190	
	<u>3,224,581</u>	<u>3,003,452</u>	
<b>Net liabilities</b>	<u>(2,597,141)</u>	<u>(2,478,823)</u>	

8.2.2 During the period, income and expenses related to discontinued operations are as follows:

	For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024
	----- (Rupees in '000) -----	
Other income	101,094	-
General and administrative expenses	(531,027)	-
<b>Net loss during the period</b>	<u>(429,933)</u>	-
Sale consideration	2,500,000	-
Net liabilities	(2,597,141)	-
<b>Gain on disposal of discontinued operations</b>	<u>5,097,141</u>	-
	<u>4,667,208</u>	-

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
	Note	----- (Rupees in '000) -----	
<b>9 LONG-TERM FINANCING</b>			
<b>Borrowings</b>			
Financial institutions - secured	9.1 & 9.2	262,443,181	262,066,660
Sukuk certificates - secured	9.1	3,496,822	3,496,823
Government of Pakistan - unsecured	9.3	140,378,387	108,953,302
		<u>406,318,389</u>	<u>374,516,785</u>

9.1 The terms and conditions remain the same as disclosed in the annual unconsolidated financial statements for the year ended 31 December 2024.

9.2 Further, this include financing obtained from National Bank of Pakistan, a related party, amounting to Rs. 70,542 million.

9.3 These carry markup rate ranging from 10% to 11% and is repayable latest by January 2045.

		30 June 2025 (Unaudited)	31 December 2024 (Audited)
		----- (Rupees in '000) -----	
<b>10 TRADE AND OTHER PAYABLES</b>			
<b>Related parties</b>			
Pakistan International Airlines Corporation Limited		13,733,977	12,127,961
Pakistan Airport Authority		148,793,647	148,793,647
Pakistan State Oil Company Limited		23,762,400	23,762,400
National Insurance Corporation Limited		-	1,135,010
PIACL - Provident Fund		8,893,593	8,893,593
		<u>195,183,617</u>	<u>194,712,610</u>
<b>Others</b>		38,628	104,809
		<u>195,222,245</u>	<u>194,817,420</u>

**11 ADVANCE FROM SUBSIDIARIES**

PIA Investment Limited	11,388,948	11,179,663
Sabre Travel Network Pakistan (Private) Limited	7,634	7,634
	<u>11,396,582</u>	<u>11,187,297</u>

**12 ACCRUED MARK-UP**

Long term financing	100,655,853	107,023,499
Advance from PIA Investments Limited	4,777,117	4,435,688
	<u>105,432,971</u>	<u>111,459,188</u>

### 13 CONTINGENCIES

As at 30 June 2025, the excessive amount claimed by Pakistan Aviation Authority (PAA) which are not acknowledged by the Company amounted to Rs. 93,044.902 million. The said amount mainly relate to late payment surcharge and interest that has not been accepted by the Company.

		For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024
	Note	----- (Rupees in '000) -----	
<b>14 FINANCE COSTS</b>			
Mark-up on :			
Long term financing		24,052,800	3,077,796
Advance from PIA Investments Limited		341,429	-
		<u>24,394,228</u>	<u>3,077,796</u>
Effect of Discounting	6.1	563,731	-
		<u>24,957,959</u>	<u>3,077,796</u>
<b>15 TAXATION</b>			
Current		18,569	-
Deferred	15.1	189,750	-
		<u>208,319</u>	<u>-</u>
<b>15.1 Deferred tax</b>			
<b>Deductible temporary differences arising on:</b>			
Unused tax losses		-	1,200,437
Provisions		924,078	27,629
		<u>924,079</u>	<u>1,228,066</u>
<b>Taxable temporary difference arising on:</b>			
Deferred liabilities		(657,805)	(961,792)
Others		(266,273)	(226,273)
		<u>(924,078)</u>	<u>(1,228,066)</u>
		<u>-</u>	<u>-</u>
<b>15.2 Charge for the period</b>			
<b>Recognised in:</b>			
profit or loss		189,750	-
other comprehensive income		(189,750)	-
		<u>-</u>	<u>-</u>
<b>15.2</b>	Further, in view of its accounting policy, the Company has not recognised deferred tax asset amounting to Rs. 20,063.018 million on unused tax loss amounting to Rs 69,182.822 million as of 30 June 2025.		

## 16 FINANCIAL RISK MANAGEMENT AND FAIR VALUE DISCLOSURES

These unconsolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual financial statements and should be read in conjunction with the Company's annual financial statements for the year ended 31 December 2024. There have been no changes in any risk management policies since the year end.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The carrying values of financial assets and liabilities reflected in these unconsolidated condensed interim financial statements approximate their fair values. As of the reporting date, all financial instruments are carried at amortized cost except for investment property and certain investments as disclosed in note 4 which are carried at fair value. During the period, there were no transfers between level 1 and level 2 fair value measurements and no transfers into and out of level 3 fair value measurement.

