First Habib Modaraba

(AN ISLAMIC FINANCIAL INSTITUTION)

HALF YEARLY REPORT | DECEMBER 31, 2025

FIRST HABIB MODARABA

40 YEARS

Continuous Journey of Success

1985-2025

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CORPORATE INFORMATION

MODARABA MANAGEMENT COMPANY

Habib Metropolitan Modaraba Management Company (Private) Limited

Board OF DIRECTORS

Mohammad Shams Izhar	- Chairman Non-Executive Director
Mr. Muhammad Shoaib Ibrahim	- Chief Executive Officer
Syed Rasheed Akhtar	- Non-Executive Director
Mr. Saeed Uddin Khan	- Non-Executive Director
Mr. Usman Nurul Abedin	- Non-Executive Director
Dr. Irum Saba	- Non-Executive Independent Director
Mr. Murtaza Ahmed Ali	- Non-Executive Director

AUDIT COMMITTEE

Mr. Saeed Uddin Khan	- Chairman
Dr. Irum Saba	- Member
Mr. Mohammad Shams Izhar	- Member

HUMAN RESOURCE COMMITTEE

Mr. Saeed Uddin Khan	- Chairman
Syed Rasheed Akhtar	- Member
Mr. Mohammad Shams Izhar	- Member

LEGAL ADVISOR

Mohsin Tayebaly & Company
Ahmed & Qazi Advocates & Legal Consultants

SHARES REGISTRAR

CDC Share Registrar Services Limited
Share Registrar Department
CDC House, 99-B, Block "B",
S.M.C.H.S
Main Shahrah-e-Faisal,
Karachi,
Pakistan. Tel: 111-111-500

AUDITORS

BDO Ebrahim & Co.
Chartered Accountants

COMPANY SECRETARY

Mr. Tehsin Abbas

SHARIAH ADVISOR

Mufti Faisal Ahmed

BANKERS

Al Baraka Bank Pakistan Limited
Dubai Islamic Bank Limited
Faysal Bank Limited
Habib Bank Limited - (Islamic Banking)
Habib Metropolitan Bank Limited - (Islamic Banking)
MCB Bank Limited - (Islamic Banking)
Meezan Bank Limited
Soneri Bank Limited - (Islamic Banking)
Bank Al-Habib Limited
Bank Islami Pakistan Limited

REGISTERED OFFICE

6th Floor, HBZ Plaza (Hirani Centre)
I.I. Chundrigar Road, Karachi.
Tel : 021-32635949-51
UAN : 111-346-346
Web : www.habibmodaraba.com
Email: fhm@habibmodaraba.com

GEOGRAPHICAL PRESENCE - BRANCH OFFICES

Karachi:

3rd Floor, Al-Manzoor Building,
Dr. Ziauddin Ahmed Road. Karachi.
Tel : 021-32635949-51

Lahore:

1st Floor, 5-Z Block, Phase III, Defence Housing Authority, Lahore.
Tel : 042-35693074-76

Islamabad:

Office No. 513, 5th Floor, ISE Towers, Jinnah Avenue Blue Area, Islamabad.
Tel : 051-28994571-73

Multan:

Office # 707, 7th Floor, United Mall,
Abdali Road, Multan
Tel: 061-4500121-22-23

DIRECTORS' REPORT

On behalf of the Board of Directors, it is our great pleasure to present the un-audited Financial Statements of First Habib Modaraba (FHM) for the six months ended 31st December, 2025.

Business Performance

Alhamdulillah, performance of first half of current financial year remained satisfactory. Due to better assets financing demand our disbursement has shown significant growth during first half of current financial year and reached Rs.11.289 billion as compared to Rs.8.899 billion, growth of around 27%. The Balance sheet size also increased to Rs.39.113 billion from Rs.30.456 billion of last year. However, due to downward revision of policy rates, profitability of first half slightly declined as compared to corresponding period of last year.

Economic Outlook

Pakistan's economy during the completed first half of FY2025-26 has shown positive outcome with continued macroeconomic stability. The key economic indicators reflected a broad-based recovery, supported by easing of inflation, stable foreign exchange reserve and strong rebound in domestic demand. Low international commodity prices, particularly petroleum, have helped to contain inflation. High remittances also supported well to the current account position and in easing down external shocks to some extent. Simultaneously, the strong stock market performance reflects improved investor sentiments for equity and debt market in Pakistan.

However, with improved macroeconomic indicators, it is likely that current phase of economic stability continues in long term and build momentum for growth. There are still growing concerns in industrial and commercial circles about high cost of doing business including excessive taxation and weak market competitiveness. It is necessary that some conducive steps be taken to support productive sectors for growth of industrialization within the country.

The dismissal of super tax petition by Federal Constitution Court are not as favorable for businesses, due to already prevailing high taxation regime. However, the recent government relief on energy and lower financial cost due to central bank's policy rate reduction & lately the reduction in Export Finance Scheme rate is expected to support industrial activity and improve exports. Business friendly policies, rational taxation and low cost of doing business are critical to enhance investors' confidence in current circumstances.

Conclusion

Keeping in view of prevailing positive business sentiments and political stability, we are optimistic about improved economic activities within the country during the remaining half of the current fiscal year. The SBP lowered interest/policy rate in the 1st half of the current year is expected to continue during 2nd half of FY 2025-26. Your management's Strategy to purse for financing asset expansion with expected low SBP policy rate scenario helped in plugging slippage in profitability and achieving respectable profit during 2nd half. The satisfactory operating results of the 1st half were possible due to dedicated efforts of our team members towards pursuing growth in financing assets and booking of quality financing assets with our existing and new customer segments. We are confident that this momentum will be maintained by our business team during the remaining half as well.

Acknowledgment

We would like to express our sincere thanks and gratitude for the continued support and guidance provided by Securities & Exchange Commission of Pakistan and Registrar Modaraba, customers of the Modaraba for their patronage and Certificate holders and investors who have remained committed to FHM. I also appreciate dedication, high level of professionalism and hard work of employees of FHM for smooth operations and achieving satisfactory results.

