

TRUST MODARABA

Analyst:

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RATING DETAILS

RATINGS CATEGORY	Latest Rating		Previous Rating	
	Long-term	Short-term	Long-term	Short-term
ENTITY	BBB+	A2	BBB+	A2
RATING OUTLOOK/ WATCH	Stable		Stable	
RATING ACTION	Reaffirmed		Reaffirmed	
RATING DATE	June 23, 2026		June 18, 2025	

Shareholding (5% or More)

Al-Zamin Modaraba Management (Private) Limited ~ 17.66%

Other Information

Incorporated in 1991

Public Listed Modaraba

Chairperson: Mian Sheikh Arshad Farooq

Chief Executive Officer: Muhammad Yasin

External Auditor: Grant Thornton Anjum Rehman & Co. Chartered Accountants

Applicable Rating Methodology

Applicable Rating Criteria: Non-Bank Financial Companies

<https://docs.vis.com.pk/Methodologies-2025/NBFC-Nov-2025.pdf>

Rating Scale

<https://docs.vis.com.pk/docs/VISRatingScales.pdf>

Rating Rationale

The ratings assigned to Trust Modaraba (TRSM or the "Modaraba") reflect its established presence in the Modaraba sector and its focus on Shariah-compliant financing through Diminishing Musharakah, Murabaha, and Ijarah. The financing portfolio continues to constitute the core asset base of the Modaraba, with Diminishing Musharakah remaining the dominant product. TRSM primarily finances mid- to high-value vehicles through collateral-backed Musharakah arrangements, addressing a market segment that remains relatively underserved by commercial banks. The ratings also draw comfort from the Modaraba's presence in rural financing through a network of local intermediaries that support client screening, monitoring, and recovery efforts. While portfolio growth remained subdued amid a cautious lending stance, sectoral diversification has improved over time with exposure spread across trading, food and allied, healthcare, oil and gas, education, and other sectors. Asset quality indicators have weakened despite a fully performing Musharakah portfolio however, the secured nature of most financing exposures enhances recovery prospects and mitigates potential credit losses.

The assigned ratings further incorporate TRSM's adequate liquidity profile and conservative leverage indicators, with the Modaraba operating with minimal reliance on external borrowings. Management has outlined multiple initiatives aimed at strengthening profitability, supporting future operational growth, and enhancing revenue diversification. The successful execution of these initiatives, achievement of the targeted capital enhancement roadmap, maintenance of asset quality indicators, and continued growth across diversified financing segments will remain important rating considerations going forward.

Company Profile

Trust Modaraba ('TRSM or 'the Modaraba') was formed in Pakistan under the Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980 and the rules framed thereunder and is being managed by Al-Zamin Modaraba Management (Private) Limited (AZMML). The Modaraba commenced its business operations on November 12, 1991. It is listed on Pakistan Stock Exchange.

The Modaraba is perpetual, multi-purpose and multi-dimensional, engaged in the business of Murabaha, Musharakah and Ijarah financing, investment in marketable securities, trading and other permissible businesses.

AUDITOR OPINION:

The FY25 financial statements were audited by M/s Grant Thornton Anjum Rehman, Chartered Accountants, which is a QCR Rated Firm and categorized as 'Category A' on SBP's Panel of Auditors. The auditor issued an unqualified opinion on the financial statements.

Management and Governance

BOARD STRUCTURE

Table 1: Board of Directors

DIRECTORS

Mian Sheikh Arshad Farooq	Chairman
Muhammad Yasin	Chief Executive
Basheer Ahmed Chowdry (Resigned)	Non-Executive Director
Dr. Namoos Baquar	Non-Executive Director
Syed Etrat Hussain Rizvi	Independent Director
Muhammad Sami Ullah	
Imran Iqbal	

The Board comprises six members, including the CEO and the Chairperson. The composition includes three Independent Directors and two Non-Executive Directors, reflecting an adequate balance of oversight and management representation. A female director is also onboard. During the review period, Basheer Chowdry resigned from the position of CEO and was subsequently succeeded by Muhammad Yasin. Following this transition, Mr. Basheer Chowdry continued to serve on the Board as a Non-Executive Director till his resignation in April. Furthermore, Shah Nawaz Rizvi, a Non-Executive Director, passed away during FY25 and was subsequently replaced by Imran Iqbal, who serves as an Independent Director. The vacant position on board, following the exit of one director, will be filled in due course.

