



[Subsidiary of Habib Bank AG Zurich]

HABIBMETRO

THIRD QUARTER REPORT SEPTEMBER 2025

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هَذَا فَضْلُكَ

OUR VISION

To be the most respected financial institution
based on trust, service and commitment



OUR VALUES

RESPECT

We respect our heritage, our team's dedication, and our customers' faith in us.

INTEGRITY

We set high professional and ethical standards for ourselves and each other.

TEAMWORK

We play to our strengths and build teams that deliver at the local and global levels.

RESPONSIBILITY

We take responsibility for ourselves, our actions, and always give our best.

COMMITMENT

We are committed to responding to the needs of our customers.

TRUST

We safeguard the trust that our customers place in us, and foster the same with passion.



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CORPORATE INFORMATION

BOARD OF DIRECTORS

CHAIRMAN

Mohamedali R. Habib

PRESIDENT & CHIEF EXECUTIVE OFFICER

Khurram Shahzad Khan

DIRECTORS

Ali Abbas Sikander

Hamza Habib

Mohomed Bashir

Mohsin A. Nathani

Muhammad H. Habib

Rashid Ahmed Jafer

Sima Kamil

BOARD COMMITTEES

AUDIT

Mohsin A. Nathani

Muhammad H. Habib

Rashid Ahmed Jafer

CREDIT

Hamza Habib

Khurram Shahzad Khan

Mohamedali R. Habib

Mohsin A. Nathani

Rashid Ahmed Jafer

INFORMATION TECHNOLOGY

Ali Abbas Sikander

Hamza Habib

Khurram Shahzad Khan

Mohamedali R. Habib

HUMAN RESOURCE & REMUNERATION

Ali Abbas Sikander

Mohamedali R. Habib

Mohomed Bashir

Mohsin A. Nathani

Sima Kamil

RISK & COMPLIANCE

Khurram Shahzad Khan

Mohsin A. Nathani

Muhammad H. Habib

Rashid Ahmed Jafer

SHARIAH BOARD

Tan Sri Dr. Mohd. Daud Bakar - Chairman

Mufti Abdul Sattar Laghari - Member

Mufti Khawaja Noor ul Hassan - Resident Member

HEAD OF LEGAL & COMPANY SECRETARY

Mehvish Muneera

REGISTERED OFFICE

Ground Floor, HABIBMETRO Head Office

I. I. Chundrigar Road,

Karachi - 74200, Pakistan

SHARE REGISTRAR

CDC Share Registrar Services Limited

CDC House, 99-B, Block-B,

S.M.C.H.S., Main Shahra-e-Faisal,

Karachi - 74400

DIRECTORS' REVIEW

On behalf of the Board of Directors of Habib Metropolitan Bank, I am pleased to present the condensed interim un-audited financial statements for the nine months ended 30 September 2025.

Pakistan's economic and financial condition is showing steady improvement driven by prudent and consistent monetary and fiscal policies. Despite challenges like flood-related damages, overall fiscal discipline and progress under IMF programs have strengthened the economy's foundation. Pakistan has reached a staff-level agreement with the IMF on the second review of the 37-month Extended Fund Facility (EFF) and the first review of the 28-month Resilience and Sustainability Facility (RSF). Upon Executive Board approval, Pakistan will receive US\$1.2 billion, bringing total disbursements to US\$3.3 billion.

Inflation remains moderate but is expected to rise in the coming months due to higher food prices caused by floods in Punjab and KPK disrupting perishable goods supply. Inflation recorded at 5.6 percent in September 2025, with a fiscal year-to-date average of 4.2 percent as compared to 9.2 percent in the same period last year. Despite the higher food/commodity prices in the coming months, inflation outlook is expected to remain within the SBP medium term target range of 5-7 percent.