## 17 TRANSACTIONS WITH RELATED PARTIES

The related parties comprise of subsidiaries, associates, profit oriented state-controlled entities and key management personnel. The transactions with related parties, other than those disclosed elsewhere in these unconsolidated condensed interim financial statements, are as follows:

Name of related parties	Basis of relationship	Nature of transaction	30 June 2025 (Unaudited) ----- (Rupees in '000) -----	31 December 2024 (Audited) ----- (Rupees in '000) -----
Government of Pakistan	Major Shareholder	Finance cost	8,107,174	13,084,237
National Bank of Pakistan	Common ownership	Finance cost	3,635,369	8,443,807
Sabre Travel Network Pakistan (Private) Limited	Subsidiary	Dividend income	-	196,901
Minhal France S.A	Sub-subsidiary	Management fee	7,428	11,302
National Insurance Company Limited	Common ownership	Insurance premium	-	9,375
Asad Rasool				
Amos Nadeem	Key management personnel	Salaries and allowances	8,565	7,453
Athar Hussain				
Rao Muhammad Imran				

## 18 SHARIAH DISCLOSURES

	30 June (Unaudited) ----- (Rupees in '000) -----	31 December (Audited) ----- (Rupees in '000) -----
<b>Disclosures in relation to the Statement of Financial Position-</b>		
Long-term financing as per Islamic mode	56,110,884	56,110,884
Short-term borrowings as per Islamic mode	-	-
Markup accrued on conventional loans	19,816,976	39,278,627
<b>Disclosures in relation to the Statement of Financial Position -</b>		
Long-term investments - shariah compliant	-	-
Short-term investments - shariah compliant	-	-
Bank balances - shariah compliant	1,091,608	-
	<b>For the period from 01 January 2025 to 30 June 2025</b>	<b>For the period from 01 May 2024 to 30 June 2024</b>
<b>Disclosures in relation to the Statement of Comprehensive Income:</b>		
Revenue earned from shariah compliant business	-	-
Break-up of late payments or liquidated damages	-	-
Gain from short-term investments - shariah compliant	-	-
Unrealised (loss) / gain from long-term investments - shariah compliant	-	-
Dividend earned from long-term investments - shariah compliant	-	-
Share of loss from joint venture - shariah compliant	-	-
Profit earned from bank deposits / TDR - shariah compliant	970	-
Exchange loss	543,216	-
Exchange gains earned using conventional derivative financial instruments	-	-
Profit paid on Islamic mode of financing	6,733,306	-
Profit earned from conventional loan	272,558	-

Source and detailed breakup of other income:	For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024
	----- (Rupees in '000) -----	
Gain from short-term investments - shariah compliant	-	-
Dividend earned from long-term investments - shariah compliant	-	-
Profit earned from bank deposits / TDR - shariah compliant	970	-
Gain on disposal of operating property, plant and equipment - shariah compliant	-	-
Scrap sales - shariah compliant	-	-
Others - shariah compliant	-	-
Gain from short-term investments - conventional	-	-
Profit earned from bank deposits / TDR - conventional	194,206	-
Profit earned from conventional loan	272,558	-

**Relationship with Shariah Compliant Financial Institutions:**

**Name:**

Al Baraka Bank Pakistan Limited  
 Faysal Bank Limited  
 Meezan Bank Limited  
 Pak China Investment  
 Pak Kuwait Investment  
 Bank Islami Pakistan Limited  
 Habib Bank Limited - Islamic Banking  
 Bank Mukarammah Limited (Summit Bank Ltd)  
 Zarai Taraqati Bank Limited  
 Dawood Family Takaful Limited  
 M.N. Textiles (Private) Ltd  
 Pakistan Mobile Communication Ltd - Provident Fund  
 DCCL - Trustee AKD Islamic Income Fund  
 SSG LPG (Private) Ltd - Employees Gratuity Fund  
 Arbisoft (Private) Limited - Employees Provident Fund  
 HBL Islamic Asset Allocation Income Fund - Plan II  
 SeaGold (Private) Ltd - Employees Provident Fund  
 MCB Islamic Bank Limited

**Relationship:**

Diminishing Musharaka  
 Diminishing Musharaka  
 Diminishing Musharaka  
 Diminishing Musharaka  
 Diminishing Musharaka  
 Diminishing Musharaka  
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 Sukuk Musharaka  
 Bank Balance & Interest on Bank  
 Balance

**19 DATE OF AUTHORISATION**

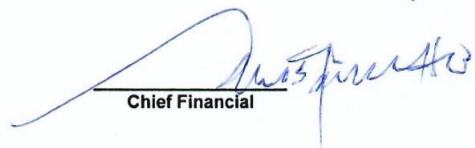
These unconsolidated condensed interim financial statements were authorised for issue on MAY 08, 2026 by the Board of Directors of the Company.

