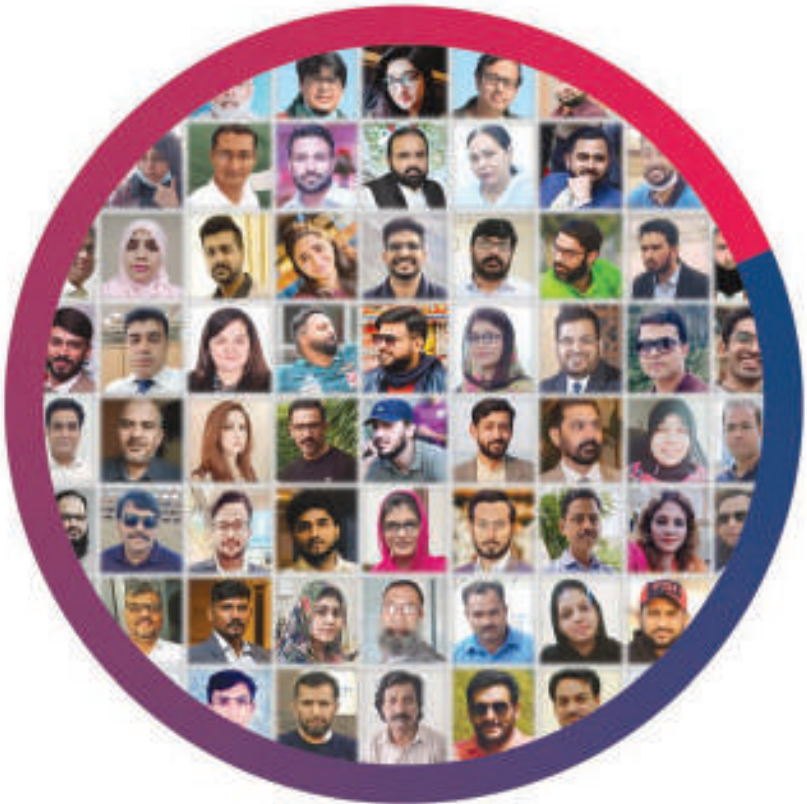




OLP FINANCIAL SERVICES PAKISTAN LIMITED
(formerly ORIX Leasing Pakistan Limited)

Half Yearly Report 2021-2022



یقین

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COMPANY INFORMATION

Board of Directors

- 1. Mr. Khalid Aziz Mirza**
Chairman and Independent
Non-Executive Director
- 2. Mr. Nasim Hyder**
Independent Non-Executive Director
- 3. Ms. Aminah Zahid Zaheer**
Independent Non-Executive Director
- 4. Mr. Yoshiaki Matsuoka**
Non-Executive Director
- 5. Ms. Keiko Watanabe**
Non-Executive Director
- 6. Mr. Shin Hamada**
Non-Executive Director
- 7. Mr. Daisuke Morita**
Non-Executive Director
- 8. Mr. Shaheen Amin**
Chief Executive Officer and Executive Director
- 9. Mr. Ramon Alfrey**
Deputy CEO and Executive Director

Chief Financial Officer

Mr. Ramon Alfrey

Company Secretary

Mr. Haider Abbas Kalhar

Head of Internal Audit and Secretary to Audit Committee

Mr. Nadeem Amir Ali

Head of Compliance

Mr. Rashid Ahmed

Board Committees

Audit Committee

- 1. Mr. Nasim Hyder**
Chairman
- 2. Ms. Aminah Zahid Zaheer**
Member
- 3. Ms. Keiko Watanabe**
Member
- 4. Mr. Daisuke Morita**
Member

Human Resource, Nomination and Remuneration Committee

- 1. Mr. Khalid Aziz Mirza**
Chairman
- 2. Mr. Yoshiaki Matsuoka**
Member
- 3. Mr. Shin Hamada**
Member
- 4. Mr. Shaheen Amin**
Member

Risk Committee

- 1. Ms. Aminah Zahid Zaheer**
Chairperson
- 2. Mr. Nasim Hyder**
Member
- 3. Ms. Keiko Watanabe**
Member
- 4. Mr. Daisuke Morita**
Member

Credit Committee

- 1. Mr. Yoshiaki Matsuoka**
Chairman
- 2. Mr. Shaheen Amin**
Member
- 3. Mr. Ramon Alfrey**
Member

The Management Team

- 1. Mian Faysal Riaz**
Head of Operations
- 2. Mr. Imtiaz Ahmad Chaudhary**
Head - Marketing
- 3. Mr. Hira Lal Bharvani**
Head - Human Resource
- 4. Mr. Tahir Ali Shah**
Head - Commercial Vehicle Division
- 5. Mr. Khawar Sultan**
Head - Consumer Auto Division
- 6. Mr. Waqas Ahmed Khawaja**
Head - Corporate Lease
- 7. Ms. Aseyqa Qasim**
Head - Micro Finance Division
- 8. Mr. Shafique Ur Rehman**
Head - Risk Management
- 9. Mr. Hamood Ahmed**
Head - Business Control
- 10. Mr. Abid Hussain Awan**
Head - Group Planning & Strategy
- 11. Mr. Syed Mohammad Matin**
Head - Special Assets Management
- 12. Mr. Muhammad Ikram**
Head - Information Systems
- 13. Mr. Shah Suleman Fareed**
Head - Commercial Real Estate & Insurance Division
- 14. Mr. M. Mamoon Ishaq**
Head - Administration

Credit Rating by PACRA

Long term entity rating AA+
Short term entity rating A1+

Legal Advisors

M/s Mansoor Ahmad Khan & Co.

Auditors

A.F.Ferguson & Co.

Chartered Accountants
State Life Building No. 1-C, I.I. Chundrigar Road,
P.O.Box 4716, Karachi - 74000, Pakistan

Registrar and Share Transfer Office

FAMCO Associates (Pvt.) Limited

8-F, Near Hotel Faran, Nursery, Block-6,
P. E. C. H. S., Shahr-e-Faisal, Karachi.
Tel: (92-21) 34380101-5, 34384621-3

Shariah Advisor

Al Hamd Shariah Advisory Services (Pvt.) Limited

Banks and Lending Institutions

1. Allied Bank Limited
2. Askari Bank Limited
3. Bank Al Habib Limited
4. Bank Alfalah Limited
5. Faysal Bank Limited
6. Habib Bank Limited
7. Habib Metropolitan Bank Limited
8. JS Bank Limited
9. Karandaz Pakistan
10. MCB Bank Limited
11. Meezan Bank Limited
12. Standard Chartered Bank (Pakistan) Limited
13. Telenor Microfinance Bank
14. United Bank Limited

Registered and Head Office

OLP Building, Plot No.16, Sector No.24, Korangi Industrial Area, Karachi-74900, Pakistan

Parent, Subsidiaries and Associates

PARENT COMPANY

ORIX Corporation

Tokyo Headquarters,
World Trade Center Building, 2-4-1, Hamamatsu-cho
Minato-ku, Tokyo 105-6135, Japan
Tel:(81)-3-3435-3145
Fax:(81)-3-3435-3163
www.orix.co.jp

SUBSIDIARIES

OLP Services Pakistan (Private) Limited

(formerly ORIX Services Pakistan (Private)
Limited)

Office 601, 6th Floor,
Syedna Tahir Saifuddin
Memorial Trust Building
Civil Lines, Beaumont Road,
Karachi, Pakistan
Tel: (021) 35930000

ORIX Modaraba

Office 601, 6th Floor,
Syedna Tahir Saifuddin Memorial Trust Building
Civil Lines, Beaumont Road,
Karachi, Pakistan
Tel: (021) 35930000
www.orixmodaraba.com

ASSOCIATED COMPANIES

Yanal Finance Company

(formerly Saudi ORIX Leasing Company)

P.O. Box 22890, Riyadh 11416
343 King Saud Street, Riyadh
Kingdom of Saudi Arabia
Tel: (9661) 2997777
Fax: (9661) 2997770
www.yanal.com

SAMA Finance SAE

(formerly ORIX Leasing Egypt SAE)

5th Floor, Cairo Center Building,
2, Abd El Kader Hamza Street,
Garden City, Cairo 11461, Egypt
Tel: (202) 27922757-9
Fax: (202) 27922760
www.samafinance.com

DIRECTOR'S REVIEW REPORT

For the Half year ended December 31, 2021

The Board of Directors of OLP Financial Services Pakistan Limited, formerly ORIX Leasing Pakistan Limited (OLP / the Company) is pleased to present the unaudited condensed interim financial information for the half year ended December 31, 2021.

Economic Review

Pakistan's economy fared much better during FY2021 and the Government revised GDP growth rate to 5.4% from the earlier rate of 3.9%. However, the economic conditions remained challenging in the first half of current fiscal year as high inflation and current account deficit posed increased risk to sustainable growth. Inflation increased by 13% YoY in January 2022, highest in the past two years. The Country's current account recorded a deficit of \$ 9 billion during the period July to December, 2021, in stark contrast to the surplus of \$ 1.2 billion in the same period of last year. The rupee also depreciated by 11.8% during this period.

To manage these challenges, the State Bank of Pakistan (SBP) increased its policy rate by cumulative 2.75% to 9.75% between September to December 2021. Due to current high inflation, the market is expecting further rate increase.

Performance of the financial sector was quite robust for the year ended December 31, 2021. The banking industry showed a growth of 19% in its advances during the year, from Rs. 8.4 trillion last year to Rs. 10 trillion this year. This was the highest growth in last three years and is attributable to economic recovery (after COVID related lockdown in 2020), uptick in consumer loans and initiation of new financing schemes by the SBP.

Financial Highlights and Business Review

| | Half year ended | |
|--|------------------|---------------|
| | December 2021 | December 2020 |
| | -----Rupees----- | |
| Profit before taxation | 652,267,968 | 673,548,995 |
| Taxation | 185,129,429 | 187,758,574 |
| Net profit for the period after taxation | 467,138,539 | 485,790,421 |
| Earnings per share – basic and diluted | 2.66 | 2.77 |

Profit before taxation (PBT) for the period at Rs. 652 million was 3% lower than the PBT of Rs. 673.5 million for the same period last year. Profit after tax (PAT) was 4% lower at Rs. 467 million (December 2020: Rs. 486 million). PAT was lower than last year mainly due to 17% increase in administrative & general expenses at Rs. 630 million (December 2020: Rs. 536 million). The prior period was effected by COVID conditions and cost cutting measures introduced by the Company included deferring staff increments and curtailing other administrative expenses. Staff increments have been reinstated in the reported period, while other expenses also increased in line with the existing inflationary conditions in the Country.

Total disbursement for the reported period at Rs. 9,031 million was 8% higher than the disbursement of Rs. 8,326 million in the same period last year. Resultantly, OLP's lease and loan portfolio continued to grow and reached Rs. 23.6 billion as at December 31, 2021 as compared to Rs. 21.6 billion in June 2021. This resulted in increase in lease and loan income by 9% to Rs. 1,708 million (December 2020: Rs. 1,574 million). However, total revenue at Rs. 1,916 million for the period July to December 2021 was 6% higher than the revenue of Rs. 1,805 million for the same period last year as OLP has reduced its exposure in the operating lease business.

Financial cost of the Company increased by 15% to Rs. 675 million (December 2020: Rs. 589 million) mainly due to increase in borrowing portfolio, corresponding to a higher business portfolio. Total borrowings of the Company as at December 31, 2021 was Rs. 19.2 billion (June 2021: Rs. 14 billion) which included Privately Placed Term Finance Certificates (PPTFC) of Rs. 3 billion issued by the Company on December 30, 2021. The proceeds of the PPTFC have been placed in Government securities and will be utilized as per Company's future funding requirements.

With strong focus on risk management and controlling non-performing portfolio, the Company was able to improve its delinquency rate. Further, OLP had also made some amendments in its provision model, in line with the regulatory requirements. Both these factors have contributed in the reversal of provision of Rs. 72 million during the period July to December 2021 (July to December 2020: reversal of Rs. 57 million).

OLP had received Regulatory approval for change of name from ORIX Leasing Pakistan Limited to OLP Financial Services Pakistan Limited in December 2021. The Company will continue to focus on the SME sector of the Country while the change in name will play an important role in developing the Company's image as a multi-product financial institution rather than simply a leasing company.

Future Outlook

Economic conditions are expected to remain volatile in the remaining part of current fiscal year. The Government is targeting GDP growth of 4.8% in FY2022 while IMF and World Bank have projected growth rate of 4% for this year. Inflation is expected to remain higher than the Government's target of 7-9% for current fiscal year which may result in further rate increase in the coming months. OLP will gradually increase its business portfolio with due focus on risk management and by following a strong due diligence process in introducing new products. Product diversification is expected to play a major role in Company's future growth strategy.

Performance of the Group

In compliance with section 226 of the Companies Act 2017, attached with this report is the consolidated condensed interim financial information of OLP and its subsidiaries (the Group) namely – OLP Services Pakistan (Private) Limited (formerly ORIX Services Pakistan (Private) Limited) and ORIX Modaraba – for the half year ended December 31, 2021.

Financial Highlights of the Group's Performance are as follows:

| | Half year ended | |
|---|------------------|---------------|
| | December 2021 | December 2020 |
| | -----Rupees----- | |
| Profit before taxation | 695,574,832 | 712,006,674 |
| Taxation | 207,026,262 | 187,758,574 |
| Net profit for the period after taxation | 488,548,570 | 524,248,100 |
| Profit attributable to Equity shareholders of the Holding Company | 450,575,261 | 480,208,733 |
| Profit attributable to non-controlling interest | 37,973,310 | 44,039,367 |
| Earnings per share – basic and diluted | 2.57 | 2.74 |



Shaheen Amin
Chief Executive Officer
February 22, 2022



Director

کمپنی کی مالی لاگت بنیادی طور پر قرض لینے کے پورٹ فولیو میں اضافے کی وجہ سے 15 فیصد سے بڑھ کر 675 ملین روپے ہوگئی (دسمبر 2020 میں 589 ملین روپے)۔ کمپنی کے قرضہ جات دسمبر 2021 تک 19.2 ارب روپے تھے (جون 2021 میں 14 ارب)۔ جن میں 30 دسمبر 2021 کو کمپنی کی جانب سے جاری کردہ 3 ارب روپے کی مالیت کے پرائیویٹ پبلسڈ ٹرم فنانس سرٹیفکیٹ (PPTFC) بھی شامل تھے۔ پی پی ٹی ایف سی کی رقم کو سرکاری سیکورٹیز میں رکھا گیا ہے اور کمپنی کی مستقبل کی فنڈنگ کی ضروریات کے مطابق استعمال کیا جائے گا۔

رسک مینجمنٹ اور نان پرفارمنگ پورٹ فولیو کو کنٹرول کرنے پر مضبوط توجہ کے ساتھ، کمپنی اپنی ڈیلیویلنسی کی شرح کو بہتر بنانے میں کامیاب رہی۔ مزید یہ کہ اوایل پنی نے اپنے پرویزن ماڈل میں ریگولیری تقاضوں کے مطابق کچھ ترامیم بھی کی ہیں۔ ان دونوں عوامل نے جولائی سے دسمبر 2021 کی مدت کے دوران 72 ملین روپے کے پرویزن کے رپورسل میں اپنا کردار ادا کیا (جولائی سے دسمبر 2020: 57 ملین کارپورسل)۔

اوایل پنی نے دسمبر 2021 میں اورس لیزنگ پاکستان لمیٹڈ سے اوایل پنی فنانشل سروسز پاکستان لمیٹڈ میں نام کی تبدیلی کے لئے ریگولیری منظوری حاصل کی تھی۔ کمپنی ملک کے ایس ایم ای سیکٹر پر اپنی توجہ جاری رکھے گی جبکہ نام کی تبدیلی کمپنی کے تاثر کو کھل لیزنگ کمپنی کے بجائے ایک ملٹی پراڈکٹ مالیاتی ادارے کے طور پر بنانے میں اہم کردار ادا کرے گی۔

مستقبل کا منظر نامہ

رواں مالی سال کے بقید حصے میں معاشی حالات غیر مستحکم رہنے کی توقع ہے۔ حکومت مالی سال 2022 میں جی ڈی پی کی شرح نمو کو 4.8 فیصد تک لے جانے کا ہدف رکھتی ہے جبکہ آئی ایم او ایف اور ورلڈ بینک نے اس سال کے لئے شرح نمو میں 4 فیصد اضافے کی پیشین گوئی کی ہے۔ ہنگامی حکومت کے رواں مالی سال کے 7 - 9 فیصد کے ہدف سے زیادہ رہنے کی توقع ہے جس کے نتیجے میں آنے والے مہینوں میں شرح میں مزید اضافہ ہو سکتا ہے۔ اوایل پنی بتدریج اپنے کاروباری پورٹ فولیو میں رسک مینجمنٹ پر توجہ مرکوز کرتے ہوئے نئی پراڈکٹس کو متعارف کرانے کے لئے ایک مضبوط مستعد نظام پر عمل پیرا ہو کر اس میں بتدریج اضافہ کرے گا۔ توقع کی جاتی ہے کہ مصنوعات کی تنوع کمپنی کی مستقبل کی ترقی کی حکمت عملی میں اہم کردار ادا کرے گی۔

