



[Subsidiary of Habib Bank AG Zurich]

# HABIB METROPOLITAN BANK LTD.

[Subsidiary of Habib Bank AG Zurich]

Consolidated Accounts for the quarter  
ended 31 March 2025  
(Un-audited)

## CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 31 MARCH 2025

	Note	31 March 2025 (Un-Audited)	31 December 2024 (Audited)
Rupees in '000			
<b>ASSETS</b>			
Cash and balances with treasury banks	7	96,905,844	86,903,001
Balances with other banks	8	2,459,209	6,462,022
Lendings to financial institutions	9	4,161,661	5,570,998
Investments	10	751,186,432	807,496,585
Advances	11	630,767,308	502,468,656
Property and equipment	12	17,126,071	17,196,906
Right-of-use assets	13	8,537,514	8,654,445
Intangible assets	14	484,266	552,076
Deferred tax assets		–	–
Other assets	15	103,000,534	90,279,655
Total Assets		<b>1,614,628,839</b>	1,525,584,344
<b>LIABILITIES</b>			
Bills payable	16	21,655,457	28,478,822
Borrowings	17	361,016,138	350,224,431
Deposits and other accounts	18	1,009,588,151	925,227,989
Lease liabilities	19	10,499,552	10,519,685
Sub-ordinated debts		–	–
Deferred tax liabilities	20	2,443,387	2,722,825
Other liabilities	21	88,498,974	87,517,942
Total Liabilities		<b>1,493,701,659</b>	1,404,691,694
<b>NET ASSETS</b>			
		<b>120,927,180</b>	120,892,650
<b>REPRESENTED BY</b>			
Share capital		10,478,315	10,478,315
Reserves		37,463,181	36,857,521
Surplus on revaluation of assets - net of tax	22	12,768,580	14,371,296
Unappropriated profit		55,207,105	54,342,480
		<b>115,917,181</b>	116,049,612
Non-controlling interest		5,009,999	4,843,038
		<b>120,927,180</b>	120,892,650
<b>CONTINGENCIES AND COMMITMENTS</b>			
	23		

The annexed notes 1 to 41 form an integral part of these consolidated condensed interim financial statements.

<b>FUZAIL ABBAS</b> Chief Financial Officer	<b>KHURRAM SHAHZAD KHAN</b> President & Chief Executive Officer	<b>RASHID AHMED JAFER</b> Director	<b>MOHSIN A. NATHANI</b> Director	<b>MOHAMEDALI R. HABIB</b> Chairman
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## CONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE QUARTER ENDED 31 MARCH 2025

	Note	31 March 2025	31 March 2024
Rupees in '000			
Mark-up / return / interest earned	25	<b>42,780,468</b>	60,064,053
Mark-up / return / interest expensed	26	<b>(24,704,956)</b>	(43,263,818)
Net mark-up / interest income		<b>18,075,512</b>	16,800,235
<b>NON MARK-UP / INTEREST INCOME</b>			
Fee and commission income	27	<b>2,851,059</b>	2,475,835
Dividend income		<b>269,115</b>	207,119
Foreign exchange income		<b>2,019,127</b>	1,300,554
Income / (loss) from derivatives		<b>-</b>	-
Gain / (loss) on securities - net	28	<b>250,722</b>	(267,137)
Net gain / (loss) on derecognition of financial assets measured at amortised cost		<b>-</b>	-
Other income	29	<b>60,945</b>	26,342
Total non mark-up / interest income		<b>5,450,968</b>	3,742,713
Total Income		<b>23,526,480</b>	20,542,948
<b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	30	<b>9,300,457</b>	7,434,093
Workers' welfare fund		<b>267,468</b>	244,476
Other charges	31	<b>16,580</b>	71,777
Total non-mark-up / interest expenses		<b>(9,584,505)</b>	(7,750,346)
Profit before credit loss allowance		<b>13,941,975</b>	12,792,602
Credit loss allowance and write offs - net	32	<b>(678,331)</b>	(891,572)
Extra ordinary / unusual items		<b>-</b>	-
<b>PROFIT BEFORE TAXATION</b>		<b>13,263,644</b>	11,901,030
Taxation	33	<b>(7,019,911)</b>	(5,777,365)
<b>PROFIT AFTER TAXATION</b>		<b>6,243,733</b>	6,123,665
<b>PROFIT ATTRIBUTABLE TO:</b>			
Equity shareholders of the holding company		<b>6,078,651</b>	5,954,276
Non-controlling interest		<b>165,082</b>	169,389
		<b>6,243,733</b>	6,123,665
Rupees			
<b>Basic and diluted earnings per share</b>	34	<b>5.80</b>	5.68

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## CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER ENDED 31 MARCH 2025

	31 March 2025	31 March 2024
	Rupees in '000	
Profit after taxation	<b>6,243,733</b>	6,123,665
<b>Other comprehensive income</b>		
<b>Items that may be reclassified to profit and loss in subsequent periods:</b>		
Effect of translation of net investment in an offshore branch - net of tax	<b>308</b>	(894)
Movement in surplus / (deficit) on revaluation of debt securities measured at FVOCI - net of tax	<b>(1,411,706)</b>	(137,686)
	<b>(1,411,398)</b>	(138,580)
<b>Items that will not be reclassified to profit and loss in subsequent periods:</b>		
Remeasurement loss on defined benefit obligations - net of tax	<b>(139,543)</b>	(51,153)
Movement in surplus / (deficit) on revaluation of equity securities measured at FVOCI - net of tax	<b>31,055</b>	(18,696)
Movement in surplus / (deficit) on revaluation of property and equipment - net of tax	<b>25,925</b>	-
Movement in surplus / (deficit) on revaluation of non-banking assets - net of tax	<b>-</b>	-
	<b>(82,563)</b>	(69,849)
<b>Total comprehensive income</b>	<b>4,749,772</b>	5,915,236
Equity shareholders of the holding company	<b>4,584,690</b>	5,631,717
Non-controlling interest	<b>165,082</b>	283,519
	<b>4,749,772</b>	5,915,236

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<b>FUZAIL ABBAS</b> Chief Financial Officer	<b>KHURRAM SHAHZAD KHAN</b> President & Chief Executive Officer	<b>RASHID AHMED JAFER</b> Director	<b>MOHSIN A. NATHANI</b> Director	<b>MOHAMEDALI R. HABIB</b> Chairman
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## CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE QUARTER ENDED 31 MARCH 2025

	Reserves						Surplus / (deficit) on revaluation		Un- appropriated profit	Sub total	Non- controlling interest	Total	
	Share capital	Exchange translation reserve	Share premium	Statutory reserves	Merger reserve	Special reserve	Revenue reserve	Investments					Property & equipment/ Non-banking assets
Rupees in '000													
<b>Balance as at 1 January 2024 (Audited)</b>	10,478,315	11,309	2,550,985	26,999,111	31,002	340,361	1,500,000	(1,724,621)	6,369,534	47,715,963	94,271,959	4,193,391	98,465,350
Profit after taxation for the period	-	-	-	-	-	-	-	-	-	5,954,276	5,954,276	169,389	6,123,665
Other comprehensive income - net of tax													
Effect of translation of net investment in an offshore branch - net of tax	-	(894)	-	-	-	-	-	-	-	-	(894)	-	(894)
Movement in surplus / (deficit) on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	(137,686)	-	-	(137,686)	-	(137,686)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(51,153)	(51,153)	-	(51,153)
Movement in surplus / (deficit) on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	(59,322)	-	-	(59,322)	40,626	(18,696)
<b>Total comprehensive income</b>	-	(894)	-	-	-	-	-	(197,008)	-	(51,153)	(249,055)	40,626	(208,429)
Gain on sale of equity shares - FVOCI - net of tax	-	-	-	-	-	-	-	(151,789)	-	151,789	-	-	-
Transfer to statutory reserve	-	-	-	1,180,267	-	-	-	-	-	(1,180,267)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	-	(40,491)	40,491	-	-	-
<b>Transactions with owners, recorded directly in equity</b>													
Final cash dividend (Rs. 5.50 per share) for the year ended 31 December 2023	-	-	-	-	-	-	-	-	-	(5,763,073)	(5,763,073)	-	(5,763,073)
<b>Balance as at 31 March 2024 (Un-Audited)</b>	10,478,315	10,415	2,550,985	28,179,378	31,002	340,361	1,500,000	(2,073,418)	6,329,043	46,868,026	94,214,107	4,403,406	98,617,513

	Reserves							Surplus / (deficit) on revaluation		Un-appropriated profit	Sub total	Non-controlling interest	Total
	Share capital	Exchange translation reserve	Share premium	Statutory reserves	Merger reserve	Special reserve	Revenue reserve	Investments	Property & equipment/ Non-banking assets				
Rupees in '000													
Profit after taxation for the period	-	-	-	-	-	-	-	-	-	18,988,882	18,988,882	652,704	19,641,586
Other comprehensive income - net of tax													
Effect of translation of net investment in an offshore branch - net of tax	-	945	-	-	-	-	-	-	-	-	945	-	945
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	7,883,867	-	-	7,883,867	-	7,883,867
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	1,981,760	-	-	1,981,760	(18,937)	1,962,823
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	170,761	170,761	2,697	173,458
Movement in surplus on revaluation of non-banking asset - net of tax	-	-	-	-	-	-	-	-	769,953	-	769,953	-	769,953
Movement in surplus / (deficit) on revaluation of property & equipment - net of tax	-	-	-	-	-	-	-	(101,926)	-	-	(101,926)	-	(101,926)
<b>Total comprehensive income</b>	-	945	-	-	-	-	-	9,865,627	668,027	170,761	10,705,360	(16,240)	10,689,120
Gain on sale of equity shares - FVOCI - net of tax	-	-	-	-	-	-	-	(293,869)	-	293,869	-	-	-
Transfer to statutory reserve	-	-	-	4,244,435	-	-	-	-	-	(4,244,435)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	-	(124,114)	124,114	-	-	-
<b>Transactions with owners, recorded directly in equity</b>													
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Profit distribution by First Habib Modaraba (Rs. 2.10 per certificate) for the period ended 30 June 2024	-	-	-	-	-	-	-	-	-	-	-	(196,832)	(196,832)
<b>Balance as at 31 December 2024 (Audited)</b>	10,478,315	11,360	2,550,985	32,423,813	31,002	340,361	1,500,000	7,498,340	6,872,956	54,342,480	116,049,612	4,843,038	120,892,650

	Reserves						Surplus / (deficit) on revaluation					Total	
	Share capital	Exchange translation reserve	Share premium	Statutory reserves	Merger reserve	Special reserve	Revenue reserve	Investments	Property & equipment/ Non-banking assets	Un-appropriated profit	Sub total		Non-controlling interest
	Rupees in '000												
Profit after taxation for the period	-	-	-	-	-	-	-	-	-	6,078,651	6,078,651	165,082	6,243,733
Other comprehensive income - net of tax													
Effect of translation of net investment in an offshore branch - net of tax	-	308	-	-	-	-	-	-	-	-	308	-	308
Movement in surplus / (deficit) on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	(1,411,706)	-	-	(1,411,706)	-	(1,411,706)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	26,673	-	-	26,673	4,382	31,055
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(137,040)	(137,040)	(2,503)	(139,543)
Movement in surplus on revaluation of property & equipment - net of tax	-	-	-	-	-	-	-	-	25,925	-	25,925	-	25,925
<b>Total comprehensive income</b>	-	308	-	-	-	-	-	(1,385,033)	25,925	(137,040)	(1,495,840)	1,879	(1,493,961)
Gain on sale of equity shares - FVOCI - net of tax	-	-	-	-	-	-	-	(205,917)	-	205,917	-	-	-
Transfer to statutory reserve	-	-	-	-	-	605,352	-	-	-	(605,352)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(37,691)	37,691	-	-	-	-
<b>Transactions with owners, recorded directly in equity</b>													
Final cash dividend (Rs. 4.50 per share) for the year ended 31 December 2024	-	-	-	-	-	-	-	-	-	(4,715,242)	(4,715,242)	-	(4,715,242)
<b>Balance as at 31 March 2025 (Un-Audited)</b>	<u>10,478,315</u>	<u>11,668</u>	<u>2,550,985</u>	<u>32,423,813</u>	<u>31,002</u>	<u>945,713</u>	<u>1,500,000</u>	<u>5,907,390</u>	<u>6,861,190</u>	<u>55,207,105</u>	<u>115,917,181</u>	<u>5,009,999</u>	<u>120,927,180</u>

The annexed notes 1 to 41 form an integral part of these consolidated condensed interim financial statements.