For and on behalf of Board of Directors.

Muhammad Shoaib Ibrahim
Chief Executive Officer

Muhammad Shams Izhar
Chairman/Non-Executive Director

Karachi: 16th February, 2026

ڈائریکٹرز رپورٹ

یہ ہمارے لئے باعثِ مسرت ہیکہ ہم بورڈ آف ڈائریکٹر کی جانب سے ۳۱ دسمبر، ۲۰۲۵ کو ختم ہونے والی ششماہی مدتِ اختتام پر فرسٹ حبیب مضاربہ (ایف ایچ ایم) کی غیر محتسب شدہ کھاتے پیش کریں۔

کاروباری سرگرمیاں:

الحمدللہ، رواں مالی سال کی پہلی ششماہی کی کارکردگی تسلی بخش رہی۔ بہتر اثاثہ جات کی مالیاتی ڈیمانڈ کی وجہ سے ہماری ادائیگیوں میں رواں مالی سال کی پہلی ششماہی کے دوران نمایاں اضافہ ہوا ہے اور 8.899 بلین روپے کے مقابلے میں 11.289 بلین روپے تک پہنچ گئی ہے جو کہ تقریباً 27 فیصد اضافہ ہے۔ بیلنس شیٹ کا حجم بھی گزشتہ سال کے 30.456 ارب روپے سے بڑھ کر 39.113 ارب روپے ہو گیا۔ تاہم، پالیسی کی شرحوں میں کمی کی وجہ سے، پہلی ششماہی کے منافع میں گزشتہ سال کی اسی مدت کے مقابلے میں قدرے کمی واقع ہوئی۔

معاشی جائزہ:

مالی سال 2025-26 کی مکمل پہلی ششماہی کے دوران پاکستان کی معیشت نے مسلسل میکرو اکنامک استحکام کے ساتھ مثبت نتائج ظاہر کیے ہیں۔ کلیدی اقتصادی اشاریے ایک وسیع البنیاد بحالی کی عکاسی کرتے ہیں، جس کی وجہ سے مہنگائی میں کمی، مستحکم غیر ملکی زرمبادلہ کے ذخائر اور ملکی طلب میں مضبوط بحالی سے ہوتی ہے۔ کم بین الاقوامی اجناس کی قیمتوں، خاص طور پر پیٹرولیم، نے افراط زر پر قابو پانے میں مدد کی ہے۔ زیادہ ترسیلات نے بھی کرنٹ اکاؤنٹ کی پوزیشن اور بیرونی جھٹکوں کو کچھ حد تک کم کرنے میں اچھی مدد کی۔ اس کے ساتھ ساتھ اسٹاک مارکیٹ کی مضبوط کارکردگی پاکستان میں ایکویٹی اور قرضے مارکیٹ کے لیے سرمایہ کاروں کے بہترین عکاسی کرتی ہے۔

تاہم، بہتر میکرو اکنامک انڈیکیٹرز کے ساتھ، امکان ہے کہ معاشی استحکام کا موجودہ مرحلہ طویل مدت تک جاری رہے اور ترقی کی رفتار پیدا کرے۔ صنعتی اور تجارتی حلقوں میں کاروبار کرنے کی زیادہ لاگت بشمول ضرورت سے زیادہ ٹیکس لگانے اور مارکیٹ کی کمزور مسابقت کے بارے میں اب بھی خدشات بڑھ رہے ہیں۔ ضرورت اس بات کی ہے کہ ملک کے اندر صنعتی ترقی کے لیے پیداواری شعبوں کی مدد کے لیے کچھ سازگار اقدامات کیے جائیں۔

وفاقی آئینی عدالت کی جانب سے سپر ٹیکس پٹیشن کو خارج کرنا کاروباری اداروں کے لیے اتنا سازگار نہیں ہے، کیونکہ پہلے سے ہی زیادہ ٹیکسوں کے نظام رائج ہیں۔ تاہم، مرکزی بینک کی پالیسی ریٹ میں کمی اور حال ہی میں ایکسپورٹ فنانس سکیم کی شرح میں کمی کی وجہ سے توانائی پر حکومت کی حالیہ ریلیف اور کم مالیاتی لاگت سے صنعتی سرگرمیوں میں مدد اور برآمدات میں بہتری کی توقع ہے۔ موجودہ حالات میں سرمایہ کاروں کے اعتماد کو بڑھانے کے لیے کاروبار دوست پالیسیاں، ٹیکس اور کاروبار کرنے کی کم لاگت بہت ضروری ہے۔

اختتامی نتائج وسفارشات:

مثبت کاروباری رویوں اور سیاسی استحکام کو مدنظر رکھتے ہوئے، ہم رواں مالی سال کے بقیہ نصف مدت کے دوران ملک کے اندر معاشی سرگرمیوں میں بہتری کے بارے میں پرامید ہیں۔ SBP نے رواں سال کی پہلی ششماہی میں سود / پالیسی کی شرح میں کمی کی توقع ہے کہ مالی سال 2025-26 کی دوسری ششماہی کے دوران جاری رہے گی۔ متوقع کم SBP پالیسی ریٹ کے منظرنامے کے ساتھ اثاثہ کی توسیع کے لیے مالی اعانت کے لیے آپ کی انتظامیہ کی حکمت عملی نے منافع میں کمی کو دور کرنے اور دوسری ششماہی کے دوران قابل احترام منافع حاصل کرنے میں مدد کی۔ پہلی ششماہی کے تسلی بخش آپریٹنگ نتائج ہمارے موجودہ اور نئے کسٹمر سیگمنٹس کے ساتھ فنانسنگ اثاثوں اور معیاری فنانسنگ اثاثوں کی بکنگ کی طرف ہماری ٹیم کے اراکین کی سرشار کوششوں کی وجہ سے ممکن ہوئے۔ ہمیں یقین ہے کہ اس رفتار کو ہماری کاروباری ٹیم باقی نصف مدت کے دوران بھی برقرار رکھے گی۔

اظہارِ تشکر:

ہم سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان اور رجسٹرار مضاربہ، مضاربہ کے صارفین، ان کی سرپرستی اور سرٹیفکیٹ ہولڈرز، سرمایہ کاروں کی طرف سے فراہم کردہ مسلسل تعاون اور رہنمائی کے لیے تہہ دل سے شکریہ ادا کرنا چاہتے ہیں، جو FHM کے لیے پرعزم ہیں۔ ہم بہترین آپریشنز اور انتہائی مشکل کاروباری ماحول میں تسلی بخش نتائج حاصل کرنے کے لیے FHM کے ملازمین کی لگن، اعلیٰ سطحی پیشہ ورانہ مہارت اور محنت کی بھی تعریف وحوصلہ افزائی کرتے ہیں۔

بورڈ آف ڈائریکٹرز کیلئے اور اِن کی جانب سے

محمد شعیب ابراہیم
چیف ایگزیکٹو آفیسر

محمد شمس اظہار
چیئرمین / غیر ایگزیکٹو ڈائریکٹر

کراچی: 16 فروری 2026

Independent **Auditor's Review Report**

on Review of Condensed Interim Financial Statements to the Certificate Holders of First Habib Modaraba

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **FIRST HABIB MODARABA** ("the Modaraba") as at December 31, 2025 and the related condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim statement of cash flows, condensed interim statement of changes in equity and notes to the condensed interim financial statements for the half year then ended (here-in-after referred as the "condensed interim financial statements"). The Modaraba Management Company (Habib Metropolitan Modaraba Management Company (Private) Limited) is responsible for the preparation and presentation of these condensed interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these condensed 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.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information as at and for the half year ended December 31, 2025 does not present fairly, in all material respects, in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the modaraba. Accordingly, the figure of the condensed interim income statement and condensed interim statement of other comprehensive income for the three months period ended December 31, 2025 have not been reviewed and we do not express a conclusion on them.

The engagement partner on the review resulting in this independent auditor's report is Tariq Feroz Khan.

KARACHI
DATED: February 24, 2026

BDO EBRAHIM & Co.
CHARTERED ACCOUNTANTS

UDIN: RR202510166gVr67EbvD

CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT DECEMBER 31, 2025

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
ASSETS			
NON-CURRENT ASSETS			
Fixed assets in own use	4	**85,951,397**	88,484,327
Intangible assets		**5,900,760**	7,952,753
Diminishing musharaka financing	5	**23,450,758,099**	20,557,392,328
Long term deposits		**1,515,300**	1,515,300
Long term investments	6	**193,175,000**	446,575,160
Deferred tax assets - net		**359,627,504**	379,024,590
		24,096,928,060	21,480,944,458
CURRENT ASSETS			
Short term investments	7	**437,192,409**	312,272,373
Current portion of diminishing musharaka financing	5	**11,485,050,063**	10,246,759,431
Diminishing Musharaka financing installments receivable	8	**457,237**	879,700
Advances and prepayments	9	**2,178,243,471**	1,857,505,633
Other receivables		**226,274,519**	35,712,509
Cash and bank balances	10	**689,106,121**	815,309,565
		15,016,323,820	13,268,439,211
TOTAL ASSETS		**39,113,251,880**	34,749,383,669
EQUITY AND LIABILITIES			
CAPITAL AND RESERVES			
Authorized certificate capital 140,000,000 of Rs.10/- each (June 30, 2025: 140,000,000) certificates of Rs.10/- each		**1,400,000,000**	1,400,000,000
Issued, subscribed and paid-up certificate capital		**1,108,305,000**	1,108,305,000
Reserves		**4,761,997,072**	4,630,589,940
Certificate holders' equity		**5,870,302,072**	5,738,894,940
SURPLUS ON REVALUATION OF INVESTMENTS		**47,989,368**	45,175,598
NON-CURRENT LIABILITIES			
Liability against right of use assets	11	**21,467,652**	15,869,077
CURRENT LIABILITIES			
Certificates of investment (musharaka)	12	**23,205,638,696**	20,773,092,578
Running musharaka		**7,844,979,678**	6,295,389,223
Current maturity of liability against right of use assets	11	**8,422,672**	8,160,336
Unearned diminishing musharaka installments		**35,328,611**	12,265,316
Advance diminishing musharaka installments		**12,751,147**	14,329,272
Trade and other payables		**798,487,574**	894,090,781
Profit payable on certificates of investment (musharaka)		**419,404,768**	274,874,695
Profit payable on running musharaka		**84,020,874**	124,467,679
Unclaimed dividend		**46,745,395**	46,745,395
Dividend payable		**13,738,622**	9,150,852
Taxation - net		**703,974,751**	496,877,927
		33,173,492,788	28,949,444,054
TOTAL EQUITY AND LIABILITIES		**39,113,251,880**	34,749,383,669
CONTINGENCIES AND COMMITMENTS	13		

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.

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

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

CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025 (UN-AUDITED)

	Note	Half-year ended		Quarter ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
		(Rupees)			
Income from diminishing musharaka financing		**2,309,996,850**	2,707,505,620	**1,190,043,663**	1,275,515,766
Reversal / (provision) in respect of diminishing musharaka		**35,439,747**	(96,374,707)	**3,548,506**	(38,880,161)
Reversal in respect of diminishing musharaka financing installment receivable		**11,407,339**	11,551,634	**16,857,586**	16,899,765
Loss on modification due to IFRS 9		**(9,450,141)**	-	**(9,450,141)**	-
Administrative expenses		**(160,179,567)**	(125,703,866)	**(85,077,712)**	(63,622,506)
		2,187,214,228	2,496,978,681	**1,115,921,902**	1,189,912,864
Other income	14	**93,686,596**	118,839,014	**47,102,222**	57,015,032
		2,280,900,824	2,615,817,695	**1,163,024,124**	1,246,927,896
Financial charges	15	**(1,580,112,698)**	(1,846,318,550)	**(817,613,569)**	(833,599,030)
Modaraba Management Company's remuneration	16	**(70,078,813)**	(76,949,915)	**(34,541,056)**	(41,332,887)
Sales tax on Modaraba Management Company's remuneration	16	**(10,511,822)**	(11,542,487)	**(5,181,158)**	(6,912,273)
Provision for Workers' Welfare Fund		**(12,403,950)**	(13,620,135)	**(6,113,767)**	(7,301,674)
Profit before taxation and levy		**607,793,541**	667,386,608	**299,574,574**	357,782,032
Levy	17.1	**(8,008,155)**	(11,860,457)	**(2,248,032)**	(3,764,454)
Profit before taxation		**599,785,386**	655,526,151	**297,326,542**	354,017,578
Taxation	17.2	**(219,009,629)**	(186,998,794)	**(101,542,823)**	(75,748,411)
Profit after taxation		**380,775,757**	468,527,357	**195,783,719**	278,269,167
Earnings per certificate - basic and diluted	18	**3.44**	4.23	**1.77**	2.51