گروپ کی کارکردگی

کمپنیز ایکٹ 2017 کے سیکشن 226 کی تعمیل میں اس رپورٹ کے ساتھ اوایل پنی اور اس کے ذیلی اداروں (دی گروپ) یعنی اوایل پنی سروسز پاکستان (پرائیویٹ) لمیٹڈ اور اورس مضاربہ کے برائے اختتام ششماہی 31 دسمبر 2021 کی مجموعی مالیاتی معلومات بھی منسلک ہیں۔

| ششماہی مدت مختتمہ | | |
|-------------------|-------------|---|
| دسمبر 2020 | دسمبر 2021 | |
| --- روپے --- | | |
| 712,006,674 | 695,574,832 | منافع قبل از ٹیکس |
| 187,758,574 | 207,026,262 | ٹیکس |
| 524,248,100 | 488,548,570 | خالص منافع برائے مدت بعد از ٹیکس |
| 480,208,733 | 450,575,261 | بالادست کمپنی کے ایکویٹی حصص یا ڈیٹا سے منسوب منافع |
| 44,039,367 | 37,973,310 | تعمیر پینڈی شرح سود سے منسوب منافع |
| 2.74 | 2.57 | فیصد منافع - بنیادی اور ترقی |

مخارج بورڈ

شاہین مین

چیف ایگزیکٹو آفیسر

22 فروری 2021

ڈائریکٹر

ڈائریکٹرز کی جائزہ رپورٹ

برائے اختتامِ ششماہی 31 دسمبر 2021

اوایلِ پی فنانس سروسز پاکستان لمیٹڈ (سابقہ اورکس لیزنگ پاکستان لمیٹڈ) (اوایل پی/ادی کپنی) کے بورڈ آف ڈائریکٹرز سمیت برائے اختتامِ ششماہی 31 دسمبر 2021 مختصر عبوری غیر آڈٹ شدہ مالیاتی معلومات پیش کرتے ہیں۔

اقتصادی جائزہ

پاکستان کی معیشت نے مالی سال 2021 کے دوران بہتر کارکردگی کا مظاہرہ کیا اور حکومت نے جی ڈی پی کی شرح نمو کو 3.9 فیصد سے تبدیل کر کے 5.4 فیصد کر دیا۔ تاہم رواں مالی سال کی پہلی ششماہی مشکل رہی اور بلند افراط زر اور کرنٹ اکاؤنٹ خسارہ پائے دارتزی کی راہ میں رکاوٹ رہا۔ جنوری 2022 میں مہنگائی میں 13 فیصد سالانہ اضافہ ہوا، جو پچھلے دو سالوں میں سب سے زیادہ ہے۔ ملک کے کرنٹ اکاؤنٹ خسارے میں جولائی سے دسمبر 2021 کے دوران 9 ارب ڈالر کا خسارہ ریکارڈ کیا گیا، جو کہ پچھلے سال کی اسی مدت میں 1.2 ارب ڈالر کے سرپلس کے بالکل برعکس ہے۔ اس عرصے کے دوران روپے کی قدر میں 11.8 فیصد کمی واقع ہوئی۔

انٹرنیشنل فنڈس سے منٹنے کے لئے، اسٹیٹ بینک آف پاکستان (SBP) نے ستمبر سے دسمبر 2021 کے درمیان اپنی پالیسی کی شرح کو مجموعی طور پر 2.75 فیصد سے بڑھا کر 9.75 فیصد کر دیا۔ موجودہ بلند افراط زر کی وجہ سے، مارکیٹ مزید شرح میں اضافے کی توقع کر رہی ہے۔ 31 دسمبر 2021 کو ختم ہونے والے سال کے لئے مالیاتی شعبے کی کارکردگی کافی مضبوط رہی۔ بینکنگ انڈسٹری نے سال کے دوران گزشتہ سال 8.4 کھرب روپے کے مقابلے میں اس سال 10 کھرب روپے کے Advances ظاہر کئے جو کہ 19 فیصد کی نمو ظاہر کرتے ہیں۔ یہ پچھلے تین سالوں میں سب سے زیادہ نمو تھی اور اس کی وجہ معاشی بحالی (2020 میں COVID سے متعلق لاک ڈاؤن کے بعد)، صارفین کے قرضوں میں اضافہ اور اسٹیٹ بینک کی جانب سے نئی فنانسنگ اسکیموں کے آغاز سے منسوب ہے۔

مالیاتی جھلکیاں اور کاروباری جائزہ

| ششماہی مدت مختتمہ | | |
|-------------------|-------------|----------------------------------|
| دسمبر 2020 | دسمبر 2021 | |
| --- روپے --- | | |
| 673,548,995 | 652,267,968 | منافع قبل از ٹیکس |
| 187,758,574 | 185,129,429 | ٹیکس |
| 485,790,421 | 467,138,539 | خالص منافع برائے مدت بعد از ٹیکس |
| 2.77 | 2.66 | فی حصص آمدن - بنیادی اور ترقی |

منافع قبل از ٹیکس (PBT) اس مدت 652.267 ملین روپے گزشتہ سال اسی مدت کے لئے 673.548 ملین سے 3 فیصد کم تھا۔ منافع بعد از ٹیکس 467 ملین سے گزشتہ سال کے مقابلے میں 4 فیصد کم رہا (دسمبر 2020: 486 ملین روپے)۔ منافع بعد از ٹیکس بنیادی طور پر انتظامی اور عمومی اخراجات میں 17 فیصد اضافے کی وجہ سے کم تھا جو کہ 630 ملین روپے رہا (دسمبر 2020: 536 ملین روپے)۔ اس سے پہلے کی مدت COVID کے حالات سے متاثر ہوئی تھی اور کمپنی کی طرف سے لاگت میں کمی کی اقدامات میں عملے کے انکم ریمنٹ کو مؤثر کرنا اور دیگر انتظامی اخراجات کو کم کرنا شامل تھا۔ رپورٹ شدہ مدت میں عملے کے انکم ریمنٹ کو بحال کر دیا گیا ہے، جبکہ دیگر اخراجات میں ملک میں موجود مہنگائی کے حالات کے مطابق اضافہ ہوا ہے۔

اس مدت میں کل ادا شدہ 9,031 ملین روپے رہے جبکہ گزشتہ سال کی اسی مدت میں 8,326 ملین روپے تھے، جو کہ 8 فیصد زیادہ ہے۔ نتیجتاً اوایل پی کا لون پورٹ فولیو مسلسل بڑھتا رہا اور 21.6 ارب جون 2021 کے مقابلے میں 31 دسمبر 2021 میں 23.6 ارب ہو گیا۔ اس کے نتیجے میں لیز اور لون کی آمدنی 1,708 ملین روپے رہی جس میں 9 فیصد اضافہ ہوا (دسمبر 2020: 1,574 ملین روپے)۔ تاہم جولائی سے دسمبر 2021 کی کل آمدنی 1,916 ملین روپے گزشتہ مدت کی آمدنی 1,805 ملین روپے سے 6 فیصد زیادہ رہی جس کی وجہ اوایل پی کا آپریٹنگ لیز میں اپنے ایک پیوڈز کو کم کرنا تھی۔

INDEPENDENT AUDITOR'S REVIEW REPORT**To the members of OLP Financial Services Pakistan Limited****Report on Review of Unconsolidated Condensed Interim Financial Statements****Introduction**

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of OLP Financial Services Pakistan Limited ("the Company") as at December 31, 2021 and the related unconsolidated condensed interim statement of profit or loss, unconsolidated condensed interim statement of profit or loss and other comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim statement of cash flows, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these 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 interim financial statements based on our review. The figures for the quarters ended December 31, 2021 and December 31, 2020 in the unconsolidated condensed interim statement of profit or loss and unconsolidated condensed interim statement of profit or loss and other comprehensive income have not been reviewed and we do not express a conclusion thereon.

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 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 interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

The engagement partner on the review resulting in this independent auditors' review report is **Noman Abbas Sheikh**.



A.F. Ferguson & Co.
Chartered Accountants
Karachi

Dated: February 23, 2022

UDIN: RR202110061YvrMw5UNP

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION


AS AT DECEMBER 31, 2021

| | Note | December 31, 2021 (Un-audited) | June 30, 2021 (Audited) |
|--|------|--------------------------------------|-------------------------------|
| ----- (Rupees) ----- | | | |
| ASSETS | | | |
| Non-current assets | | | |
| Fixed assets | 5 | 1,325,011,122 | 1,356,243,443 |
| Intangible assets | 6 | 1,933,553 | 3,728,814 |
| Net investment in finance lease | 7 | 13,915,519,026 | 14,049,104,260 |
| Current maturity | | (7,322,758,852) | (7,470,695,275) |
| Allowance for potential lease losses | | (745,172,558) | (840,317,227) |
| | | (8,067,931,410) | (8,311,012,502) |
| | | 5,847,587,616 | 5,738,091,758 |
| Investment in subsidiaries | | 322,374,294 | 322,374,294 |
| Investment in associate | | 1,059,107,979 | 915,924,945 |
| Long-term investments | 8 | 193,384,741 | 387,048,864 |
| Long-term finances and loans | | 5,772,750,236 | 4,336,116,777 |
| Long-term deposits | | 11,430,566 | 11,421,566 |
| | | 14,533,580,107 | 13,070,950,461 |
| Current assets | | | |
| Short-term finances | | 13,664,646 | 6,332,180 |
| Accrued return on investments and term finance | | 160,779,276 | 127,411,324 |
| Current maturity of non-current assets | 9 | 11,598,839,233 | 10,719,219,359 |
| Short-term investments | 10 | 3,725,127,135 | 327,973,992 |
| Advances and prepayments | | 29,157,901 | 28,306,206 |
| Other receivables | | 23,199,469 | 19,720,651 |
| Cash and bank balances | | 163,311,430 | 213,293,662 |
| Defined benefit plan asset | | 8,352,447 | 8,352,447 |
| | | 15,722,431,537 | 11,450,609,821 |
| Assets classified as held for sale | 11 | 264,747,437 | 264,747,437 |
| Total assets | | 30,520,759,081 | 24,786,307,719 |
| EQUITY AND LIABILITIES | | | |
| Share capital and reserves | | | |
| Authorised share capital 350,000,000 (June 30, 2021: 350,000,000) ordinary shares of Rs.10 each | | 3,500,000,000 | 3,500,000,000 |
| Issued, subscribed and paid-up capital | 12 | 1,754,076,470 | 1,754,076,470 |
| Reserves | | 6,981,806,005 | 6,771,427,291 |
| | | 8,735,882,475 | 8,525,503,761 |
| Non-current liabilities | | | |
| Long-term finances | 13 | 8,670,362,973 | 4,727,777,772 |
| Long-term certificates of deposit | | 2,145,963,118 | 2,591,624,552 |
| Deferred taxation | | 332,678,195 | 411,606,294 |
| Other long-term liabilities | | 323,209,004 | 287,129,694 |
| | | 11,472,213,290 | 8,018,138,312 |
| Current liabilities | | | |
| Trade and other payables | | 1,275,691,301 | 855,489,861 |
| Accrued interest / mark-up / profit on loans, finances and certificates of deposit | | 248,588,192 | 231,679,239 |
| Unpaid dividend | | 160,876,952 | 185,467,295 |
| Unclaimed dividend | | 30,690,346 | 27,429,217 |
| Short-term borrowings | 14 | 2,589,597,409 | 1,422,881,783 |
| Short-term certificates of deposit | | 1,804,596,371 | 1,677,709,483 |
| Taxation - net | | 172,260,568 | 171,593,920 |
| Current maturity of non-current liabilities | 15 | 4,030,362,177 | 3,670,414,848 |
| | | 10,312,663,316 | 8,242,665,646 |
| Total equity and liabilities | | 30,520,759,081 | 24,786,307,719 |
| Contingencies and commitments | | | |
| | 16 | | |

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


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2021

| Note | Half year ended | | For the quarter ended | |
|--|----------------------|----------------------|-----------------------|---------------------|
| | December 31, 2021 | December 31, 2020 | December 31, 2021 | December 31, 2020 |
| ----- (Rupees) ----- | | | | |
| INCOME | | | | |
| Income from operations | | | | |
| | | | | |
| Finance leases | 1,050,510,587 | 1,129,968,233 | 523,517,977 | 564,993,248 |
| Income from operating lease and ijarah | 19,143,079 | 66,634,054 | 11,158,871 | 27,318,230 |
| Mark-up on finances and loans | 658,064,034 | 444,485,176 | 357,458,042 | 232,680,437 |
| | <u>1,727,717,700</u> | <u>1,641,087,463</u> | <u>892,134,890</u> | <u>824,991,915</u> |
| Income from other activities | | | | |
| Other income - net | 17 164,543,944 | 151,703,492 | 80,887,866 | 75,481,639 |
| Share of profit of associate | 18 23,980,167 | 13,142,059 | 13,245,822 | 10,142,864 |
| | <u>188,524,111</u> | <u>164,845,551</u> | <u>94,133,688</u> | <u>85,624,503</u> |
| | <u>1,916,241,811</u> | <u>1,805,933,014</u> | <u>986,268,578</u> | <u>910,616,418</u> |
| EXPENSES | | | | |
| Finance cost | 19 675,320,340 | 589,466,498 | 352,465,176 | 286,706,623 |
| Administrative and general expenses | 629,916,519 | 536,553,400 | 320,817,920 | 285,473,972 |
| Direct cost | 31,185,139 | 63,761,642 | 21,110,796 | 27,873,947 |
| | <u>1,336,421,998</u> | <u>1,189,781,540</u> | <u>694,393,892</u> | <u>600,054,542</u> |
| Profit before provision and taxation | <u>579,819,813</u> | <u>616,151,474</u> | <u>291,874,686</u> | <u>310,561,876</u> |
| Reversal of provision against potential leases and other loan losses - net | (84,497,026) | (67,260,358) | (65,824,541) | (46,765,075) |
| Other provision -net | 20 12,048,871 | 9,862,837 | 5,769,754 | 9,843,351 |
| | <u>(72,448,155)</u> | <u>(57,397,521)</u> | <u>(60,054,787)</u> | <u>(36,921,724)</u> |
| Profit before taxation | <u>652,267,968</u> | <u>673,548,995</u> | <u>351,929,473</u> | <u>347,483,600</u> |
| Taxation - Current | 293,979,780 | 194,522,737 | 168,197,836 | 139,792,304 |
| - Prior | (3,779,032) | 1,379,840 | (3,779,032) | 1,379,840 |
| - Deferred | (105,071,319) | (8,144,003) | (65,937,374) | (43,200,527) |
| | <u>185,129,429</u> | <u>187,758,574</u> | <u>98,481,430</u> | <u>97,971,617</u> |
| Net profit for the period after taxation | <u>467,138,539</u> | <u>485,790,421</u> | <u>253,448,043</u> | <u>249,511,983</u> |
| Earnings per share - basic and diluted | 25 <u>2.66</u> | <u>2.77</u> | <u>1.44</u> | <u>1.42</u> |

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


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrej
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

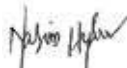
FOR THE HALF YEAR AND QUARTER ENDED DECEMBER 31, 2021

| | Half year ended | | For the quarter ended | |
|--|----------------------|--------------------|-----------------------|--------------------|
| | December 31, 2021 | December 31, 2020 | December 31, 2021 | December 31, 2020 |
| | ----- (Rupees) ----- | | | |
| Profit for the period after taxation | 467,138,539 | 485,790,421 | 253,448,043 | 249,511,983 |
| Other comprehensive income / (loss) | | | | |
| <i>Items that will be subsequently reclassified to statement of profit or loss</i> | | | | |
| Exchange gain / (loss) arising on translation of foreign associate - net of deferred tax | 92,694,504 | (37,107,978) | 25,102,114 | (28,500,659) |
| <i>Items that will not be subsequently reclassified to statement of profit or loss</i> | | | | |
| Fair value changes on remeasurement of financial assets - net of deferred tax | 779,228 | 239,196 | 383,735 | 239,196 |
| Share of other comprehensive income of associate - net of deferred tax | 581,737 | 655,285 | 401,165 | 456,654 |
| | 1,360,965 | 894,481 | 784,900 | 695,850 |
| Total comprehensive income for the period | 561,194,008 | 449,576,924 | 279,335,057 | 221,707,174 |

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



Shaheen Amin
Chief Executive Officer



Nasim Hyder
Director



Ramon Alfrey
Chief Financial Officer

UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| Issued, subscribed and paid-up capital | Reserves | | | | | | Total reserves | Total shareholders equity |
|--|------------------|-------------------|--------------------------------------|--|--|-----------------------|----------------|---------------------------|
| | Capital reserves | | | | | Revenue reserve | | |
| | Share premium | Statutory reserve | Foreign currency translation reserve | Surplus / (deficit) on re-measurement of financial assets at fair value through other comprehensive income | Surplus on revaluation of leasehold land and office building | Unappropriated profit | | |

| | (Rupees) | | | | | | | | |
|--------------------------------------|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|---------------|
| Balance as at July 1, 2020 (audited) | 1,670,549,020 | 1,585,210,523 | 1,599,979,697 | 257,750,041 | (207,976,481) | 862,518,492 | 2,465,706,048 | 6,563,188,320 | 8,233,737,340 |