**FUZAIL ABBAS**  
Chief Financial Officer

**KHURRAM SHAHZAD KHAN**  
President &  
Chief Executive Officer

**RASHID AHMED JAFER**  
Director

**MOHSIN A. NATHANI**  
Director

**MOHAMEDALI R. HABIB**  
Chairman

## CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED 31 MARCH 2025

	Note	31 March 2025	31 March 2024
		Rupees in '000	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before taxation		13,263,644	11,901,030
Less: Dividend income		(269,115)	(207,119)
		<b>12,994,529</b>	<b>11,693,911</b>
<b>Adjustments</b>			
Net mark-up / interest income (excluding mark up on lease liability against right-of-use assets)		(18,387,356)	-
Depreciation on property and equipment	30	671,442	562,442
Depreciation on right-of-use assets	30	384,978	373,167
Amortisation	30	69,501	42,800
Markup on lease liability against right-of-use assets	26	311,844	279,031
Credit loss allowance (excluding write offs or recoveries)	32	779,706	891,572
Gain on sale of property and equipment - net		(21,297)	(15,735)
Unrealized gain / (loss) on FVTPL securities	28	30,647	(44,166)
Provision against workers' welfare fund		267,468	244,476
Provision against compensated absences		23,819	23,716
Provision against defined benefit plan		92,437	82,867
		<b>(15,776,811)</b>	<b>2,440,170</b>
		<b>(2,782,282)</b>	<b>14,134,081</b>
<b>(Increase) / decrease in operating assets</b>			
Lendings to financial institutions		1,408,613	316,823
Securities classified as FVTPL		(2,746,845)	-
Advances		(129,536,677)	(23,786,105)
Other assets (excluding dividend and non-banking assets)		1,901,112	(3,438,601)
		<b>(128,973,797)</b>	<b>(26,907,883)</b>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		(6,823,365)	(10,725,199)
Borrowings from financial institutions		4,351,040	(50,341,485)
Deposits and other accounts		84,360,162	73,347,923
Other liabilities (excluding current taxation)		4,205,837	(11,240,567)
		<b>86,093,674</b>	<b>1,040,672</b>
		<b>(45,662,405)</b>	<b>(11,733,130)</b>
Payment against compensated absences		(10,019)	(6,916)
Contribution to the defined benefit plan		(125,000)	-
Mark-up / Interest received		32,881,880	-
Mark-up / Interest paid		(26,335,695)	-
Income tax paid		(11,068,519)	(7,826,862)
		<b>(50,319,758)</b>	<b>(19,566,908)</b>
<b>Net cash flow used in operating activities</b>			
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net investment in amortized cost securities		(657,153)	(788,228)
Net Investment in securities classified as FVOCI		56,393,881	27,936,360
Dividend received		269,115	207,119
Investment in property and equipment		(611,405)	(1,129,138)
Investment in intangible assets		-	(56,760)
Proceeds from sale of property and equipment		32,097	27,672
Effect of translation of net investment in an offshore branch		308	(894)
		<b>55,426,843</b>	<b>26,196,131</b>
<b>Net cash flow generated from investing activities</b>			
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Dividend paid		(4,799,838)	(5,764,049)
Payment of lease liability against right-of-use assets		(600,024)	(475,254)
		<b>(5,399,862)</b>	<b>(6,239,303)</b>
<b>(Decrease) / increase in cash and cash equivalents</b>		<b>(292,777)</b>	<b>389,920</b>
Cash and cash equivalents at the beginning of the period		86,852,153	111,848,372
<b>Cash and cash equivalents at the end of the period</b>		<b>86,559,376</b>	<b>112,238,292</b>

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<b>FUZAIL ABBAS</b>	<b>KHURRAM SHAHZAD KHAN</b>	<b>RASHID AHMED JAFER</b>	<b>MOHSIN A. NATHANI</b>	<b>MOHAMEDALI R. HABIB</b>
Chief Financial Officer	President & Chief Executive Officer	Director	Director	Chairman

## NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE QUARTER ENDED 31 MARCH 2025

### 1. STATUS AND NATURE OF BUSINESS

The Group comprises of Habib Metropolitan Bank Limited (the holding company), Habib Metropolitan Financial Services Limited and Habib Metropolitan Modaraba Management Company (Private) Limited (wholly owned subsidiary companies) and First Habib Modaraba (managed by Habib Metropolitan Modaraba Management Company (Private) Limited) and HABIBMETRO Exchange Services (Private) Limited.

#### 1.1 Holding Company

Habib Metropolitan Bank Limited (the Bank) was incorporated in Pakistan on 3 August 1992, as a public limited company, under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is engaged in commercial banking and related services. Its shares are listed on the Pakistan Stock Exchange. The Bank operates 551 (31 December 2024: 551) branches, including 223 (31 December 2024: 223) Islamic banking branches, an offshore branch (Karachi Export Processing Zone branch) and 1 (31 December 2024:1) sub branch in Pakistan. The Bank is a subsidiary of Habib Bank AG Zurich - Switzerland (the holding company with 51% shares in the Bank) which is incorporated in Switzerland.

#### 1.2 Subsidiary Companies

##### 1.2.1 Habib Metropolitan Financial Services Limited - 100% holding

Habib Metropolitan Financial Services Limited was incorporated in Pakistan on 28 September 2007 as a public limited company under the repealed Companies Ordinance, 1984 (now Companies Act, 2017). The registered office of the subsidiary company is located at 1st Floor, GPC 2, Block 5, Kehkashan, Clifton, Karachi. The subsidiary company is a corporate member of the Pakistan Stock Exchange Limited and engaged in equity brokerage services.

##### 1.2.2 Habib Metropolitan Modaraba Management Company (Private) Limited - 100% holding

Habib Metropolitan Modaraba Management Company (Private) Limited (Modaraba management company) was incorporated in Pakistan on 01 June 2015 as a private limited under the Companies Ordinance, 1984 (now Companies Act, 2017) and Modaraba Companies and Modaraba (Floatation and Control) Ordinance, 1980. The registered office of the subsidiary company is located at 6th Floor, HBZ Plaza, I.I. Chundrigar Road, Karachi. The Company is the Modaraba Management Company of First Habib Modaraba.

##### 1.2.3 First Habib Modaraba - 15.43% holding

First Habib Modaraba (FHM) is a perpetual, multi-purpose modaraba having its registered office at 6th Floor, HBZ Plaza, I.I. Chundrigar Road, Karachi. It is listed on the Pakistan Stock Exchange and engaged in the business of leasing (Ijarah), Musharaka, Murabaha financing and other related business.

##### 1.2.4 HABIBMETRO Exchange Services Limited - 100% holding

HABIBMETRO Exchange Services Limited, a wholly owned subsidiary of Habib Metropolitan Bank Limited, is incorporated in Pakistan with the objective of dealing in foreign exchange and facilitating remittances. The Company has its registered office at Ground Floor, Al-Manzoor Building, I.I. Chundrigar Road, Karachi.

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## 2. BASIS OF PRESENTATION

**2.1** These consolidated condensed interim financial statements comprise the financial statements of the holding company and its subsidiary companies. The financial statements of the subsidiary companies have been prepared for the same reporting period as the holding company using consistent accounting policies.

### **2.2 Statement of Compliance**

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

- International Accounting Standard (IAS) 34 "Interim Financial Reporting" issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP), as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP) from time to time.

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of the IFRS or IFAS, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification SRO 411(I)/2008 dated April 28, 2008. The State Bank of Pakistan through BPRD Circular No. 04 of 2015 dated February 25, 2015 has deferred the applicability of Islamic Financial Accounting Standard for Profit and Loss Sharing on Deposits (IFAS-3) issued by the ICAP and notified by the SECP, vide their SRO No. 571 of 2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements.

The State Bank of Pakistan (SBP) has allowed Islamic banking institutions to follow Islamic Financial Accounting Standards (IFAS) 1 & 2 where applicable and continue existing accounting practices for other Islamic products until further instructions.

The disclosures and presentation made in these consolidated condensed interim financial statements are based on a format prescribed by the SBP vide BPRD Circular Letter No. 2 dated February 09, 2023 and IAS 34, Interim Financial Reporting. They do not include all the disclosures required for annual financial statements, and these consolidated condensed interim financial statements should be read in conjunction with the audited consolidated financial statements of the Bank for the year ended 31 December 2024.

**2.3 Standards, interpretations of and amendments to published approved accounting and reporting standards that are effective in the current period**

There are certain new and amended standards, interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 1, 2025 but are considered not to be relevant or do not have any material effect on the Group's operations.

**2.4 Standards, interpretations of and amendments to published approved accounting and reporting standards that are not yet effective**

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 1, 2026 but are considered not to be relevant or do not have any material effect on the Group's operations and therefore not detailed in these consolidated condensed interim financial statements.

Furthermore, the following standards, amendments and interpretations with respect to the accounting and reporting standards would be effective from the dates mentioned below against the respective standards, amendments or interpretations:

<b>Standards, interpretations of and amendments to:</b>	<b>Effective date (annual periods beginning on or after)</b>
Amendments to IFRS 1 First-time Adoption of International Financial Reporting	1 January 2026
Amendments to IFRS 10 Consolidated Financial Statements	1 January 2026
Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 & IFRS 7	1 January 2026
The above amendments are not expected to have any material impact on the consolidated condensed interim financial statements of the Group.	

**3. MATERIAL ACCOUNTING POLICY INFORMATION**

The material accounting policies applied in preparation of these consolidated condensed interim financial statements are consistent with those as applied in the preparation of consolidated annual financial statements of the Group for the year ended December 31, 2024.

**4. BASIS OF MEASUREMENT**

These consolidated condensed interim financial statements have been prepared under the historical cost convention except for certain property and equipment and non banking assets acquired in satisfaction of claims which are stated at revalued amounts; certain investments and derivative contracts which have been marked to market and are carried at fair value, obligation in respect of staff retirement benefits and lease liability which have been carried at present value and right of use of assets which are initially measured at an amount equal to corresponding lease liabilities (adjusted for any lease payment and costs) and depreciated over respective lease term.