The Board comprises experienced professionals with diverse expertise across relevant industries. Five directors have obtained directors training certification and two are exempt from the requirement by virtue of their experience as prescribed by the listing regulations of PSX. Four board meetings were held with full attendance.

The Board exercises oversight through two key committees: the Audit Committee and the Human Resource Committee. Both committees are chaired by Independent Directors, supporting objective oversight and strengthening the overall governance framework.

SHARIAH COMPLIANCE:

TRSM maintains a Shariah governance framework in line with the requirements of the Securities and Exchange Commission of Pakistan (SECP) and the applicable Shariah Regulations for Modarabas. The Modaraba is subject to oversight by a designated Shariah Advisor who conducts periodic reviews of policies, contracts, financing arrangements, and business transactions to assess compliance with Shariah principles. The Shariah Advisor confirmed that the policies adopted by the Modaraba are aligned with Shariah principles, financing agreements are executed

on approved formats, and business transactions are conducted in conformity with applicable Shariah requirements. Furthermore, the report noted that no earnings were realized through means prohibited under Shariah.

The External Shariah Audit concluded that the Modaraba's financial arrangements, contracts, and transactions for the year ended June 30, 2025 were compliant with Shariah principles in all material respects.

CHAIRMAN/ CEO PROFILE:

Chairman Profile: Mian Sheikh Arshad Farooq is a businessman and industrialist having about 30 years' experience in Corporate and Financial Management. He is currently the Managing Director of AAA group which comprised of six companies in import, export, manufacturing and distribution of electronics, architectural and engineering products, artificial leather, textile yarn and fabrics

CEO Profile: He is highly qualified with bachelor's in mechanical engineering and Master in Business Administration. He has been associated with Bankers Equity, Pak-Libya Holding Company, Mutual Funds Association of Pakistan and Saudi Pak Real Estate Limited in senior capacity. He holds years of experience of being in leading roles in the corporate sector and has vast expertise in treasury, money market, business development and corporate affairs.

Business Risk

INDUSTRY UPDATE:

The NBFC sector expanded significantly in FY25, with total assets increasing by 42% to PKR 5.64 trillion, and rising a further 21% to PKR 6.84 trillion by December 2025. Growth was broad-based, led by mutual funds (over two-thirds of sector assets), followed by non-bank microfinance companies and investment banks, while leasing and housing finance remained marginal. Despite a cumulative 50-bps reduction in the policy rate to 10.5% by December 2025, investor preference remained concentrated in money market and income funds, reflecting continued demand for liquid and relatively low-risk investment avenues amid volatility in equity markets. This trend persisted following the subsequent 100-bps increase in the policy rate to 11.5% in April 2026, which was undertaken by the State Bank of Pakistan in response to rising inflationary pressures stemming from elevated global energy prices, supply chain disruptions, and heightened geopolitical uncertainty associated with the prolonged Middle East conflict. The higher interest rate environment further enhanced the attractiveness of fixed-income instruments, supporting continued inflows into money market and income funds.

The operating environment remains susceptible to geopolitical tensions and domestic political uncertainty, which weighs on business confidence, financing demand, and investment activity. Additionally, inflationary pressures and interest rate volatility will adversely affect obligors' repayment capacity and asset quality indicators across the sector. Nonetheless, the asset-backed nature of Modaraba financing and the sector's relatively conservative leverage profile provide some resilience against adverse economic conditions.