Total comprehensive income / (loss) for the half year ended December 31, 2020

| | | | | | | | | | |
|---|---|---|---|--------------|---------|---|-------------|--------------|--------------|
| Profit for the period | - | - | - | - | - | - | 485,790,421 | 485,790,421 | 485,790,421 |
| Other comprehensive income / (loss) | - | - | - | (37,107,978) | 239,196 | - | 655,285 | (36,213,497) | (36,213,497) |
| Total comprehensive income / (loss) for the period | - | - | - | (37,107,978) | 239,196 | - | 486,445,706 | 449,576,924 | 449,576,924 |

Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax

| | | | | | | | | | |
|--|---|---|---|---|---|-------------|-----------|---|---|
| | - | - | - | - | - | (9,139,812) | 9,139,812 | - | - |
|--|---|---|---|---|---|-------------|-----------|---|---|

Transactions with owners recorded directly in equity

Cash dividend @ Rs.1.25 per ordinary share of Rs. 10 each for the year ended June 30, 2020 approved on October 27, 2020

| | | | | | | | | | |
|--|---|---|---|---|---|---|---------------|---------------|---------------|
| | - | - | - | - | - | - | (208,818,628) | (208,818,628) | (208,818,628) |
|--|---|---|---|---|---|---|---------------|---------------|---------------|

Bonus shares issued from share premium reserve

| | | | | | | | | | |
|--|------------|--------------|---|---|---|---|---|--------------|---|
| | 83,527,450 | (83,527,450) | - | - | - | - | - | (83,527,450) | - |
|--|------------|--------------|---|---|---|---|---|--------------|---|

Balance as at December 31, 2020 (un-audited)

| | | | | | | | | | |
|--|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|---------------|
| | 1,754,076,470 | 1,501,683,073 | 1,599,979,697 | 220,642,063 | (207,737,285) | 853,378,680 | 2,752,472,938 | 6,720,419,166 | 8,474,495,636 |
|--|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|---------------|

Balance as at July 1, 2021 (audited)

| | | | | | | | | | |
|--|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|---------------|
| | 1,754,076,470 | 1,501,683,073 | 1,782,941,804 | 213,948,996 | (207,316,340) | 844,238,868 | 2,635,930,890 | 6,771,427,291 | 8,525,503,761 |
|--|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|---------------|

Total comprehensive income / (loss) for the half year ended December 31, 2021

| | | | | | | | | | |
|--|---|---|---|------------|---------|---|-------------|-------------|-------------|
| Profit for the period | - | - | - | - | - | - | 467,138,539 | 467,138,539 | 467,138,539 |
| Other comprehensive income | - | - | - | 92,694,504 | 779,228 | - | 581,737 | 94,055,468 | 94,055,468 |
| Total comprehensive income for the period | - | - | - | 92,694,504 | 779,228 | - | 467,720,276 | 561,194,008 | 561,194,008 |

Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax

| | | | | | | | | | |
|--|---|---|---|---|---|-------------|-----------|---|---|
| | - | - | - | - | - | (9,139,812) | 9,139,812 | - | - |
|--|---|---|---|---|---|-------------|-----------|---|---|

Transactions with owners recorded directly in equity

Final cash dividend @ Rs.2 per ordinary share of Rs. 10 each for the year ended June 30, 2021 approved on October 26, 2021

| | | | | | | | | | |
|--|---|---|---|---|---|---|---------------|---------------|---------------|
| | - | - | - | - | - | - | (350,815,294) | (350,815,294) | (350,815,294) |
|--|---|---|---|---|---|---|---------------|---------------|---------------|


Balance as at December 31, 2021 (un-audited)

| | | | | | | | | | |
|--|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|---------------|
| | 1,754,076,470 | 1,501,683,073 | 1,782,941,804 | 306,643,500 | (206,537,112) | 835,099,056 | 2,761,975,684 | 6,981,806,005 | 8,735,882,475 |
|--|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|---------------|

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


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| | | Half year ended | |
|---|----|----------------------|----------------------|
| | | December 31, 2021 | December 31, 2020 |
| Note | | ----- (Rupees) ----- | |
| CASH FLOWS FROM OPERATING ACTIVITIES | | | |
| | | 652,267,968 | 673,548,995 |
| Profit before taxation for the period | | | |
| Adjustments for: | | | |
| | | 57,827,703 | 103,755,629 |
| | | - | 674,188 |
| | 19 | (84,497,026) | (67,260,358) |
| | | 12,048,871 | 9,862,837 |
| | | (8,054,478) | - |
| | | 11,281,717 | 8,166,172 |
| | | (23,980,167) | (13,142,059) |
| | | 376,366 | 3,361,302 |
| | | 675,320,340 | 588,792,310 |
| | | (13,920,801) | (11,936,665) |
| | | (32,351,218) | (42,080,646) |
| | | (1,794,886) | (6,184,248) |
| | | (567,589) | 279,607 |
| | | 591,688,832 | 574,288,069 |
| | | 1,243,956,800 | 1,247,837,064 |
| Operating cash flows before working capital changes | | | |
| (Increase) / decrease in operating assets | | | |
| | | 131,100,092 | 6,602,838 |
| | | (2,157,118,681) | (1,763,624,100) |
| | | 2,769,762 | 136,500,899 |
| | | (9,000) | (580,000) |
| | | (851,695) | (16,150,561) |
| | | (36,629,629) | 37,235,417 |
| | | (2,060,739,151) | (1,600,015,507) |
| Increase / (decrease) in operating liabilities | | | |
| | | (231,118,258) | (207,058,793) |
| | | 406,874,702 | 490,942,825 |
| | | 175,756,444 | 283,884,032 |
| | | (641,025,907) | (68,294,411) |
| Cash used in operating activities | | | |
| | | (10,221,012) | - |
| | | (289,534,100) | (290,623,521) |
| | | (299,755,112) | (290,623,521) |
| | | (940,781,019) | (358,917,932) |
| Net cash used in operating activities | | | |
| CASH FLOWS FROM INVESTING ACTIVITIES | | | |
| | | (15,098,579) | (9,909,019) |
| | | 3,110,203 | 8,030,820 |
| | | - | 216,698,392 |
| | | (3,488,693,770) | 527,993,732 |
| | | 13,920,801 | 11,936,665 |
| | | (1,033,413) | 29,260,949 |
| | | (3,487,794,758) | 784,011,539 |
| Net cash (used in) / generated from investing activities | | | |
| CASH FLOWS FROM FINANCING ACTIVITIES | | | |
| | | 5,800,000,000 | 1,300,000,000 |
| | | (900,000,000) | 450,000,000 |
| | | 73,886,604 | (14,295,833) |
| | | (1,872,222,222) | (1,937,540,512) |
| | | (401,597,232) | (432,565,220) |
| | | (16,044,721) | (13,961,891) |
| | | (372,144,510) | (208,140,873) |
| | | 2,311,877,919 | (856,504,329) |
| Net cash generated from / (used in) financing activities | | | |
| | | (2,116,697,858) | (431,410,722) |
| | | (309,588,121) | 36,606,894 |
| | 24 | (2,426,285,979) | (394,803,828) |

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


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

1 LEGAL STATUS AND OPERATIONS

OLP Financial Services Pakistan Limited (formerly ORIX Leasing Pakistan Limited) ("the Company") was incorporated in Pakistan as a private limited company on July 01, 1986 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company on December 23, 1987. The Company is listed on the Pakistan Stock Exchange Limited and is licensed to carry out Investment Finance Services as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP).

During the period, OLP's Board and Shareholders have approved rebranding of the Company in line with the Company's vision of enhancing its corporate image as an SME focused financial services company. The Company has changed its name from ORIX Leasing Pakistan Limited to OLP Financial Services Pakistan Limited. The new name reflects the Company's focus on providing full spectrum of financial services to its customers. The SECP approved the change of name and issued a new certificate of incorporation to the Company on December 24, 2021.

The registered office of the Company is situated at OLP Building, Plot No. 16, Sector No. 24, Korangi Industrial Area, Karachi.

The Pakistan Credit Rating Agency Limited (PACRA) has assigned a long-term rating of AA+ (2021: AA+) and a short-term rating of A1+ (2021: A1+) to the Company on March 03, 2021 (2021: March 04, 2020).

2 BASIS OF PREPARATION

2.1 Statement of compliance

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, which comprise of:

- International Accounting Standard 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 as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Companies Act, 2017; and
- Provisions of and directives issued under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

Where provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations differ from the IFRSs, the provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations have been followed.

2.2 Basis of measurement

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for the following:

- Leasehold land and office building are stated at revalued amounts;
- Certain investments are stated at fair value;
- Non-current assets classified as held-for-sale are valued at lower of carrying amount and fair value less cost to sell;
- Obligation in respect of staff gratuity is measured at present value of defined benefit obligation; and
- Investment in associate are valued using equity method of accounting.
- lease liabilities which have been carried at present value and right-of-use assets which are initially measured at an amount equal to the corresponding lease liabilities (adjusted for any lease payments and certain specified costs) and depreciated over the respective lease terms.

2.3 These unconsolidated condensed interim financial statements do not include all the information required for a full set of financial statements and should be read in conjunction with the annual published unconsolidated audited financial statements of the Company for the year ended June 30, 2021.

2.4 The comparative statement of financial position presented in these unconsolidated condensed interim financial statements has been extracted from the annual published unconsolidated audited financial statements of the Company for the year ended June 30, 2021, whereas the comparative statement of profit or loss, statement of profit or loss and other comprehensive income, statement of changes in equity and statement of cash flow are stated from the unaudited unconsolidated condensed interim financial statements for the half year ended December 31, 2020.

2.5 These unconsolidated condensed interim financial statements have been presented in Pakistani Rupees, which is the functional currency of the Company.

3 SIGNIFICANT POLICIES, ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

3.1 The accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are the same as those applied in the preparation of the annual audited published unconsolidated financial statements of the Company for the year ended June 30, 2021.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

- 3.2 The preparation of these unconsolidated condensed interim financial statements in conformity with accounting and reporting standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3 The significant judgments, estimates and assumptions made by the management in applying the Company's accounting policies and the factors used in making those estimates and associated assumptions were the same as those that were applied to the annual audited published unconsolidated financial statements for the year ended June 30, 2021.
- 3.4 **Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year:**

There are certain amendments to the standards and new interpretations that are mandatory for accounting periods beginning on or after July 1, 2021 but are considered not to be relevant or do not have any significant effect on the Company's operations and are, therefore, not detailed in these unconsolidated condensed interim financial statements.

- 3.5 **Standards, interpretations and amendments to approved accounting standards that are not yet effective**

There are certain amendments to the published accounting and reporting standards that are mandatory for the Company's accounting period beginning on July 1, 2022. However, these will not have any significant impact on the Company's operations and, therefore, have not been detailed in these unconsolidated condensed interim financial statements.

4 RISK MANAGEMENT POLICIES

The financial risk management objectives and policies are consistent with those disclosed in the annual audited published unconsolidated financial statements of the Company for the year ended June 30, 2021.

| | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|--------------------|--------------------------------------|-------------------------------|
| 5 FIXED ASSETS | ----- (Rupees) ----- | |
| Own use | 1,108,435,274 | 1,131,534,112 |
| Operating lease | 119,219,714 | 124,270,850 |
| Ijarah assets | 4,690,344 | 6,462,738 |
| Right-of-use asset | 92,665,790 | 93,975,743 |
| | <u>1,325,011,122</u> | <u>1,356,243,443</u> |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

- 5.1 The following is a statement of cost of additions and disposals to / from fixed assets for the half year ended December 31, 2021.

| | Own use | | Right-of-use assets | | Asset under Ijarah financing | |
|--|-------------------|-------------------|---------------------|-----------|------------------------------|------------------|
| | Additions | Disposals | Additions | Disposals | Additions | Disposals |
| | (Rupees) | | | | | |
| Right-of-use assets | - | - | 11,016,868 | - | - | - |
| Leasehold improvements | 4,699,187 | - | - | - | - | - |
| Furniture, fittings and office equipment | 2,265,359 | 6,363,176 | - | - | - | - |
| Computers and accessories | 3,059,900 | 1,642,304 | - | - | - | - |
| Vehicles | 5,007,451 | 3,111,810 | - | - | - | 3,633,500 |
| December 31, 2021 | 15,031,897 | 11,117,290 | 11,016,868 | - | - | 3,633,500 |
| December 31, 2020 | 9,909,019 | 7,623,052 | 2,942,198 | - | - | 475,990,859 |

6 INTANGIBLE ASSETS

| | Note | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|-------------------------------|------|--------------------------------------|-------------------------------|
| | | (Rupees) | |
| Computer software and license | 6.1 | 1,933,553 | 3,728,814 |

- 6.1 Additions amounting to Rs. 66,682 (December 2020: Nil) were made to intangible assets during the half year ended December 31, 2021. No disposals were made during the period.

7 NET INVESTMENT IN FINANCE LEASE

| | Note | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|--|------|--------------------------------------|-------------------------------|
| | | (Rupees) | |
| Instalment contract receivables | | 16,732,939,968 | 16,873,260,459 |
| Residual value | | 7,292,867,437 | 7,331,519,014 |
| Less: adjustable security deposits | 7.1 | (7,271,615,534) | (7,310,865,773) |
| Gross investment in finance lease | 7.2 | 16,754,191,871 | 16,893,913,700 |
| Less: unearned finance income | | 2,838,672,845 | 2,844,809,440 |
| Present value of investment in finance lease | | 13,915,519,026 | 14,049,104,260 |

- 7.1 Security deposit is received from lessees under finance lease contracts which is adjustable at the expiry of the lease period.
- 7.2 The Company's implicit rate of return on leases ranges from 9.54% to 27.55% (2021: 9.34% to 27.55%) per annum. These are secured against leased assets, security deposits averaging 23.02% (2021: 22.75%) of the cost of leased assets and personal guarantees.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| 8 | LONG-TERM INVESTMENTS | Note | (Un-audited) | (Audited) |
|---|--|------|----------------------|---------------|
| | | | December 31, 2021 | June 30, 2021 |
| | | | ----- (Rupees) ----- | |
| At amortised cost | | | | |
| | Pakistan Investment Bonds (PIBs) | 8.1 | 583,645,498 | 451,973,817 |
| At fair value through other comprehensive income | | | | |
| | Sama Finance PSC | | 279,097,858 | 279,097,858 |
| | (formerly Al Hail ORIX Finance PSC) - related party | | | |
| | Less: Fair value change in remeasurement of financial assets | | (279,097,858) | (279,097,858) |
| | | | - | - |
| | Less: current maturity | 9 | 390,260,757 | 64,924,953 |
| | | | 193,384,741 | 387,048,864 |

8.1 This represents investment made as required under Regulation 14(4)(g) of the NBFC Regulations to maintain liquidity against certificates of deposit. These carry coupon rate of 7.00% to 12.00% (2021: 7.25% to 12.00%) per annum and are due to mature latest by August 23, 2023 (2021: September 19, 2022).

| 9 | CURRENT MATURITY OF NON-CURRENT ASSETS | Note | (Un-audited) | (Audited) |
|-----------------------------|--|------|----------------------|----------------|
| | | | December 31, 2021 | June 30, 2021 |
| | | | ----- (Rupees) ----- | |
| Current maturity of: | | | | |
| | Net investment in finance lease | | 7,322,758,852 | 7,470,695,275 |
| | Long-term investments | 8 | 390,260,757 | 64,924,953 |
| | Long-term finances and loans | | 3,885,819,624 | 3,183,599,131 |
| | | | 11,598,839,233 | 10,719,219,359 |

10 SHORT-TERM INVESTMENTS

At amortised cost

Term deposits receipts

1,600,000,000

-

At fair value through profit or loss

Market treasury bills

10.1

2,097,267,757

301,110,445

At fair value through other comprehensive income

Ordinary shares - unlisted

27,859,378

26,863,547

3,725,127,135

327,973,992

10.1 These include investment amounted to Rs. 188,335,230 (2021: Rs. 301,110,445) made as required under Regulation 14(4)(g) of the NBFC Regulations to maintain liquidity against certificates of deposit.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| 11 ASSETS CLASSIFIED AS HELD FOR SALE | Note | (Un-audited) | (Audited) |
|---------------------------------------|------|----------------------|--------------------|
| | | December 31, 2021 | June 30, 2021 |
| | | ----- (Rupees) ----- | |
| Repossessed assets | 11.1 | 250,001 | 250,001 |
| Investments in associates | | | |
| - OPP (Private) Limited | 11.2 | 87,754,399 | 87,754,399 |
| - SAMA Finance SAE (SAMA) | 11.3 | 172,043,037 | 172,043,037 |
| Stock Exchange room | | 4,700,000 | 4,700,000 |
| | | <u>264,747,437</u> | <u>264,747,437</u> |

11.1 These represent repossessed assets consisting of vehicles previously leased out to customers. The Company intends to dispose of these assets to recover the balance amount outstanding against such leases.

11.2 The Company holds 45% (2021: 45%) ownership interest in OPP (Private) Limited. In 2014, the Board of Directors of the Company approved divestment of the Company's entire investment in OPP.

The sales negotiations for disposal of investment in OPP were held with a minority shareholder of OPP and a Share Purchase Agreement (SPA) was signed by all the parties in July 2014. However, the minority shareholder had failed to comply with the terms of the SPA and initiated legal proceedings to restrict the Company in managing the affairs of OPP. The Company has also filed a reference in the Lahore High Court to allow the Company to buy out the minority stakeholder in OPP or to wind up OPP which is pending to date.