**5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS**

The basis for accounting estimates adopted in the preparation of these consolidated condensed interim financial statements are the same as that applied in the preparation of the consolidated audited financial statements for the year ended 31 December 2024.

**6. FINANCIAL RISK MANAGEMENT**

The financial risk management policies adopted by the Group are consistent with those disclosed in the consolidated audited financial statements for the year ended 31 December 2024.

	Note	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
Rupees in '000			
<b>7. CASH AND BALANCES WITH TREASURY BANKS</b>			
<b>In hand</b>			
Local currency		<b>15,649,839</b>	15,338,554
Foreign currencies		<b>1,157,347</b>	1,462,722
		<b>16,807,186</b>	16,801,276
<b>With State Bank of Pakistan in</b>			
Local currency current accounts		<b>54,184,126</b>	46,257,596
Foreign currencies current account		<b>3,029,472</b>	2,321,162
Foreign currencies deposit accounts			
- cash reserve accounts		<b>7,582,535</b>	6,731,041
- deposit account - special cash reserve		<b>13,613,092</b>	12,058,642
		<b>78,409,225</b>	67,368,441
<b>With National Bank of Pakistan in</b>			
Local currency current accounts		<b>1,807,063</b>	2,670,896
Local currency deposit accounts		<b>22,082</b>	47,103
		<b>1,829,145</b>	2,717,999
<b>National Prize Bonds</b>		<b>7,828</b>	16,080
Less: Credit loss allowance held against cash and balances with treasury banks		<b>(147,540)</b>	(795)
Cash and balances with treasury banks - net of credit loss allowance		<b>96,905,844</b>	86,903,001
<b>8. BALANCES WITH OTHER BANKS</b>			
<b>In Pakistan</b>			
In current accounts		<b>39,513</b>	33,688
In deposit accounts		<b>142,108</b>	3,941
		<b>181,621</b>	37,629
<b>Outside Pakistan</b>			
In current accounts		<b>2,277,908</b>	6,425,438
Less: Credit loss allowance held against balances with other banks to financial institutions		<b>(320)</b>	(1,045)
Balances with other banks - net of credit loss allowance		<b>2,459,209</b>	6,462,022
<b>9. LENDINGS TO FINANCIAL INSTITUTIONS</b>			
Call / clean money lendings	9.3	<b>4,162,387</b>	5,571,000
Less: Credit loss allowance held against lendings to financial institutions		<b>(726)</b>	(2)
Lendings to financial institutions - net of credit loss allowance		<b>4,161,661</b>	5,570,998
<b>9.1 Particulars of lendings</b>			
In local currency - secured		-	-
In foreign currency - unsecured		<b>4,161,661</b>	5,570,998
		<b>4,161,661</b>	5,570,998

		31 March 2025 (Un-Audited)		31 December 2024 (Audited)	
		Lending	Credit loss allowance held	Lending	Credit loss allowance held
Rupees in '000					
<b>9.2</b>	<b>Lendings to FIs - Particulars of credit loss allowance</b>				
	Performing Stage 1	4,162,387	726	5,571,000	2
	Under performing Stage 2	-	-	-	-
	Non-performing Stage 3				
	Substandard	-	-	-	-
	Doubtful	-	-	-	-
	Loss	-	-	-	-
	<b>Total</b>	<b>4,162,387</b>	<b>726</b>	<b>5,571,000</b>	<b>2</b>

**9.3** These foreign currency lendings carry mark-up rates ranging from 6.25% to 7.25% (31 December 2024: 7.00% to 7.85%) per annum and are due to mature latest by 18 August 2025 (31 December 2024: 18 February 2025).

## 10. INVESTMENTS

### 10.1 Investments by type

	31 March 2025 (Un-Audited)				31 December 2024 (Audited)			
	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
Rupees in '000								
<b>FVTPL</b>								
Federal government securities	47,531,443	-	(104,365)	47,427,078	42,055,433	-	(10,052)	42,045,381
Non-government debt securities	1,997,589	-	(3,771)	1,993,818	1,997,589	-	(9,249)	1,988,340
Mutual funds	283,367	-	41,825	325,192	3,012,532	-	119,439	3,131,971
Real estate investment trust units	1,814,314	-	1,311,577	3,125,891	1,814,314	-	1,254,365	3,068,679
	<b>51,626,713</b>	<b>-</b>	<b>1,245,266</b>	<b>52,871,979</b>	<b>48,879,868</b>	<b>-</b>	<b>1,354,503</b>	<b>50,234,371</b>
<b>FVOCI</b>								
Federal government securities	585,463,672	-	9,343,989	594,807,661	642,543,228	-	12,481,301	655,024,529
Shares	6,395,189	-	3,399,171	9,794,360	5,336,354	-	3,846,229	9,182,583
Non-government debt securities	9,903,189	(425,977)	(410,357)	9,066,855	9,847,355	(426,154)	(354,523)	9,066,678
	<b>601,762,050</b>	<b>(425,977)</b>	<b>12,332,803</b>	<b>613,668,876</b>	<b>657,726,937</b>	<b>(426,154)</b>	<b>15,973,007</b>	<b>673,273,790</b>
<b>Amortised Cost</b>								
Federal government securities	84,645,577	-	-	84,645,577	83,988,424	-	-	83,988,424
<b>Total investments</b>	<b>738,034,340</b>	<b>(425,977)</b>	<b>13,578,069</b>	<b>751,186,432</b>	<b>790,595,229</b>	<b>(426,154)</b>	<b>17,327,510</b>	<b>807,496,585</b>

	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	

### 10.1.1 Investments given as collateral against repo borrowings

The market value of investments given as collateral against borrowings is as follows:

#### Federal government securities

Market treasury bills	23,475,243	34,402,365
Pakistan investment bonds	<u>205,348,279</u>	<u>191,534,393</u>
	<u>228,823,522</u>	<u>225,936,758</u>

### 10.2 Credit loss allowance for diminution in value of investments

Opening balance	426,154	307,290
Impact of reclassification on adoption of IFRS 9	-	(219,607)
Impact of ECL recognised on adoption of IFRS 9	-	578
Charge for the period / year	-	337,893
Reversal for the period / year	(177)	-
Net (reversal) / charge for the period / year	(177)	337,893
Reversal on disposal	-	-
Investment written off	-	-
Closing balance	<u>425,977</u>	<u>426,154</u>

### 10.3 Particulars of credit loss allowance against debt securities

Category of classification	31 March 2025 (Un-Audited)		31 December 2024 (Audited)	
	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
	Rupees in '000			
Performing Stage 1	3,000,000	2,616	3,000,000	2,791
Underperforming Stage 2	-	-	-	-
Non-performing Stage 3				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	<u>423,361</u>	<u>423,361</u>	<u>423,363</u>	<u>423,363</u>
	<u>423,361</u>	<u>423,361</u>	<u>423,363</u>	<u>423,363</u>
Total	<u>3,423,361</u>	<u>425,977</u>	<u>3,423,363</u>	<u>426,154</u>

**10.4** The market value of federal government securities classified at amortised cost is Rs. 87,122,700 thousand (31 December 2024: 86,187,652 thousand).

## 11. ADVANCES

	Performing		Non Performing		Total	
	31 March 2025 (Un-Audited)	31 December 2024 (Audited)	31 March 2025 (Un-Audited)	31 December 2024 (Audited)	31 March 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000					
Loans, cash credits, running finances, etc.	358,718,531	330,110,580	19,521,310	18,633,899	378,239,841	348,744,479
Islamic financing and related assets	215,553,033	121,251,615	3,307,276	3,953,216	218,860,309	125,204,831
Bills discounted and purchased	62,088,781	56,120,237	2,667,666	2,873,698	64,756,447	58,993,935
Advances - gross	636,360,345	507,482,432	25,496,252	25,460,813	661,856,597	532,943,245
Credit loss allowance against advances						
-Stage 1	(1,456,544)	(1,450,792)	-	-	(1,456,544)	(1,450,792)
-Stage 2	(4,246,599)	(4,615,450)	-	-	(4,246,599)	(4,615,450)
-Stage 3	-	-	(25,386,146)	(24,408,347)	(25,386,146)	(24,408,347)
	(5,703,143)	(6,066,242)	(25,386,146)	(24,408,347)	(31,089,289)	(30,474,589)
Advances - net of credit loss allowance	630,657,202	501,416,190	110,106	1,052,466	630,767,308	502,468,656

### 11.1 Particulars of advances - gross

	31 March 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
In local currency	551,301,139	415,723,896
In foreign currencies	110,555,458	117,219,349
	661,856,597	532,943,245

11.2 Advances include Rs. 25,496,252 thousand (31 December 2024: Rs. 25,460,813 thousand) which have been placed under non-performing / Stage 3 status as detailed below:

Category of classification	31 March 2025 (Un-Audited)		31 December 2024 (Audited)	
	Non-performing loans	Credit loss allowance	Non-performing loans	Credit loss allowance
	Rupees in '000			
Domestic				
Other asset especially mentioned	191,841	188,195	230,478	223,854
Substandard	8,180	4,621	481,869	276,615
Doubtful	-	-	1,901,249	1,190,825
Loss	25,296,231	25,193,330	22,847,217	22,717,053
	25,496,252	25,386,146	25,460,813	24,408,347

### 11.3 Particulars of credit loss allowance against advances

	31 March 2025 (Un-Audited)			31 December 2024 (Audited)			
	Stage 3	Stage 1 & 2	Total	Specific / Stage 3	Stage 1 & 2	General	Total
	Rupees in '000						
Opening balance	24,408,347	6,066,242	30,474,589	20,033,135	-	7,325,642	27,358,777
Impact of adoption of IFRS 9 as of 1 January 2024	-	-	-	(16,819)	4,794,026	(5,963,784)	(1,186,577)
Charge for the period / year	1,223,285	788,538	2,011,823	5,877,489	4,194,437	-	10,071,926
Reversals for the period / year	(245,470)	(1,151,637)	(1,397,107)	(1,460,604)	(2,922,221)	(1,361,858)	(5,744,683)
Net charge for the period / year	977,815	(363,099)	614,716	4,416,885	1,272,216	(1,361,858)	4,327,243
Amount written off	(16)	-	(16)	(24,854)	-	-	(24,854)
Closing balance	25,386,146	5,703,143	31,089,289	24,408,347	6,066,242	-	30,474,589

### 11.4 Consideration of forced sales value (FSV) for the purposes of provisioning against non-performing loans

During the current period, the Bank decided to not to avail the benefit of Forced Sales Value (FSV) against non-performing loans, as available under BSD Circular No. I of 21 October 2011 issued by the SBP.