Remittances increased by 7.0 percent in the first quarter of FY2025 following a 27.0 percent increase in FY2024 and are expected to remain at similar levels this year. Modest export growth alongside pickup in import growth display challenges in balancing foreign exchange inflows and outflows but recent decline in the global commodity prices is providing some relief to external balances. These factors collectively impact Pakistan's external sector stability and overall economic outlook.

The SBP has maintained the policy rate at 11.0 percent since May 2025 after a 100-bps cut, aiming to support economic activity. The Pakistani rupee averaged around 281 during the first nine months of 2025. The banking sector has also seen growth, with deposits and investments rising, though advances have contracted due to cautious lending amid a slowing economic cycle.

By the Grace of Allah, HABIBMETRO posted a profit before tax of Rs. 37,336 million for the first nine months of 2025, with after-tax earnings of Rs. 16.37 per share. Net mark-up income stood at Rs. 50,949 million, while non-mark-up income grew by 20.9 percent to Rs. 17,869 million. Investments stood at Rs. 886,666 million, while net advances remained stable at Rs. 473,704 million. Deposits rose by 12.0 percent to Rs. 1,038,042 million as compared to December 2024 level, with current account deposit share of 40.0%.

The Bank's net equity stands at Rs. 123,345 million, with a capital adequacy ratio of 18.27 percent.

The Board of Directors is pleased to approve an interim cash dividend of Rs. 2.50 (25%) for the quarter ended September 30, 2025. This is in addition to Rs. 5.00 (50%) already announced in first two quarters of 2025.

The Bank maintained its ratings of AA+ for the long-term and A1+ for the short-term, assigned by the Pakistan Credit Rating Agency Limited (PACRA), reflecting high credit quality with a low expectation of credit risk and a strong capacity for timely payment of financial commitments.

HABIBMETRO operates 561 branches in 228 cities across Pakistan, including 242 Islamic banking branches and 311 Islamic banking windows, offering a diversified suite of banking products including digital banking (mobile app, web banking, and variety of banking services). The Bank remains committed to corporate social responsibility, with a focus on healthcare and education, and continues to engage its employees in charitable activities.

In conclusion, we extend our sincere thanks to the Ministry of Finance, the State Bank of Pakistan, and the Securities and Exchange Commission of Pakistan for their continued support. We also thank our valued shareholders and customers for their trust, the Board of Directors for their guidance and the staff of HabibMetro for their dedication, which enables us to grow from strength to strength.

On behalf of the Board

KHURRAM SHAHZAD KHAN

President & Chief Executive Officer

Karachi: 23 October 2025

بینک نے پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) کی جانب سے لاگ ٹرم کیلئے AA اور شارٹ ٹرم کیلئے A1 کی ریٹنگ حاصل کی ہے جو کریڈٹ کے کم از کم خطرے کے امکان کے ساتھ اعلیٰ کریڈٹ کوالٹی اور مالیاتی معاہدوں کی بروقت ادائیگی کی مستحکم گنجائش کو ظاہر کرتی ہے۔

حبیب میٹروپاکستان بھر میں 228 شہروں میں 561 برانچز بشمول 242 اسلامک بینکنگ برانچز اور 311 اسلامک بینکنگ ونڈوز کے ساتھ کام کر رہا ہے اور بینکنگ کی متعدد پروڈکٹس کی پیشکش بشمول ڈیجیٹل بینکاری (موبائل ایپ، ویب بینکنگ اور بینکنگ سروسز کی ایک وسیع تر رانگی) فراہم کرتا ہے۔ بینک اپنی کارپوریٹ سماجی ذمہ داری کے لئے بھی پُر عزم ہے اور ہیلتھ کیئر اور تعلیم پر خصوصی توجہ دینے کے ساتھ مستقل طور پر فلاحی سرگرمیوں میں اپنے ملازمین کو فعال رکھتا ہے۔