**20 GENERAL**

Figures have been rounded off to the nearest thousand Rupees, unless otherwise stated. *e 7 AM*

  
 \_\_\_\_\_  
 Chief Executive Officer

  
 \_\_\_\_\_  
 Director

  
 \_\_\_\_\_  
 Chief Financial



**CONSOLIDATED**  
**FINANCIAL**  
**STATEMENTS**

# CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

	Note	June 30, 2025	December 31, 2024
----- (Rupees in '000) -----			
<b>ASSETS</b>			
<b>NON-CURRENT ASSETS</b>			
Property, plant and equipment	4	318,681,700	309,304,918
Investment property		3,282,007	3,271,453
Intangibles	5	9,837,074	9,686,687
Long-term investments		144,634	144,634
Receivable in respect of Centre Hotel		2,143,817	2,104,225
Derivatives		60,448	52,598
Long-term deposits and prepayments		8,925,662	6,807,309
		<u>343,076,140</u>	<u>331,371,827</u>
<b>CURRENT ASSETS</b>			
Stores and spares		4,998,678	4,304,040
Trade debts		13,872,504	13,005,316
Advances		8,783,590	7,198,823
Trade deposits and short-term prepayments		5,956,275	10,453,625
Other receivables		11,908,805	13,052,340
Cash and bank balances		25,234,850	16,351,527
		<u>70,762,703</u>	<u>64,365,674</u>
Assets held for sale	9	-	524,629
<b>TOTAL ASSETS</b>		<u><b>413,827,843</b></u>	<u><b>396,262,131</b></u>
<b>EQUITY AND LIABILITIES</b>			
<b>SHARE CAPITAL AND RESERVES</b>			
Authorized share capital		54,000,000	54,000,000
Issued, subscribed and paid-up share capital		52,345,120	52,345,120
Reserves		(790,374,892)	(778,777,557)
Surplus on revaluation of property, plant and equipment - net		149,032,055	141,976,251
Foreign translation reserve		20,413,712	15,173,220
Attributable to the Holding Company's shareholders		(568,684,005)	(569,282,986)
Non-controlling interest		6,957,784	5,999,176
		<u>(561,626,221)</u>	<u>(563,283,790)</u>
<b>NON-CURRENT LIABILITIES</b>			
Long-term financing		409,765,830	398,459,945
Lease liabilities		11,142,908	14,426,525
Long-term advances and deposits		120,284	118,186
Deferred taxation - net		9,743,602	6,325,295
Deferred liabilities		63,306,329	62,649,062
		<u>494,078,953</u>	<u>481,979,011</u>
<b>CURRENT LIABILITIES</b>			
Trade and other payables		323,486,800	329,958,440
Unclaimed dividend - preference shares		65,634	65,634
Accrued interest		98,844,264	107,911,798
Taxation - net		8,743,433	5,859,174
Current maturities of non current liabilities		50,234,990	30,768,414
		<u>481,375,110</u>	<u>474,563,458</u>
Liabilities related to assets held for sale	9	975,454,064	956,542,469
<b>TOTAL EQUITY AND LIABILITIES</b>		<u><b>413,827,843</b></u>	<u><b>396,262,131</b></u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	6		

The annexed notes from 1 to 13 form an integral part of these consolidated financial statements.

