First Habib Modaraba

(An Islamic Financial Institution)

(Managed by: HabibMetro Modaraba Management)

FHM/PSX/2143/2026

August 06, 2026

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

Subject: Financial Results for the year ended June 30, 2026.

Dear Sir,

We have to inform you that the Board of Directors of Habib Metropolitan Modaraba Management Company (Private) Limited – Modaraba Management Company in their meeting held on Thursday, August 06, 2026 at 11:00 a.m. at 6th Floor, HBZ Plaza I.I. Chundrigar Road, Karachi has approved the Annual Audited Financial statements of First Habib Modaraba and recommended the following;

(i) **Cash dividend**
A final cash dividend for the year ended June 30, 2026 at Rs. 2.25 per certificate i.e 22.5%.

(ii) **Bonus shares** — **NIL**

(iii) **Right shares** — **NIL**

(iv) **Any other entitlement/corporate action** — **NIL**

(v) **Any other price-sensitive information** — **NIL**

Financial Results

In Compliance of PSX Notice PSX/N-062, the financial statements of the Modaraba are attached as Annexure and include the following:

- Statement of Financial Position
- Statement of Profit and Loss & Other Comprehensive Income
- Statement of Changes in Equity
- Statement of Cash Flows

Annual Review Meeting

The Annual Review Meeting will be held on October 07, 2026 at 3:00 p.m. at Karachi.

The Certificate Transfer Books of the Modaraba will be closed from October 01, 2026 to October 09, 2026 both days inclusive). Transfers received at the Modaraba's certificate registrar at "CDC Share Registrar Services Ltd, CDC House, 99-B, Block – B, S.M.C.H.S, Main Shahrah-e-Faisal, Karachi, at the close of business on September 30, 2026 will be treated as in time for the purpose of above entitlement to the transferees.

The Annual Report of the Modaraba will be transmitted through PUCARS at least 21 days before holding of Annual Review Meeting.

Yours Sincerely,

Tehsin Abbas
Company Secretary

C.C The Executive Director / HOD
Offsite-II Department Supervision Division,
Securities and Exchange Commission of Pakistan
63, NIC Building, Jinnah Avenue, Blue Area,
Islamabad.

6th Floor, HBZ Plaza, (Hirani Centre) I.I. Chundrigar Road. Karachi-74200
UAN: 111-346-346 **TEL:** 32635949-51
E-MAIL: fhm@habibmodaraba.com **WEBSITE:** www.habibmodaraba.com
HMMM is a subsidiary of Habib Metropolitan Bank

HABIBMETRO
Modaraba Management

FIRST HABIB MODARABA
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	Note	2026	2025
		-------------- (Rupees) ----------------	
ASSETS			
NON-CURRENT ASSETS			
Property and equipment	5	88,838,077	88,484,327
Intangible assets	6	3,848,770	7,952,753
Diminishing musharaka financing	7	24,664,586,083	20,557,392,328
Long term deposits	8	1,920,300	1,515,300
Long term investments	9	179,475,000	446,575,160
Deferred tax asset - net	10	352,572,355	379,024,590
		25,291,240,585	21,480,944,458
CURRENT ASSETS			
Short term investments	11	273,780,160	312,272,373
Current portion of diminishing musharaka financing	7	12,556,008,508	10,246,759,431
Diminishing Musharaka financing installments receivable	12	442,367	879,700
Advances and prepayments	13	3,010,093,886	1,868,656,118
Other receivables	14	17,672,184	24,562,024
Cash and bank balances	15	577,857,800	815,309,565
		16,435,854,905	13,268,439,211
TOTAL ASSETS		41,727,095,490	34,749,383,669
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorized certificate capital 140,000,000 of Rs. 10/- each (2025: 140,000,000 certificates of Rs. 10/- each)		1,400,000,000	1,400,000,000
Issued, subscribed and paid-up certificate capital	16	1,108,305,000	1,108,305,000
Reserves	17	5,122,720,320	4,630,589,940
Certificate holders' equity		6,231,025,320	5,738,894,940
SURPLUS ON REVALUATION OF INVESTMENTS	18	30,014,336	45,175,598
NON-CURRENT LIABILITIES			
Liability against right of use assets	19	13,630,444	15,869,077
CURRENT LIABILITIES			
Certificates of investment (musharaka)	20	22,261,256,971	20,773,092,578
Current maturity of liability against right of use assets	19	13,243,656	8,160,336
Unearned diminishing musharaka installments		34,229,470	12,265,316
Advance diminishing musharaka installments		14,989,358	14,329,272
Trade and other payables	21	1,010,174,936	894,090,781
Profit payable on certificates of investment (musharaka)		464,837,630	274,874,695
Running Musharaka	22	10,932,008,831	6,295,389,223
Profit payable on running musharaka		249,421,337	124,467,679
Unclaimed dividend		49,615,068	46,745,395
Dividend payable		10,736,900	9,150,852
Taxation-net		411,911,233	496,877,927
		35,452,425,390	28,949,444,054
TOTAL EQUITY AND LIABILITIES		41,727,095,490	34,749,383,669
CONTINGENCIES AND COMMITMENTS	23		

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

For Habib Metropolitan Modaraba Management Company (Private) Limited
(Modaraba Management Company)

Chief Executive Officer | **Chief Financial Officer** | **Director** | **Director**