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.

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

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

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2025 (UN-AUDITED)

	Half-year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees)			
Profit after taxation	**380,775,757**	468,527,357	**195,783,719**	278,269,167
Other comprehensive income				
Items that will not be reclassified subsequently to statement of profit or loss				
Surplus / (deficit) on revaluation of investments classified as 'fair value through other comprehensive income'- net of tax	**2,813,769**	10,106,755	**(11,171,106)**	1,565,595
Total comprehensive income for the period	**383,589,526**	478,634,112	**184,612,613**	279,834,762

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.

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

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

CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED DECEMBER 31, 2025 (UN-AUDITED)

	Capital reserves			Revenue reserves		
	Certificate capital	Certificate premium	Amalgamation reserve	Statutory reserves	General 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
Profit after taxation	-	-	-	-	-	468,527,357	468,527,357
Transaction with certificate holders							
Profit distribution for the year ended June 30, 2024 @ Rs.2.10/- per certificate	-	-	-	-	-	(232,744,050)	(232,744,050)
Balance as at December 31, 2024	1,108,305,000	378,000,000	233,003,899	1,284,362,639	1,830,000,000	476,539,099	5,310,210,637
Balance as at June 30, 2025 (Audited)	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
Transaction with certificate holders							
Profit distribution for the year ended June 30, 2025 @ Rs.2.25/- per certificate	-	-	-	-	-	(249,368,625)	(249,368,625)
Transfer from unappropriated profit to general reserve	-	-	-	-	500,000,000	(500,000,000)	-
Profit after taxation	-	-	-	-	-	380,775,757	380,775,757
Balance as at December 31, 2025	1,108,305,000	378,000,000	233,003,899	1,284,362,639	2,330,000,000	536,630,534	5,870,302,072

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.

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

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

CONDENSED INTERIM CASH FLOW STATEMENT

FOR THE HALF YEAR ENDED DECEMBER 31, 2025 (UN-AUDITED)

	Note	December 31, 2025	December 31, 2024
		(Rupees)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		**599,785,386**	655,526,151
Adjustment for:			
Levy		**8,008,155**	11,860,457
Depreciation and amortization		**16,576,880**	11,674,770
Financial charges		**1,580,112,698**	1,846,318,550
Gain on disposal of assets in own use - net		**(235,533)**	(850,802)
(Reversal) / provision in respect of diminishing musharaka financing		**(35,439,747)**	96,374,707
Provision in respect of diminishing musharaka installment receivable		**(11,407,339)**	(11,551,634)
Loss on modification due to IFRS 9		**9,450,141**	
Dividend income		**(4,525,544)**	(2,728,850)
Net cash generated from operations before working capital changes.		**1,562,539,711**	1,951,097,198
Changes in working capital			
Decrease / (increase) in current assets			
Diminishing Musharaka financing installments receivable		**422,463**	(91,494,237)
Advances and prepayments		**(320,737,838)**	(9,226,099)
Other receivables		**(190,562,010)**	13,630,788
		(510,877,385)	(87,089,548)
Increase / (decrease) in current liabilities			
Unearned diminishing musharaka installments		**23,063,295**	5,463,843
Advance diminishing musharaka installments		**(1,578,125)**	(5,800,708)
Trade and other payables		**8,480,061**	(3,160,904,775)
		29,965,231	(3,161,241,640)
Net Cash generated from / (used in) operations		**1,681,412,943**	(641,707,839)
Diminishing musharaka financing - net		**(5,799,162,309)**	(3,963,042,270)
Financial charges paid		**(1,580,112,698)**	(1,960,580,284)
Tax paid		**(166,628,052)**	(200,215,718)
		(7,545,903,059)	(6,123,838,272)
Net cash used in operating activities		**(5,864,490,116)**	(6,765,546,111)
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of fixed assets in own use	4.1.1	**(7,533,267)**	(20,734,984)
Purchase of intangible assets		**-**	(177,000)
Proceeds from sale of investments		**128,480,124**	(81,205,489)
Proceeds from dispoal of fixed asset in own use		**3,431,785**	4,210,038
Dividend received		**4,525,544**	2,728,850
Net cash generated from / (used) in investing activities		**128,904,186**	(95,178,585)
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		**(249,368,625)**	(232,744,050)
Payments of lease rentals	11	**(4,504,925)**	(1,193,838)
Running Musharaka		**1,549,590,455**	3,126,724,682
Certificates of investment (musharaka)		**2,432,546,118**	734,029,608
Net cash generated from financing activities		**3,728,263,023**	3,626,816,402
Net decrease in cash and cash equivalents during the period		**(2,007,322,907)**	(3,233,908,294)
Cash and cash equivalents at the beginning of the period		**(5,148,550,650)**	(1,914,642,356)
Cash and cash equivalents at the end of the period	19	**(7,155,873,557)**	(5,148,550,650)

The annexed notes from 1 to 26 form an integral part of these condensed interim financial statements.