11.3 The Company holds 23% (2021: 23%) ownership interest in SAMA. The Board of Directors in their meeting held in February 2019 approved divestment of the Company's investment in SAMA. In pursuance of the above, the Company intends to dispose of its investment in SAMA.

The sale negotiations for disposal of SAMA were held and a Sale Purchase Agreement (SPA) was signed on October 17, 2019 and is expected to be completed with agreed terms and conditions, subject to necessary regulatory approvals.

12 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

| (Un-audited) | (Audited) | | (Un-audited) | (Audited) |
|--------------------------------|--------------------|--|----------------------|----------------------|
| December 31, 2021 | June 30, 2021 | | December 31, 2021 | June 30, 2021 |
| ----- (Number of Shares) ----- | | | ----- (Rupees) ----- | |
| | | Ordinary shares of Rs. 10 each | | |
| 106,485,517 | 106,485,517 | Fully paid in cash | 1,064,855,170 | 1,064,855,170 |
| 66,739,592 | 66,739,592 | Fully paid bonus shares | 667,395,920 | 667,395,920 |
| 2,182,538 | 2,182,538 | Fully paid shares against amalgamation | 21,825,380 | 21,825,380 |
| <u>175,407,647</u> | <u>175,407,647</u> | | <u>1,754,076,470</u> | <u>1,754,076,470</u> |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

12.1 Reconciliation between ordinary shares in issue at beginning and end of the period / year is as follows:

| | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|--|--------------------------------------|-------------------------------|
| | ----- (Number of shares) ----- | |
| At beginning of the period / year | 175,407,647 | 167,054,902 |
| Issue of bonus shares during the period / year | - | 8,352,745 |
| At end of the period / year | <u>175,407,647</u> | <u>175,407,647</u> |

13 LONG-TERM FINANCES - Secured

Note

| | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|---|--------------------------------------|-------------------------------|
| | ----- (Rupees) ----- | |
| Long-term finances utilised under mark-up arrangements - financial institutions | 8,708,333,328 | 7,780,555,550 |
| Term finance certificates - unlisted | 3,000,000,000 | - |
| Less: unamortised transaction cost | (21,025,910) | - |
| Less: current maturity | (3,016,944,445) | (3,052,777,778) |
| | <u>(3,037,970,355)</u> | <u>(3,052,777,778)</u> |
| | <u>8,670,362,973</u> | <u>4,727,777,772</u> |

13.1 During the period, the Company has issued Rs. 3 billion of rated, privately placed, secured term finance certificates ("TFCs") as an instrument of redeemable capital.

14 SHORT-TERM BORROWINGS - Secured

Note

From banking companies

| | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|------------------------------|--------------------------------------|-------------------------------|
| | ----- (Rupees) ----- | |
| Running finance arrangements | 2,589,597,409 | 522,881,783 |
| Short-term loans | - | 900,000,000 |
| | <u>2,589,597,409</u> | <u>1,422,881,783</u> |

15 CURRENT MATURITY OF NON-CURRENT LIABILITIES

Current maturity of:

| | | | |
|---|----|----------------------|----------------------|
| Long-term finances | 13 | 3,016,944,445 | 3,052,777,778 |
| Long-term certificates of deposit | | 992,694,777 | 600,033,627 |
| Lease liability against right-of-use assets | | 20,722,955 | 17,603,443 |
| | | <u>4,030,362,177</u> | <u>3,670,414,848</u> |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

16 CONTINGENCIES AND COMMITMENTS

16.1 There was no change in the status of contingencies, except for the following, as disclosed in the note 31 to the annual audited published unconsolidated financial statements of the Company for the year ended June 30, 2021.

16.1.1 The Company received an amended assessment order dated October 04, 2021, under section 122(5A) of the Ordinance for tax year 2020 wherein a demand of Rs.137 million has been raised. This was mainly due to the result of disallowance of tax losses on lease cancellations, write-offs and certain other matters. The Company has filed an appeal against the order and the matters are pending for adjudication. The Company has paid 10% of the demand u/s 140 of the Ordinance amounting to Rs 13.76 million.

Based on the tax advisor's opinion, the management is confident of a favourable outcome on these matters. Accordingly, no tax provision has been made in these unconsolidated condensed interim financial statements.

16.1.2 In continuation to the notice received from SRB in 2018, the Company received an order dated November 03, 2021 u/s 40(1)(b) of the Stamp Act, 1899 amounting to Rs. 19.5 million, which also includes the late payment charges of Rs. 6.5 million. On December 10, 2021, the Sindh High Court disposed-off the petition filed by the Company on applicability of stamp duty on purchase orders and issued its decision on January 22, 2022, dismissing Company's plea against applicability of stamp duty. The Company had also filed a petition on December 10, 2021 before SHC to prevent the SRB from taking any coercive action against the Company subsequent to the issuance of the recovery order, as the matter was pending in SHC. The Court directed the SRB to provide the Company an opportunity of being heard and to decide the matter within 3 months, and till such period no coercive action can be taken against the Company.

The Company has filed an appeal with member SRB against the recovery order. In the last hearing held on February 09, 2022, the hearing was adjourned for filing of written arguments by the Company's counsel. Accordingly, OLP has recorded Rs. 12.5 million of provision against stamp duty in these unconsolidated condensed interim financial statements. Based on legal opinion, the management is confident of a favourable outcome on waiver of additional charges of Rs 6.5 million. Accordingly, no provision against additional charges levied has been made in these unconsolidated condensed interim financial statements.

16.2 Commitments relating to capital expenditure at the reporting date amounted to Rs. 1.30 million (June 2021: Rs. 0.25 million).

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| 17 OTHER INCOME - NET | Note | (Un-audited) | |
|--|------|----------------------|--------------------|
| | | Half year ended | |
| | | December 31, 2021 | December 31, 2020 |
| | | ----- (Rupees) ----- | |
| Income from financial assets | | | |
| Return on investments and deposits | | 1,117,259 | 142,030 |
| Interest income on government securities | | 31,233,959 | 16,153,649 |
| Dividend income | | 13,920,801 | 11,936,665 |
| Gain on sale of investments - net | | 8,054,478 | 25,784,967 |
| Unrealised (loss) / gain on remeasurement of financial assets at fair value through profit or loss - net | | (376,366) | (3,361,302) |
| | | <u>53,950,131</u> | <u>50,656,009</u> |
| Income from other than financial assets | | | |
| Fee and other income | 17.1 | 66,659,167 | 55,094,196 |
| Documentation fee | | 17,713,863 | 15,245,338 |
| Gain on disposal of fixed assets | | 1,794,886 | 3,600,178 |
| Gain on cancellation of leases and finance and loans | | 23,858,308 | 27,387,378 |
| Exchange gain / (loss) - net | | 567,589 | (279,607) |
| | | <u>110,593,813</u> | <u>101,047,483</u> |
| | | <u>164,543,944</u> | <u>151,703,492</u> |

17.1 This includes rental income earned from OLP Services Pakistan (Private) Limited, (formerly ORIX Services Pakistan (Private) Limited) (OSPPL) amounting Rs. 4,439,770 under a rental arrangement between the company and OSPPL related to Automobile Service Centre vide agreement effective from November 1st, 2021.

18 SHARE OF PROFIT OF ASSOCIATE

| Name of associate | (Un-audited) | | | |
|---|-----------------------------------|---------------------------------------|-----------------------------------|---------------------------------------|
| | Half year ended December 31, 2021 | | Half year ended December 31, 2020 | |
| | Associates' profit after tax | Share of associates' profit after tax | Associates' profit after tax | Share of associates' profit after tax |
| | | | | ----- (Rupees) ----- |
| Un-quoted - related party | | | | |
| Yanal Finance Company (formerly Saudi ORIX Leasing Company) | <u>1,199,008,378</u> | <u>23,980,167</u> | <u>657,102,866</u> | <u>13,142,059</u> |

| 19 FINANCE COST | (Un-audited) | |
|---|--------------------|----------------------|
| | Half year ended | |
| | December 31, 2021 | December 31, 2020 |
| | | ----- (Rupees) ----- |
| Interest / mark-up / profit on: | | |
| - Long-term finances | 350,403,588 | 321,522,040 |
| - Short-term borrowings | 63,077,375 | 22,083,455 |
| - Certificates of deposit | 251,247,709 | 235,667,013 |
| - Lease liability against right-of-use assets | 6,991,668 | 6,520,049 |
| Amortisation of transaction cost | - | 674,188 |
| Bank charges | 3,600,000 | 2,999,753 |
| | <u>675,320,340</u> | <u>589,466,498</u> |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| 20 OTHER PROVISIONS - NET | (Un-audited) | |
|---|----------------------|----------------------|
| | Half year ended | |
| | December 31, 2021 | December 31, 2020 |
| | ----- (Rupees) ----- | |
| Operating lease, investments and other receivables | | |
| Reversal of provision against ijarah receivable | (217,150) | - |
| Others | | |
| Provision for Workers' Welfare Fund | 12,266,021 | 9,280,851 |
| Impairment on assets classified as 'held for sale' | - | 581,986 |
| | <u>12,048,871</u> | <u>9,862,837</u> |

21 SEGMENT INFORMATION

The Company has four primary reporting segments namely, 'Finance lease', 'Finances & loans', 'Islamic Finance' and 'Operating lease', based on the nature of business and the related risks and returns associated with these segments. The finance lease operations are primarily for long-term leases of movable assets to corporate entities and individuals. Finances and loans are primarily extended to corporate entities and individuals for purchase of saloon vehicles. This segment also includes micro finance which primarily represents group / community based lending to the under-privileged community. This also includes term finance facility extended to corporates against property mortgage. Under the operating lease segment, the Company provides equipment on short-term rentals to corporate entities. Islamic Finance includes Ijarah and Diminishing Musharakah to corporate entities and individuals. Other operations, which do not fall into the above segment categories and are not deemed by the management to be sufficiently significant to disclose as separate items, are reported under 'Investment in subsidiaries, associates, and others'.

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| December 31, 2021 | | | | | |
|-------------------|--------------------|-----------------|-----------------|---|-------|
| Finance lease | Finances and loans | Operating lease | Islamic finance | Investment in subsidiaries, associates & others | Total |

(Rupees)

Segment analysis for the half year ended December 31, 2021 - (Un-audited)

| | | | | | | |
|---|--------------------|--------------------|--------------------|--------------------|------------------|-----------------------|
| Segment revenues | 1,114,930,716 | 675,656,123 | 17,003,419 | 2,144,660 | 106,506,893 | 1,916,241,811 |
| Finance cost | 354,646,099 | 228,446,800 | 3,262,242 | 1,505,985 | 87,459,214 | 675,320,340 |
| Administrative and general expenses | 417,091,191 | 197,503,233 | 4,334,396 | 1,077,327 | 9,910,372 | 629,916,519 |
| Direct cost | 8,432,082 | 10,226,234 | 10,724,329 | 1,802,494 | - | 31,185,139 |
| Provision charge | 93,082,124 | 21,497,062 | 28,380 | - | - | 114,607,566 |
| Reversal of provision | (185,741,650) | (13,334,560) | (245,532) | - | - | (199,321,742) |
| (Reversal of provision) / provision-net | (92,659,526) | 8,162,502 | (217,152) | - | - | (84,714,176) |
| Segment results | 427,420,870 | 231,317,354 | (1,100,396) | (2,241,146) | 9,137,307 | 664,533,989 |
| Provision for Workers' Welfare Fund | | | | | | (12,266,021) |
| Provision for taxation | | | | | | (185,129,429) |
| Profit for the period | | | | | | 467,138,539 |
| Other information | | | | | | |
| Segment assets | 13,170,346,471 | 9,479,990,703 | 119,219,713 | 51,973,387 | 6,260,742,376 | 29,082,272,650 |
| Unallocated assets | | | | | | 1,438,486,431 |
| Total assets | | | | | | 30,520,759,081 |
| Segment liabilities | 413,097,112 | 374,124,712 | 262,049 | - | - | 787,483,873 |
| Unallocated liabilities | | | | | | 20,997,392,733 |
| Total liabilities | | | | | | 21,784,876,606 |
| Unallocated | | | | | | |
| Depreciation | - | - | 5,051,136 | 1,772,394 | - | 6,823,530 |
| Unallocated capital expenditure | - | - | - | - | - | 26,048,765 |
| Unallocated depreciation and amortisation | - | - | - | - | - | 51,004,173 |

| December 31, 2020 | | | | | |
|-------------------|--------------------|-----------------|-----------------|---|-------|
| Finance lease | Finances and loans | Operating lease | Islamic finance | Investment in subsidiaries, associates & others | Total |

(Rupees)

Segment analysis for the half year ended December 31, 2020 - (Un-audited)

| | | | | | | |
|--|--------------------|--------------------|---------------------|-------------------|-------------------|-----------------------|
| Segment revenues | 1,191,374,631 | 451,735,200 | 2,613,772 | 69,647,505 | 90,561,906 | 1,805,933,014 |
| Finance cost | 375,144,741 | 142,925,213 | 3,407,123 | 6,473,750 | 61,515,671 | 589,466,498 |
| Administrative and general expenses | 394,573,339 | 128,791,985 | 8,895,047 | 4,293,029 | - | 536,553,400 |
| Direct cost | 8,198,973 | 1,025,982 | 8,615,415 | 45,921,272 | - | 63,761,642 |
| Provision charge | 232,825,958 | 54,109,455 | - | - | 581,985 | 287,517,398 |
| Reversal of provision | (322,753,982) | (31,441,788) | - | - | - | (354,195,770) |
| (Reversal of provision) / provision-net | (89,928,024) | 22,667,667 | - | - | 581,985 | (66,678,372) |
| Segment result | 503,385,602 | 156,324,353 | (18,303,813) | 12,959,454 | 28,464,250 | 682,829,846 |
| Provision for Workers' Welfare Fund | | | | | | (9,280,851) |
| Provision for taxation | | | | | | (187,758,574) |
| Profit for the period | | | | | | 485,790,421 |
| Segment assets and liabilities for the year ended June 30, 2021 (Audited) | | | | | | |
| Segment assets | 13,209,037,033 | 7,334,671,382 | 124,270,847 | 61,288,952 | 2,546,706,309 | 23,275,974,523 |
| Unallocated assets | | | | | | 1,510,333,196 |
| Total assets | | | | | | 24,786,307,719 |
| Segment liabilities | 344,357,014 | 168,543,299 | 331,284 | - | - | 513,231,597 |
| Unallocated liabilities | | | | | | 15,747,572,361 |
| Total liabilities | | | | | | 16,260,803,958 |
| Unallocated | | | | | | |
| Depreciation | - | - | 5,051,136 | 45,874,800 | - | 50,925,936 |
| Unallocated capital expenditure | - | - | - | - | - | 12,851,217 |
| Unallocated depreciation and amortisation | - | - | - | - | - | 52,829,693 |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

22 TRANSACTIONS / BALANCES WITH RELATED PARTIES

The Company has related party relationships with its parent company, related group companies, associated companies, staff provident fund, staff gratuity fund, directors and key management personnel and entities over which the directors or key management personnel are able to exercise significant influence.

The Company in the normal course of business carries out transactions with various related parties. These transactions are executed substantially on the same terms as those prevailing at the time of comparable transactions with unrelated parties and do not involve more than a normal risk. Amounts due from and due to related parties are disclosed in the relevant notes to the unconsolidated financial statements.