### 11.5 Advances - Particulars of credit loss allowance

	31 March 2025 (Un-Audited)			31 December 2024 (Audited)		
	Stage 1	Stage 2	Stage 3	Stage 1	Stage 2	Stage 3
	Rupees in '000					
11.5.1 Opening balance	1,450,792	4,615,450	24,408,347	-	-	-
Impact of adoption of IFRS 9	-	-	-	2,240,046	2,553,980	20,016,316
New advances	214,988	560,862	897,835	225,618	2,848,014	309,278
Advances derecognised or repaid	(182,702)	(924,304)	(561,962)	(656,019)	(753,998)	(1,444,704)
Transfer to stage 1	-	-	-	10,281	(10,281)	-
Transfer to stage 2	(26,244)	26,244	-	(365,348)	392,759	(27,411)
Transfer to stage 3	(290)	(31,653)	31,943	(3,786)	(418,619)	422,405
	5,752	(368,851)	367,816	(789,254)	2,057,875	(740,432)
Amounts written off / charged off	-	-	(16)	-	-	(24,854)
Changes in risk parameters	-	-	293,507	-	3,595	5,157,317
Closing balance	1,456,544	4,246,599	25,069,654	1,450,792	4,615,450	24,408,347

		31 March 2025 (Un-Audited)		31 December 2024 (Audited)	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		Rupees in '000			
<b>11.5.2 Advances - Category of classification</b>					
<b>Domestic</b>					
Performing	Stage 1	548,894,503	1,456,544	442,342,520	1,450,792
Underperforming	Stage 2	87,422,968	4,246,599	65,139,912	4,615,450
Non-Performing	Stage 3				
	Other assets especially mentioned	191,841	188,195	230,478	223,854
	Substandard	8,180	4,621	481,869	276,615
	Doubtful	-	-	1,901,249	1,190,825
	Loss	25,296,231	25,193,330	22,847,217	22,717,053
		25,496,252	25,386,146	25,460,813	24,408,347
Total		661,813,723	31,089,289	532,943,245	30,474,589

		Note	31 March 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000		
<b>12. PROPERTY AND EQUIPMENT</b>				
Capital work-in-progress	12.1		604,956	646,639
Property and equipment			16,521,115	16,550,267
			17,126,071	17,196,906
<b>12.1 Capital work-in-progress</b>				
Civil works			365,669	265,241
Advance to suppliers	12.1.1		239,287	381,398
			604,956	646,639

12.1.1 This represents advance against renovation being carried out at various locations.

		31 March 2025 (Un-Audited)	31 March 2024 (Audited)
		Rupees in '000	
<b>12.2 Additions to property and equipment</b>			

The following additions have been made to property and equipment during the period:

		(41,683)	83,841
<b>Capital work-in-progress additions / (transfer to property and equipment) - net</b>			
<b>Property and equipment</b>			
Furniture and fixtures		52,877	43,739
Electrical, office and computer equipment		517,546	850,178
Vehicles		4,714	35,926
Lease hold improvements		77,802	115,841
		652,939	1,045,684
Total		611,256	1,129,525

### 12.3 Disposal of property and equipment

The net book value of property and equipment disposed off during the period is as follows:

	<b>31 March 2025</b> (Un-Audited)	31 March 2024
	242	244
Furniture and fixture	446	384
Electrical, office and computer equipment	10,112	11,309
Vehicles	<u>10,800</u>	<u>11,937</u>
Total	<u>10,800</u>	<u>11,937</u>

**31 March  
2025**  
(Un-Audited)

31 December  
2024  
(Audited)

Rupees in '000

### 13. RIGHT-OF-USE ASSETS

Cost	<b>15,058,181</b>	12,479,390
Accumulated depreciation	<b>(6,403,736)</b>	(4,854,380)
Net carrying amount at January 1	<b>8,654,445</b>	7,625,010
Additions during the period / year	<b>268,047</b>	2,654,828
Termination / maturities during the period / year - Cost	<b>(39,276)</b>	(1,658,577)
Termination / maturities during the period / year - Accumulated Depreciation	<b>39,276</b>	1,582,540
Depreciation charge for the period / year	<b>(384,978)</b>	(1,549,356)
Closing carrying amount as at the end of the period / year	<u><b>8,537,514</b></u>	<u>8,654,445</u>

### 14. INTANGIBLE ASSETS

Computer Software	<b>442,666</b>	510,476
Management rights	<b>41,600</b>	41,600
	<u><b>484,266</b></u>	<u>552,076</u>

#### Computer software

#### 14.1 Additions to intangible assets

Directly purchased - computer software

<b>31 March 2025</b> (Un-Audited)	31 March 2024
-	56,760

Rupees in '000

	Note	31 March 2025 (Un-Audited)	31 December 2024 (Audited)
— Rupees in '000 —			
<b>15 OTHER ASSETS</b>			
Income / mark-up / profit accrued in local currency - net		<b>39,713,592</b>	29,893,936
Income / mark-up / profit accrued in foreign currencies - net		<b>476,781</b>	397,849
Advances, deposits, advance rent and other prepayments		<b>1,121,861</b>	996,202
Dividend receivable		<b>5,843</b>	-
Non-banking assets acquired in satisfaction of claim	15.1	<b>2,204,729</b>	2,204,729
Branch adjustment account		<b>11,970</b>	-
Mark-to-market gain on forward foreign exchange contracts		<b>1,671,610</b>	3,974,963
Acceptances		<b>46,225,101</b>	42,480,848
Receivable from the SBP against encashment of government securities		<b>8,341</b>	23,182
Stationery and stamps on hand		<b>369,388</b>	339,127
Receivable from 1Link		-	2,183,238
Deferred cost on staff loans		<b>5,906,329</b>	4,857,532
Others		<b>3,681,648</b>	1,249,218
		<b>101,397,193</b>	88,600,824
Credit loss allowance / provision held against other assets	15.1.1	<b>(491,770)</b>	(416,280)
Other Assets (Net of credit loss allowance)		<b>100,905,423</b>	88,184,544
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	22	<b>2,095,111</b>	2,095,111
Other assets - Total		<b>103,000,534</b>	90,279,655
<b>15.1 Credit loss allowance held against other assets</b>			
Receivable against fraud and forgery		<b>398,864</b>	398,114
Acceptances		<b>92,906</b>	18,166
		<b>491,770</b>	416,280
<b>15.1.1 Movement in Credit loss allowance held against other assets</b>			
Opening balance		<b>416,280</b>	377,842
Impact of adoption of IFRS 9		-	88,854
Charge for the period / year		<b>75,490</b>	20,272
Reversal for the period / year		-	(70,688)
Net charge / (reversal) for the period / year		<b>75,490</b>	(50,416)
Closing balance		<b>491,770</b>	416,280

	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
<b>16. BILLS PAYABLE</b>		
In Pakistan	<b>21,556,438</b>	28,378,790
Outside Pakistan	<b>99,019</b>	100,032
	<b><u>21,655,457</u></b>	<u>28,478,822</u>
<b>17. BORROWINGS</b>		
<b>Secured</b>		
Borrowings from the State Bank of Pakistan under:		
Export refinance scheme	<b>60,874,588</b>	59,242,166
Long term financing facility - renewable energy scheme	<b>2,077,827</b>	2,177,048
Long term financing facility	<b>14,579,102</b>	15,438,369
Temporary economic refinance facility	<b>18,925,029</b>	19,682,235
Long term financing facility - for storage of agricultural produce scheme	<b>788,266</b>	750,064
Refinance facility for modernization of SME	<b>191,688</b>	219,918
Refinance facility for combating COVID-19	<b>16,103</b>	18,881
Refinance and credit guarantee scheme for women entrepreneurs	<b>57,424</b>	59,816
	<b><u>97,510,027</u></b>	<u>97,588,497</u>
Repurchase agreement borrowings (Repo)	<b><u>228,776,008</u></b>	<u>225,809,401</u>
<b>Total secured</b>	<b><u>326,286,035</u></b>	<u>323,397,898</u>
<b>Unsecured</b>		
Certificates of investment	<b>17,687,705</b>	13,922,552
Call borrowing	<b>100,000</b>	100,000
Musharaka borrowing	<b>3,988,861</b>	6,291,111
Overdrawn nostro accounts	<b>12,953,537</b>	6,512,870
<b>Total unsecured</b>	<b><u>34,730,103</u></b>	<u>26,826,533</u>
<b>Total Borrowings</b>	<b><u>361,016,138</u></b>	<u>350,224,431</u>

## 18. DEPOSITS AND OTHER ACCOUNTS

	31 March 2025 (Un-Audited)			31 December 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000					
<b>Customers</b>						
Current deposits	<b>326,780,433</b>	<b>64,637,814</b>	<b>391,418,247</b>	335,112,480	64,648,144	399,760,624
Savings deposits	<b>325,274,453</b>	<b>15,816,143</b>	<b>341,090,596</b>	291,966,864	16,914,294	308,881,158
Term deposits	<b>98,583,913</b>	<b>80,265,317</b>	<b>178,849,230</b>	120,803,951	47,383,383	168,187,334
Others	<b>37,562,166</b>	<b>80,709</b>	<b>37,642,875</b>	29,656,415	240,192	29,896,607
	<b><u>788,200,965</u></b>	<b><u>160,799,983</u></b>	<b><u>949,000,948</u></b>	777,539,710	129,186,013	906,725,723
<b>Financial institutions</b>						
Current deposits	<b>7,062,131</b>	<b>1,098,779</b>	<b>8,160,910</b>	3,150,604	1,510,900	4,661,504
Savings deposits	<b>51,219,043</b>	-	<b>51,219,043</b>	12,587,401	-	12,587,401
Term deposits	<b>1,184,648</b>	<b>22,602</b>	<b>1,207,250</b>	1,230,888	22,473	1,253,361
	<b><u>59,465,822</u></b>	<b><u>1,121,381</u></b>	<b><u>60,587,203</u></b>	16,968,893	1,533,373	18,502,266
	<b><u>847,666,787</u></b>	<b><u>161,921,364</u></b>	<b><u>1,009,588,151</u></b>	794,508,603	130,719,386	925,227,989

	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
<b>19. LEASE LIABILITIES</b>		
Opening balance	<b>10,519,685</b>	9,086,176
Addition during the period / year	<b>268,047</b>	2,654,829
Deletion during the period / year	-	(100,550)
Lease payments including interest	<b>(600,024)</b>	(2,331,748)
Interest expense	<b>311,844</b>	1,210,978
Closing balance	<b><u>10,499,552</u></b>	<u>10,519,685</u>
<b>19.1 Liabilities Outstanding</b>		
Not later than one year	<b>1,114,585</b>	1,058,867
Later than one year and upto five years	<b>5,257,060</b>	5,191,901
Over five years	<b>4,127,907</b>	4,268,917
Total as at the period / year end	<b><u>10,499,552</u></b>	<u>10,519,685</u>
<b>20. DEFERRED TAX LIABILITIES / (ASSETS)</b>		
<b>Deductible temporary differences on</b>		
- Credit loss allowance for diminution in value of investments	<b>(221,534)</b>	(225,889)
- Credit loss allowance against advances	<b>(4,046,054)</b>	(6,016,442)
- Credit loss allowance - Others	<b>(464,551)</b>	(415,382)
- Accelerated tax depreciation	<b>(451,618)</b>	(396,350)
- Deferred liability on defined benefit plan	<b>(66,252)</b>	(31,287)
- (Deficit) / surplus on revaluation of investments	<b>6,386,160</b>	8,439,796
- Others	-	(5,613)
	<b><u>1,136,151</u></b>	<u>1,348,833</u>
<b>Taxable temporary differences on</b>		
Surplus on revaluation of:		
- Property and equipment	<b>1,307,236</b>	1,373,992
- Non-banking assets	-	-
	<b><u>1,307,236</u></b>	<u>1,373,992</u>
	<b><u>2,443,387</u></b>	<u>2,722,825</u>