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Financial Officer

2

**CONSOLIDATED CONDENSED INTERIM  
STATEMENT OF PROFIT OR LOSS  
AS AT JUNE 30, 2025**

	Note	For The Period	For The Period
		01 January 2025 To 30 June 2025	01 January 2024 To 30 June 2024
		(Rupees in '000)	
		(Un-Audited)	(Un-Audited)
Revenue - net		130,099,440	125,723,838
Cost of services			
Aircraft fuel		(35,611,919)	(40,466,944)
Others		(68,067,876)	(61,092,468)
		(103,679,795)	(101,559,412)
Gross profit		26,419,645	24,164,426
Distribution costs		(4,717,891)	(4,973,365)
Administrative expenses		(6,380,699)	(9,906,821)
Other provisions and adjustments - net		(950,723)	(470,704)
Other income - net		2,586,163	1,554,442
		(9,463,151)	(13,796,448)
Profit from operations		16,956,494	10,367,978
Exchange loss - net		1,502,221	(1,090,471)
Profit / (loss) before interest and taxation		18,458,715	9,277,507
Finance costs		(28,110,803)	(14,791,486)
Share of Profit from Associate		-	811
Loss from continued operations		(9,652,088)	(5,513,168)
gain from discontinued operations	9.1.2	4,667,208	-
Loss before levy and income tax		(4,984,880)	(5,513,168)
levy - minimum tax		(1,959,896)	-
Loss before income tax		(6,944,775)	(5,513,168)
Taxation		(3,251,479)	(1,662,159)
Loss for the year		(10,196,255)	(7,175,327)
Attributable to:			
Equity holders of the Holding Company		(10,239,436)	(7,141,368)
Non-controlling interest		43,181	(33,359)
		(10,196,255)	(7,174,727)
Loss per share - basic and diluted		----- (Rupees in '000) -----	
Loss attributable to:			
'A' class Ordinary shares of Rs. 10 each		(1.96)	(1.36)
'B' class Ordinary shares of Rs. 5 each		(0.98)	(0.68)

The annexed notes from 1 to 13 form an integral part of these consolidated financial statements.

  
Chief Executive Officer

  
Director

  
Chief Financial Officer



**CONSOLIDATED CONDENSED INTERIM  
STATEMENT OF COMPREHENSIVE INCOME  
AS AT JUNE 30, 2025**

	For The Period 01 January 2025 To 30 June 2025	For The Period 01 January 2024 To 30 June 2024
	(Rupees in '000)	
Loss for the year	(10,196,255)	(7,175,327)
<b>Other comprehensive income</b>		
<i>Items that will be reclassified subsequently to consolidated statement of profit or loss</i>		
Loss on re-measurement of derivative - net of tax	(2,764)	-
Exchange differences on translation of foreign operations	7,232,606	(637,540)
	7,229,842	(637,540)
<i>Items that will not be reclassified subsequently to consolidated statement of profit or loss</i>		
Remeasurement of post retirement defined benefits obligations - net of tax	(1,757,761)	-
Revaluation reserve realized - net of tax	(901,162)	(23,947)
Surplus on revaluation of property, plant and equipment - net of tax	9,710,541	(879,077)
Related deferred tax	(2,427,635)	-
	4,623,983	(903,024)
Total other comprehensive income for the year	11,853,825	(1,540,564)
<b>Total comprehensive loss for the year</b>	<b>1,657,570</b>	<b>(8,715,891)</b>
Attributable to:		
Equity holders of the Holding Company	698,962	(8,608,324)
Non-controlling interest	958,608	(107,567)
	<b>1,657,570</b>	<b>(8,715,891)</b>

The annexed notes from 1 to 13 form an integral part of these consolidated financial statements.

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Financial Officer





**CONSOLIDATED CONDENSED INTERIM  
STATEMENT OF CASH FLOWS  
AS AT JUNE 30, 2025**

	Note	For The Period 01 January 2025 To 30 June 2025	For The Period 01 January 2024 To 30 June 2024
(Rupees in '000)			
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Cash generated from operations	8	18,285,696	11,797,611
Profit on bank deposits received		190,165	49,504
Finance costs paid		(33,961,351)	(3,550,751)
Taxes paid		(511,961)	(31,837)
Staff retirement benefits paid		(482,834)	(1,336,366)
Long-term deposits and prepayments - net		(2,187,678)	(700,578)
<b>Net cash generated from operating activities</b>		<b>(18,667,963)</b>	<b>6,227,583</b>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Purchase of property, plant and equipment		(1,192,524)	(184,055)
Purchase of Intangibles		(8,203)	1
Marketable Securities (MFSA)		287,049	(2,103,908)
Restricted cash		(128,297)	3,147,886
Proceeds from Sale of Property, plant and equipment		5,361	1,526,993
<b>Net cash used in investing activities</b>		<b>(1,036,615)</b>	<b>2,386,917</b>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Long-Term Financing Net		31,837,166	(10,692,236)
Proceeds from short term loan		-	7,000,000
Repayments of lease liabilities		(4,392,235)	(4,021,398)
<b>Net cash used in financing activities</b>		<b>27,444,932</b>	<b>(7,713,634)</b>
<b>Increase / (decrease) in cash and cash equivalents</b>		<b>7,740,354</b>	<b>900,866</b>
Cash and cash equivalents at beginning of the year		16,350,199	7,932,285
Effects of exchange rate changes on cash and cash equivalents		(41,538)	(176,806)
<b>Cash and cash equivalents at end of the year</b>		<b>24,049,015</b>	<b>8,656,345</b>
<b>Cash and cash equivalents</b>			
Cash and bank balances		25,234,850	8,656,345

The annexed notes from 1 to 13 form an integral part of these consolidated financial statements.