22.1 Transactions with related parties during the period are given below:

| | (Un-audited) | |
|---|-------------------------|----------------------|
| | For the half year ended | |
| | December 31, 2021 | December 31, 2020 |
| | ----- (Rupees) ----- | |
| ORIX Corporation, Japan - Parent Company - 49.58% Holding | | |
| Dividend paid - net of tax | 160,876,952 | 95,760,091 |
| Reimbursement of cost | 401,445 | - |
| Yanal Finance Company (formerly Saudi ORIX Leasing Company) - Associate / Common directorship - 2.5% ownership | | |
| Reimbursement of cost | 13,002,760 | 13,163,768 |
| ORIX Modaraba - Subsidiary - 20% ownership | | |
| Dividend income | 13,161,224 | 11,345,883 |
| Reimbursement of cost | 299,184 | 299,279 |
| OLP Services Pakistan (Private) Limited (formerly ORIX Services Pakistan (Private) Limited) (OSPPL) - subsidiary company | | |
| Rental income | 4,439,770 | - |
| ORIX Leasing Pakistan Limited-Employees Provident Fund (OLP - EPF) | | |
| Contribution paid | 15,559,431 | 14,672,639 |
| ORIX Leasing Pakistan Limited-Staff Gratuity Fund (OLP - SGF) | | |
| Contribution paid | 10,221,012 | - |
| Charity / Donation paid - Common Directorship | | |
| The Layton Rahmatullah Benevolent Trust - Charity | - | 500,000 |
| The Layton Rahmatullah Benevolent Trust - Donation | 500,000 | - |
| The Indus Hospital - Donation | 500,000 | - |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

| | (Un-audited) | |
|--|--------------------------------------|-------------------------------|
| | For the half year ended | |
| | December 31, 2021 | December 31, 2020 |
| | ----- (Rupees) ----- | |
| Other related party transactions during the period | | |
| Directors and Key Management Personnel | | |
| Compensation of directors and key management personnel | | |
| Directors' fees paid | 4,500,000 | 7,400,000 |
| Short-term employee benefits | 107,030,221 | 82,078,480 |
| Retirement benefits | 6,530,118 | 2,610,975 |
| Total compensation to directors and key management personnel | <u>118,060,339</u> | <u>92,089,455</u> |
| Other transactions with Key Management Personnel | | |
| Amount of profit on certificates of deposit | 59,907 | 95,883 |
| Staff loans disbursed | 9,491,443 | 5,039,300 |
| Interest recovered on staff loans | 1,049,031 | 1,043,885 |
| Principal recovered on staff loans | 4,967,575 | 4,705,036 |
| Dividend paid to the key management personnel - net of tax | 294,707 | 165,828 |
| Dividend paid to the Chief Executive Officer of the Company - net of tax | <u>613,071</u> | <u>213,137</u> |
| | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
| | ----- (Rupees) ----- | |
| 22.2 Balances with related parties as at period / year end | | |
| Investment in subsidiaries | 322,374,294 | 322,374,294 |
| Investment in associate - Yanal Finance (formerly Saudi ORIX Leasing Company) - 2.5% ownership | 1,059,107,979 | 915,924,945 |
| Long term investment - Sama Finance PSC (formerly Al Hail ORIX Finance PSC) - 3% ownership | - | - |
| Assets classified as held for sale | | |
| - OPP (Private) Limited - 45% ownership | 87,754,399 | 87,754,399 |
| - SAMA Finance SAE - 23% ownership | <u>172,043,037</u> | <u>172,043,037</u> |
| Certificates of deposit held | 1,300,000 | 1,300,000 |
| Accrued profit on certificates of deposit payable | 8,749 | 8,430 |
| Outstanding loans to the key management personnel | 24,686,105 | 20,162,239 |
| Receivable from Yanal Finance Company (formerly Saudi ORIX Leasing Company) | 4,723,378 | 8,750,153 |
| Receivable from OLP Services Pakistan (Private) Limited (formerly ORIX Services Pakistan (Private) Limited) (OSPPL) - subsidiary company | 4,439,770 | - |
| Receivable from ORIX Corporation, Japan - Parent Company | 1,300,695 | 1,387,140 |
| Payable (Unpaid dividend) to ORIX Corporation, Japan - Parent Company | <u>160,876,952</u> | <u>173,921,030</u> |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

23 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of investments classified as "at fair value through profit or loss" and "at fair value through other comprehensive income" are based on active market. The investment in associate is accounted for using the equity method while the subsidiaries have been kept at cost.

Fair values of net investments in finance lease, long term loans and finances, long term deposits and other assets, other liabilities, long term certificates of deposit and other accounts are approximate to their carrying value. The provision for impairment of finance lease and long term loans and finances has been calculated in accordance with the Company's accounting policy.

In the opinion of management, fair values of the remaining financial assets and liabilities are not significantly different from their carrying values since these assets and liabilities are short term in nature or are periodically repriced.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities;
- Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and
- Level 3: inputs for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

December 31, 2021 (Un-audited)

| Fair value | | | |
|---|------------------------|--------------------|----------------------|
| Level 1 | Level 2 | Level 3 | Total |
| ----- (Rupees) ----- | | | |
| Financial assets at fair value through other comprehensive income | | | |
| Ordinary shares - unlisted | - 27,859,378 | - | 27,859,378 |
| Financial assets at fair value through profit or loss | | | |
| Market treasury bills | - 2,097,267,757 | - | 2,097,267,757 |
| Non-financial assets | | | |
| Fixed assets (Leasehold land and building) | - | 928,598,359 | 928,598,359 |
| Total | - 2,125,127,135 | 928,598,359 | 3,053,725,494 |

June 30, 2021 (Audited)

| Fair value | | | |
|---|----------------------|--------------------|----------------------|
| Level 1 | Level 2 | Level 3 | Total |
| ----- (Rupees) ----- | | | |
| Financial assets at fair value through other comprehensive income | | | |
| Ordinary shares - unlisted | - 26,863,547 | - | 26,863,547 |
| Financial assets at fair value through profit or loss | | | |
| Market treasury bills | - 301,110,445 | - | 301,110,445 |
| Non-financial assets | | | |
| Fixed assets (Leasehold land and building) | - | 940,875,025 | 940,875,025 |
| Total | - 327,973,992 | 940,875,025 | 1,268,849,017 |

(Un-audited)

As at

December 31, 2021 December 31, 2020

24 CASH AND CASH EQUIVALENTS

Note

----- (Rupees) -----

| | | |
|------------------------------|-----------------|---------------|
| Cash at banks | 161,583,911 | 158,772,831 |
| Cash in hand | 1,727,519 | 1,773,289 |
| Running finance arrangements | 163,311,430 | 160,546,120 |
| | (2,589,597,409) | (555,349,948) |
| | (2,426,285,979) | (394,803,828) |

25 EARNINGS PER SHARE - BASIC AND DILUTED

| | | |
|--|-------------|-------------|
| Profit for the period after taxation | 467,138,539 | 485,790,421 |
| ----- (Number of shares) ----- | | |
| Weighted average number of ordinary shares | 175,407,647 | 175,407,647 |
| ----- (Rupees) ----- | | |
| Earnings per share - basic and diluted | 2.66 | 2.77 |

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL INFORMATION (UN-AUDITED)

FOR THE HALF YEAR ENDED DECEMBER 31, 2021

25.1 Diluted earnings per share has not been presented separately as the Company does not have any convertible instruments in issue as at December 31, 2021 and December 31, 2020, which would have any effect on the earnings per share if the option to convert is exercised.

26 DATE OF AUTHORISATION FOR ISSUE

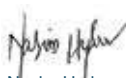
These unconsolidated condensed interim financial statements were authorised for issue on February 22, 2022 by the Board of Directors of the Company.

27 GENERAL

27.1 Figures reported in this unconsolidated condensed interim financial statements have been rounded off to the nearest Rupee unless otherwise stated.



Shahéen Amin
Chief Executive Officer



Nasim Hyder
Director



Ramon Alfrey
Chief Financial Officer

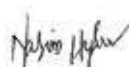
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

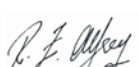
As at December 31, 2021

| | Note | December 31, 2021 (Un-audited) | June 30, 2021 (Audited) |
|--|------|--------------------------------------|-------------------------------|
| ----- (Rupees) ----- | | | |
| ASSETS | | | |
| Non-current assets | | | |
| Fixed assets | 5 | 3,514,159,456 | 3,604,262,358 |
| Intangible assets | 6 | 34,090,857 | 42,150,299 |
| Net investment in finance lease | 7 | 13,915,519,026 | 14,049,104,260 |
| Current maturity | | (7,322,758,852) | (7,470,695,275) |
| Allowance for potential lease losses | | (745,172,558) | (840,317,227) |
| | | (8,067,931,410) | (8,311,012,502) |
| | | 5,847,587,616 | 5,738,091,758 |
| Investment in associate | | 1,059,107,979 | 915,924,945 |
| Long-term investments | 8 | 193,384,741 | 387,048,864 |
| Long-term finances and loans | | 7,825,963,343 | 6,334,443,135 |
| Long-term deposits | | 11,430,566 | 11,421,566 |
| | | 18,485,724,558 | 17,033,342,925 |
| Current assets | | | |
| Short-term finances | | 13,664,646 | 6,332,180 |
| Accrued return on investments and term finance | | 160,779,275 | 160,087,808 |
| Current maturity of non-current assets | 9 | 12,869,322,842 | 12,046,611,741 |
| Short-term investments | 10 | 3,725,127,135 | 327,973,992 |
| Other receivables | | 127,112,818 | 137,202,827 |
| Advances and prepayments | | 343,988,215 | 279,785,152 |
| Net investment in Ijarah finance | | 370,000 | 370,000 |
| Cash and bank balances | | 647,680,799 | 992,094,722 |
| Defined benefit plan asset | | 8,352,447 | 8,352,447 |
| | | 17,896,398,177 | 13,958,810,869 |
| Assets classified as held for sale | 11 | 264,747,437 | 264,747,437 |
| Total assets | | 36,646,870,172 | 31,256,901,231 |
| EQUITY AND LIABILITIES | | | |
| Share capital and reserves | | | |
| Authorised share capital | | | |
| 350,000,000 (June 30, 2021: 350,000,000) Ordinary shares of Rs.10 each | | 3,500,000,000 | 3,500,000,000 |
| Issued, subscribed and paid-up capital | 12 | 1,754,076,470 | 1,754,076,470 |
| Reserves | | 6,925,119,660 | 6,731,329,840 |
| Total equity attributable to equity holder of the Holding Company | | 8,679,196,130 | 8,485,406,310 |
| Non-controlling interest | | 891,559,091 | 958,875,571 |
| | | 9,570,755,221 | 9,444,281,881 |
| Non-current liabilities | | | |
| Long-term finances | 13 | 9,562,009,067 | 5,739,890,022 |
| Long-term certificates of deposit | | 2,145,963,118 | 2,591,624,552 |
| Long-term deposits | | 321,482,132 | 334,024,954 |
| Deferred taxation | | 298,288,003 | 411,606,294 |
| Other long-term liabilities | | 323,209,004 | 287,129,694 |
| Redeemable capital | | 432,500,000 | 343,450,000 |
| | | 13,083,451,324 | 9,707,725,516 |
| Current liabilities | | | |
| Trade and other payables | | 1,500,004,008 | 1,106,099,857 |
| Accrued interest / mark-up / profit on loans, finances and certificates of deposit | | 293,073,363 | 280,775,725 |
| Unpaid dividend | | 160,876,952 | 185,467,295 |
| Unclaimed dividend | | 92,244,690 | 84,845,503 |
| Short-term borrowings | 14 | 2,589,597,409 | 1,422,881,783 |
| Short-term certificates of deposit | | 1,804,596,371 | 1,677,709,483 |
| Taxation-net | | 184,531,256 | 141,639,056 |
| Current maturity of non-current liabilities | 15 | 7,367,739,578 | 7,205,475,132 |
| | | 13,992,663,627 | 12,104,893,834 |
| Total equity and liabilities | | 36,646,870,172 | 31,256,901,231 |
| Contingencies and Commitments | 16 | | |

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS (UN-AUDITED)

For the half year and Quarter ended December 31, 2021

| Note | Half year ended | | Quarter ended | |
|--|----------------------|----------------------|----------------------|----------------------|
| | December 31, 2021 | December 31, 2020 | December 31, 2021 | December 31, 2020 |
| (Rupees) ----- | | | | |
| INCOME | | | | |
| Income from operations | | | | |
| Finance leases | 1,050,510,587 | 1,129,968,233 | 523,517,977 | 564,993,248 |
| Income from operating lease and ijarah | 545,506,365 | 711,356,770 | 271,632,323 | 351,361,479 |
| Mark-up on finances and loans | 847,903,392 | 621,726,698 | 454,742,636 | 319,962,059 |
| | <u>2,443,920,344</u> | <u>2,463,051,701</u> | <u>1,249,892,936</u> | <u>1,236,316,786</u> |
| Income from other activities | | | | |
| Other income - net | 17 181,879,047 | 186,466,554 | 91,627,927 | 99,685,872 |
| Share of profit of associate | 18 23,980,167 | 13,142,059 | 13,245,822 | 10,142,864 |
| | <u>205,859,214</u> | <u>199,608,613</u> | <u>104,873,749</u> | <u>109,828,736</u> |
| | <u>2,649,779,558</u> | <u>2,662,660,314</u> | <u>1,354,766,685</u> | <u>1,346,145,522</u> |
| EXPENSES | | | | |
| Finance cost | 19 839,391,692 | 755,712,938 | 435,261,119 | 367,036,553 |
| Administrative and general expenses | 741,641,526 | 649,970,785 | 376,819,159 | 344,981,589 |
| Direct cost | 450,050,944 | 578,671,851 | 225,468,474 | 288,360,757 |
| | <u>2,031,084,162</u> | <u>1,984,355,574</u> | <u>1,037,548,752</u> | <u>1,000,378,899</u> |
| Profit before provision and taxation | <u>618,695,396</u> | <u>678,304,740</u> | <u>317,217,933</u> | <u>345,766,623</u> |
| Reversal of provision against potential leases and other loan losses - net | (93,034,088) | (45,853,227) | (68,959,326) | (34,997,715) |
| Other provision -net | 20 16,154,652 | 12,151,293 | 8,346,269 | 5,188,107 |
| | <u>(76,879,436)</u> | <u>(33,701,934)</u> | <u>(60,613,057)</u> | <u>(29,809,608)</u> |
| Profit before taxation | <u>695,574,832</u> | <u>712,006,674</u> | <u>377,830,990</u> | <u>375,576,231</u> |
| Taxation - Current | 350,266,802 | 194,522,737 | 217,958,013 | 139,792,304 |
| - Prior | (3,779,032) | 1,379,840 | (3,779,032) | 1,379,840 |
| - Deferred | (139,461,508) | (8,144,003) | (100,327,563) | (43,200,527) |
| | <u>207,026,262</u> | <u>187,758,574</u> | <u>113,851,418</u> | <u>97,971,617</u> |
| Net profit for the period after taxation | <u>488,548,570</u> | <u>524,248,100</u> | <u>263,979,572</u> | <u>277,604,614</u> |
| Profit attributable to | | | | |
| Equity shareholders of the Holding Company | 450,575,261 | 480,208,733 | 249,042,210 | 252,850,445 |
| Non-controlling interest | 37,973,310 | 44,039,367 | 14,937,363 | 24,754,169 |
| | <u>488,548,571</u> | <u>524,248,100</u> | <u>263,979,573</u> | <u>277,604,614</u> |
| Earnings per share - basic and diluted | 25 2.57 | 2.74 | 1.42 | 1.44 |

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME (UN-AUDITED)

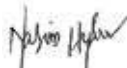
For the half year and Quarter ended December 31, 2021

| | Half year ended | | For the quarter ended | |
|--|--------------------|--------------------|-----------------------|--------------------|
| | December 31, 2021 | December 31, 2020 | December 31, 2021 | December 31, 2020 |
| ----- (Rupees) ----- | | | | |
| Profit for the period after taxation attributable to: | | | | |
| Equity shareholders of the Holding Company | 450,575,261 | 480,208,733 | 249,042,210 | 252,850,445 |
| Non-controlling interest | 37,973,310 | 44,039,367 | 14,937,363 | 24,754,169 |
| | <u>488,548,571</u> | <u>524,248,100</u> | <u>263,979,573</u> | <u>277,604,614</u> |
| Other comprehensive income | | | | |
| Items that will be subsequently reclassified to profit or loss | | | | |
| Exchange gain / (loss) arising on translation of foreign associate - net of deferred tax | 92,694,504 | (37,107,978) | 25,102,114 | (28,500,659) |
| Items that will not be subsequently reclassified to profit or loss | | | | |
| Fair value change on remeasurement of financial assets - net of deferred tax | 779,228 | 239,196 | 383,735 | 239,196 |
| Share of other comprehensive income of associates - net of deferred tax | 581,737 | 655,285 | 401,165 | 456,654 |
| | <u>1,360,965</u> | <u>894,481</u> | <u>784,900</u> | <u>695,850</u> |
| Total comprehensive income for the period | <u>582,604,040</u> | <u>488,034,603</u> | <u>289,866,587</u> | <u>249,799,805</u> |
| Total comprehensive income for the period attributable to: | | | | |
| Equity shareholders of the Holding Company | 544,630,730 | 443,995,236 | 274,929,224 | 225,045,636 |
| Non-controlling interest | 37,973,310 | 44,039,367 | 14,937,363 | 24,754,169 |
| | <u>582,604,040</u> | <u>488,034,603</u> | <u>289,866,587</u> | <u>249,799,805</u> |

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.