The Modaraba sector continues to represent a relatively small component of the NBFC industry, accounting for approximately 1% of total sector assets. Nevertheless, the segment has demonstrated steady growth, with aggregate assets increasing to PKR 68.0bn as at 1HFY26 from PKR 61.4bn as at June 2025 and PKR 49.6bn as at FY24-end. Similarly, the sector's cumulative financing portfolio expanded to PKR 50.2bn (FY25: PKR 45.0bn), reflecting continued business generation. Funding sources remain concentrated, with financial institutions constituting the primary source of deposits, accounting for approximately 71% of total funds mobilized, followed by individuals and corporates. Going forward, the sector is expected to benefit from increasing preference for Shariah-compliant financial products and the broader transition towards Islamic finance within the domestic financial system.

OPERATIONAL UPDATE

Table 2: Gross Portfolio (Amount in PKR Millions)

GROSS PORTFOLIO	FY23	FY24	FY25	9MFY26
Murabaha Finances ST	44.7	33.8	33.8	33.8
Ijarah Rental Receivables (Net of Security Deposits)	80.0	44.4	20.0	10.7
LT (Murabaha)	64.6	54.5	54.1	44.0
ST (Musharaka)	17.2	13.7	10.5	16.3
LT (Musharaka)	78.8	178.4	220.1	201.3
Gross Portfolio (Net of Security Deposits)	285.2	324.8	338.5	306.1

The gross financing portfolio declined to PKR 306.1mn as at end-9MFY26 (FY25: PKR 338.5mn), reflecting a cautious lending stance adopted amid heightened geopolitical uncertainty and the resulting disruption to economic activities following the Iran-US conflict. The decline was observed across all financing segments, as management prioritized portfolio quality and liquidity preservation over growth. Diminishing Musharakah (DM) remained the dominant financing product, with the largest client exposures concentrated within this segment. TRSM primarily focuses on financing mid- to high-value vehicles, a market segment that remains relatively underserved by commercial banks due to regulatory limitations on financing amounts. Through its Musharakah-based financing model, the Modaraba seeks to address this market gap while maintaining collateral-backed exposures. The Modaraba also maintains a presence in rural financing through a network of locally based intermediaries responsible for client screening, monitoring, and early identification of repayment concerns. According to management, this localized due diligence framework has facilitated timely remedial action and contributed to the absence of reported defaults within the rural financing portfolio. However, the operating environment and broader economic stability remain important determinants of future portfolio growth and asset quality performance.

The decline in the Ijarah portfolio is attributable to an unfavorable taxation framework, particularly the incidence of sales tax on lease rentals, which has reduced the comparative attractiveness of Ijarah financing. Meanwhile, Murabaha financing, primarily utilized for working capital requirements continued to contract owing to recovery challenges and management's increasingly conservative approach toward originating new exposures within this segment.

Portfolio concentration indicators reflected some weakening, with exposure to individual financings increasing to 35.0% as at 9MFY26 (FY25: 31.6%; FY24: 22.7%). Sector-wise, the trading of goods and services segment remained the largest exposure at PKR 35.8mn as at 9MFY26 (FY25: PKR 47.4mn), accounting for 11.3% of the gross portfolio (FY25: 13.3%; FY24: 15.5%). Exposure to the food and allied sector stood at PKR 28.2mn (FY25: PKR 31.6mn; FY24: PKR 33.4mn), representing 8.9% of the portfolio (FY25: 8.9%; FY24: 10.0%). Exposure to the oil and gas sector declined to PKR 21.5mn (FY25: PKR 27.7mn; FY24: PKR 15.7mn), constituting 6.8% of the portfolio (FY25: 7.8%; FY24: 4.7%), while agricultural financing increased to PKR 21.3mn (FY25: PKR 14.8mn; FY24: PKR 14.1mn), accounting for 6.7% of the portfolio (FY25: 4.2%; FY24: 4.2%). Healthcare exposure moderated significantly to PKR 6.7mn (FY25: PKR 30.2mn; FY24: PKR 7.5mn), representing 2.1% of the portfolio (FY25: 8.5%; FY24: 2.2%). The remaining portfolio is distributed across a diverse mix of cyclical and non-cyclical sectors, supporting portfolio diversification. Accordingly, the contribution of the top five sectors declined to 42.4% of the gross portfolio as at 9MFY26 (FY25: 43.6%; FY24: 47.9%).