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

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

1. STATUS AND NATURE OF BUSINESS

First Habib Modaraba (the Modaraba) is a perpetual, multi-purpose modaraba floated and managed by Habib Metropolitan Modaraba Management Company (Private) Limited (the Modaraba Management Company). The Modaraba is engaged in the business of Diminishing Musharaka financing and other related business. The affairs, activities and transactions performed by the Modaraba during the period comply with the rules and principles of Islamic Shariah in light of the guidelines and directives given by the Shariah Advisor and guidelines issued by office of the Registrar Modaraba, Securities and Exchange Commission of Pakistan Limited (SECP).

Geographical location and addresses of business units of the modaraba are as under:

Location	Address	Purpose
Karachi	6th Floor, HBZ plaza, I.I Chundrigar Road, Karachi	Head office (Registered office)
Karachi	3rd Floor, Al-Manzoor Building, Dr. Ziauddin Ahmed Road, Karachi	Branch office
Lahore	1st Floor, 5-Z Block, Phase III, Defence Housing Authority, Lahore	Branch office
Islamabad	Office No. 513, 5th Floor, ISE Tower, Jinnah Avenue, Blue Area, Islamabad	Branch office
Multan	7th Floor, United Mall, Abdali road, Multan	Branch office

2. BASIS OF PREPARATION

2.1 Statement of compliance

These 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 (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan and as notified under the Companies Act 2017;
- Modaraba Companies and Modaraba (Floatation and Control) Ordinance 1980, the Modaraba Companies and Modaraba Rules, 1981, Modaraba Regulation, 2021 and directives issues by the Securities and Exchange Commission of Pakistan (SECP) ['the Modaraba Regulation']; and
- Provisions of, directives and notifications issued under the Companies Act, 2017.

Wherever, the requirements of 'the Modaraba Regulation' differ from the requirements of IAS-34 and IFAS as notified under the provisions of the Companies Act, 2017 and made applicable to Modaraba, requirements of 'the Modaraba Regulation' have been followed.

2.2 These condensed interim financial statements are unaudited but subject to limited scope review by the external auditors as required by the Code of Corporate Governance and are being submitted to the certificate holders as required under Rule 10 of the Modaraba Companies and Modaraba Rules, 1981.

2.3 The condensed interim financial statements do not include all the information and disclosures required for full annual financial statements and should be read in conjunction with the annual audited financial statements of the Modaraba as at and for the year ended June 30, 2025 which have been prepared in accordance with approved accounting standards as applicable in Pakistan. However, selected explanatory notes are included to explain events and transactions that are significant to an understanding of the changes in the Modaraba's financial position and performance since the last annual audited financial statements.

2.4 The comparative statement of financial position presented in these condensed interim financial statements have been extracted from the annual audited financial statements of the Modaraba for the year ended June 30, 2025, whereas the comparitive condensed interim statement of profit or loss, condensed interim statement of comprehensive income, condensed interim cash flow statement and condensed interim statement of changes in equity are extracted from the un-audited condensed interim financial statements for the half year ended December 31, 2024.

2.5 The figures of the statement of condensed intrerim profit or loss and statement of comprehensive income for the quarter ended December 31, 2025 and December 31, 2024 have not been reviewed.

2.6 Functional and presentation currency

These condensed interim financial statements have been presented in Pak Rupee, which is the functional currency of the Modaraba.

3. MATERIAL ACCOUNTING POLICIES

The material accounting policies adopted and methods of computation followed in the preparation of these condensed interim financial statements are same as those for the preceding annual audited financial statements for the year ended June 30, 2025.

3.1 Initial application of standards, amendments or an interpretation to existing standards

a) Standards, amendments and interpretations to accounting standards that are effective in the current period

Certain standards, amendments and interpretations to approved accounting standards are effective for annual accounting periods beginning on January 01, 2025. However, these do not have any significant impact on the Modarba's operations and are therefore not detailed in these condensed interim financial statements.

b) Standards, amendments and interpretations to existing standards that are not yet effective and have not been early adopted by the Modaraba

There are certain new standards and amendments to the published accounting and reporting standards that will be applicable to the Modaraba for its annual periods beginning on or after July 1, 2026. However, these are not considered to be relevant or will not have any material effect on the Modaraba's financial information except for:

'The new standard - IFRS 18 Presentation and Disclosure in Financial Statements (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 when adopted and applicable shall impact the presentation of 'Income Statement' with certain additional disclosures in the financial statements; and

Amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and

channels including electronic transfers with effective date of January 1, 2026. The amendment when applied may impact the timing of recognition and derecognition of financial assets or financial liabilities.

3.2 ACCOUNTING ESTIMATES, JUDGEMENTS, ASSUMPTIONS AND FINANCIAL RISK MANAGEMENT POLICIES

3.2.1 The preparation of condensed interim financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates. The significant judgements made by management in applying the Modaraba's accounting policies and key sources of estimation of uncertainty are the same as those that were applied to the annual audited financial statements for the year ended June 30, 2025.

3.2.2 The financial risk management objectives and policies are consistent with those disclosed in the annual audited financial statements of the Modaraba for the year ended June 30, 2025.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
4. FIXED ASSETS IN OWN USE			
Assets in own use	4.1	**62,582,103**	68,039,359
Right of use assets	4.2	**23,369,294**	20,444,968
		85,951,397	88,484,327
4.1 Assets in own use			
Opening net book value		**68,039,359**	63,142,121
Additions during the period / year	4.1.1	**7,533,267**	27,016,159
		75,572,626	90,158,280
Net book value of disposal during the period / year		**(3,196,252)**	(3,222,590)
Depreciation charged during the period / year		**(9,794,271)**	(18,896,331)
Closing net book value		**62,582,103**	68,039,359
4.1.1 Details of additions during the period are as follows:			
Leasehold improvements		**-**	321,000
Office equipment		**6,673,767**	8,388,509
Furniture and fixture		**859,500**	873,810
Vehicles		**-**	17,432,840
		7,533,267	27,016,159
4.2 Right-of-use assets during the period is as follows:			
At the beginning of the period / year		**20,444,968**	21,914,106
Additions during the period / year		**7,654,942**	6,253,618
Depreciation during the period / year		**(4,730,616)**	(6,095,148)
Terminated during the period / year		**-**	(1,627,608)
At the end of the period / year		**23,369,294**	20,444,968