Shaheen Amin
Chief Executive Officer



Nasim Hyder
Director



Ramon Altreay
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

For the half year ended December 31, 2021

| Issued, subscribed and paid-up capital | Attributable to equity shareholders of the holding company | | | | | | Non-controlling Interest | Total |
|--|--|-------------------|--------------------------------------|--|--|-----------------------|--------------------------|-------|
| | Reserves | | | | | | | |
| | Capital reserves | | | | | Revenue reserve | | |
| | Share premium | Statutory reserve | Foreign currency translation reserve | Surplus / (deficit) on re-measurement of financial assets at fair value through other comprehensive income | Surplus on revaluation of leasehold land and office building | Unappropriated profit | | |

(Rupees)

| | | | | | | | | | | |
|--------------------------------------|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|
| Balance as at July 1, 2020 (audited) | 1,670,549,020 | 1,585,210,523 | 1,599,979,697 | 257,750,041 | (207,976,481) | 862,518,492 | 2,430,349,179 | 6,527,831,451 | 981,345,164 | 9,179,725,635 |
|--------------------------------------|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|

Total comprehensive income for the half year ended December 31, 2020

| | | | | | | | | | | |
|---|---|---|---|--------------|---------|---|-------------|--------------|------------|--------------|
| Profit for the period | - | - | - | - | - | - | 480,208,733 | 480,208,733 | 44,039,367 | 524,248,100 |
| Other comprehensive income / (loss) | - | - | - | (37,107,978) | 239,196 | - | 655,285 | (36,213,497) | - | (36,213,497) |
| Total comprehensive income for the period | - | - | - | (37,107,978) | 239,196 | - | 480,864,018 | 443,995,236 | 44,039,367 | 488,034,603 |

Transactions with owners recorded directly in equity

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---------------|---------------|---|---------------|
| Cash dividend @ Rs.3.75 per ordinary share of Rs. 10.00 each for the year ended June 30, 2019 | - | - | - | - | - | - | (208,818,628) | (208,818,628) | - | (208,818,628) |
|---|---|---|---|---|---|---|---------------|---------------|---|---------------|

| | | | | | | | | | | |
|--|------------|--------------|---|---|---|---|---|--------------|---|---|
| Bonus shares issued from share premium reserve | 83,527,450 | (83,527,450) | - | - | - | - | - | (83,527,450) | - | - |
|--|------------|--------------|---|---|---|---|---|--------------|---|---|

| | | | | | | | | | | |
|--|---|---|---|---|---|---|---|---|--------------|--------------|
| Profit distribution for the year ended June 30, 2019 @ Rs. 2.5 per certificate | - | - | - | - | - | - | - | - | (90,769,330) | (90,769,330) |
|--|---|---|---|---|---|---|---|---|--------------|--------------|

| | | | | | | | | | | |
|---|---|---|---|---|---|-------------|-----------|---|---|---|
| Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax | - | - | - | - | - | (4,569,906) | 4,569,906 | - | - | - |
|---|---|---|---|---|---|-------------|-----------|---|---|---|

Balance as at December 31, 2020 (unaudited)

| | | | | | | | | | |
|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|
| 1,754,076,470 | 1,501,683,073 | 1,599,979,697 | 220,642,063 | (207,737,285) | 857,948,586 | 2,706,964,475 | 6,679,480,609 | 934,615,201 | 9,368,172,280 |
|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|

Balance as at July 1, 2021 (audited)

| | | | | | | | | | |
|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|
| 1,754,076,470 | 1,501,683,073 | 1,782,941,804 | 213,948,996 | (207,316,340) | 844,238,868 | 2,595,807,823 | 6,731,304,224 | 958,875,571 | 9,444,256,265 |
|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|

Total comprehensive income for the half year ended December 31, 2021

| | | | | | | | | | | |
|--|---|---|---|------------|---------|---|-------------|-------------|------------|-------------|
| Profit for the period | - | - | - | - | - | - | 450,575,261 | 450,575,261 | 37,973,310 | 488,548,571 |
| Other comprehensive income / (loss) | - | - | - | 92,694,504 | 779,228 | - | 581,737 | 94,055,469 | - | 94,055,469 |
| Total comprehensive income / (loss) for the period | - | - | - | 92,694,504 | 779,228 | - | 451,156,997 | 544,630,730 | 37,973,310 | 582,604,040 |

Transactions with owners recorded directly in equity

| | | | | | | | | | | |
|--|---|---|---|---|---|---|---------------|---------------|---|---------------|
| Cash dividend @ Rs.2 per ordinary share of Rs. 10.00 each for the year ended June 30, 2021 | - | - | - | - | - | - | (350,815,294) | (350,815,294) | - | (350,815,294) |
|--|---|---|---|---|---|---|---------------|---------------|---|---------------|

| | | | | | | | | | | |
|---|---|---|---|---|---|---|---|---|---------------|---------------|
| Profit distribution for the year ended June 30, 2021 @ Rs. 2.90 per certificate | - | - | - | - | - | - | - | - | (105,289,790) | (105,289,790) |
|---|---|---|---|---|---|---|---|---|---------------|---------------|

| | | | | | | | | | | |
|---|---|---|---|---|---|-------------|-----------|---|---|---|
| Transferred from surplus on revaluation of fixed assets on account of incremental depreciation - net of tax | - | - | - | - | - | (9,139,812) | 9,139,812 | - | - | - |
|---|---|---|---|---|---|-------------|-----------|---|---|---|

Balance as at December 31, 2021 (unaudited)

| | | | | | | | | | |
|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|
| 1,754,076,470 | 1,501,683,073 | 1,782,941,804 | 306,643,500 | (206,537,112) | 835,089,056 | 2,705,289,338 | 6,925,119,660 | 891,559,091 | 9,570,755,221 |
|---------------|---------------|---------------|-------------|---------------|-------------|---------------|---------------|-------------|---------------|

The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS (UN-AUDITED)

For the half year ended December 31, 2021

Note
December 31, 2021
December 31, 2020
----- (Rupees) -----

CASH FLOWS FROM OPERATING ACTIVITIES

| | | |
|---|-----------------|-----------------|
| Profit before taxation for the period | 695,574,832 | 712,006,674 |
| Adjustments for: | | |
| Depreciation and amortisation | 478,074,334 | 627,191,044 |
| Amortisation of transaction cost | - | 674,188 |
| Reversal of provision against potential lease and other loan losses - net | (93,034,088) | (45,853,227) |
| Other provision - net | 1,131,768 | 581,986 |
| Provision for workers' welfare fund | 13,893,668 | 10,654,164 |
| Provision for service sales tax | 1,129,216 | 915,143 |
| Gain on sale on investments - net | (8,054,478) | - |
| Charge for defined benefit plan | 11,281,717 | 8,166,172 |
| Share of profit of equity accounted undertakings | (23,980,167) | (13,142,059) |
| Fair value changes on remeasurement of financial assets at fair value | 376,366 | 692,882 |
| Finance cost including bank charges | 837,219,069 | 748,640,646 |
| Dividend income | (759,577) | (851,362) |
| Return on investments and deposits | (58,187,446) | (66,919,797) |
| Gain on disposal of ijarah assets | (6,398,459) | - |
| Gain on disposal of fixed assets | (1,808,036) | (15,682,641) |
| Other exchange loss/(gain) -net | (567,589) | 279,607 |
| | 1,150,316,298 | 1,255,346,746 |
| Operating profit before working capital changes | 1,845,891,130 | 1,967,353,420 |
| Decrease / (Increase) in operating assets | | |
| Investment in finance lease - net | 131,100,092 | 6,602,838 |
| Long-term finances and loans - net | (2,147,491,629) | (1,630,270,564) |
| Short-term finances | 2,769,762 | 136,500,899 |
| Long-term deposits | (9,000) | (580,000) |
| Advances and prepayments | (31,999,122) | (107,065,639) |
| Other receivables | (22,610,902) | 46,039,685 |
| | (2,068,240,799) | (1,548,772,781) |
| Increase / (decrease) in operating liabilities | | |
| Deposits from lessees - net | 99,088 | 40,978,087 |
| Other long term liabilities - net | (231,118,258) | (207,058,793) |
| Trade and other payables | 377,794,945 | 553,676,230 |
| | 146,775,775 | 387,595,524 |
| Cash generated from operating activities | (75,573,894) | 806,176,163 |
| Payment against staff retirement benefits | (10,221,012) | - |
| Income tax paid | (303,594,361) | (294,616,301) |
| | (313,815,373) | (294,616,301) |
| Net cash (used in) / generated from investing activities | (389,389,267) | 511,559,862 |
| CASH FLOWS FROM INVESTING ACTIVITIES | | |
| Capital expenditure incurred - own use and intangible assets | (20,127,612) | (10,981,584) |
| Capital expenditure incurred - ijarah finance | (444,463,671) | (726,146,998) |
| Proceeds from disposal of assets - own use | 3,123,353 | 8,030,820 |
| Proceeds from sale of ijarah finance assets | 100,779,282 | 389,791,876 |
| Investments - net | (3,490,042,688) | 527,993,732 |
| Dividend received | 27,082,025 | 23,543,128 |
| Interest received | 25,756,287 | 56,368,357 |
| Net cash generated from / used in investing activities | (3,797,893,024) | 268,599,331 |
| CASH FLOWS FROM FINANCING ACTIVITIES | | |
| Proceeds from long-term loans - net | 5,558,259,046 | 928,309,261 |
| Short-term borrowings - net | (900,000,000) | 450,000,000 |
| Certificates of deposit redeemed / issued - net | 73,886,604 | (14,295,833) |
| Repayment of long-term loans and finances | (1,872,222,222) | (1,937,540,512) |
| Finance cost paid | (568,107,276) | (583,727,256) |
| Payment of lease liability against right-of-use assets | (16,044,721) | (13,961,891) |
| Dividend paid | (499,618,689) | (319,604,909) |
| Net cash used in financing activities | 1,776,152,742 | (1,490,821,140) |
| Net decrease in cash and cash equivalents | (2,411,129,549) | (710,661,947) |
| Cash and cash equivalents at beginning of the period | 469,212,939 | 1,079,405,142 |
| Cash and cash equivalents at end of the period | (1,941,916,610) | 368,743,195 |

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The annexed notes 1 to 27 form an integral part of these consolidated condensed interim financial statements.


Shaheen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

1 LEGAL STATUS AND OPERATIONS

The "Group" consists of:

- (i) OLP Financial Services Pakistan Limited (formerly ORIX Leasing Pakistan Limited) - the Holding Company
- (ii) OLP Services Pakistan (Private) Limited (formerly ORIX Services Pakistan (Private) Limited - Subsidiary company
- (iii) ORIX Modaraba - Subsidiary company

1.1 Holding company

OLP Financial Services Pakistan Limited (formerly ORIX Leasing Pakistan Limited) ("the Company") was incorporated in Pakistan as a private limited company on July 01, 1986 under the repealed Companies Ordinance, 1984 (now the Companies Act, 2017) and was converted into a public limited company on December 23, 1987. The Company is listed on the Pakistan Stock Exchange Limited and is licensed to carry out Investment Finance Services as a Non-Banking Finance Company (NBFC) under the Non-Banking Finance Companies (Establishment and Regulations) Rules, 2003 issued by the Securities and Exchange Commission of Pakistan (SECP).

OLP's Board and Shareholder has approved rebranding of the Company in line with the Company's vision of enhancing its corporate image as an SME focused financial services company. The new name reflects the Company's focus on providing full spectrum of financial services to its customers. The SECP approved the change of name and issued a new certificate of incorporation to the Company on December 28, 2021.

The registered office of the Company is situated at OLP Building, Plot No. 16, Sector No. 24, Korangi Industrial Area, Karachi.

- 1.2 The Pakistan Credit Rating Agency Limited (PACRA) has assigned a long-term rating of AA+ (2021: AA+) and a short-term rating of A1+ (2021: A1+) to the Company on March 03, 2021 (2021: March 04, 2020).

2 BASIS OF PREPARATION

2.1 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, which comprise of:

- International Accounting Standard 34 " Interim Financial Reporting" (IFRSs) issued by the International Accounting Standards Board as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

- Provisions of and directives issued under the Companies Act, 2017; and
- Provisions of and directives issued under the Non-Banking Finance Companies (Establishment and Regulation) Rules, 2003 (the NBFC Rules) and the Non-Banking Finance Companies and Notified Entities Regulations, 2008 (the NBFC Regulations).

Where provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations differ from the IAS 34, the provisions of and directives issued under the Companies Act, 2017, the IFAS, the NBFC Rules or the NBFC Regulations have been followed.

2.2 Basis of measurement

These consolidated condensed interim financial statements have been prepared under the historical cost convention except for the following:

- Leasehold land and office building are stated at revalued amounts;
- Certain investments are stated at fair value;
- Non-current assets classified as held-for-sale are valued at lower of carrying amount and fair value less cost to sell;
- Obligation in respect of staff gratuity is measured at present value of defined benefit obligation; and
- Investment in associate are valued using equity method.

2.3 These consolidated condensed interim financial statements does not include all the information required for a full set of financial statements and should be read in conjunction with the annual published consolidated audited financial statements of the Company for the year ended June 30, 2021.

2.4 The comparative statement of financial position presented in these consolidated condensed interim financial statements has been extracted from the annual published consolidated audited financial statements of the Holding Company for the year ended June 30, 2021, whereas the comparative profit or loss, statement of comprehensive income, statement of changes in equity and cash flows statement are stated from the consolidated unaudited condensed interim financial statements for the period ended December 31, 2020.

2.5 These consolidated condensed interim financial statements has been presented in Pakistani Rupees, which is the functional currency of the Holding Company.

3 SIGNIFICANT POLICIES, ESTIMATES, ASSUMPTIONS AND CHANGES THEREIN

3.1 The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are the same as those applied in the preparation of the annual published consolidated audited financial statements of the Holding Company for the year ended June 30, 2021.

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

- 3.2** The preparation of these Consolidated condensed interim financial statements in conformity with accounting and reporting standards requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities and income and expenses. Estimates, assumptions and judgments are continually evaluated and are based on historical experience and other factors, including reasonable expectations of future events. Revisions to accounting estimates are recognised prospectively commencing from the period of revision.
- 3.3** The significant judgments, estimates and assumptions made by Management in applying the Holding Company's accounting policies and the factors used in making those estimates and associated assumptions were the same as those that were applied to the audited annual published consolidated financial statements for the year ended June 30, 2021.
- 3.4 Standards, interpretations and amendments to published accounting and reporting standards that are effective in the current year:**

There are certain amendments to the standards and new interpretations that are mandatory for accounting periods beginning on or after July 1, 2021 but are considered not to be relevant or do not have any significant effect on the Company's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

- 3.5 Standards, interpretations and amendments to approved accounting standards that are not yet effective**

There are certain new and amended standards, interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after July 1, 2021 but are considered not to be relevant or will not have any significant effect on the Group's operations and are, therefore, not detailed in these consolidated condensed interim financial statements.

4 RISK MANAGEMENT POLICIES

The financial risk management objectives and policies are consistent with those disclosed in the annual audited published consolidated financial statements of the Company for the year ended June 30, 2021.

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

| 5 | FIXED ASSETS | (Un-audited) | (Audited) |
|---|---------------------|----------------------|----------------------|
| | | December 31, 2021 | June 30, 2021 |
| | | ----- (Rupees) ----- | |
| | Own use | 1,116,216,976 | 1,135,658,854 |
| | Operating lease | 119,219,714 | 124,270,850 |
| | Ijarah finance | 2,186,056,976 | 2,250,356,911 |
| | Right-of-use assets | 92,665,790 | 93,975,743 |
| | | <u>3,514,159,456</u> | <u>3,604,262,358</u> |

5.1 The following is a statement of cost of additions and disposals to / from fixed assets for the half year ended December 31, 2021.

| | Own use | | Right-of-use assets | | Assets under Ijarah financing | |
|--|--------------------|-------------------|---------------------|-----------|-------------------------------|--------------------|
| | Additions | Disposals | Additions | Disposals | Additions | Disposals |
| | ----- Rupees ----- | | | | | |
| Generators / machinery | - | - | - | - | 444,463,671 | 440,208,353 |
| Right-of-use assets | - | - | 11,016,868 | - | - | - |
| Leasehold improvements | 5,619,890 | - | - | - | - | - |
| Furniture, fittings and office equipment | 6,373,689 | 6,753,620 | - | - | - | - |
| Computers and accessories | 3,059,900 | 1,642,304 | - | - | - | - |
| Vehicles | 5,007,451 | 3,111,810 | - | - | - | 3,633,500 |
| December 31, 2021 | <u>20,060,930</u> | <u>11,507,734</u> | <u>11,016,868</u> | <u>-</u> | <u>444,463,671</u> | <u>443,841,853</u> |
| December 31, 2020 | 10,981,584 | 7,623,052 | 2,942,198 | - | 726,146,998 | 961,887,863 |

| 6 | INTANGIBLE ASSETS | (Un-audited) | (Audited) |
|---|----------------------------------|----------------------|-------------------|
| | | December 31, 2021 | June 30, 2021 |
| | | ----- (Rupees) ----- | |
| | Computer software and license | 1,933,553 | 3,850,137 |
| | Goodwill | 13,728,733 | 13,728,733 |
| | Customer relationship for Ijarah | 18,428,571 | 24,571,429 |
| | | <u>34,090,857</u> | <u>42,150,299</u> |

6.1 Additions amounting to Rs. 66,682 (December 2020: Nil) were made to intangible assets during the six months period ended December 31, 2021. No disposals were made during the period.

| 7 | NET INVESTMENT IN FINANCE LEASE | Note | (Un-audited) | (Audited) |
|---|--|------|-----------------------|-----------------------|
| | | | December 31, 2021 | June 30, 2021 |
| | | | ----- (Rupees) ----- | |
| | Instalment contract receivables | | 16,732,939,968 | 16,873,260,459 |
| | Residual value | | 7,292,867,437 | 7,331,519,014 |
| | Less: adjustable security deposit | 7.1 | (7,271,615,534) | (7,310,865,773) |
| | Gross investment in finance lease | 7.2 | 16,754,191,871 | 16,893,913,700 |
| | Less: unearned finance income | | (2,838,672,845) | (2,844,809,440) |
| | Present value of investment in finance lease | | <u>13,915,519,026</u> | <u>14,049,104,260</u> |

7.1 Security deposit is received from lessees under finance lease contracts which is adjustable at the expiry of the lease period.