اس بات کے تسلسل کے ساتھ ہم وزارت خزانہ، اسٹیٹ بینک آف پاکستان اور سیکورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے مستقل تعاون پر ان کے انتہائی شکر گزار ہیں۔ ہم اپنے معزز شیئرز ہولڈرز اور صارفین کا بھی ان کے اعتماد، بورڈ آف ڈائریکٹرز کا ان کی سرپرستی و رہنمائی اور حبیب میٹرو کے اسٹاف کا ان کی انتھک محنت پر بھی شکریہ ادا کرنا چاہیں گے جن کی بدولت ہم استحکام کی جانب سفر جاری رکھے ہوئے ہیں۔

منجانب بورڈ

خرم شہزاد خان

صدر و چیف ایگزیکٹو آفیسر

کراچی: 23 اکتوبر 2025

ڈائریکٹرز ریویو

میں نہایت مسرت کے ساتھ حبیب میٹرو پولیٹن بینک کے بورڈ آف ڈائریکٹرز کی جانب سے 30 ستمبر 2025 کو ختم ہونے والی تیسری سہ ماہی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کر رہا ہوں۔

پاکستان کی معیشت اور مالیاتی صورتحال محتاط اور مانیٹری اور مالی پالیسیوں کے تسلسل کی وجہ سے بتدریج بہتری ظاہر کر رہی ہے۔ سیلاب سے ہونے والے نقصانات جیسے چیلنجز کے باوجود مجموعی مالیاتی نظم و ضبط اور آئی ایم ایف پروگرام کے تحت پیش رفت نے معیشت کی بنیاد کو مستحکم کیا۔ پاکستان 37 ماہ کے ایکسٹینڈڈ فنڈ فیسلٹی (ای ایف ایف) کے دوسرے جائزے اور 28 ماہ کے ری سائیکلنگ اینڈ سسٹین ایبلٹی فیسلٹی (آ ر ایس ایف) کے پہلے جائزے پر آئی ایم ایف کے ساتھ اسٹاف لیول معاہدے پر پہنچ چکا ہے۔ ایکڑیکلو بورڈ کی منظوری کے تحت پاکستان کو 1.2 بلین امریکی ڈالروصول ہوں گے اور مجموعی تقسیم 3.3 بلین امریکی ڈالر تک پہنچ جائے گی۔

مہنگائی کی سطح مناسب ہے تاہم مکنہ طور پر آنے والے مہینوں میں پنجاب اور خیبر پختونخواہ میں سیلاب کی وجہ سے اشیاء کی سپلائی میں رکاوٹ ہونے سے اشیاء خورد و نوش کے بلند تر نرخوں کی وجہ سے مہنگائی میں اضافے کا امکان ہے۔ ستمبر 2025 میں مہنگائی کی شرح مالی سال کے لحاظ سے 4.2 کے اوسط کے ساتھ 5.6 فیصد ریکارڈ کی گئی جو اس کے مقابلے میں گزشتہ سال کی اس مدت میں 9.2 فیصد تھی۔ آنے والے ماہ میں خوراک/اشیاء صرف کے نرخوں میں اضافے کی وجہ سے مکنہ طور پر یہ شرح 5-7 فیصد رہے گی۔

مالی سال 2025 کی پہلی سہ ماہی میں زرتربلیات مالی سال 2024 میں 27.0 فیصد اضافے کے بعد 7.0 فیصد تک بڑھ گئیں اور توقع ہے کہ اس سال اس حجم پر برقرار رہیں گی۔ مناسب برآمدی گروتھ کے ساتھ درآمدی گروتھ بڑھنے سے غیر ملکی زرمبادلہ کے افلوڑ اور آؤٹ فلوڑ میں توازن برقرار رکھنے میں چیلنجز کا سامنا رہا تاہم حالیہ دنوں میں بین الاقوامی اشیاء صرف کے نرخوں میں کمی نے بیرونی بیلنسز میں قدر بیلیف فراہم کیا ہے۔ ان عناصر نے مشنز کے طور پر پاکستان کے بیرونی سیکٹر کے استحکام اور مجموعی معاشی منظر نامے پر مثبت اثرات مرتب کئے۔