FIRST HABIB MODARABA
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FIRST HABIB MODARABA
STATEMENT OF PROFIT AND LOSS AND OTHER COMPREHENSIVE INCOME
FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026	2025
		----------- (Rupees)	-------------
Income from diminishing musharaka financing	24	4,850,542,097	4,971,815,210
Reversal / (provision) in respect of diminishing musharaka financing	7.3	41,547,483	(124,927,933)
Reversal in respect of diminishing musharaka financing installments receivable	12.1	2,754,891	12,949,586
Modification loss in respect of diminishing musharaka financing	7.3.1	(11,361,276)	-
Administrative expenses	25	(336,012,882)	(298,249,349)
		4,547,470,313	4,561,587,514
Other income	26	224,788,767	226,142,004
		4,772,259,080	4,787,729,518
Financial charges	27	(3,351,112,641)	(3,322,357,382)
Modaraba Management Company's remuneration	21.3	(142,114,644)	(146,537,214)
Sales tax on Modaraba Management Company's remuneration	21.4	(21,317,197)	(21,980,582)
Provision for Sindh Workers' Welfare Fund	21.2	(25,154,292)	(25,937,087)
Profit before taxation and levy		1,232,560,306	1,270,917,253
Levy	28.1	(16,005,503)	(25,666,378)
Profit before taxation		1,216,554,803	1,245,250,875
Taxation	28.2	(468,634,335)	(343,754,310)
Profit after taxation		747,920,468	901,496,565
Other comprehensive income			
Items that will not be reclassified subsequently to statement of profit and loss			
Remeasurement of post retirement benefit obligation - net of tax	21.6(j)	(6,421,463)	(4,284,905)
(Deficit) / surplus on revaluation of investments classified as 'at fair value through other comprehensive income' - net of tax	18	(15,161,262)	10,672,231
		(21,582,725)	6,387,326
Total comprehensive income for the year		726,337,743	907,883,891
Earnings per certificate - basic and diluted	29	6.75	8.13

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

For Habib Metropolitan Modaraba Management Company (Private) Limited
(Modaraba Management Company)

Chief Executive Officer **Chief Financial Officer** **Director** **Director**

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FIRST HABIB MODARABA
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED JUNE 30, 2026

	Certificate capital	Capital reserves: Certificate premium	Capital reserves: Amalgamation Reserve	Capital reserves: Statutory reserves	Revenue reserves: General reserves	Revenue reserves: Unappropriated profit	Total equity
	(Rupees)						
Balance as at July 01, 2024	1,108,305,000	378,000,000	233,003,899	1,284,362,639	1,830,000,000	240,755,792	5,074,427,330
Total comprehensive income for the year	-	-	-	-	-	897,211,660	897,211,660
Profit distribution for the year ended June 30, 2024 at Rs. 2.1/- per certificate	-	-	-	-	-	(232,744,050)	(232,744,050)
Balance as at June 30, 2025	1,108,305,000	378,000,000	233,003,899	1,284,362,639	1,830,000,000	905,223,402	5,738,894,940
Balance as at July 01, 2025	1,108,305,000	378,000,000	233,003,899	1,284,362,639	1,830,000,000	905,223,402	5,738,894,940
Total comprehensive income for the year	-	-	-	-	-	741,499,005	741,499,005
Profit distribution for the year ended June 30, 2025 at Rs. 2.25/- per certificate	-	-	-	-	-	(249,368,625)	(249,368,625)
Transfer from unappropriated profit to general reserves	-	-	-	-	500,000,000	(500,000,000)	-
Balance as at June 30, 2026	1,108,305,000	378,000,000	233,003,899	1,284,362,639	2,330,000,000	897,353,782	6,231,025,320

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

For Habib Metropolitan Modaraba Management Company (Private) Limited
(Modaraba Management Company)

Chief Executive Officer	Chief Financial Officer	Director	Director

FIRST HABIB MODARABA
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FIRST HABIB MODARABA
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2026

	Note	2026	2025
		------------- (Rupees)	-------------
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash generated from operations	41	3,709,027,840	4,362,722,387
Diminishing musharaka financing - net		(6,537,286,446)	(7,259,732,158)
Long term deposits		(405,000)	(50,000)
Financial charges paid		(3,028,752,866)	(3,597,855,052)
Gratuity paid		(10,861,261)	(4,887,549)
Tax paid		(548,257,159)	(395,363,442)
Net cash used in operating activities		(6,416,534,892)	(6,895,165,814)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of tangible assets in own use		(21,216,797)	(27,016,159)
Purchase of intangible assets		-	(2,117,456)
Purchase of investments		-	(100,000,000)
Proceeds from sale of tangible assets in own use		3,646,499	4,082,108
Proceeds from sale of investments		323,218,694	-
Dividends received		7,513,144	7,768,125
Net cash generated from / (used in) investing activities		313,161,540	(117,283,382)
CASH FLOWS FROM FINANCING ACTIVITIES			
Profit distributed		(244,912,904)	(229,983,752)
Payments of lease rentals against right of use assets	19	(13,949,510)	(7,353,669)
Issue of certificates of investment (musharaka)		94,454,621,633	79,522,043,150
Repayment of certificates of investment (musharaka)		(92,966,457,240)	(74,937,473,311)
Net cash generated from financing activities		1,229,301,979	4,347,232,418
Net decrease in cash and cash equivalents		(4,874,071,373)	(2,665,216,778)
Cash and cash equivalents at the beginning of the year		(5,480,079,658)	(2,814,862,880)
Cash and cash equivalents at the end of the year	30	(10,354,151,031)	(5,480,079,658)

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

For Habib Metropolitan Modaraba Management Company (Private) Limited
(Modaraba Management Company)

Chief Executive Officer | **Chief Financial Officer** | **Director** | **Director**

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