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

- 7.2** The Company's implicit rate of return on leases ranges from 9.54% to 27.55% (2021: 9.34% to 27.55%) per annum. These are secured against leased assets, security deposits averaging 23.02% (2021: 22.75%) of the cost of leased assets and personal guarantees.

| | | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|----------|---|--------------------------------------|-------------------------------|
| | | ----- (Rupees) ----- | |
| 8 | LONG-TERM INVESTMENTS | | |
| | At amortised cost | | |
| | Pakistan Investment Bonds (PIBs) | 583,645,498 | 451,973,817 |
| | Investment in Sukuk certificates | 57,701,835 | 57,701,835 |
| | Less: provision for potential losses on investments | (57,701,835) | (57,701,835) |
| | | - | - |
| | At fair value through other comprehensive income | | |
| | Sama Finance PSC | 279,097,858 | 279,097,858 |
| | (formerly Al Hail ORIX Finance PSC) - related party | | |
| | Less: fair value change on remeasurement of financials assets | (279,097,858) | (279,097,858) |
| | | - | - |
| | Less: current maturity | 390,260,757 | 64,924,953 |
| | | <u>193,384,741</u> | <u>387,048,864</u> |

- 8.1** This represents investment made as required under Regulation 14(4)(g) of the NBFC Regulations to maintain liquidity against certificates of deposit. These carry coupon rate of 7.00% to 12.00% (2021: 7.25% to 12.00%) per annum and are due to mature latest by August 23, 2023 (2021: September 19, 2022).

- 8.2** This represents investment by the Modaraba in unlisted Sukuk Certificates which has been fully provided.

| | | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|----------|---|--------------------------------------|-------------------------------|
| | | ----- (Rupees) ----- | |
| 9 | CURRENT MATURITY OF NON-CURRENT ASSETS | | |
| | Current maturity of: | | |
| | Net investment in finance lease | 7,322,758,852 | 7,470,695,275 |
| | Long-term finances and loans | 5,156,303,233 | 4,510,991,513 |
| | Long-term investments | 390,260,757 | 64,924,953 |
| | | <u>12,869,322,842</u> | <u>12,046,611,741</u> |

10 SHORT-TERM INVESTMENTS

At amortised cost

Term deposits with banks

1,600,000,000

-

At fair value through profit or loss

Market treasury bills

2,097,267,757

301,110,445

At fair value through other comprehensive income

Ordinary shares - unlisted

27,859,378

26,863,547

3,725,127,135

327,973,992

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

| | | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|--|------|--------------------------------------|-------------------------------|
| | Note | ----- (Rupees) ----- | |
| 11 ASSETS CLASSIFIED AS HELD FOR SALE | | | |
| Repossessed assets | 11.1 | 250,001 | 250,001 |
| Investments in associated undertakings | | | |
| - OPP (Private) Limited | 11.2 | 87,754,399 | 87,754,399 |
| - SAMA Finance SAE (SAMA) | 11.3 | 172,043,037 | 172,043,037 |
| Stock Exchange room | | 4,700,000 | 4,700,000 |
| | | <u>264,747,437</u> | <u>264,747,437</u> |

11.1 These represent repossessed assets consisting of vehicles previously leased out to customers. The Holding Company intends to dispose of these assets to recover the balance amount outstanding against such leases.

11.2 The Holding Company holds 45% (2021: 45%) ownership interest in OPP (Private) Limited. In 2014, the Board of Directors of the Holding Company approved divestment of the Holding Company's entire investment in OPP.

The sales negotiations for disposal of investment in OPP were held with a minority shareholder of OPP and a Share Purchase Agreement (SPA) was signed by all the parties in July 2014. However, the minority shareholder had failed to comply with the terms of the SPA and initiated legal proceedings to restrict the Holding Company in managing the affairs of OPP. The Holding Company has also filed a reference in the Lahore High Court to allow the Holding Company to buy out the minority stakeholder in OPP or to wind up OPP which is pending to date."

11.3 The Holding Company holds 23% (2021: 23%) ownership interest in SAMA. The Board of Directors in their meeting held in February 2019 approved divestment of the Holding Company's investment in SAMA. In pursuance of the above, the Holding Company intends to dispose of its investment in SAMA.

The sale negotiations for disposal of SAMA were held and a Sale Purchase Agreement (SPA) was signed on October 17, 2019 and is expected to be completed with agreed terms and conditions, subject to necessary regulatory approvals.

12 ISSUED, SUBSCRIBED AND PAID-UP CAPITAL

| (Un-audited) December 31, 2021 | (Audited) June 30, 2021 | | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|--------------------------------------|-------------------------------|--|--------------------------------------|-------------------------------|
| ----- (Number of Shares) ----- | | | ----- (Rupees) ----- | |
| | | Ordinary shares of Rs. 10 each | | |
| 106,485,517 | 106,485,517 | Fully paid in cash | 1,064,855,170 | 1,064,855,170 |
| 66,739,592 | 66,739,592 | Fully paid bonus shares | 667,395,920 | 667,395,920 |
| 2,182,538 | 2,182,538 | Fully paid shares against amalgamation | 21,825,380 | 21,825,380 |
| <u>175,407,647</u> | <u>175,407,647</u> | | <u>1,754,076,470</u> | <u>1,754,076,470</u> |

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

12.1 Reconciliation between ordinary shares in issue at beginning and end of the period / year is as follows:

| | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|--|--------------------------------------|-------------------------------|
| | ----- (Number of Shares) ----- | |
| At beginning of the period / year | 175,407,647 | 167,054,902 |
| Issue of bonus shares during the period / year | - | 8,352,745 |
| At end of the period / year | <u>175,407,647</u> | <u>175,407,647</u> |

| 13 LONG-TERM FINANCES - Secured | Note | (Un-audited) December 31, 2021 | (Audited) June 30, 2021 |
|---|------|--------------------------------------|-------------------------------|
| | | ----- (Rupees) ----- | |
| Long-term finances utilised under mark-up arrangements - financial institutions | | 9,983,642,695 | 9,178,105,866 |
| Term finance certificates - unlisted | | 3,000,000,000 | - |
| Less: Unamortised transaction cost | | (21,025,910) | - |
| Less: Current maturity | 15 | (3,400,607,718) | (3,438,215,844) |
| | | <u>(3,421,633,628)</u> | <u>(3,438,215,844)</u> |
| | | <u>9,562,009,067</u> | <u>5,739,890,022</u> |

13.1 During the period, the Company has issued Rs. 3 billion of rated, privately placed, secured term finance certificates ("TFCs") as an instrument of redeemable capital.

14 SHORT-TERM BORROWINGS- Secured

| | | | |
|------------------------------|--|----------------------|----------------------|
| From banking companies | | | |
| Running finance arrangements | | 2,589,597,409 | 522,881,783 |
| Short-term loans | | - | 900,000,000 |
| | | <u>2,589,597,409</u> | <u>1,422,881,783</u> |

15 CURRENT MATURITY OF NON-CURRENT LIABILITIES

| | | | |
|---|----|----------------------|----------------------|
| Current maturity of: | | | |
| Long-term finances | 13 | 3,400,607,718 | 3,438,215,844 |
| Lease liability against right-of-use assets | | 20,722,955 | 17,603,443 |
| Long-term certificates of deposit | | 992,694,777 | 600,033,627 |
| Long-term deposits | | 255,009,128 | 242,367,218 |
| Current portion of redeemable capital | | <u>2,698,705,000</u> | <u>2,907,255,000</u> |
| | | <u>7,367,739,578</u> | <u>7,205,475,132</u> |

16 CONTINGENCIES AND COMMITMENTS

16.1 There was no change in the status of contingencies, except for the following, as disclosed in the note 32 to the annual audited published consolidated financial statements of the Holding Company for the year ended June 30, 2021.

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

16.1.1 The Holding Company received an amended assessment order dated October 04, 2021, under section 122(5A) of the Ordinance for tax year 2020 wherein a demand of Rs.137 million has been raised. This was mainly due to the result of disallowance of tax losses on lease cancellations, write-offs and certain other matters. The Holding Company has filed an appeal against the order and the matters are pending for adjudication. The Holding Company has paid 10% of the demand u/s 140 of the Ordinance amounting to Rs 13.76 million.

Based on the tax advisor's opinion, the management is confident of a favourable outcome on these matters. Accordingly, no tax provision has been made in these consolidated condensed interim financial statements.

16.1.2 In continuation to the notice received from SRB in 2018, the Holding Company received an order dated November 03, 2021 u/s 40(1)(b) of the Stamp Act, 1899 amounting to Rs. 19.5 million, which also includes the late payment charges of Rs. 6.5 million. On December 10, 2021, the Sindh High Court disposed-off the petition filed by the Holding Company on applicability of stamp duty on purchase orders and issued its decision on January 22, 2022, dismissing Holding Company's plea against applicability of stamp duty. The Holding Company had also filed a petition on December 10, 2021 before SHC to prevent the SRB from taking any coercive action against the Holding Company subsequent to the issuance of the recovery order, as the matter was pending in SHC. The Court directed the SRB to provide the Holding Company an opportunity of being heard and to decide the matter within 3 months, and till such period no coercive action can be taken against the Holding Company.

The Holding Company has filed an appeal with member SRB against the recovery order. In the last hearing held on February 09, 2022, the hearing was adjourned for filing of written arguments by the Holding Company's counsel. Accordingly, OLP has recorded Rs. 12.5 million of provision against stamp duty in these consolidated condensed interim financial statements. Based on legal opinion, the management is confident of a favourable outcome on waiver of additional charges of Rs 6.5 million. Accordingly, no provision against additional charges levied has been made in these consolidated condensed interim financial statements.

16.1.3 Commitments relating to capital expenditure at the reporting date amounted to Rs. 1.30 million (June 2021: Rs. 0.25 million).

16.1.4 The Modaraba has issued letters of comfort to various commercial banks amounting to Rs. Nil (June 2021: Rs. 57.5 million) on behalf of its customers.

| | | (Un-audited) | |
|-----------|---------------------------|-------------------------|----------------------|
| | | For the half year ended | |
| | | December 31, 2021 | December 31, 2020 |
| | | ----- (Rupees) ----- | |
| 17 | OTHER INCOME - NET | | |
| | Income from investments | 71,444,222 | 75,044,582 |
| | Other fees and income | 110,434,825 | 111,421,972 |
| | | <u>181,879,047</u> | <u>186,466,554</u> |

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

18 SHARE OF PROFIT OF ASSOCIATE UNDER EQUITY ACCOUNTING

| Name of associate | (Un-audited) | | | |
|--|--|---|--|---|
| | For the half year ended December 31, 2021 | | For the half year ended December 31, 2020 | |
| | Associates' profit after tax | Share of associates' profit after tax | Associates' profit after tax | Share of associates' profit after tax |
| | (Rupees) | | | |
| Un-quoted - related party Yanal Finance Company (formerly Saudi ORIX Leasing Company) | 1,199,008,378 | 23,980,167 | 657,102,866 | 13,142,059 |

19 FINANCE COST

Interest / mark-up / profit on:

| | (Un-audited) | |
|---|----------------------|----------------------|
| | December 31, 2021 | December 31, 2020 |
| | (Rupees) | |
| - Long-term finances | 350,403,588 | 321,522,040 |
| - Redeemable capital | 102,969,044 | 112,003,486 |
| - Musharika finance arrangements | 48,511,545 | 37,426,710 |
| - Short-term borrowings | 63,077,375 | 22,083,455 |
| - Certificates of deposit | 251,247,709 | 235,667,013 |
| - Lease liability against right-of-use assets | 6,991,668 | 6,520,049 |
| Amortisation of transaction costs | - | 674,188 |
| Bank charges and commission | 16,190,763 | 19,815,997 |
| | <u>839,391,692</u> | <u>755,712,938</u> |

20 OTHER PROVISIONS - NET

Operating lease, investments and other receivables

| | | |
|--|-------------------|-------------------|
| Reversal of provision against Ijarah receivable | 1,131,768 | - |
| Others | | |
| Provision against Workers' Welfare Fund | 13,893,668 | 10,654,164 |
| Provision for services sales tax on Management Company's remuneration | 1,129,216 | 915,143 |
| Impairment on assets classified as 'held for sale' | - | 581,986 |
| | <u>16,154,652</u> | <u>12,151,293</u> |

21 SEGMENT INFORMATION

The Group has four primary reporting segments namely, 'Finance lease', 'Finances & Loans', 'Islamic Finance' and 'Operating lease', based on the nature of business and the related risks and returns associated with these segments. The finance lease operations are primarily for long-term leases of movable assets to corporate entities and individuals. Finances and loans are primarily extended to corporate entities and individuals for purchase of saloon vehicles. This segment also includes micro finance which primarily represents group / community based lending to the under-privileged community. Under the operating lease segment, the Group provides equipment on short-term rentals to corporate entities. Islamic Finance includes Ijarah and Diminishing Musharakah to corporate entities and individuals. Other operations, which do not fall into the above segment categories and are not deemed by the management to be sufficiently significant to disclose as separate items, are reported under 'Investment in subsidiaries, associates, and others'.

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

| | December 31, 2021 | | | | | Total |
|--|--------------------|--------------------|--------------------|-------------------|---|-----------------------|
| | Finance lease | Finances and loans | Operating lease | Islamic Finance | Investment in subsidiaries, associates & others | |
| ----- Rupees ----- | | | | | | |
| Segment analysis for the half year ended December 31, 2021 - (Unaudited) | | | | | | |
| Segment revenues | 1,114,930,716 | 675,656,123 | 17,003,419 | 735,010,520 | 107,178,780 | 2,649,779,558 |
| Finance cost | 354,646,099 | 228,446,800 | 3,262,242 | 157,226,681 | 95,809,870 | 839,391,692 |
| Administrative and general expenses | 417,091,191 | 197,503,233 | 4,334,396 | 85,053,311 | 37,659,395 | 741,641,526 |
| Direct cost | 8,432,082 | 10,226,234 | 10,724,329 | 420,555,730 | 112,569 | 450,050,944 |
| Provision charge | 93,082,124 | 21,497,062 | 28,380 | 1,129,216 | 1,348,918 | 117,085,700 |
| Reversal of provision | (185,741,650) | (13,334,560) | (245,532) | (8,537,062) | - | (207,858,804) |
| (Reversals) / Provisions-net | (92,659,526) | 8,162,502 | (217,152) | (7,407,846) | 1,348,918 | (90,773,104) |
| Segment results | 427,420,870 | 231,317,354 | (1,100,396) | 79,582,644 | (27,751,972) | 709,468,500 |
| Provision for Workers' Welfare Fund | | | | | | (13,893,668) |
| Provision for taxation | | | | | | (207,026,262) |
| Profit for the period | | | | | | 488,548,570 |
| Other information | | | | | | |
| Segment assets | 13,170,346,471 | 9,479,990,703 | 119,219,713 | 5,661,996,676 | 6,480,997,390 | 34,912,550,953 |
| Unallocated assets | | | | | | 1,734,319,219 |
| Total assets | | | | | | 36,646,870,172 |
| Segment liabilities | 413,097,112 | 374,124,712 | 262,049 | - | - | 787,483,873 |
| Unallocated liabilities | | | | | | 26,288,631,078 |
| Total liabilities | | | | | | 27,076,114,951 |
| Other information for the half year ended December 31, 2021 - (Unaudited) | | | | | | |
| Capital expenditure | - | - | - | 444,463,671 | - | 444,463,671 |
| Depreciation | - | - | 5,051,136 | 414,382,772 | - | 419,433,908 |
| Unallocated Capital expenditure | - | - | - | - | - | 26,048,765 |
| Unallocated depreciation and amortisation | - | - | - | - | - | 58,640,426 |

| | December 31, 2020 | | | | | Total |
|--|--------------------|--------------------|---------------------|-------------------|---|-----------------------|
| | Finance lease | Finances and loans | Operating lease | Islamic Finance | Investment in subsidiaries, associates & others | |
| ----- Rupees ----- | | | | | | |
| Segment analysis for the half year ended December 31, 2020 - (Unaudited) | | | | | | |
| Segment revenues | 1,191,374,631 | 451,735,200 | 2,613,772 | 891,611,743 | 125,324,968 | 2,662,660,314 |
| Finance cost | 375,144,741 | 142,925,213 | 3,407,123 | 172,720,190 | 61,515,671 | 755,712,938 |
| Administrative and general expenses | 394,573,339 | 128,791,985 | 8,895,047 | 102,450,357 | 15,260,057 | 649,970,785 |
| Direct cost | 8,198,973 | 1,025,982 | 8,615,415 | 560,831,481 | - | 578,671,851 |
| Provision charge | 232,825,958 | 54,109,455 | - | 24,797,387 | 581,986 | 312,314,786 |
| Reversal of provision | (322,753,982) | (31,441,789) | - | (2,475,114) | - | (356,670,884) |
| (Reversals) / Provisions-net | (89,928,024) | 22,667,667 | - | 22,322,273 | 581,986 | (44,356,098) |
| Segment result | 503,385,602 | 156,324,353 | (18,303,813) | 33,287,442 | 47,967,254 | 722,660,838 |
| Provision for Workers' Welfare Fund | | | | | | (10,654,164) |
| Provision for taxation | | | | | | (187,758,574) |
| Profit for the period | | | | | | 524,248,100 |
| Segment assets and liabilities for the year ended June 30, 2021 (Audited) | | | | | | |
| Segment assets | 13,209,407,033 | 10,660,700,320 | 124,270,847 | 2,418,683,151 | 2,993,051,129 | 29,406,112,480 |
| Unallocated assets | | | | | | 1,850,788,751 |
| Total assets | | | | | | 31,256,901,231 |
| Segment liabilities | 344,357,014 | 168,543,299 | 331,284 | - | 503,878,445 | 1,017,110,042 |
| Unallocated liabilities | | | | | | 20,795,509,308 |
| Total liabilities | | | | | | 21,812,619,350 |
| Other information for the half year ended December 31, 2020 (Unaudited) | | | | | | |
| Capital expenditure | - | - | - | 726,146,998 | - | 726,146,998 |
| Depreciation | - | - | 5,051,136 | 561,380,144 | - | 566,431,280 |
| Unallocated Capital expenditure | - | - | - | - | - | 10,981,584 |
| Unallocated depreciation and amortisation | - | - | - | - | - | 60,759,764 |

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

22 TRANSACTIONS / BALANCES WITH RELATED PARTIES

The Group has related party relationships with its parent company, group companies, associated companies, staff provident fund, staff gratuity fund, directors and key management personnel and entities over which the directors or key management personnel are able to exercise significant influence.