ایس بی پی نے 100 بی پی ایس کم کرنے کے بعد مئی 2025 سے پالیسی ریٹ کو 11.0 فیصد پر برقرار رکھا ہے جس کا مقصد معاشی سرگرمی کو سپورٹ کرنا ہے۔ پاکستانی روپیہ 2025 کے پہلے نو ماہ کے دوران اوسطاً 281 پر گردش کرتا رہا۔ بینکنگ سیکٹر نے بھی بڑھتے ہوئے ڈپازٹس اور سرمایہ کاریوں کے ساتھ گروتھ ظاہر کی اگرچہ محتاط لینڈنگ کے باعث ایڈوائسز کم رہے اور معاشی دائرہ سست رہا۔

اللہ تعالیٰ کے فضل و کرم سے حبیب میٹرو نے 2025 کے پہلے 9 ماہ کیلئے 37,336 ملین روپے کا منافع قبل از ٹیکس ظاہر کیا جبکہ بعد از ٹیکس آمدنی 16.37 فیڈ شیئر رہی۔ خالص مارک اپ آمدنی 50,949 ملین روپے پر موجود تھی جبکہ نیا مارک اپ آمدنی 20.9 فیصد سے بڑھ کر 17,869 ملین روپے ہوگی۔ سرمایہ کاری 886,666 ملین روپے پر موجود رہی جبکہ خالص ایڈوائسز 473,704 ملین روپے پر مستحکم رہے۔ ڈپازٹس دسمبر 2024 کی سطح کے مقابلے میں 12.0 فیصد سے بڑھ کر 1,038,042 ملین روپے ہو گئے اور کرنٹ اکاؤنٹ ڈپازٹ کا حصہ 40.0 فیصد رہا۔

بینک کی خالص ایکویٹی 18.27 فیصد کے کیپٹل ایڈیکوئیٹی تناسب کے ساتھ 123,345 ملین روپے پر موجود رہی۔

بورڈ آف ڈائریکٹرز نے مسرت سے 30 ستمبر 2025 کو ختم ہونے والی سہ ماہی کیلئے 2.50 روپے (25 فیصد) کے عبوری نقد منافع منقسمہ کا اعلان کیا ہے۔ یہ 2025 کی پہلی سہ ماہیوں میں پہلے سے اعلان کردہ 5.0 روپے (50 فیصد) کے علاوہ ہے۔

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2025

	Note	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	
ASSETS			
Cash and balances with treasury banks	7	108,398,002	86,815,817
Balances with other banks	8	3,791,553	6,434,551
Lendings to financial institutions	9	45,306,791	5,570,998
Investments	10	886,665,810	810,875,400
Advances	11	473,703,811	474,300,584
Property and equipment	12	17,090,552	16,856,551
Right-of-use assets	13	8,722,452	8,608,382
Intangible assets	14	635,605	685,790
Deferred tax assets		—	—
Other assets	15	104,307,030	89,985,707
Total Assets		1,648,621,606	1,500,133,780
LIABILITIES			
Bills payable	16	25,621,842	28,478,822
Borrowings	17	349,717,878	330,010,768
Deposits and other accounts	18	1,038,041,899	927,132,777
Lease liabilities	19	10,841,899	10,463,713
Subordinated debt		—	—
Deferred tax liabilities	20	3,408,447	3,077,177
Other liabilities	21	97,644,436	85,938,708
Total Liabilities		1,525,276,401	1,385,101,965
NET ASSETS		123,345,205	115,031,815
REPRESENTED BY			
Share capital		10,478,315	10,478,315
Reserves		37,067,622	35,352,814
Surplus on revaluation of assets - net of tax	22	14,934,940	14,333,684
Unappropriated profit		60,864,328	54,867,002
		123,345,205	115,031,815