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
5. DIMINISHING MUSHARAKA FINANCING			
Diminishing Musharaka Financing		**35,901,354,898**	31,805,138,242
Less: Provision in respect of Diminishing Musharaka	5.1	**(965,546,736)**	(1,000,986,483)
		34,935,808,162	30,804,151,759
Less: Current portion		**(11,485,050,063)**	(10,246,759,431)
Non current portion		**23,450,758,099**	20,557,392,328

5.1 Movement in provision in respect of Diminishing Musharaka

At the beginning of the period / year		**1,000,986,483**	876,075,037
(Reversal) / charge for the period / year		**(41,528,524)**	124,927,933
Write off during the period / year		**-**	(16,487)
Transfer on rescheduling during the period / year	5.1.1	**6,088,777**	-
At the end of the period / year		**965,546,736**	1,000,986,483

5.1.1 During the year, the Modaraba entered into a rescheduling agreement with a customer which resulted in a modification of contractual cash flows in accordance with IFRS 9. Under the revised terms, an amount of Rs. 6.089 million relating to outstanding diminishing musharaka installments receivable, against which provision had already been recognized, has been transferred to the provision against Diminishing Musharaka financing.

The modification did not result in derecognition of the financial asset. Consequently, the related provision has been reclassified and presented as "Transfer on rescheduling" in the respective provision movement notes.

The Modaraba applies Expected Credit Loss (ECL) model to evaluate the provisioning impact. Consequently, as per the ECL model under IFRS 9, the impairment impact is not higher than provisioning requirements under Modaraba Regulations, 2021.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
6. LONG TERM INVESTMENTS			
At fair value through other comprehensive income			
Investment in shares	6.1	**113,175,000**	92,795,000
Investment in sukuk bonds		**80,000,000**	80,000,000
		193,175,000	172,795,000
At amortised cost			
Investment in GOP Ijaraha sukuk bonds		**-**	273,780,160
		193,175,000	446,575,160

6.1 Investment in shares

Number of shares		Name of Investee Company	(Un-audited) December 31, 2025		(Audited) June 30, 2024	
			Average Cost	Market Value	Average Cost	Market Value
(Un-audited) December 31, 2025	(Audited) June 30, 2025		(Rupees)			
500,000	500,000	Engro Fertilizer Limited	34,503,905	113,175,000	34,503,905	92,795,000

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
7. SHORT TERM INVESTMENTS			
At fair value through profit or loss			
Investment in Mutual Funds			
MCB Alhamra Islamic Money Market Fund		**58,988,456**	135,540,137
NBP Funds (Islamic Saving Funds)		**52,052,911**	79,064,481
Faysal Islamic Saving Fund		**52,370,882**	50,094,858
		163,412,249	264,699,476
At amortised cost			
Investment in GOP Ijarah sukuk bonds	7.1	**273,780,160**	47,572,897
		437,192,409	312,272,373

7.1 This represents GOP Ijarah Sukuk bonds with a face value of Rs. 275 million (55,000 certificates, each with a denomination of Rs. 5,000) at a fair value of Rs. 273.78 million, maturing on October 29, 2026.

7.2 The balances held with Asset Management Companies (AMCs) and shariah compliant government securities have been kept in order to comply with the requirement of the Modaraba Regulations, 2021 issued by the SECP with respect to the maintenance of the prescribed liquidity against the Certificates of Musharaka issued by the Modaraba.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
8. DIMINISHING MUSHARAKA FINANCING INSTALLMENTS RECEIVABLE			
Secured			
Diminishing Musharaka financing installments receivable		**10,467,557**	22,422,374
Less: Provision against Diminishing Musharaka financing installments receivable	8.1	**(10,010,320)**	(21,542,674)
		457,237	879,700
8.1 Movement of provision in respect of diminishing musharaka financing installments receivable			
At the beginning of the period / year		**21,542,674**	34,956,621
(Reversal) / charge for the period / year		**(5,318,562)**	(12,949,586)
Write off during the period / year		**(125,015)**	(464,361)
Transfer on rescheduling during the period / year	5.1.1	**(6,088,777)**	-
At the end of the period / year		**10,010,320**	21,542,674

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
9. ADVANCES AND PREPAYMENTS			
Advances		**3,414,745**	1,571,398
Prepayments		**13,328,195**	1,652,105
Advance against diminishing musharaka financing		**2,163,015,831**	1,854,282,130
		2,179,758,771	1,857,505,633
10. CASH AND BANK BALANCES			
Stamps in hand		**5,193,200**	3,799,100
At banks in:			
Current accounts			
State Bank of Pakistan		**1,141,259**	1,141,259
With other banks		**40,723,217**	109,719,369
Profit bearing accounts			
Redemption Reserve Funds (RRF)	10.1	**207,273,228**	406,554,243
Modaraba deposit account with Habib Metropolitan Bank Limited (Islamic branch) - a related party		**429,785,293**	292,061,256
With other banks		**4,989,924**	2,034,338
		689,106,121	815,309,565

10.1 This represents balances held with banks, kept in order to comply with the requirements of the Modaraba Regulations, 2021 issued by the SECP with respect to the maintenance of the prescribed liquidity against the Certificates of Musharaka issued by the Modaraba.

	Note	(Un-audited) December 31, 2025	(Audited) June 30, 2025
		(Rupees)	
11. LIABILITY AGAINST RIGHT OF USE ASSETS			
As at beginning of the period / year		**24,029,413**	24,093,476
Additions during the period / year		**7,654,942**	6,253,618
Terminated during the period / year		**-**	(2,963,730)
Finance cost for the period / year	15	**2,710,894**	3,999,718
Payments made during the period / year		**(4,504,925)**	(7,353,669)
As at end of the period / year		**29,890,324**	24,029,413
Less: Current portion		**(8,422,672)**	(8,160,336)
		21,467,652	15,869,077
12. CERTIFICATES OF INVESTMENT (MUSHARAKA)			
Unsecured			
Certificates of investment	12.1	**23,205,638,696**	20,773,092,578

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	(Rupees)	
12.1 Movement in Certificates of Investment (musharaka) is as follows:		
As at beginning of the period / year	**20,773,092,578**	16,188,522,739
Certificates issued during the period / year	**47,631,606,816**	79,522,043,150
	68,404,699,394	95,710,565,889
Encashment during the period / year	**(45,199,060,698)**	(74,937,473,311)
As at end of the period / year	**23,205,638,696**	20,773,092,578

12.1.1 These carry profit between 8.60% to 12.10% (June 30, 2025: 9.10% to 22.19%) per annum having maturity from 3 months to 1 year.