Table 3: Sector-Wise Portfolio

SECTOR WISE PORTFOLIO	9MFY26	%	2025	%	2024	%
Trading of goods and services	35,801,341	11.3%	47,398,433	13.3%	51,632,834	15.5%
Food and Allied	28,236,807	8.9%	31,630,653	8.9%	33,372,362	10.0%
Oil & Gas	21,508,303	6.8%	27,742,927	7.8%	15,693,553	4.7%
Agriculture	21,312,640	6.7%	14,800,000	4.2%	14,050,000	4.2%
Engineering	13,645,832	4.3%	-	0.0%	-	0.0%
Registrar Services	12,464,127	3.9%	15,079,548	4.2%	14,384,799	4.3%
Educational Institutions	9,156,839	2.9%	18,484,693	5.2%	51,024,603	15.3%
Pharmaceutical	8,679,954	2.7%	-	0.0%	-	0.0%
Performing Arts	7,804,261	2.5%	-	0.0%	-	0.0%
Healthcare	6,651,451	2.1%	30,158,328	8.5%	7,463,671	2.2%
Plastic	6,061,180	1.9%	-	0.0%	-	0.0%
Solar	5,863,356	1.8%	-	0.0%	-	0.0%
Computer	5,000,000	1.6%	-	0.0%	-	0.0%
Insurance/Tracker	4,955,511	1.6%	10,885,800	3.1%	10,290,231	3.1%
Technology & Communication	3,949,905	1.2%	15,637,203	4.4%	17,455,756	5.3%
Signs Board	3,650,805	1.1%	-	0.0%	-	0.0%
Steel	3,575,001	1.1%	16,704,292	4.7%	9,835,928	3.0%
Advertising/Media agency	2,667,107	0.8%	-	0.0%	9,639,229	2.9%
Packaging	2,441,478	0.8%	5,048,957	1.4%	7,996,383	2.4%
Construction	2,045,598	0.6%	7,400,043	2.1%	8,653,112	2.6%
Chartered Accountants	837,315	0.3%	-	0.0%	-	0.0%
Textile	465,976	0.1%	1,096,727	0.3%	1,831,297	0.6%
Dairy & poultry	-	0.0%	1,661,380	0.5%	2,256,775	0.7%

Information herein was obtained from sources believed to be accurate and reliable; however, VIS does not guarantee the accuracy, adequacy or completeness of any information and is not responsible for any errors or omissions or for the results obtained from the use of such information. For conducting this assignment, analyst did not deem necessary to contact external auditors or creditors given the unqualified nature of audited accounts and diversified creditor profile. Copyright 2026 VIS Credit Rating Company Limited. All rights reserved. Contents may be used by news media with credit to VIS.

Clearing Forwarding		0.0%		0.0%	877,545	0.3%
Societies		0.0%		0.0%	532,140	0.2%
Total Sector-Wise Portfolio	206,774,787	65.0%	243,728,984	68.4%	256,990,218	77.3%
Individuals	111,171,171	35.0%	112,740,683	31.6%	75,465,076	22.7%
Gross Portfolio	317,945,958	100.0%	356,469,667	100%	332,455,294	100%

PROFITABILITY

Table 4: Income Statement (Amounts in PKR Millions)