CONTINGENCIES AND COMMITMENTS

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

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

FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2025

	Note	Quarter ended		Nine months ended	
		30 September 2025	30 September 2024 (Restated)	30 September 2025	30 September 2024 (Restated)
Rupees in '000					
Mark-up / return / interest earned	25	38,873,962	63,837,006	120,573,786	183,973,216
Mark-up / return / interest expensed	26	(22,929,756)	(44,266,503)	(69,624,842)	(133,276,967)
Net mark-up / interest income		15,944,206	19,570,503	50,948,944	50,696,249
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	2,761,786	2,737,233	8,340,657	7,611,334
Dividend income		173,262	194,555	605,082	541,507
Foreign exchange income		1,927,675	1,663,595	6,086,871	5,082,939
Income / (loss) from derivatives		—	—	—	—
Gain on securities - net	28	1,353,463	775,123	2,732,869	1,460,708
Net loss on derecognition of financial assets measured at amortised cost		—	—	—	(3,602)
Other income	29	20,369	14,783	103,892	93,387
Total non mark-up / interest income		6,236,555	5,385,289	17,869,371	14,786,273
Total Income		22,180,761	24,955,792	68,818,315	65,482,522
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	9,715,586	8,791,991	29,230,721	24,658,574
Workers' welfare fund		247,078	301,699	761,954	751,329
Other charges	31	3,666	82,942	291,563	155,730
Total non-mark-up / interest expenses		(9,966,330)	(9,176,632)	(30,284,238)	(25,565,633)
Profit before credit loss allowance		12,214,431	15,779,160	38,534,077	39,916,889
Credit loss allowance and write offs - net	32	(107,596)	(1,037,626)	(1,198,356)	(2,985,630)
PROFIT BEFORE TAXATION		12,106,835	14,741,534	37,335,721	36,931,259
Taxation	33	(6,528,359)	(7,337,921)	(20,187,676)	(18,004,346)
PROFIT AFTER TAXATION		5,578,476	7,403,613	17,148,045	18,926,913
Rupees					
Basic and diluted earnings per share	34	5.32	7.07	16.37	18.06

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

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)

FOR THE QUARTER AND NINE MONTHS ENDED 30 SEPTEMBER 2025

	Quarter ended		Nine months ended	
	30 September 2025	30 September 2024 (Restated)	30 September 2025	30 September 2024 (Restated)
	Rupees in '000			
Profit after taxation	5,578,476	7,403,613	17,148,045	18,926,913
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Effect of translation of net investment in an offshore branch - net of tax	(2,469)	(921)	3	(1,499)
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	(1,412,131)	6,370,336	(1,157,953)	8,124,365
	(1,414,600)	6,369,415	(1,157,950)	8,122,866
Items that will not be reclassified to profit and loss account in subsequent periods:				
Remeasurement gain / (loss) on defined benefit obligations - net of tax	65,258	24,198	(78,824)	(16,655)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	1,537,274	363,160	1,852,834	848,438
Movement in surplus on revaluation of property and equipment - net of tax	—	—	25,925	—
Movement in surplus on revaluation of non-banking assets - net of tax	—	—	477,760	513,302
	1,602,532	387,358	2,277,695	1,345,085
Total comprehensive income	5,766,408	14,160,386	18,267,790	28,394,864