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Financial Officer

*for*

# NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS FOR THE PERIOD ENDED JUNE 30, 2025

## 1 LEGAL STATUS AND NATURE OF BUSINESS

The 'Group' consists of PIA Holding Company Limited (PIAHCL), i.e. the Holding Company, its subsidiaries and associates.

### 1.1 PIA Holding Company (the Holding Company)

The Holding Company was incorporated in Pakistan under the Companies Act, 2017 (the Act) as a public limited company on 21 March 2024 and listed on Pakistan Stock Exchange on 27 May 2024. The registered office of the Company is situated at PIA Building, 49-AKM Fazal-e-Haq Road, Blue Area, Islamabad. The principal activity of the Company is to act as the holding company of its subsidiaries and associates.

- 1.1.1 In accordance with the Scheme of Arrangement (SoA), PIACL completed a business restructuring exercise after obtaining approval from the Federal Government (FG), along with legal and regulatory approvals. The effective date of the SOA was 30 April 2024 and with effect from the said date the entire shareholding of PIACL was transferred to the Holding Company and PIACL became the wholly owned subsidiary of the Company. As a result of the restructuring of the PIACL's business, certain assets and liabilities were transferred to the Holding Company. The details of assets and liabilities transferred to the Holding Company and its consequential effect on the reserves of the Company as of 30 April 2024 are as follows:

ASSETS	(Rupees in '000)
LIABILITIES	20,185,815
NET ASSETS (transferred to reserves under the Scheme)	<u>(673,714,153)</u>
	<u>(653,528,338)</u>

### 1.2 Subsidiaries and associates

#### 1.2.1 Pakistan International Airlines Corporation Limited (PIACL)

The principal activity of the Subsidiary is to provide commercial air transportation, which includes passenger, cargo and postal carriage services. Other activities of the

Subsidiary Company include provision of engineering and allied services. The head office of the Subsidiary is situated at PIA Building, Jinnah International Airport, Karachi.

PIACL was incorporated on January 10, 1955 under the Pakistan International Airlines Company Ordinance, 1955, which was subsequently repealed and replaced by the Pakistan International Airlines Company Act, 1956. With effect from April 19, 2016, PIACL converted from a statutory corporation to a public limited company by shares, through Act No. XV of 2016 'The Pakistan International Airlines Company (Conversion) Act, 2016' (the Conversion Act) approved by the Parliament of Pakistan. The head office of the PIACL is situated at PIA Building, Jinnah International Airport, Karachi. PIACL is the subsidiary company of the Holding Company and its main source of earnings are from providing commercial air transportation, engineering and allied services. The Holding Company held 100% shares of PIACL as at 30 June 2025.

#### 1.2.2 PIA Investments Limited (PIAIL)

PIAIL was incorporated on September 10, 1977 in Sharjah, United Arab Emirates as a limited liability Company under a decree issued by H. H., The Ruler of Sharjah. During 1986, PIAIL was registered in British Virgin Islands under International Business Companies Ordinance, 1984 (now BVI Business Companies (Amendment) Act, 2012) as a Company limited by shares. The principal activity of PIAIL is to carry on business as promoters of and investors in projects related to construction, development and operation of hotels, motels and restaurants throughout the world. The Holding Company's controlling interest in PIAIL is 100% as at 30 June 2025.

#### 1.2.3 Skyroom (Private) Limited (SRL)

SRL was incorporated on May 20, 1975 in Pakistan as a private limited Company under the Companies Act, 1913 (now Companies Act, 2017). The principal activity of SRL is to manage Airport Hotel, Karachi. The Holding Company's controlling interest in SRL is 100% as at 30 June 2025.

#### 1.2.4 Sabre Travel Network Pakistan (Private) Limited (Sabre)

Sabre was incorporated in Pakistan on October 12, 2004 as a private Company limited by shares, under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The principal activity of Sabre is to market and distributes a computer reservation system to subscribers in Pakistan under a sub-distribution agreement with Sabre Asia Pacific (Pte.) Ltd. The Holding Company controlling interest in Sabre is 70% as at 30 June 2025.

### 1.3 Associate

Minhal Incorporated (Minhal), Sharjah was incorporated on January 1, 1977 in Sharjah, United Arab Emirates as a limited liability Company and is currently registered in British Virgin Islands. The principal activities of Minhal are to carry on business as promoters. PIAHCL has controlling interest in associate is 40% as at 30 June 2025 and the company is in the process of winding up.