13. CONTINGENCIES AND COMMITMENTS

13.1 Contingencies

There are no significant changes in the status of contingencies as reported in note 23 to the annual audited financial statements of the Modaraba for the year ended June 30, 2025.

13.2 Commitments

Commitments in respect of financing transactions amounted to Rs. 1,830 (June 30, 2025: Rs. 1,209) million.

14. OTHER INCOME

	(Un-audited)			
	Half-year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees)			
Income from financial assets				
Dividend on shares	**4,525,544**	2,728,850	**2,416,800**	1,250,000
Profit on modaraba's deposit accounts	**35,528,198**	42,376,145	**22,454,098**	22,298,160
Profit on Redemption Reserve Funds (RRF)	**960,185**	5,317,923	**(585,651)**	1,166,946
Profit on Ijarah GOP sukuk bonds	**17,338,292**	25,998,796	**11,083,524**	19,582,736
Profit on Sukuk bonds	**5,206,175**	8,020,596	**(3,659,675)**	(7,428,068)
Dividend from mutual funds	**11,288,046**	11,785,127	**8,654,913**	7,211,449
Miscellaneous income	**18,604,623**	21,760,775	**6,738,031**	12,738,912
Income from non- nancial assets				
Gain on sale of owned fixed assets - net	**235,533**	850,802	**182**	194,897
	93,686,596	118,839,014	**47,102,222**	57,015,032

15. FINANCIAL CHARGES

	(Un-audited)			
	Half-year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees)			
Profit on certificates of investment (musharaka)	**1,420,037,516**	1,592,440,494	**732,828,499**	708,296,212
Profit on running musharaka financing	**156,049,579**	250,916,109	**82,761,634**	123,791,435
Mark-up on liability against right of use assets	**2,710,894**	2,129,757	**1,222,985**	1,073,267
Bank charges	**1,314,709**	832,190	**800,451**	438,116
	1,580,112,698	1,846,318,550	**817,613,569**	833,599,030

16. MODARABA MANAGEMENT COMPANY'S FEE INCLUSIVE OF SALES TAX

16.1 The Modaraba Management Company is entitled to a remuneration for services rendered to the Modaraba under the provisions of the Modaraba Companies and Modarabas (Floatation and Control) Ordinance, 1980 upto a maximum of 10% per annum of the net annual profits of the Modaraba. The fee for the period ended December 31, 2025 has been recognized at 10% (December 31, 2024: 10%) of profit for the period.

16.2 The Sindh Sales Tax levied by the Sindh Government at the rate of 15% (December 31, 2024: 15%) on the remuneration of the Modaraba Management Company. Further, there is no change in the status of Sindh Sales Tax on Management Company's remuneration as reported in note 21.5 to the annual audited financial statements of the Modaraba for the year ended June 30, 2025.

17. TAXATION AND LEVY

	Note	(Un-audited)			
		Half-year ended		Quarter ended	
		December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
		(Rupees)			
Levy	17.1	8,008,155	11,860,457	2,248,032	3,764,454
Taxation	17.2	219,009,629	186,998,794	101,542,823	75,748,411
		227,017,784	198,859,251	103,790,855	79,512,865

17.1 This represents final taxes paid under section 5AA and 150 of the Income Tax Ordinance, 2001, representing levy in terms of requirements of IFRIC 21 and IAS 37.

17.2 Taxation

	(Un-audited)			
	Half-year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees)			
Current	217,178,773	278,282,167	113,507,306	144,431,120
Deferred	1,830,856	(91,283,373)	(11,964,483)	(68,682,709)
	219,009,629	186,998,794	101,542,823	75,748,411

18. EARNINGS PER CERTIFICATE - BASIC AND DILUTED

18.1 Basic

Basic earnings per certificate are calculated by dividing the net profit for the period by the weighted average number of certificates outstanding during the period as follows:

	(Un-audited)			
	Half-year ended		Quarter ended	
	December 31, 2025	December 31, 2024	December 31, 2025	December 31, 2024
	(Rupees)			
Profit for the period - Rupees	380,775,757	468,527,357	195,783,719	278,269,167
Weighted average number of certificates of Rs. 10/- each	110,830,500	110,830,500	110,830,500	110,830,500
Earnings per certificate	3.44	4.23	1.77	2.51

18.2 Diluted

No figure for diluted earnings per certificate has been presented as the Modaraba has not issued any instruments which would have an impact on earnings per certificate when exercised.

19. CASH AND CASH EQUIVALENTS

	(Un-audited) December 31, 2025	(Audited) June 30, 2025
	(Rupees)	
Cash and bank balance	**689,106,121**	1,142,560,520
Running Musharaka	**(7,844,979,678)**	(6,291,111,170)
	(7,155,873,557)	(5,148,550,650)

20. TRANSACTIONS WITH RELATED PARTIES

The related parties and associated undertakings comprise the Management Company (Habib Metropolitan Modaraba Management Company (Private) Limited), Habib Metropolitan Bank Limited, Habib Metropolitan Financial Services Limited, Habib Metro Exchange Services Limited, First Habib Modaraba Employees' Provident Fund, First Habib Modaraba Staff Gratuity Fund and key management personnel (which are employed by the management company). Transactions and balances outstanding with related parties and associated undertakings are as follows:

Balances held			(Un-audited) December 31, 2025	(Audited) June 30, 2025
Related party	Basis of relationship	Nature of balances	(Rupees)	
Habib Metropolitan Bank Limited	Holding Company	Bank balances	**465,989,289**	764,812,898
		Certificates of investment (musharaka)	**4,500,000,000**	2,300,000,000
		Redemption Reserve Fund (RRF)	**203,557,981**	403,487,546
		Profit receivable	**5,962,506**	7,562,839
		Financial charges payable	**66,495,205**	34,498,767
		Utility charges payable	**-**	5,920,297
		Security deposit	**130,000**	130,000
Habib Metropolitan Modaraba Management Company (Private) Limited	Management Company	Management fee payable	**70,078,813**	146,537,214
		Sale tax on management fee payable	**83,847,527**	83,847,527
Staff Retirement Benefit Fund	Staff retirement benefit	Payable to staff gratuity fund	**-**	4,671,798

Transactions during the period

Related party	Basis of relationship	Nature of transactions	(Un-audited) Half-year ended December 31, 2025	Half-year ended December 31, 2024	Quarter ended December 31, 2025	Quarter ended December 31, 2024
			(Rupees)			
Habib Metropolitan Bank Limited	Holding Company	Profit on bank accounts	5,962,506	83,660,124	(18,978,186)	63,582,139
		Dividend paid	13,541,175	12,638,430	-	-
		Bank charges	696,064	1,222,371	345,196	997,084
		Utility charges	6,386,757	4,193,544	3,193,384	940,910
		Financial charges	158,286,000	31,944,739	91,969,422	(265,908,768)
Habib Metropolitan Modaraba Management Company (Private) Limited	Management Company	Management fee	70,078,813	76,949,915	34,541,056	41,332,887
		Sale tax on management fee	10,511,822	11,542,487	5,181,158	6,912,273
		Management fee paid	146,537,214	137,733,353	121,600,351	-
		Dividend paid	24,936,863	23,274,405	-	-
Staff Retirement Benefit Fund	Associate	Contribution to the fund	2,500,002	2,340,000	1,250,001	1,170,000
Provident Fund	Associate	Contribution to the fund	3,307,504	2,760,198	1,652,965	1,394,668

20.1 No remuneration in kind has been paid by the Modaraba to the directors and key management personnel of Modaraba Management Company.

20.2 The Modaraba carries out transactions with related parties at arm's length as approved by the BoD of modaraba management company Limited.

21. FAIR VALUE OF FINANCIAL INSTRUMENTS

21.1 IFRS 13 - 'Fair Value Measurement' establishes a single source of guidance under IFRS for all fair value measurements and disclosures about fair value measurement where such measurements are required as permitted by other IFRSs. It defines fair value as 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 (i.e. an exit price).

Financial assets which are tradable in an open market are revalued at the market prices prevailing on the statement of assets and liabilities date. The estimated fair value of all other financial assets and financial liabilities is considered not significantly different from book value.

The following table shows financial instruments recognised at fair value, analysed between those whose fair value is based on:

Level 1: quoted prices in active markets for identical assets or liabilities;

Level 2: those involving inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly (as prices) or indirectly (derived from prices); and

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

	December 31, 2025 (Un-audited)							
	Carrying amount				Fair value			
	At Fair value through OCI	At fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees)							
Financial assets measured at fair value								
Listed shares	113,175,000	-	-	113,175,000	113,175,000	-	-	113,175,000
Sukuks	80,000,000	-	-	80,000,000	-	80,000,000	-	80,000,000
Mutual funds	-	163,412,249	-	163,412,249	-	163,412,249	-	163,412,249
	193,175,000	163,412,249	-	356,587,249	113,175,000	243,412,249	-	356,587,249

21.2 There were no transfers being made among the levels.

21.3 The carrying values of other assets and liabilities referred in these financial statements are approximate to their fair values.

	June 30, 2025 (Audited)							
	Carrying amount				Fair value			
	At Fair value through OCI	At fair value through profit or loss	At amortised cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees)							
Financial assets measured at fair value								
Listed shares	92,795,000	-	-	92,795,000	92,795,000	-	-	92,795,000
Sukuk	80,000,000	-	-	80,000,000	-	80,000,000	-	80,000,000
Mutual funds	-	264,699,476	-	264,699,476	-	264,699,476	-	264,699,476
	172,795,000	264,699,476	-	437,494,476	92,795,000	344,699,476	-	437,494,476

22. SEGMENT INFORMATION

As per IFRS 8, "Operating Segments", operating segments are reported in a manner consistent with the internal reporting used by the chief operating decision-maker. The Chief Executive Officer of the Management Company has been identified as the Chief Operating Decision-Maker, who is responsible for allocating resources and assessing performance of the operating segments.

The Chief Executive Officer is responsible for the Modaraba's entire product portfolio and considers the business to have a single operating segment. The Modaraba's asset allocation decisions are based on a single integrated investment strategy and the Modaraba's performance is evaluated on an overall basis.

The internal reporting provided to the Chief Executive Officer for the Modaraba's assets, liabilities and performance is prepared on a consistent basis with the measurement and recognition principles of the approved accounting standards as applicable in Pakistan.

The Modaraba is domiciled in Pakistan. All of the Modaraba's income is from investments in entities incorporated in Pakistan.

23. SUMMARY OF SIGNIFICANT TRANSACTIONS AND EVENTS AFFECTING THE MODARABA'S FINANCIAL POSITION AND PERFORMANCE

All other significant transactions and events that have affected the Modaraba's financial position and performance during the period have been adequately disclosed in the notes to these condensed interim financial statements.

24. CORRESPONDING FIGURES

Corresponding figures have been rearranged or reclassified wherever necessary for the purpose of comparison and better presentation. No significant rearrangements or reclassifications have been made in these condensed interim financial statements during the period.

25. GENERAL

Figures have been rounded off to the nearest rupee.

26. DATE OF AUTHORIZATION

These condensed interim financial statements were authorized for issue on February 16, 2026 by the Board of Directors of the Modaraba Management Company.

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

Chief Executive Officer	Chief Financial Officer	Director	Director