	Note	31 March 2024 (Un-Audited)	31 December 2024 (Audited)
Rupees in '000			
<b>21. OTHER LIABILITIES</b>			
Mark-up / return / interest payable in local currency		<b>14,198,964</b>	15,857,346
Mark-up / return / interest payable in foreign currencies		<b>689,399</b>	973,600
Unearned commission and income on bills discounted		<b>1,077,867</b>	1,016,338
Accrued expenses		<b>2,767,198</b>	2,782,577
Current taxation (provision less payments)		<b>747,888</b>	6,307,392
Acceptances		<b>46,225,101</b>	42,480,848
Unclaimed dividend		<b>140,956</b>	225,552
Dividend payable		-	15,504
Branch adjustment account		<b>11,970</b>	8,944
Mark-to-market loss on forward foreign exchange contracts		<b>1,789,153</b>	3,275,493
Provision for compensated absences		<b>370,693</b>	356,893
Deferred liability on defined benefit plan		<b>258,844</b>	121,020
Credit loss allowance against off-balance sheet obligations	21.1	<b>296,816</b>	353,883
Workers' welfare fund	21.2	<b>5,220,252</b>	4,959,413
Charity fund		<b>1,444</b>	458
Excise duty payable		<b>2,257</b>	2,920
Locker deposits		<b>977,194</b>	965,722
Advance against diminishing musharaka		<b>357,693</b>	7,693
Advance rental for ijarah		<b>23,226</b>	19,695
Security deposits against leases / ijarah		<b>189,827</b>	197,598
Sundry creditors		<b>5,288,198</b>	4,861,212
Deferred grant income		<b>132,116</b>	147,275
Withholding tax / duties		<b>1,038,770</b>	1,496,718
Others		<b>6,693,148</b>	1,083,848
		<b><u>88,498,974</u></b>	<b><u>87,517,942</u></b>

### 21.1 Credit loss allowance against off-balance sheet obligations

Opening balance	<b>353,883</b>	32,583
Impact of adoption of IFRS 9	-	519,290
Charge for the period / year	-	-
Reversal for the period / year	<b>(57,067)</b>	(197,990)
Net reversal for the period / year	<b>(57,067)</b>	(197,990)
Closing balance	<b><u>296,816</u></b>	<b><u>353,883</u></b>

### 21.2 Under the Workers' Welfare Ordinance 1971, the Bank is liable to pay workers' welfare fund (WWF) @ 2% of accounting profit before tax or taxable income, whichever is higher. The Bank has made full provision for WWF based on profit for the respective years.

The Supreme Court of Pakistan vide its order dated 10 November 2016 has held that the amendments made in the law introduced by the Federal Government for the levy of WWF were not lawful. The Federal Board of Revenue has filed review petitions against this order which are currently pending.

Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgement may not currently be treated as conclusive. Accordingly the Bank maintains its provision in respect of WWF.

	Note	31 March 2025 (Un-Audited)	31 December 2024 (Audited)
Rupees in '000			
<b>22. SURPLUS / (DEFICIT) ON REVALUATION OF ASSETS - NET OF TAX</b>			
Surplus / (deficit) on revaluation of:			
- Securities measured at FVOCI - Debt	10.1	8,933,632	12,126,778
- Securities measured at FVOCI - Equity	10.1	3,399,171	3,846,229
- Property and Equipment		6,073,314	6,151,836
- Non-banking assets acquired in satisfaction of claims		2,095,111	2,095,111
		<b>20,501,228</b>	24,219,954
Less: Deferred tax on surplus / (deficit) on revaluation of:			
- Securities measured at FVOCI - Debt		4,645,525	6,426,965
- Securities measured at FVOCI - Equity		1,740,635	2,012,831
- Property and Equipment		1,307,236	1,373,992
- Non-banking assets acquired in satisfaction of claims		-	-
		<b>(7,693,396)</b>	(9,813,788)
		<b>12,807,832</b>	14,406,166
Less: Surplus pertaining to non-controlling interest		<b>(39,252)</b>	(34,870)
Surplus pertaining to equity holder's share		<b>12,768,580</b>	14,371,296
<b>23. CONTINGENCIES AND COMMITMENTS</b>			
Guarantees	23.1	156,426,329	152,625,779
Commitments	23.2	892,307,983	779,919,854
Other contingent liabilities	23.3	2,986,394	2,986,394
		<b>1,051,720,706</b>	935,532,027
<b>23.1 Guarantees</b>			
Financial guarantees		33,415,581	33,303,405
Performance guarantees		55,952,831	55,070,186
Other guarantees		67,057,917	64,252,188
		<b>156,426,329</b>	152,625,779
<b>23.2 Commitments</b>			
Documentary credits and short-term trade-related transactions:			
Letters of credit		266,748,699	229,691,020
Commitments in respect of:			
Forward foreign exchange contracts	23.2.1	623,410,267	547,663,058
Forward lendings	23.2.2	1,400,500	1,943,000
Commitments in respect of:			
Acquisition of property and equipment		748,517	622,776
		<b>892,307,983</b>	779,919,854

	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
<b>23.2.1 Commitments in respect of forward foreign exchange contracts</b>		
Purchase	<b>323,624,664</b>	260,615,930
Sale	<b>299,785,603</b>	287,047,128
	<b>623,410,267</b>	547,663,058

### 23.2.2 Commitments in respect of forward lendings

The Group has made commitments to extend credit in the normal course of its business, but none of these commitments are irrevocable and do not attract any penalty if the facility is unilaterally withdrawn, except for:

	Note	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	
Commitments in respect of syndicate financing		<b>441,500</b>	388,000
Commitments in respect of other financing transactions		<b>959,000</b>	1,555,000
		<b>1,400,500</b>	1,943,000

### 23.3 Other contingent liabilities

Claims against bank not acknowledged as debt	23.3.1	<b>2,880,338</b>	2,880,338
Foreign Exchange repatriation case	23.3.2	<b>106,056</b>	106,056
		<b>2,986,394</b>	2,986,394

**23.3.1** These mainly represent counter claims by borrowers for damages. Based on legal advice and internal assessments, management is confident that the matters will be decided in the Group's favour and the possibility of any adverse outcome is remote. Accordingly, no provision has been made in these consolidated condensed interim financial statements.

#### 23.3.2 Foreign exchange repatriation case

While adjudicating foreign exchange repatriation cases of exporters, the Foreign Exchange Adjudicating Court of the State Bank of Pakistan has adjudicated penalty of Rs.106.056 million, arbitrarily on the holding company. The holding company had filed appeal before the Appellate Board and Constitutional Petitions in the Honorable High Court of Sindh against the said judgment. The Honorable High Court has dismissed the matter. Subsequently, the holding company has filed counter appeal with the Supreme Court of Pakistan.

## 24. DERIVATIVE FINANCIAL INSTRUMENTS

The holding company deals in derivative financial instruments namely forward foreign exchange contracts and foreign currency swaps with the principal view of hedging the risks arising from its trade business.

As per the holding company's policy, these contracts are reported on their fair value at the statement of financial position date. The gains and losses from revaluation of these contracts are included under "Foreign exchange income". Mark to market gains and losses on these contracts are recorded on the statement of financial position under "other assets / other liabilities".

These products are offered to the holding company's customers to protect from unfavorable movements in foreign currencies. The holding company hedges such exposures in the inter-bank foreign exchange market.

These positions are reviewed on a regular basis by the holding company's Asset and Liability Committee (ALCO).

## 24.1 Product Analysis

		Forward foreign exchange contracts		
		31 March 2025 (Un-Audited)	31 December 2024 (Audited)	
Counter Parties	Notional Principal	Mark to Market Gain / (Loss)	Notional Principal	Mark to Market Gain / (Loss)
	Rupees in '000			
<b>Banks</b>				
Hedging	495,910,634	(437,475)	435,802,474	2,193,620
<b>Other Entities</b>				
Hedging	127,499,633	319,932	111,860,584	(1,494,150)
<b>Total</b>				
Hedging	623,410,267	(117,543)	547,663,058	699,470
	Note	<b>31 March 2025</b>	31 March 2024	
		(Un-Audited)		
		Rupees in '000		
<b>25. MARK-UP / RETURN / INTEREST EARNED</b>				
Loans and advances		15,658,645	19,212,815	
Investments	25.1	26,025,954	40,126,497	
Lendings with financial institutions		1,087,683	708,076	
Balances with banks		8,186	16,665	
		<u>42,780,468</u>	<u>60,064,053</u>	
<b>25.1 Interest income (calculated using effective interest rate method) recognised on:</b>				
Financial assets measured at amortised cost		2,573,655	3,380,045	
Financial assets measured at fair value through P&L		1,778,786	610,318	
Financial assets measured at fair value through OCI		21,673,513	36,136,134	
		<u>26,025,954</u>	<u>40,126,497</u>	
<b>26. MARK-UP / RETURN / INTEREST EXPENSED</b>				
Deposits		13,729,346	29,685,368	
Borrowings		9,919,881	11,920,894	
Cost of foreign currency swaps against foreign currency deposits / borrowings		743,885	1,378,525	
Lease liability against right-of-use assets		311,844	279,031	
		<u>24,704,956</u>	<u>43,263,818</u>	
<b>27. FEE &amp; COMMISSION INCOME</b>				
Branch banking customer fees		361,477	317,382	
Credit related fees		11,661	12,204	
Card related fees		312,513	275,289	
Commission on trade		1,681,274	1,524,172	
Commission on guarantees		304,504	237,568	
Commission on remittances including home remittances		33,797	12,518	
Commission on bancassurance		43,531	40,461	
Commission on cash management		48,355	41,495	
Investment Banking Fee		14,973	-	
Others		38,974	14,746	
		<u>2,851,059</u>	<u>2,475,835</u>	

	Note	31 March 2025 (Un-Audited)	31 March 2024
Rupees in '000			
<b>28. GAIN / (LOSS) ON SECURITIES - NET</b>			
Realised	28.1	<b>281,369</b>	(311,303)
Unrealised - Measured at FVTPL	10.1	<b>(30,647)</b>	44,166
		<b>250,722</b>	(267,137)
<b>28.1 Realised gain / (loss) on:</b>			
Federal government securities - net		<b>183,394</b>	(311,303)
Real estate investment trust - net		<b>97,975</b>	-
		<b>281,369</b>	(311,303)
<b>28.2 Net gain / (loss) on financial assets / liabilities measured at FVTPL:</b>			
Designated upon initial recognition		-	-
Mandatorily measured at FVTPL		<b>260,407</b>	(524,000)
		<b>260,407</b>	(524,000)
Net gain on financial assets / liabilities measured at amortised cost		-	-
Net (loss) / gain on financial assets measured at FVOCI		<b>(9,685)</b>	256,863
Net gain on investments in equity instruments designated at FVOCI		-	-
		<b>(9,685)</b>	256,863
		<b>250,722</b>	(267,137)
<b>29. OTHER INCOME</b>			
Rent on properties		<b>9,012</b>	7,335
Gain on sale of fixed assets - net		<b>21,297</b>	15,735
Gain on sale of ijarah assets - net		<b>30,616</b>	3,014
Staff notice period and other recoveries		<b>20</b>	258
		<b>60,945</b>	26,342