## 2 BASIS OF CONSOLIDATION

- 2.1 These consolidated condensed interim financial statements comprise the financial statements of the Holding Company and its subsidiaries as at 30 June 2025.

- 2.2 The condensed interim financial statements of the subsidiary companies have been consolidated on a line by line basis. The carrying value of investments held by the Holding Company is eliminated against the subsidiaries' share capital and pre-acquisition reserves

- 2.3 Non-Controlling interest has been presented as a separate item in these consolidated condensed interim financial statements. All material intercompany balances have been eliminated.

### 3 BASIS OF PREPARATION

#### 3.1 Statement of Compliance

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

- International Accounting Standards (IAS) 34, Interim Financial Reporting issued by the International Accounting Standards
- Provisions of and directives issued under the Companies Act, 2017 and SOE Act 2023.

Where provisions of and directives issued under the Companies Act 2017 differ from the requirements under IAS 34, the provisions of and directives issued under the Companies Act 2017 have been followed.

#### 3.2 Basis of measurement

3.2.1 These consolidated financial statements have been prepared under the historical cost convention except otherwise disclosed in the consolidated financial statements.

#### 3.3 Functional and Presentation Currency

Items included in the consolidated financial statements relating to each entity of the Group are measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are presented in Pakistani Rupees ('PKR', 'Rupees' or 'Rs') which is the Holding Company's functional and presentation

4 PROPERTY, PLANT AND EQUIPMENT	Note	June 30,	December 31,	
		2025	2024	
		----- (Rupees in '000) -----		
Operating fixed assets:				
- owned		302,470,582	289,738,364	
- right of use asset		15,765,879	19,175,434	
		<u>318,236,461</u>	<u>308,913,798</u>	
Capital work-in-progress		445,239	391,122	
Reclassified to Assets held for sale		-	(2,000)	
		<u>318,681,700</u>	<u>309,304,918</u>	
5 INTANGIBLES				
		Computer Software	Goodwill	Total
		----- (Rupees in '000) -----		
<b>As at June 30, 2025</b>				
Balance as at beginning of the year		164,278	9,522,409	9,686,687
Additions during the period		662		662
Translation adjustment		540	178,035	178,575
Amortisation for the year		(28,851)	-	(28,851)
Balance as at end of the year		<u>136,629</u>	<u>9,700,444</u>	<u>9,837,074</u>
<b>As at December 31, 2024</b>				
Balance as at beginning of the year		282,747	9,607,747	9,890,494
Translation adjustment		(32,266)	(85,338)	(117,604)
Amortisation for the year		(86,203)	-	(86,203)
Balance as at end of the year		<u>164,278</u>	<u>9,522,409</u>	<u>9,686,687</u>

### 6 CONTINGENCIES AND COMMITMENTS

There has been no material changes in the status of the contingencies as disclosed in the consolidated financial statements of PIA CL for the period ended June 30, 2025

### 7 SEGMENT REPORTING

A business segment is a group of assets and operations engaged in providing products that are subject to risk and returns that are different from those of other business segments

#### 7.1 Type of Segment

#### Nature of Business

Aviation	This part of business is mainly engaged in the provision of commercial air transportation, engineering
Hotel Services	This part of business is primarily engaged in operations relating to the Hotels, Restaurants and
Others	It includes management of investments and also provision of reservation system services

7.2 Information regarding the Group's operating segments is as follows:

REVENUE - NET	FOR THE PERIOD,	FOR THE PERIOD,
	01 JANUARY 2025	01 JANUARY 2024
	TO 30 JUNE 2025	TO 30 JUNE 2024
(Rupees in '000)		
Aviation	111,735,855	105,723,428
Hotel Services	61,646,165	8,272,130
Others	481,674	11,728,280
Adjustments and eliminations due to inter-segment balances	(803,565)	-
	<u>173,060,129</u>	<u>125,723,838</u>
<b>COST OF SERVICES</b>		
Aviation	93,691,734	91,840,695
Hotel Services	36,351,764	4,019,642
Others	220,533	5,699,075
Adjustments and eliminations due to inter-segment balances	(803,565)	-
	<u>129,460,466</u>	<u>101,559,412</u>