INCOME STATEMENT	FY23	FY24	FY25	9MFY26	9MFY25
Income from ijarah	16.7	13.7	7.4	3.2	6.1
Profit on Murabaha finances	7.5	4.2	3.9	2.5	3.0
Profit on Musharakah finances	14.3	45.2	50.6	38.6	37.8
Total Income from Operations	38.5	63.2	61.9	44.3	46.9
Income from investments - net	2.2	0.7	0.8	0.5	0.8
Other income	2.7	3.3	5.3	2.6	4.9
Total Income	41.2	61.9	72.6	51.1	57.0
Provision against assets (Doubtful receivables)	(1.7)	(2.9)	(0.1)	(0.3)	(1.1)
Unrealized gain/(loss)on revaluation of financial assets	(1.1)	13.7	1.9	(7.2)	3.1
Operating Expenses	(37.3)	(38.9)	(47.5)	(34.6)	(35.3)
Others (Net)	(0.1)	(7.7)	(3.2)	(1.0)	(2.7)
Profit (Loss) Before Tax	1.0	25.7	23.2	7.8	20.5
Profit (Loss) After Tax	(0.1)	20.9	18.4	5.6	17.4

Income from operations declined marginally to PKR 61.9mn as at end-June'25 (FY24: PKR 63.2mn), primarily due to lower income generated from the Ijarah and Murabaha segments, reflecting management's cautious approach towards originating new business within these portfolios. As per management, profit-rates were capped to minimize the impact of declining interest rates. Meanwhile, operating expenses increased to PKR 47.5mn (FY24: PKR 38.9mn), largely attributable to inflation-driven increase in administrative costs, resulting in a deterioration of the efficiency ratio, which remained high. Moreover, the Modaraba incurred a lower unrealized gain on revaluation of financial assets of PKR 1.9mn (FY24: PKR 13.7mn) during FY25. Therefore, the Profit Before Tax (PBT) reduced to PKR 23.2mn (FY24: PKR 25.7mn) whereas the Profit After Tax (PAT) reduced to PKR 18.4mn (FY24: PKR 20.9mn).

During 9MFY26, income from operations declined to PKR 44.3mn (9MFY25: PKR 46.9mn), primarily reflecting lower income generated from the financing portfolio despite continued contributions from the Musharakah segment. Profitability was further affected by an unrealized loss of PKR 7.2mn on the revaluation of financial assets at FV, compared to an unrealized gain of PKR 3.1mn recorded in the corresponding period last year, highlighting the Modaraba's increased exposure to market-related valuation movements. Operating expenses remained broadly stable at PKR 34.6mn (9MFY25: PKR 35.3mn); however, the decline in revenue resulted in a deterioration of the efficiency ratio. Additionally, lower dividend income and reduced other income further constrained earnings. Resultantly, Profit Before Tax (PBT) declined to PKR 7.8mn (9MFY25: PKR 20.5mn), while Profit After Tax (PAT) decreased to PKR 5.6mn (9MFY25: PKR 17.4mn).

As per management, several initiatives are in the pipeline to support profitability and diversify revenue streams beyond the existing equity investment portfolio.

Financial Risk

ASSET QUALITY

Table 5: Non-Performing Loans (Amounts in PKR Millions)

NON-PERFORMING LOANS (NPLs)	FY23	FY24	FY25	9MFY26
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Murabaha Finances ST	-	37.9	36.8	35.5
Ijarah Rental Receivables (Net of Security Deposits)	(44.3)	(31.8)	(12.8)	(6.0)
LT (Murabaha)	75.1	37.9	33.8	33.8
ST (Musharaka)	-	-		
LT (Musharaka)	1.4	0.2		
NPLs	32.1	44.2	57.7	63.2

Non-performing financings, net of security deposits held against Ijarah assets, increased to PKR 63.2mn as at end-9MFY26 (FY25: PKR 57.7mn). The NPLs remained concentrated in the Murabaha and Ijarah portfolios and were primarily attributable to exposures against Al-Rai Roller Flour Mills amounting to PKR 28.2mn and Prime Traders amounting to PKR 25.5mn, collectively representing approximately 85.0% of total non-performing financings.

The negative balance reported under Ijarah receivables reflects the adjustment of security deposits held against the underlying Ijarah assets. Despite the increase in non-performing exposures, management has indicated that the entire Musharakah portfolio remains performing. Furthermore, the Modaraba's rural financing portfolio continues to demonstrate satisfactory repayment behaviour, with no reported delinquencies as at end-9MFY26. TRSM did not undertake any write-offs or loan rescheduling during 9MFY26.