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

FUZAIL ABBAS
Chief Financial Officer

KHURRAM SHAHZAD KHAN
President &
Chief Executive Officer

MOHSIN A. NATHANI
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025

	Reserves						Surplus / (deficit) on revaluation			
	Share capital	Exchange translation reserve	Share premium	Statutory reserve	Special reserve	Revenue reserve	Investments	Property, equipment & Non-banking assets	Un-appropriated profit	Total
	Rupees in '000									
Balance as at 31 December 2023 (Audited)	10,478,315	11,309	2,550,985	26,115,406	240,361	1,500,000	(1,550,763)	6,369,534	47,560,186	93,275,333
Impact of adoption of IFRS 9 as at 1 January 2024 - net of tax	-	-	-	-	-	-	(184,901)	-	461,044	276,143
Balance as at 1 January 2024 (Audited)	10,478,315	11,309	2,550,985	26,115,406	240,361	1,500,000	(1,735,664)	6,369,534	48,021,230	93,551,476
Profit after taxation for the period (restated) - note 3.1	-	-	-	-	-	-	-	-	18,926,913	18,926,913
Other comprehensive income (restated)										
Effect of translation of net investment in an offshore branch - net of tax	-	(1,499)	-	-	-	-	-	-	-	(1,499)
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	8,124,365	-	-	8,124,365
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	(16,655)	(16,655)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	848,438	-	-	848,438
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	513,302	-	513,302
Total comprehensive income (restated)	-	(1,499)	-	-	-	-	8,972,803	513,302	(16,655)	9,467,951
Gain on sale of equity investments - FVOCI - net of tax	-	-	-	-	-	-	(460,342)	-	460,342	-
Transfer to statutory reserve	-	-	-	3,785,383	-	-	-	-	(3,785,383)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(121,920)	121,920	-
Transactions with owners, recorded directly in equity										
Final cash dividend (Rs. 5.50 per share) for the year ended 31 December 2023	-	-	-	-	-	-	-	-	(5,763,073)	(5,763,073)
Interim cash dividend (Rs. 250 per share) for the quarter ended 31 March 2024	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim cash dividend (Rs. 250 per share) for the quarter ended 30 June 2024	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)

	Reserves						Surplus / (deficit) on revaluation		Un-appropriated profit	Total
	Share capital	Exchange translation reserve	Share premium	Statutory reserve	Special reserve	Revenue reserve	Investments	Property, equipment & Non-banking assets		
	Rupees in '000									
Balance as at 30 September 2024 (Un-audited & restated)	10,478,315	9810	2,550,985	29,900,789	240,361	1,500,000	6,776,797	6,760,916	52,726,136	110,944,109
Profit after taxation for the period	-	-	-	-	-	-	-	-	5,746,595	5,746,595
Other comprehensive income										
Effect of translation of net investment in an offshore branch - net of tax	-	1,550	-	-	-	-	-	-	-	1,550
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	(366,811)	-	-	(366,811)
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	135,168	135,168
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	1,036,059	-	-	1,036,059
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	(101,927)	-	(101,927)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	256,651	-	256,651
Total comprehensive income	-	1,550	-	-	-	-	669,248	154,724	135,168	960,690
Gain on sale of equity investments - FVOCI - net of tax	-	-	-	-	-	-	14,684	-	(14,684)	-
Transfer to statutory reserve	-	-	-	1,149,319	-	-	-	-	(1,149,319)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(42,685)	42,685	-
Transactions with owners, recorded directly in equity										
Interim cash dividend (Rs. 250 per share) for the quarter ended 30 September 2024	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Balance as at 31 December 2024 (Audited)	10,478,315	11,360	2,550,985	31,050,108	240,361	1,500,000	7,460,729	6,872,955	54,867,002	115,031,815