	FOR THE PERIOD, 01 JANUARY 2025 TO 30 JUNE 2025	FOR THE PERIOD, 01 JANUARY 2024 TO 30 JUNE 2024
	(Rupees in '000)	
<b>8 OPERATING CASHFLOWS</b>		
Profit / (Loss) before Levy and Income tax	(4,984,880)	(5,513,168)
Adjustments for:		
Depreciation	6,241,859	6,697,569
Fair value gain on investment property	(40,269)	(10,933)
Amortisation of intangibles	28,851	52,461
Provision for slow moving stores and spares	379,847	(125,556)
Provision for impairment against doubtful debts	165,421	470,704
Provision for doubtful deposits	69,629	53,392
Provision for advances	315,566	-
Provision against other receivables	20,173	5,371
Provision for employee benefits	3,467,185	3,484,665
Finance cost	27,538,953	14,791,486
gain from discontinued operations	(4,667,208)	-
Unrealised exchange (gain) / loss	920,258	(178,071)
Profit on bank deposits	(190,165)	49,504
	<u>29,265,221</u>	<u>19,773,878</u>
Working capital changes		
(Increase) / decrease in stores and spares	(1,068,587)	(5,623)
(Increase) in trade debts	(1,067,319)	(253,634)
(Increase) / decrease in advances	(1,718,107)	109,999
(Increase) in trade deposits and prepayments	(735,644)	(215,698)
(Increase) / decrease in other receivables	2,129,879	(8,112,312)
(decrease) / Increase in trade and other payables	(8,519,746)	501,001
	<u>(10,979,525)</u>	<u>(7,976,267)</u>
<b>Net Cash generated from operating activities</b>	<u>18,285,696</u>	<u>11,797,611</u>

#### 9 ASSETS AND LIABILITIES HELD FOR SALE / DISCONTINUED OPERATIONS

9.1 During the period, the Board of Directors of the Company has decided to carve-out the operations and related assets and liabilities of PEC to PECPL through a Scheme of Arrangement duly sanctioned by the SECP on 05 December 2025. Accordingly, in accordance with the requirements of IFRS-5 "Non-current Assets Held for Sale and Discontinued Operations", the Company reclassified the assets and liabilities related to PEC from the respective line items to assets and liabilities held for sale.

9.1.1 The break-up of assets / liabilities transferred to PEC is as follows:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
	----- (Rupees in '000) -----	
<b>Assets</b>		
Property and equipment	2,000	2,000
Stores and spares	102,510	147,508
Advances	2,914	21,846
Other receivables	68,087	249,355
Bank balances	451,929	103,920
	<u>627,440</u>	<u>524,629</u>
<b>Liabilities</b>		
Deferred liabilities	2,017,166	1,826,262
Trade and other payables	1,207,415	1,177,190
	<u>3,224,581</u>	<u>3,003,452</u>
<b>Net liabilities</b>	<u>(2,597,141)</u>	<u>(2,478,823)</u>

9.1.2 During the period, income and expenses related to discontinued operations are as follows:

	For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024
	----- (Rupees in '000) -----	
Other income	101,094	-
General and administrative expenses	(531,027)	-
<b>Net loss during the period</b>	<u>(429,933)</u>	<u>-</u>
Sale consideration	2,500,000	-
Net liabilities	(2,597,141)	-
<b>Gain on disposal of discontinued operations</b>	<u>5,097,141</u>	<u>-</u>
	<u>4,667,208</u>	<u>-</u>

## 10 FINANCIAL RISK MANAGEMENT

The Group's activities expose it to a variety of financial risks including market risk, currency risk, interest rate risk, other price risk, credit risk and liquidity risk.

These consolidated condensed interim financial statements do not include all financial risk management information and disclosures which are required in the annual consolidated financial statements and should be read in conjunction with the Company's annual consolidated financial statements as at December 31, 2024. There have been no changes in any risk management policies since the year end

## 11 TRANSACTIONS WITH RELATED PARTY

11.1 Following are the related parties with whom the Group had entered into transactions or had agreements and / or arrangements in place during the period:

Name of Related Parties	Direct Shareholding	Relationship
Government of Pakistan	96%	Major Shareholder
PIA Corporation Limited	100%	Subsidiary
PIA Investments Limited PIAIL	100%	Subsidiary
Skyrooms (Private) Limited	100%	Subsidiary
Sabre Travel Network Pakistan (Private) Limited	70%	Subsidiary
Minhal France S.A	-	Sub - Subsidiary
<b>Profit oriented state controlled entities</b>		
National Bank of Pakistan	-	State owned / controlled entities
<b>Key management personnel</b>		
Asad Rasool	-	Key management personnel
Amos Nadeem	-	Key management personnel
Athar Hussain	-	Key management personnel
Rao M Imran	-	Key management personnel

11.2 Related parties include associated entities, directors and their close family members and other key management personnel. Details of transactions with related parties during the year, other than those which have been disclosed elsewhere in these consolidated financial statements, are as follows:

Name of Related Parties and relationship with the Company			For the period from 01 January 2025 to 30 June 2025 (Rupees in '000)
Name of related parties	Basis of relationship	Nature of transaction	
Minhal France S.A	Sub-Subsidiary	Management Fee	7,428
Government of Pakistan	Major Shareholder	Finance Cost	6,622,627
National Bank of Pakistan	Common Ownership	Finance Cost	3,632,075
Asad Rasool			
Amos Nadeem	Key Management Personnel	Salaries and Allowances	8,565
Athar Hussain			
Rao Muhammad Imran			

## 12 SHARIAH DISCLOSURES

### Disclosures in relation to the Statement of Financial Position- Liability Side:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Long-term financing as per Islamic mode	56,110,884	56,110,884
Short-term borrowings as per Islamic mode	-	-
Markup accrued on conventional loans	19,816,976	39,278,627

### Disclosures in relation to the Statement of Financial Position - Asset Side:

	30 June 2025 (Unaudited)	31 December 2024 (Audited)
Long-term investments - shariah compliant	-	-
Short-term investments - shariah compliant	-	-
Bank balances - shariah compliant	1,091,608	-

	For the period from 01 January 2025 to 30 June 2025	For the period from 01 May 2024 to 30 June 2024
<b>Disclosures in relation to the Statement of Comprehensive Income:</b>		
Revenue earned from shariah compliant business	-	-
Break-up of late payments or liquidated damages	-	-
Gain from short-term investments - shariah compliant	-	-
Unrealised (loss) / gain from long-term investments - shariah compliant	-	-
Dividend earned from long-term investments - shariah compliant	-	-
Share of loss from joint venture - shariah compliant	-	-
Profit earned from bank deposits / TDR - shariah compliant	970	-
Exchange loss	543,216	-
Exchange gains earned using conventional derivative financial instruments	-	-
Profit paid on Islamic mode of financing	6,733,306	-
Profit earned from conventional loan	272,558	-

<b>Source and detailed breakup of other income:</b>		
Gain from short-term investments - shariah compliant	-	-
Dividend earned from long-term investments - shariah compliant	-	-
Profit earned from bank deposits / TDR - shariah compliant	970	-
Gain on disposal of operating property, plant and equipment - shariah compliant	-	-
Scrap sales - shariah compliant	-	-
Others - shariah compliant	-	-
Gain from short-term investments - conventional	-	-
Profit earned from bank deposits / TDR - conventional	194,206	-
Profit earned from conventional loan	272,558	-

**Relationship with Shariah Compliant Financial Institutions:**

Name:	Relationship
Al Baraka Bank Pakistan Limited	Diminishing Musharaka
Faysal Bank Limited	Diminishing Musharaka
Meezan Bank Limited	Diminishing Musharaka
Pak China Investment	Diminishing Musharaka
Pak Kuwait Investment	Diminishing Musharaka
Bank Islami Pakistan Limited	Diminishing Musharaka
Habib Bank Limited - Islamic Banking	Diminishing Musharaka
Bank Mukarramah Limited (Summit Bank Ltd)	Diminishing Musharaka
Zarai Taraqiat Bank Limited	Sukuk Musharaka
Dawood Family Takaful Limited	Sukuk Musharaka
M.N. Textiles (Private) Ltd	Sukuk Musharaka
Pakistan Mobile Communication Ltd - Provident Fund	Sukuk Musharaka
DCCL - Trustee AKD Islamic Income Fund	Sukuk Musharaka
SSG LPG (Private) Ltd - Employees Gratuity Fund	Sukuk Musharaka
Arbisoft (Private) Limited - Employees Provident Fund	Sukuk Musharaka
HBL Islamic Asset Allocation Income Fund - Plan II	Sukuk Musharaka
SeaGold (Private) Ltd - Employees Provident Fund	Sukuk Musharaka
MCB Islamic Bank Limited	Sukuk Musharaka
	Bank Balance & Interest on Bank Balance

**13 AUTHORISATION OF FINANCIAL STATEMENTS**

These financial statements were authorized for issue by the Board of Directors in its meeting held on MAY 08, 2026

  
\_\_\_\_\_  
Chief Executive Officer

  
\_\_\_\_\_  
Director

  
\_\_\_\_\_  
Chief Financial Officer





[www.piahcl.com.pk](http://www.piahcl.com.pk)

#### REGISTERED ADDRESS

Company Secretary - PIAHCL  
4th Floor, PIA Building,  
49-AKM Fazal-e-Haq Road,  
Blue Area, Islamabad, Pakistan

#### LIAISON OFFICE ADDRESS

Company Secretary - PIAHCL  
1st Floor, Executive Corridor,  
PIA Head Office,  
Karachi-Airport