Consequently, amid an increase in non-performing financings and a contraction in the gross financing portfolio as at-March'26, both gross and net infection ratios deteriorated to 20.7% (FY25: 17.1%) and 14.4% (FY25: 11.1%), respectively, as at end-9MFY26. The elevated infection levels reflect asset quality pressures within the Murabaha and Ijarah portfolios, where delinquent exposures remain concentrated. However, both portfolios are supported by underlying collateral and security structures, which provide a degree of loss mitigation and enhance recovery prospects in the event of default. Recognizing the heightened credit risk associated with certain financing segments, management has adopted a more conservative underwriting approach and has curtailed the growth of the Murabaha portfolio.

Table 6: Gross Infection Ratio

GROSS INFECTION	FY23	FY24	FY25	9MFY26
Murabaha Finances ST	0.0%	112.2%	108.7%	105.0%
Ijarah Rental Receivables (Net of Security Deposits)	-55.3%	-71.7%	-64.3%	-56.7%
LT (Morabaha)	116.3%	69.6%	62.5%	76.8%
ST (Musharaka)	0.0%	0.0%	0.0%	0.0%
LT (Musharaka)	1.7%	0.1%	0.0%	0.0%
Gross Infection (Overall)	11.3%	13.6%	17.1%	20.7%

Table 7: Net Infection Ratio

NET INFECTION	FY23	FY24	FY25	9MFY26
Murabaha Finances ST	-34.8%	116.2%	111.6%	106.6%
Ijarah Rental Receivables (Net of Security Deposits)	-59.5%	-80.3%	-83.7%	-95.3%
LT (Morabaha)	118.3%	64.1%	55.8%	72.0%
ST (Musharaka)	-5.0%	-2.4%	-3.2%	-2.0%
LT (Musharaka)	0.0%	-2.0%	-1.7%	-2.1%
Net Infection (Overall)	3.5%	7.1%	11.1%	14.4%

Against the reported NPLs, provisioning of PKR 22.5mn (FY25: PKR 22.8mn) was maintained, providing a coverage of 35.6% (FY25: 39.4%).

LIQUIDITY

The liquidity of TRSM demonstrates adequate coverage in meeting the short-term obligations, as evidenced by a current ratio of 6.67x (FY25: 5.70x) as at-March'26. Moreover, aging profile of receivables remains elevated, with 20.8% outstanding receivables overdue for more than

two years as at FY25. The higher aging is primarily attributable to several disputed cases currently pending resolution in court. Management remains optimistic about a favorable outcome and anticipates recovery of the outstanding amounts upon conclusion of the legal proceedings. Moreover, the Modaraba's liquidity profile remained adequate, with liquid assets providing 140.7% coverage of current liabilities as at end-9MCY26 (FY25: 69.2%). The improvement was primarily driven by growth in the investment portfolio, the carrying value of which increased to PKR 33.9mn (FY25: PKR 14.3mn), reflecting new equity investments across a diversified set of sectors. While the enlarged investment book has strengthened liquidity buffers and enhanced financial flexibility, it has increased the market risk and valuation volatility inherent in equity investments.

CAPITALIZATION

The equity base of TRSM increased marginally to PKR 354.4mn as at end-March'26 (FY25: PKR 348.8mn), supported by internal capital generation and profit retention. The Modaraba remains compliant with the minimum equity requirement of PKR 250mn prescribed for non-deposit-taking Modarabas. However, it does not currently meet the enhanced minimum equity threshold of PKR 500mn required for deposit-taking operations, which constrains its ability to diversify funding sources and expand its liability franchise.