The Group in the normal course of business carries out transactions with various related parties. These transactions are executed substantially on the same terms as those prevailing at the time of comparable transactions with unrelated parties and do not involve more than a normal risk.

22.1 Transactions with related parties during the period are given below:

| | (Un-audited) | |
|---|-------------------------|----------------------|
| | For the half year ended | |
| | December 31, 2021 | December 31, 2020 |
| | ----- (Rupees) ----- | |
| ORIX Corporation, Japan - Parent Company - 49.58% Holding | | |
| Dividend paid - net of tax | 160,876,952 | 95,760,091 |
| Reimbursement of cost | 401,445 | - |
| Yanal Finance Company (Formerly Saudi ORIX Leasing Company) - Associate / Common directorship - 2.5% ownership | | |
| Reimbursement of cost | 13,002,760 | 13,163,768 |
| ORIX Leasing Pakistan Limited-Employees Provident Fund (OLP - EPF) | | |
| Contribution paid | 15,559,431 | 14,672,639 |
| ORIX Modaraba-Employees Provident Fund | | |
| Contribution paid | 2,683,341 | 2,567,865 |
| ORIX Leasing Pakistan Limited-Staff Gratuity Fund (OLP - SGF) | | |
| Contribution paid | 10,221,012 | - |
| ORIX Modaraba-Staff Gratuity Fund | | |
| Contribution paid | 2,235,214 | 2,139,008 |
| Reimbursement from Staff Gratuity Fund | 186,838 | - |
| Charity / Donation paid - Common Directorship | | |
| The Layton Rahmatullah Benevolent Trust - Charity | - | 500,000 |
| The Layton Rahmatullah Benevolent Trust - Donation | 2,500,000 | 1,000,000 |
| The Indus Hospital | 500,000 | - |
| Other related party transactions | | |
| Compensation of Directors and Key Management Personnel | | |
| Directors' fees paid | 4,500,000 | 7,850,000 |
| Short-term employee benefits | 150,429,209 | 120,437,236 |
| Retirement benefits | 8,436,662 | 4,386,873 |
| Total compensation to directors and key management personnel | 163,365,871 | 132,674,109 |

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

| | (Un-audited) | |
|---|-------------------------|----------------------|
| | For the half year ended | |
| | December 31, 2021 | December 31, 2020 |
| | ----- (Rupees) ----- | |
| Amount of profit paid on certificates of deposit | 59,907 | 95,883 |
| Amount of profit paid on certificates of Musharika | - | 504,551 |
| Income earned on Musharika finances | 2,083,022 | 2,847,039 |
| Loans disbursed during the period | 9,491,443 | 5,039,300 |
| Interest recovered during the period | 1,049,031 | 1,043,885 |
| Principal recovered during the period | 4,967,575 | 4,705,036 |
| Profit on Redeemable Capital | 246,386 | 239,846 |
| Dividend paid to key management personnel - net of tax | 312,249 | 165,828 |
| Dividend paid to the Chief Executive Officer of the Holding Company | 903,071 | 463,137 |
| | (Un-audited) | (Audited) |
| | December 31, | June 30, |
| | 2021 | 2021 |
| | ----- (Rupees) ----- | |
| 22.2 Balances with related parties as at period / year end | | |
| Investment in associate - Yanal Finance (formerly Saudi ORIX Leasing Company) | | |
| - 2.5% (June 30, 2021: 2.5%) ownership | 1,059,107,979 | 915,924,945 |
| Long term investment - Sama Finance PSC (formerly Al Hail ORIX Finance PSC) | | |
| - 3% (June 30, 2021: 3%) ownership | - | - |
| Assets classified as held for sale | | |
| - OPP (Private) Limited - 45% (June 30, 2021: 45%) ownership | 87,754,399 | 87,754,399 |
| - SAMA Finance SAE - 23% (June 30, 2021: 23%) ownership | 172,043,037 | 172,043,037 |
| Certificates of deposit held | 1,300,000 | 1,300,000 |
| Accrued profit on certificates of deposit / Diminishing Musharika / Redeemable capital | 320,791 | 409,414 |
| Outstanding loans to Key Management Personnel | 67,802,426 | 55,028,692 |
| Receivable from Yanal Finance Company (formerly Saudi ORIX Leasing Company) | 4,723,378 | 8,750,153 |
| Receivable / (Payable) from ORIX Corporation, Japan - Parent Company | 1,300,695 | 1,387,140 |
| Payable (Unpaid dividend) to ORIX Corporation, Japan - Parent Company | 160,876,952 | 173,921,030 |
| Outstanding redeemable capital to Key Management Personnel | 13,550,000 | 7,050,000 |
| Advance to the Chief Executive Officer of the Management Company | 600,000 | 1,320,000 |

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

23 FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Consequently, differences can arise between carrying values and the fair value estimates. Underlying the definition of fair value is the presumption that the Company is a going concern without any intention or requirement to curtail materially the scale of its operations or to undertake a transaction on adverse terms.

The fair value of investments classified as "at fair value through profit or loss" and "at fair value through other comprehensive income" are based on active market. The investment in associate is accounted for using the equity method while the subsidiaries have been kept at cost.

Fair values of net investments in finance lease, long term loans and finances, long term deposits and other assets, other liabilities, long term certificates of deposit and other accounts are approximate to their carrying value. The provision for impairment of finance lease and long term loans and finances has been calculated in accordance with the Company's accounting policy.

In the opinion of management, fair values of the remaining financial assets and liabilities are not significantly different from their carrying values since these assets and liabilities are short term in nature or are periodically repriced.

Fair value hierarchy

International Financial Reporting Standard 13, 'Fair Value Measurement' requires the Company to classify assets using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

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

Level 2: inputs other than quoted prices included within level 1 that are observable for the asset or liability either directly (i.e. as prices) or indirectly (i.e. derived from prices); and

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

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

| | | December 31, 2021 (Un-audited) | | | |
|--|--|--------------------------------|---------------|-------------|---------------|
| | | Fair value | | | |
| | | Level 1 | Level 2 | Level 3 | Total |
| | | ----- (Rupees) ----- | | | |
| RECURRING FAIR VALUE MEASUREMENTS | | | | | |
| Financial assets | | | | | |
| Financial assets at fair value through other comprehensive income | | | | | |
| Ordinary shares-unlisted | | - | 27,859,378 | - | 27,859,378 |
| Financial assets at fair value through profit or loss | | | | | |
| Treasury bills | | - | 2,097,267,757 | - | 2,097,267,757 |
| Non-financial assets | | | | | |
| Fixed assets (Leasehold land & building) | | - | - | 928,598,359 | 928,598,359 |
| Total | | - | 2,125,127,135 | 928,598,359 | 3,053,725,494 |

| | | June 30, 2021 (Audited) | | | |
|--|--|-------------------------|-------------|-------------|---------------|
| | | Fair value | | | |
| | | Level 1 | Level 2 | Level 3 | Total |
| | | ----- (Rupees) ----- | | | |
| RECURRING FAIR VALUE MEASUREMENTS | | | | | |
| Financial assets | | | | | |
| Financial assets at fair value through other comprehensive income | | | | | |
| Ordinary shares-unlisted | | - | 26,863,547 | - | 26,863,547 |
| Financial assets at fair value through profit or loss | | | | | |
| Treasury bills | | - | 301,110,445 | - | 301,110,445 |
| Non-financial assets | | | | | |
| Fixed assets (Leasehold land & building) | | - | - | 940,875,025 | 940,875,025 |
| Total | | - | 327,973,992 | 940,875,025 | 1,268,849,017 |

| | | (Un-audited) | |
|-------------------------------------|-------------|---|---|
| | | For the half year ended | |
| | | December 31, 2021 | December 31, 2020 |
| | | ----- (Rupees) ----- | |
| 24 CASH AND CASH EQUIVALENTS | Note | | |
| Cash at bank | | 645,953,280 | 922,244,854 |
| Cash in hand | | 1,727,519 | 1,848,289 |
| Running finance arrangements | 14 | 647,680,799 (2,589,597,409) (1,941,916,610) | 924,093,143 (555,349,948) 368,743,195 |

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

For the half year ended December 31, 2021

| | (Un-audited) | |
|---|--|----------------------|
| | For the half year ended | |
| | December 31, 2021 | December 31, 2020 |
| 25 EARNINGS PER SHARE - basic and diluted | ----- (Rupees) ----- | |
| Profit for the period after taxation attributable to ordinary shareholders of the Holding Company | 450,575,261 | 480,208,733 |
| | ----- (Number of Shares) ----- (Restated) | |
| Weighted average number of ordinary shares | 175,407,647 | 175,407,647 |
| | ----- (Rupees) ----- | |
| Earnings per share - basic and diluted | 2.57 | 2.74 |

25.1 Diluted earnings per share has not been presented separately as the Holding Company does not have any convertible instruments in issue as at December 31, 2021 and December 31, 2020, which would have any effect on the earnings per share if the option to convert is exercised.

26 DATE OF AUTHORISATION FOR ISSUE

These consolidated condensed interim financial statements was authorised for issue on February 22, 2022 by the Board of Directors of the Holding Company.

27 GENERAL

27.1 Figures reported in these consolidated condensed interim financial statements have been rounded off to the nearest Rupee unless otherwise stated.


Shahéen Amin
Chief Executive Officer


Nasim Hyder
Director


Ramon Alfrey
Chief Financial Officer

Geographical Presence

Head Office / Registered Office

ORIX Building, Plot No. 16, Sector No. 24,
Korangi Industrial Area, Karachi
Tel: 021-35144029-40
Fax: 021-35144002, 35144020, 35144090-91
UAN: 111 24 24 24
Email: oip@orixpakistan.com
Website: www.orixpakistan.com

COD Office, Karachi

1st Floor, 23-C, Street No. 5
Itehad Commercial Area,
Phase VI, DHA, Karachi.
Tel: 021-35350560-63

KBW - Karachi

Plot # 151-A, Shop No. 9 & 10,
Datari Arcade, P.E.C.H.S, Block-2.
Tel: 021-35143752-5

Hyderabad

First Floor, State Life Building,
Thandi Sarak.
Tel: 022-2784143, 2720397
Fax: 022-2785388

Sukkur

Shop No. S-33 & 34, New City Banglows,
Shikarpur Road.
Tel: 071-5807031-32

Multan

Plot # 116, Pull Moj Darya,
LMQ Road Multan.
Tel: 061-4518431-3, 4518435-6
Fax: 061-4518436
UAN: 111 24 24 24

Rahim Yar Khan

Plot No. 26, Main Street
Businessman Colony, Rahim Yar Khan.
Tel: 068-5888565, 5887617-8
Fax: 068-5887618

Bahawalpur

Ground Floor, Near Cantonment Office Board
Ahmed Pur East Road, Bahawalpur
Tel: 062-9255382, 9255494
Fax: 062-2886273

Vehari

137, Block-D, Vehari
Tel: 067-3360351 - 3

Lahore

76-B, E-1, Main Boulevard,
Gulberg III
Tel: 042-35782586-93
Fax: 042-35790488
UAN: 111 24 24 24

Thokar Niaz Baig

1st floor, 55th Avenue,
Lalazar Commercial Market, Raiwind Road,
Thokar Niaz Baig, Lahore
Tel: 042-35963581-84

Faisalabad

3rd Floor, Sitara Towers, Bilal Chowk,
Civil Lines, Faisalabad
Tel: 041-2633926, 2633811-3
Fax: 041-2633927
UAN: 111 24 24 24

Sargodha

Khan Arcade, 66 Old Civil Lines,
Katchery Road, Sargodha
Tel: 048-3729521
Fax: 048-3729522

Sahiwal

Plot No. 174/28, Ground Floor,
New Civil Lines, Katchery
Road, Sahiwal,
Tel: 040-4227613-4
Fax: 040-4227615

Jhang

Church Road, Near Government
Girls College Chowk, Jhang
Tel: 047-7650421-2
Fax: 047-7650423

Sialkot

1st Floor, Ghoolam Kadir Arcade,
Aziz Shaheed Road, Sialkot Cantt.
Tel: 052-4260616, 4260877
UAN: 111 24 24 24

Gujrat

Office No.1, First Floor, Empire Centre,
Opp. Small Industrial Estate Gate No. 1,
G.T. Road, Gujrat
Tel: 053-3728053-55

Gujranwala

76-ABC, Block - P, Trust Plaza
G.T. Road, Gujranwala.
Tel: 055-3731021-22
Fax: 055-3250599

Islamabad

Ground Floor, State Life Building No. 5,
Nizamuddin Road, Blue Area, Islamabad
Tel: 051-2822800-2, 2821706, 2821748
Fax: 051-2821917
UAN: 111 24 24 24

Rawalpindi

146-B Satellite Town, Chandni Chowk,
Murree Road, Rawalpindi
Tel: 051-4571431-3, 4571442-3
Fax: 051-4571445

Chakwal

Ground Floor, Opposite Sadar Police Station
Talagang Road Chakwal
Tel: 0543-666221, 666052-53
Fax: 0543-666054

Mirpur A.K.

1st floor, Jarral plaza, 63/F, Sector F-1,
Kotli Road, Mirpur, A.K
Tel: 05827-434388, 451219
Fax: 05827-432216

Taxila

1st Floor, Raja Business Tower,
Plot No. 1023/1028, Taxila Cantt
Main G.T Road, Taxila
Tel: 051-4254473, 4254475, 4254476

Peshawar

Ground Floor, State Life Building
The Mall
Tel: 091-5278647, 5279789, 5285541, 5285520
Fax: 091-5273389,
UAN: 111 24 24 24

Abbottabad

Yousaf Jamal Plaza, Near HBL
Mansehra Road.
Tel: 0992-343888, 343188
Fax: 0992-405856

Mingora

First Floor, Shahzad Plaza, Makaan Bagh,
Saidu Road, Mingora Swat
Tel: 0946 -722620
Fax: 0946 -722621

Kohat

Ground Floor, Saad Ullah Shah Market,
Near Kachehi Chowk, Kohat City
Tel: 0922- 512564-5

Micro Finance Division

Kot Abdul Malik

11 K.M Lahore, Near Askari Bank,
Kot Abdul Malik, Distt. Sheikhpura
Tel: 042-37340711

Jallo Morre

Sooter Mill Stop, Near Karachi Hot & Spicy
Restaurant, Batapur Lahore
Tel: 042-36522931

Sharaqpur Sharif

Main Lahore Jaranwala Road, Opposite
Government Pilot High School Sharaqpur Sharif,
District Sheikhpura
Tel: 056-2590021

Morre Khunda

Opposite Rice Mill, Main Jarranwala Road,
Morre Khunda, District Nankana Sahib
Tel: 056-2442371

Pattoki

Multan Road, Near Al-Rahim City, Main Gate,
Tehsil Pattoki, District Kasur.
Tel: 049-4450650

Chunian

Purana Kharkhana, Allahbad Road, Near Dare
Akram School, Chunian. District Kasur.
Tel: 049-4310054

Renala Khurd

Brothers Tractor Workshop,
Near Military Farm, G.T. Road,
Renala Khurd, Distt. Okara
Tel: 044-2635185

Manga Mandi

Main Multan Road, Madina Market, Kalma
Chowk.
Tel: 042-35383864

Bhalwal

First Floor, Rehmat Plaza, Mandir Road,
Block No. 3, Bhalwal. District Sargodha
Tel: 048-6444448

Sahiwal

Main Circular Road, Opposite Kashmiri
Gate Tehsil Sahiwal District, Sargodha
Tel: 048-6785505

Sillanwali

Chaudhary Akhter Market, 46 Adda Road,
Sillanwali, District Sargodha
Tel: 048-6532666

Shahpur

Near Boys Degree College, Sargodha Road,
Shahpur Saddar.
Tel: 048-6310424



AA+ | A1+
Long Term | Short Term

Entity Rating by PACRA, March 03, 2021



OLP FINANCIAL SERVICES PAKISTAN LIMITED

(Formerly ORIX Leasing Pakistan Limited)

OLP Building, Plot No. 16, Sector No. 24

UAN: 111 24 24 24

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