	<b>31 March 2025</b>	31 March 2024
	(Un-Audited)	
	Rupees in '000	
<b>30. OPERATING EXPENSES</b>		
Total compensation expense	<b>3,842,786</b>	3,031,783
<b>Property expense</b>		
Rent & taxes	<b>15,848</b>	45,775
Insurance	<b>6,322</b>	6,421
Utilities cost	<b>307,103</b>	375,278
Security	<b>357,712</b>	256,901
Repair & maintenance	<b>323,808</b>	221,807
Depreciation on property and equipment	<b>270,112</b>	241,979
Depreciation on right-of-use assets	<b>384,978</b>	373,167
	<b>1,665,883</b>	1,521,328
<b>Information technology expenses</b>		
Software maintenance	<b>384,573</b>	179,390
Hardware maintenance	<b>108,717</b>	107,840
Depreciation	<b>155,151</b>	119,511
Amortisation	<b>69,501</b>	42,800
Network charges	<b>306,433</b>	178,942
	<b>1,024,375</b>	628,483
<b>Other operating expenses</b>		
Directors' fees and allowances	<b>5,900</b>	6,657
Fees and allowances to Shariah Board	<b>11,090</b>	9,018
Legal & professional charges	<b>77,531</b>	91,822
Outsourced services costs	<b>132,260</b>	87,055
Travelling & conveyance	<b>207,071</b>	204,019
NIFT clearing charges	<b>38,481</b>	24,050
Depreciation	<b>246,179</b>	200,952
Training & development	<b>28,186</b>	7,963
Postage & courier charges	<b>48,359</b>	49,525
Communication	<b>55,472</b>	40,773
Subscription	<b>260,252</b>	208,473
Repair & maintenance	<b>74,346</b>	78,568
Brokerage & commission	<b>40,279</b>	20,382
Stationery & printing	<b>112,105</b>	156,058
Marketing, advertisement & publicity	<b>128,837</b>	231,479
Management fee	<b>416,998</b>	135,902
Insurance	<b>382,235</b>	284,217
Donations	<b>131,650</b>	140,688
Auditors' Remuneration	<b>18,628</b>	11,222
Security	<b>121,722</b>	105,362
Others	<b>229,832</b>	158,314
	<b>2,767,413</b>	2,252,499
	<b>9,300,457</b>	7,434,093

	Note	31 March 2025 (Un-Audited)	31 March 2024
		Rupees in '000	
<b>31. OTHER CHARGES</b>			
Penalties imposed by the SBP		<u>16,580</u>	<u>71,777</u>
<b>32. CREDIT LOSS ALLOWANCE &amp; WRITE OFFS - NET</b>			
Credit loss allowance against Cash and Balances with banks		146,020	121,420
Credit loss allowance against lendings to financial institutions		724	1,424
Credit loss allowance for diminution in value of investments	10.2	(177)	254,536
Credit loss allowance against loans & advances	11.3	614,716	712,882
Credit loss allowance against other assets		75,490	31,435
Credit loss allowance against off balance sheet obligations		(57,067)	(230,125)
Recovery of written off / charged off bad debts		(101,375)	-
		<u>678,331</u>	<u>891,572</u>
<b>33. TAXATION</b>			
Current		5,247,938	5,184,453
Deferred		1,771,973	592,912
		<u>7,019,911</u>	<u>5,777,365</u>
<b>34. BASIC AND DILUTED EARNINGS PER SHARE</b>			
Profit attributable to equity shareholders of the holding company		<u>6,078,651</u>	<u>5,954,276</u>
		Number in '000	
Weighted average number of ordinary shares		<u>1,047,831</u>	<u>1,047,831</u>
		Rupees	
Basic and diluted earnings per share		<u>5.80</u>	<u>5.68</u>

### 35. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than investment those classified as amortised cost, is based on quoted market price. Quoted securities classified as amortised cost are carried at cost. The fair value of unquoted equity securities is determined on the basis of the break-up value of these investments as per their latest available audited financial statements.

The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

The fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since they are either short-term in nature or, in the case of customer advances, deposits and certain long term borrowings are frequently repriced.

## 35.1 Fair value of financial assets

The Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

- Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e. as prices) or indirectly (i.e. derived from prices).
- Level 3: Fair value measurements using input for the assets or liabilities 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:

### On balance sheet financial instruments

	31 March 2025 (Un-Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
<b>Financial assets measured at fair value</b>				
Investments				
Federal Government securities	80,049,500	562,185,239	-	642,234,739
Non Government debt securities	-	11,060,673	-	11,060,673
Shares - Listed companies	9,742,791	-	-	9,742,791
Mutual funds	325,192	-	-	325,192
Real estate investment trust	3,125,891	-	-	3,125,891
<b>Financial assets - disclosed but not measured at fair value</b>				
Investments				
Federal Government securities	-	87,122,700	-	87,122,700
Shares - Unlisted companies	-	-	51,569	51,569
	<u>93,243,374</u>	<u>660,368,612</u>	<u>51,569</u>	<u>753,663,555</u>
<b>Off-balance sheet financial instruments measured at fair value</b>				
Forward purchase of foreign exchange contracts	-	273,993,395	-	273,993,395
Forward sale of foreign exchange contracts	-	255,914,080	-	255,914,080

## On balance sheet financial instruments

	31 December 2024 (Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
<b>Financial assets measured at fair value</b>				
Investments				
Federal Government securities	74,378,500	622,691,410	–	697,069,910
Non Government debt securities	–	11,055,018	–	11,055,018
Shares - Listed companies	9,131,014	–	–	9,131,014
Mutual funds	3,131,971	–	–	3,131,971
Real estate investment trust	3,068,679	–	–	3,068,679

## Financial assets - disclosed but not measured at fair value

Investments				
Federal Government securities		86,187,652	–	86,187,652
Shares - Unlisted companies	–	–	51,569	51,569
	<u>89,710,164</u>	<u>719,934,080</u>	<u>51,569</u>	<u>809,695,813</u>

## Off-balance sheet financial instruments measured at fair value

Forward purchase of foreign exchange contracts	–	257,959,904	–	257,959,904
Forward sale of foreign exchange contracts	–	290,402,624	–	290,402,624

## 35.2 Fair value of non-financial assets

	31 March 2025 (Un-Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
<b>Non-financial assets measured at fair value</b>				
– Property and equipment	–	10,421,041	–	10,421,041
– Non-banking assets acquired in satisfaction of claim	–	4,299,840	–	4,299,840
	<u>–</u>	<u>14,720,881</u>	<u>–</u>	<u>14,720,881</u>

31 December 2024 (Audited)

Fair value			
Level 1	Level 2	Level 3	Total
Rupees in '000			

### Non-financial assets measured at fair value

– Property and equipment	–	10,015,686	–	10,015,686
– Non-banking assets acquired in satisfaction of claim	–	4,299,840	–	4,299,840
	–	14,315,526	–	14,315,526

### Valuation techniques used in determination of fair valuation of financial instruments within level 2.

Federal government debt securities	The fair value of government securities are valued using PKRV, PKFRV, PKISRV and PSX rates.
Debt securities other than federal government securities	The fair value is determined using the prices / rates available on Mutual Funds Association of Pakistan (MUFAP) / Reuters website and PSX.
Forward contracts	The fair values are derived using forward exchange rates applicable to their respective remaining maturities.
Mutual funds	The fair value is determined based on the net asset values published at the close of each business day.

### Valuation techniques used in determination of fair values of non-financial assets within level 3.

Property and equipment and non-banking assets acquired in satisfaction of claim	<p>Property and equipment and non-banking assets are valued by professionally qualified valuers. The valuation is based on their assessment of the market value of the assets. In determining the valuation for land and building the valuer refers to numerous independent market inquiries from local estate agents / realtors in the vicinity to establish the present market value. The fair valuation of land and building are considered to represent a level 2 valuation based on significant non-observable inputs being the location and condition of the assets.</p> <p>The fair value is subject to change owing to changes in input. However, management does not expect there to be a material sensitivity to the fair value arising from the non-observable inputs.</p>
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### 36. SEGMENT INFORMATION

#### 36.1. Segment details with respect to business activities

	31 March 2025 (Un-Audited)				
	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
<b>Profit and Loss</b>					
Net mark-up/return/profit	14,967,661	(5,377,612)	3,671,013	4,814,450	18,075,512
Inter segment revenue - net	(12,515,559)	9,385,456	3,130,103	-	-
Non mark-up / return / interest income	2,355,247	345,594	2,239,314	510,813	5,450,968
<b>Total Income</b>	<b>4,807,349</b>	<b>4,353,438</b>	<b>9,040,430</b>	<b>5,325,263</b>	<b>23,526,480</b>
Segment direct expenses	(228,498)	-	-	-	(228,498)
Inter segment expense allocation	-	(2,149,485)	(4,723,553)	(2,482,969)	(9,356,007)
Total expenses	(228,498)	(2,149,485)	(4,723,553)	(2,482,969)	(9,584,505)
Credit loss allowance	(571)	(10,128)	(991,937)	324,305	(678,331)
<b>Profit before tax</b>	<b>4,578,280</b>	<b>2,193,825</b>	<b>3,324,940</b>	<b>3,166,599</b>	<b>13,263,644</b>
<b>Balance Sheet</b>					
Cash and bank balances	2,423,592	24,103,741	51,857,773	20,979,947	99,365,053
Investments - net	611,818,972	-	-	139,367,460	751,186,432
Net inter segment lending	-	378,256,708	33,724,535	-	411,981,243
Lendings to financial institutions	4,161,661	-	-	-	4,161,661
Advances - performing	-	10,942,230	441,138,426	184,279,689	636,360,345
Advances - non-performing	-	2,992,169	19,406,394	3,097,689	25,496,252
Credit loss allowance against advances	-	(719,446)	(25,032,507)	(5,337,336)	(31,089,289)
Others	26,778,424	7,643,282	77,030,993	17,695,686	129,148,385
<b>Total assets</b>	<b>645,182,649</b>	<b>423,218,684</b>	<b>598,125,614</b>	<b>360,083,135</b>	<b>2,026,610,082</b>
Borrowings	241,729,545	-	89,765,417	29,521,176	361,016,138
Deposits and other accounts	-	376,615,264	398,183,363	234,789,524	1,009,588,151
Net inter segment borrowing	362,981,243	-	-	49,000,000	411,981,243
Others	9,011,573	13,465,436	68,611,330	32,009,031	123,097,370
<b>Total liabilities</b>	<b>613,722,361</b>	<b>390,080,700</b>	<b>556,560,110</b>	<b>345,319,731</b>	<b>1,905,682,902</b>
<b>Net Assets</b>	<b>31,460,288</b>	<b>33,137,984</b>	<b>41,565,504</b>	<b>14,763,404</b>	<b>120,927,180</b>
<b>Equity</b>					<b>120,927,180</b>
<b>Contingencies and commitments</b>	<b>623,410,267</b>	<b>-</b>	<b>385,232,324</b>	<b>43,078,115</b>	<b>1,051,720,706</b>