FINANCIAL SUMMARY	FY23	FY24	FY25	9MFY26
Investments	29.9	23.3	14.3	33.9
Cash and Bank Balances	7.4	10.4	9.1	12.3
Liquid Assets	37.3	33.6	23.4	46.3
Gross Portfolio	333.6	360.8	355.5	316.3
Financing Portfolio (net)	310.5	337.9	332.7	293.8
Total Assets	388.8	414.4	402.0	394.2
Total Current Liabilities	26.9	39.1	33.7	32.9
Total Liabilities	68.8	70.5	53.2	39.8
Certificate Capital	298.0	298.0	298.0	298.0
Net Equity	326.5	345.3	348.8	354.4
INCOME STATEMENT	FY23	FY24	FY25	9MFY26
Income from ijarah	16.7	13.7	7.4	3.2
Profit on murabaha finances	7.5	4.2	3.9	2.5
Profit on musharakah finances	14.3	45.2	50.6	38.6
Total Income from Operations	38.5	63.2	61.9	44.3
Income from investments - net	2.2	0.7	0.8	0.5
Other income	2.7	3.3	5.3	2.6
Total Income	41.2	61.9	72.6	51.1
Provision against assets (Doubtful receivables)	(1.7)	(2.9)	(0.1)	(0.3)
Unrealized gain/(loss)on revaluation of financial assets	(1.1)	13.7	1.9	(7.2)
Operating Expenses	(37.3)	(38.9)	(47.5)	(34.6)
Others (Net)	(0.1)	(7.7)	(3.2)	(1.0)
Profit (Loss) Before Tax	1.0	25.7	23.2	7.8
Profit (Loss) After Tax	(0.1)	20.9	18.4	5.6
RATIO ANALYSIS	FY23	FY24	FY25	9MFY26
Gross Infection*	11.3%	13.6%	17.1%	20.7%
Net Infection*	3.5%	7.1%	11.1%	14.4%
Liquid Assets/ Current Liabilities	138.8%	86.0%	69.2%	140.7%
Provisioning Coverage*	71.8%	51.6%	39.4%	35.6%
Leverage	0.21	0.20	0.15	0.11
Efficiency	90.6%	62.9%	65.5%	67.8%
ROA**	0.0%	5.2%	4.5%	2.6%
ROE**	0.0%	6.2%	5.3%	2.1%
Current Ratio	6.43	4.51	5.70	6.67

*Net of customer security deposits

**Annualized

REGULATORY DISCLOSURES

Appendix II

Name of Rated Entity	Trust Modaraba				
Sector	Modaraba				
Type of Relationship	Solicited				
Purpose of Rating	Entity Ratings				
Rating History	Rating Date	Medium to Long Term	Short Term	Outlook/ Rating Watch	Rating Action
	RATING TYPE: ENTITY				
	23-June-26	BBB+	A2	Stable	Reaffirmed
	18-June-25	BBB+	A2	Stable	Reaffirmed
	13-May-24	BBB+	A2	Stable	Reaffirmed
	05-May-23	BBB+	A2	Stable	Reaffirmed
	26-April-22	BBB+	A2	Stable	Upgrade
	17-Feb-21	BBB-	A3	Stable	Maintained
	27-Aug-19	BBB-	A3		Rating Watch - Negative
	26-Jan-18	BBB-	A3	Stable	Maintained
6-Dec-16	BBB-	A3	Positive	Initial	
Instrument Structure	N/A				
Statement by the Rating Team	VIS, the analysts involved in the rating process and members of its rating committee do not have any conflict of interest relating to the credit rating(s) mentioned herein. This rating is an opinion on credit quality only and is not a recommendation to buy or sell any securities.				
Probability of Default	VIS' ratings opinions express ordinal ranking of risk, from strongest to weakest, within a universe of credit risk. Ratings are not intended as guarantees of credit quality or as exact measures of the probability that a particular issuer or particular debt issue will default.				
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Due Diligence Meetings Conducted	Name	Designation		Date	
	Hamida Aqeel	COO and Company Secretary		9th June, 2026	
	Wajid Sheikhani	CFO			
	Muhammad Yasin	CEO			
	Syed Etrat Hussain Rizvi	Independent Director			