31 March 2024 (Un-Audited)

	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
<b>Profit and Loss</b>					
Net mark-up/return/profit	32,772,119	(14,496,522)	(4,952,474)	3,477,112	16,800,235
Inter segment revenue - net	(31,681,561)	19,259,215	12,422,346	-	-
Non mark-up / return / interest income	1,491,853	247,192	1,840,444	163,224	3,742,713
<b>Total Income</b>	<u>2,582,411</u>	<u>5,009,885</u>	<u>9,310,316</u>	<u>3,640,336</u>	<u>20,542,948</u>
Segment direct expenses	(103,193)	-	-	-	(103,193)
Inter segment expense allocation	-	(1,933,221)	(4,358,448)	(1,355,484)	(7,647,153)
<b>Total expenses</b>	<u>(103,193)</u>	<u>(1,933,221)</u>	<u>(4,358,448)</u>	<u>(1,355,484)</u>	<u>(7,750,346)</u>
Credit loss allowance	19,337	(236)	(1,461,468)	550,795	(891,572)
<b>Profit before tax</b>	<u>2,498,555</u>	<u>3,076,428</u>	<u>3,490,400</u>	<u>2,835,647</u>	<u>11,901,030</u>

31 December 2024 (Audited)

	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
<b>Balance Sheet</b>					
Cash and bank balances	6,522,567	25,145,136	46,725,795	14,971,525	93,365,023
Investments - net	660,476,083	-	-	147,020,502	807,496,585
Net inter segment lending	-	379,807,962	27,488,264	-	407,296,226
Lendings to financial institutions	5,570,998	-	-	-	5,570,998
Advances - performing	-	15,855,835	398,759,133	92,867,464	507,482,432
Advances - non-performing	-	336,133	21,984,981	3,139,699	25,460,813
Credit loss allowance against advances	-	(603,370)	(24,209,577)	(5,661,642)	(30,474,589)
Others	21,655,600	12,192,814	64,717,515	18,117,153	116,683,082
<b>Total assets</b>	<u>694,225,248</u>	<u>432,734,510</u>	<u>535,466,111</u>	<u>270,454,701</u>	<u>1,932,880,570</u>
Borrowings	232,483,335	-	88,846,547	28,894,549	350,224,431
Deposits and other accounts	-	374,480,521	345,352,420	205,395,048	925,227,989
Net inter segment borrowing	407,296,226	-	-	-	407,296,226
Others	3,687,896	18,151,910	88,505,839	18,893,629	129,239,274
<b>Total liabilities</b>	<u>643,467,457</u>	<u>392,632,431</u>	<u>522,704,806</u>	<u>253,183,226</u>	<u>1,811,987,920</u>
<b>Net Assets</b>	<u>50,757,791</u>	<u>40,102,079</u>	<u>12,761,305</u>	<u>17,271,475</u>	<u>120,892,650</u>
<b>Equity</b>					<u>120,892,650</u>
<b>Contingencies and commitments</b>	<u>547,663,058</u>	<u>-</u>	<u>343,225,958</u>	<u>44,643,011</u>	<u>935,532,027</u>

### 37. TRANSACTIONS WITH RELATED PARTIES

The Group has related party relationships with its ultimate parent company, associates, companies with common directorship, key management personnel, directors and employees' retirement benefit plans.

The Group enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions in respect of charge for employees' retirement benefits are made in accordance with actuarial valuation and terms of contribution plan. Salaries and allowances of the key management personnel are in accordance with the terms of their employment. Other transactions are at agreed terms.

Details of transactions with related parties during the period are as follows:

	31 March 2025 (Un-Audited)					
	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000					
<b>Balances with other banks</b>						
In current accounts	419,356	187,386	-	-	-	606,742
<b>Advances</b>						
Opening balance	-	6,504,983	331,041	-	-	6,836,024
Addition during the period	-	23,424,929	48,661	-	-	23,473,590
Repaid during the period	-	(21,830,137)	(13,342)	-	-	(21,843,479)
Closing balance	-	8,099,775	366,360	-	-	8,466,135
<b>Other Assets</b>						
Mark-up / return / interest receivable	-	60,761	-	-	-	60,761
Dividend receivable						
Prepayments / advance deposits / other receivables	468	67,715	-	-	-	68,183
	468	128,476	-	-	-	128,944
<b>Deposits and other accounts</b>						
Opening balance	231,356	5,396,117	224,702	967,344	2,340,225	9,159,744
Received during the period	2,144,456	812,110,810	477,444	742,418	1,238,332	816,713,460
Withdrawn during the period	(2,082,106)	(811,372,289)	(438,527)	(723,257)	(1,463,756)	(816,079,935)
Closing balance	293,706	6,134,638	263,619	986,505	2,114,801	9,793,269
<b>Other Liabilities</b>						
Mark-up / return / interest payable	-	97,434	2,838	16,773	158,675	275,720
Management fee payable for technical and consultancy services *	166,085	-	-	-	-	166,085
Other payables	-	23,878	-	995	254,198	279,071
	166,085	121,312	2,838	17,768	412,873	720,876
<b>Contingencies and commitments</b>						
Transaction-related contingent liabilities	-	15,942,100	-	-	-	15,942,100
Trade-related contingent liabilities	-	8,114,431	-	-	-	8,114,431
	-	24,056,531	-	-	-	24,056,531

\* Management fee is as per the agreement with the holding company .

31 December 2024 (Audited)

	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000					
<b>Balances with other banks</b>						
In current accounts	322,178	277,533	–	–	–	599,711
<b>Advances</b>						
Opening balance	–	5,709,339	290,151	–	–	5,999,490
Addition during the year	–	134,111,594	124,870	–	–	134,236,464
Repaid during the year	–	(133,315,950)	(83,980)	–	–	(133,399,930)
Closing balance	–	6,504,983	331,041	–	–	6,836,024
<b>Other Assets</b>						
Mark-up / return / interest receivable	–	31,360	–	–	–	31,360
Prepayments / advance deposits / other receivables	468	67,006	–	–	–	67,474
	468	98,366	–	–	–	98,834
<b>Deposits and other accounts</b>						
Opening balance	242,044	25,121,296	319,529	822,094	1,579,294	28,084,257
Received during the year	19,784,319	2,786,807,658	1,534,947	3,140,332	6,936,984	2,818,204,240
Withdrawn during the year	(19,795,007)	(2,806,532,836)	(1,629,774)	(2,995,082)	(6,176,053)	(2,837,128,752)
Closing balance	231,356	5,396,118	224,702	967,344	2,340,225	9,159,745
<b>Other Liabilities</b>						
Mark-up / return / interest payable	–	102,296	10,616	8,566	220,238	341,716
Management fee payable for technical and consultancy services *	–	–	–	–	–	–
Other payables	–	900	–	995	117,071	118,966
	–	103,196	10,616	9,561	337,309	460,682
<b>Contingencies and commitments</b>						
Transaction-related contingent liabilities	–	13,955,479	–	–	–	13,955,479
Trade-related contingent liabilities	–	6,073,667	–	–	–	6,073,667
	–	20,029,146	–	–	–	20,029,146

\* Management fee is as per the agreement with the holding company.

## Transactions during the period

	For the period ended 31 March 2025 (Un-Audited)					
	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000					
<b>Income</b>						
Mark-up / return / interest earned	-	46,351	4,689	-	-	51,040
Fee and commission income	-	184,883	-	42	6	184,931
Rent income	1,404	2,585	-	-	-	3,989
<b>Expense</b>						
Mark-up / return / interest expensed	-	117,309	7,190	18,295	294,081	436,875
Commission / brokerage / bank charges paid	310	897	-	-	-	1,207
Salaries and allowances	-	-	279,114	-	-	279,114
Directors' fees and allowances	-	-	-	8,676	-	8,676
Charge to defined benefit plan	-	-	-	-	92,559	92,559
Contribution to defined contribution plan	-	-	-	-	110,153	110,153
Insurance premium expenses	-	35,727	-	-	-	35,727
Management fee expense for technical and consultancy services *	409,005	-	-	-	-	409,005
Donation	-	-	-	-	-	-

\* Management fee is as per the agreement with the holding company.

## Transactions during the period

	For the period ended 31 March 2024 (Un-Audited)					Total
	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans	
	Rupees in '000					
<b>Income</b>						
Mark-up / return / interest earned	–	18,405	3,940	–	–	22,345
Fee and commission income	41	204,152	–	58	–	204,251
Rent income	1,404	2,585	–	–	–	3,989
<b>Expenses</b>						
Mark-up / return / interest expensed	–	914,314	13,183	19,150	61,917	1,008,564
Commission / brokerage / bank charges paid	54	717	–	–	–	771
Salaries and allowances	–	–	255,718	–	–	255,718
Directors' fees and allowances	–	–	–	6,657	–	6,657
Charge to defined benefit plan	–	–	–	–	83,162	83,162
Contribution to defined contribution plan	–	–	–	–	94,805	94,805
Insurance premium expenses	–	20,464	–	–	–	20,464
Management fee expense for technical and consultancy services *	135,902	–	–	–	–	135,902
Donation	–	480	–	–	–	480

\* Management fee is as per the agreement with the holding company.

### 38. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
<b>Minimum Capital Requirement (MCR):</b>		
Paid-up capital (net of losses)	<u>10,478,315</u>	<u>10,478,315</u>
<b>Capital Adequacy Ratio (CAR):</b>		
Eligible common equity tier 1 (CET 1) Capital	<u>102,467,504</u>	100,906,644
Eligible additional tier 1 (ADT 1) Capital	<u>50,793</u>	51,609
Total eligible tier 1 capital	<u>102,518,297</u>	100,958,253
Eligible tier 2 capital	<u>16,500,519</u>	18,293,582
Total eligible capital (tier 1 + tier 2)	<u>119,018,816</u>	119,251,835
<b>Risk Weighted Assets (RWAs):</b>		
Credit risk	<u>571,973,659</u>	474,510,547
Market risk	<u>8,544,512</u>	9,158,527
Operational risk	<u>147,822,438</u>	147,822,438
Total	<u>728,340,609</u>	631,491,512
CET 1 capital adequacy ratio	<u>14.07%</u>	15.98%
Tier 1 capital adequacy ratio	<u>14.08%</u>	15.99%
Total capital adequacy ratio	<u>16.34%</u>	18.88%
<b>Minimum capital requirements prescribed by SBP</b>		
CET 1 capital adequacy ratio	6.00%	6.00%
Tier 1 capital adequacy ratio	7.50%	7.50%
Total capital adequacy ratio	11.50%	11.50%

The Group use simple, maturity method and basic indicator approach for credit risk, market risk and operational risk exposures respectively in the capital adequacy calculation.

#### **Leverage Ratio (LR):**

Eligible tier-1 capital	<u>102,518,297</u>	100,958,253
Total exposures	<u>2,093,372,006</u>	1,974,617,349
Leverage ratio	<u>4.90%</u>	5.11%

## 39. ISLAMIC BANKING BUSINESS

The bank is operating 223 (31 December 2024: 223) Islamic banking branches and 190 (31 December 2024: 190) Islamic banking windows at the end of the period.

	Note	<b>31 March 2025</b> (Un-Audited)	31 December 2024 (Audited)
Rupees in '000			
<b>ASSETS</b>			
Cash and balances with treasury banks		<b>20,937,886</b>	14,936,606
Balances with other banks		<b>42,061</b>	34,919
Due from financial institutions		-	-
Investments	39.1	<b>139,367,460</b>	147,020,502
Islamic financing and related assets – net	39.2	<b>182,040,042</b>	90,345,521
Property and equipment		<b>777,545</b>	800,502
Right-of-use assets		<b>3,034,801</b>	3,055,711
Intangible assets		-	-
Due from Head Office		-	5,167,862
Other assets		<b>13,883,342</b>	9,093,078
<b>Total Assets</b>		<b>360,083,137</b>	270,454,701
<b>LIABILITIES</b>			
Bills payable		<b>5,098,205</b>	6,374,863
Due to financial institutions		<b>78,521,176</b>	28,894,549
Deposits and other accounts	39.3	<b>234,789,524</b>	205,395,048
Due to Head Office		<b>14,296,239</b>	-
Lease liabilities		<b>3,725,810</b>	3,696,838
Subordinated debt		-	-
Other liabilities		<b>8,888,779</b>	8,821,928
		<b>345,319,733</b>	253,183,226
<b>NET ASSETS</b>		<b>14,763,404</b>	17,271,475
<b>REPRESENTED BY</b>			
Islamic Banking Fund		<b>11,007,004</b>	11,006,964
Reserves		-	-
Surplus on revaluation of assets		<b>2,299,764</b>	3,390,215
Unappropriated profit	39.4	<b>1,456,636</b>	2,874,296
		<b>14,763,404</b>	17,271,475
<b>CONTINGENCIES AND COMMITMENTS</b>	39.5		

The profit and loss account of the Bank's Islamic banking branches for the period ended 31 March 2025 is as follows:

	Note	31 March 2025 (Un-Audited)	31 March 2024 (Un-Audited)
Rupees in '000			
<b>PROFIT AND LOSS ACCOUNT</b>			
Profit / return earned	39.6	<b>8,700,500</b>	8,873,413
Profit / return expensed	39.7	<b>(3,886,050)</b>	(5,396,301)
<b>Net Profit / return</b>		<b>4,814,450</b>	3,477,112
<b>Other income</b>			
Fee and Commission Income		<b>335,623</b>	210,429
Dividend Income		-	-
Foreign Exchange Income		<b>46,877</b>	30,396
Income / (loss) from derivatives		-	-
Gain / (loss) on securities		<b>97,975</b>	(81,303)
Other Income		<b>30,338</b>	3,702
<b>Total other income</b>		<b>510,813</b>	163,224
<b>Total Income</b>		<b>5,325,263</b>	3,640,336
<b>Other expenses</b>			
Operating expenses		<b>2,482,964</b>	1,355,384
Workers' welfare fund		-	-
Other charges		<b>5</b>	100
<b>Total other expenses</b>		<b>2,482,969</b>	1,355,484
<b>Profit before credit loss allowance</b>		<b>2,842,294</b>	2,284,852
Credit loss allowance and write offs – net		<b>324,305</b>	550,795
<b>Profit before taxation</b>		<b>3,166,599</b>	2,835,647
Taxation		<b>(1,709,963)</b>	(1,389,467)
<b>Profit after taxation</b>		<b>1,456,636</b>	1,446,180

## 39.1 Investments by segments

31 March 2025 (Un-Audited)

	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
Rupees in '000				
<b>Debt Instruments</b>				
<b>Measured at amortised cost</b>				
Federal government securities				
– Ijarah Sukuk	2,976,497	–	–	2,976,497
– Certificate of investment	3,500,000	(50)	–	3,499,950
	<b>6,476,497</b>	<b>(50)</b>	<b>–</b>	<b>6,476,447</b>
<b>Measured at FVOCI</b>				
Federal government securities				
– Ijarah Sukuk	122,761,550	–	2,511,951	125,273,501
Non Government Debt Securities	6,660,756	(340,000)	(212,187)	6,108,569
	<b>129,422,306</b>	<b>(340,000)</b>	<b>2,299,764</b>	<b>131,382,070</b>
<b>Instruments classified / measured at FVTPL</b>				
	1,508,943	–	–	1,508,943
<b>Total investments</b>	<b>137,407,746</b>	<b>(340,050)</b>	<b>2,299,764</b>	<b>139,367,460</b>

31 December 2024 (Audited)

	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
Rupees in '000				
<b>Debt Instruments</b>				
<b>Measured at amortised cost</b>				
Federal government securities				
– Ijarah Sukuk	2,974,050	–	–	2,974,050
– Certificate of investment	3,000,000	(52)	–	2,999,948
	5,974,050	(52)	–	5,973,998
<b>Measured at FVOCI</b>				
Federal government securities				
– Ijarah Sukuk	125,750,660	–	3,545,698	129,296,358
Non Government Debt Securities	6,683,993	(340,000)	(235,423)	6,108,570
	132,434,653	(340,000)	3,310,275	135,404,928
<b>Instruments mandatory classified / measured at FVTPL</b>				
	5,561,635	–	79,941	5,641,576
<b>Total investments</b>	<b>143,970,338</b>	<b>(340,052)</b>	<b>3,390,216</b>	<b>147,020,502</b>

### 39.2 Islamic financing and related assets - net

	31 March 2025 (Un-Audited)			
	Financing	Advances	Inventory	Total
	Rupees in '000			
Ijarah	516,467	668,777	-	1,185,244
Ijarah - islamic long term financing facility	10,451	-	-	10,451
Murabaha	4,919,105	2,105,229	-	7,024,334
Working capital musharaka	98,364,017	-	-	98,364,017
Diminishing musharaka	20,889,143	3,553,976	-	24,443,119
Istisna	4,720,382	7,557,381	2,159,442	14,437,205
Al-bai	1,331,035	-	4,236,127	5,567,162
<b>Diminishing musharaka:</b>				
Islamic long term financing facility	3,141,525	-	-	3,141,525
Islamic refinance scheme for payment of wages and salaries	-	93,534	-	93,534
Islamic financing facility for storage of agricultural produce	519,946	-	-	519,946
Islamic temporary economic refinance facility	8,547,280	-	-	8,547,280
Islamic financing facility for renewable energy	485,598	-	-	485,598
<b>Islamic export refinance:</b>				
Working capital musharaka	18,246,816	-	-	18,246,816
Istisna	1,438,352	1,910,139	170,154	3,518,645
Al-bai	974,950	-	817,552	1,792,502
Gross islamic financing and related assets	<b>164,105,067</b>	<b>15,889,036</b>	<b>7,383,275</b>	<b>187,377,378</b>
Credit loss allowance held against non-performing islamic financings				
-Stage 1	(81,017)	(17,262)	(8,040)	(106,319)
-Stage 2	(1,872,182)	(91,315)	(169,831)	(2,133,328)
-Stage 3	(3,097,689)	-	-	(3,097,689)
	(5,050,888)	(108,577)	(177,871)	(5,337,336)
Islamic financing and related assets - net of Credit loss allowance held	<b>159,054,179</b>	<b>15,780,459</b>	<b>7,205,404</b>	<b>182,040,042</b>

31 December 2024 (Audited)

	Financing	Advances	Inventory	Total
	Rupees in '000			
Ijarah	540,947	17,607	-	558,554
Ijarah - islamic long term financing facility	12,306	-	-	12,306
Murabaha	5,111,120	674,294	-	5,785,414
Working capital musharaka	13,745,539	-	-	13,745,539
Diminishing musharaka	20,926,138	2,060,716	-	22,986,854
Istisna	2,962,798	10,917,577	587,823	14,468,198
Al-bai	1,639,352	-	1,684,955	3,324,307
<b>Diminishing musharaka:</b>				
Islamic long term financing facility	3,293,757	-	-	3,293,757
Islamic refinance scheme for payment of wages and salaries	-	93,534	-	93,534
Islamic financing facility for storage of agricultural produce	522,889	-	-	522,889
Islamic temporary economic refinance facility	8,306,821	-	-	8,306,821
Islamic financing facility for renewable energy	506,756	-	-	506,756
<b>Islamic export refinance:</b>				
Working capital musharaka	18,146,877	-	-	18,146,877
Istisna	498,545	1,798,242	153,100	2,449,887
Al-bai	1,129,747	-	675,723	1,805,470
Gross islamic financing and related assets	77,343,592	15,561,970	3,101,601	96,007,163
Less: Credit loss allowance against Islamic financings				
-Stage 1	(103,977)	(18,873)	(6,466)	(129,316)
-Stage 2	(2,314,517)	(63,235)	(49,959)	(2,427,711)
-Stage 3	(3,104,615)	-	-	(3,104,615)
	(5,523,109)	(82,108)	(56,425)	(5,661,642)
Islamic financing and related assets - net of Credit loss allowance held	71,820,483	15,479,862	3,045,176	90,345,521

### 39.3 Deposits

	31 March 2025 (Un-Audited)			31 December 2024 (Audited)		
	Customers	Financial Institutions	Total	Customers	Financial Institutions	Total
	Rupees in '000					
Current deposits	101,609,803	296,423	101,906,226	103,322,951	337,309	103,660,260
Savings deposits	54,885,716	41,903,956	96,789,672	57,562,083	4,329,081	61,891,164
Term deposits	31,540,306	135,000	31,675,306	36,599,875	135,000	36,734,875
Others	4,418,320	-	4,418,320	3,108,749	-	3,108,749
	<u>192,454,145</u>	<u>42,335,379</u>	<u>234,789,524</u>	<u>200,593,658</u>	<u>4,801,390</u>	<u>205,395,048</u>

<b>31 March 2025</b>	31 December 2024
(Un-Audited)	(Audited)
————— Rupees in '000 —————	

### 39.4 Unappropriated profit

Opening balance	<b>2,874,296</b>	4,720,817
Add: Islamic banking profit for the period / year	<b>3,166,599</b>	6,248,469
Less: Taxation	<b>(1,709,963)</b>	(3,374,173)
Less: Transferred to head office	<b>(2,874,296)</b>	(4,720,817)
Closing balance	<u><b>1,456,636</b></u>	<u>2,874,296</u>

### 39.5 Contingencies and commitments

Guarantees	<b>17,101,126</b>	18,073,842
Commitments	<b>25,976,989</b>	26,569,169
	<u><b>43,078,115</b></u>	<u>44,643,011</u>

<b>31 March 2025</b>	31 March 2024
(Un-Audited)	
————— Rupees in '000 —————	

### 39.6 Profit / return earned

Financing	<b>4,276,610</b>	5,002,172
Investments	<b>4,414,064</b>	3,860,883
Placements	<b>9,826</b>	10,358
	<u><b>8,700,500</b></u>	<u>8,873,413</u>

	<b>31 March 2025</b>	31 March 2024
	(Un-Audited)	
	———— Rupees in '000 ————	
<b>39.7 Profit / return expensed</b>		
Deposits and other accounts	<b>2,687,463</b>	4,132,177
Due to financial institutions	<b>1,087,416</b>	1,200,151
Lease liability against right-of-use assets	<b>111,171</b>	63,973
	<b><u>3,886,050</u></b>	<u>5,396,301</u>

#### 40. GENERAL

**40.1** The figures have been rounded off to nearest thousand rupees, unless otherwise stated.

**40.2** Comparative information has been re-classified, re-arranged or additionally incorporated in these consolidated condensed interim financial statements wherever necessary to facilitate comparison and better presentation. However, no major reclassification have been made.

#### 41. NON-ADJUSTING EVENT AFTER STATEMENT OF FINANCIAL POSITION / DATE OF AUTHORISATION FOR ISSUE

**41.1** The Board of Directors in its meeting held on 22 April 2025 has approved an interim cash dividend of Rs. 2.50 per share (2024: interim cash dividend of Rs. 2.50 per share)

**41.2** These consolidated condensed interim financial statements were authorised for issue on 22 April 2025 by the Board of Directors of the Bank.

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