	Reserves						Surplus / (deficit) on revaluation			
	Share capital	Exchange translation reserve	Share premium	Statutory reserve	Special reserve	Revenue reserve	Investments	Property, equipment & Non-banking assets	Un-appropriated profit	Total
	Rupees in '000									
Profit after taxation for the period	-	-	-	-	-	-	-	-	17,148,045	17,148,045
Other comprehensive income										
Effect of translation of net investment in an offshore branch - net of tax	-	3	-	-	-	-	-	-	-	3
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	(1,157,953)	-	-	(1,157,953)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	(78,824)	(78,824)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	1,852,834	-	-	1,852,834
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	25,925	-	25,925
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	477,760	-	477,760
Total comprehensive income	-	3	-	-	-	-	694,881	503,685	(78,824)	1,119,745
Gain on sale of equity investments - FVOCI - net of tax	-	-	-	-	-	-	(482,981)	-	482,981	-
Transfer to statutory reserve	-	-	-	1,714,805	-	-	-	-	(1,714,805)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(114,329)	114,329	-
Transactions with owners, recorded directly in equity										
Final cash dividend (Rs. 4.50 per share) for the year ended 31 December 2024	-	-	-	-	-	-	-	-	(4,715,242)	(4,715,242)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2025	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2025	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Balance as at 30 September 2025 (Un-audited)	10,478,315	11,363	2,550,985	32,764,913	240,361	1,500,000	7,672,629	7,262,311	60,864,328	123,345,205

FUZAIL ABBAS
Chief Financial Officer

KHURRAM SHAHZAD KHAN
President &
Chief Executive Officer

MOHSIN A. NATHANI
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025

	Note	30 September 2025	30 September 2024 (Restated)
		Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		37,335,721	36,931,259
Less: Dividend income		(605,082)	(541,507)
		36,730,639	36,389,752
Adjustments			
Net mark-up / interest income (excluding mark up on lease liabilities against right-of-use assets)		(51,912,542)	(50,696,249)
Depreciation on property and equipment	30	2,084,755	1,783,061
Depreciation on right-of-use assets	30	1,197,004	1,132,053
Depreciation on non-banking assets		1,710	-
Amortisation	30	214,845	185,114
Markup on lease liabilities against right-of-use assets	26	963,598	872,442
Credit loss allowance (excluding recoveries of written off / charged off bad debts)	32	1,410,198	2,985,630
Gain on sale of investment in a subsidiary		(5,576)	-
Gain on sale of property and equipment - net	29	(36,504)	(29,731)
Gain on sale of ijarah assets	29	(44,081)	(39,593)
Unrealized gain on FVTPL securities	28	(840,068)	(774,293)
Provision against workers' welfare fund		761,954	751,329
Provision against compensated absences		187,684	117,369
Provision against defined benefit plan		268,339	248,563
		(45,748,684)	(43,464,305)
		(9,018,045)	(7,074,553)
(Increase) / decrease in operating assets			
Lendings to financial institutions		(39,736,173)	(25,488,198)
Securities classified as FVTPL		(494,251)	(11,850,086)
Advances		(2,288,273)	(68,954,203)
Other assets (excluding dividend and non-banking assets)		(1,811,206)	(4,837,183)
		(44,329,903)	(111,129,670)
Increase / (decrease) in operating liabilities			
Bills payable		(2,856,980)	14,267,629
Borrowings from financial institutions		19,716,047	21,612,228
Deposits and other accounts		110,909,122	33,596,568
Other liabilities (excluding current taxation)		19,141,135	(4,155,870)
		146,909,324	65,320,555
		93,561,376	(52,883,668)
Payment against compensated absences		(71,284)	(66,969)
Contribution to the defined benefit plan		(215,000)	(60,000)
Mark-up / Interest received		115,589,736	175,387,451
Mark-up / Interest paid		(74,309,634)	(133,657,651)
Income tax paid		(27,482,491)	(20,649,519)
		107,072,703	(31,930,356)
Net cash flow from / (used in) operating activities			
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in amortised cost securities		7,778,175	15,611,265
Net investment in securities classified as FVOCI		(81,124,262)	16,400,321
Investment in subsidiary		38,724	(1,000,000)
Dividend received		599,239	541,507
Investment in property and equipment		(2,332,091)	(3,173,485)
Investment in intangible assets		(164,660)	(390,561)
Proceeds from sale of property and equipment		50,098	39,836
Proceeds from sale of ijarah assets		172,784	141,938
Effect of translation of net investment in an offshore branch		3	(1,499)
		(74,981,990)	28,169,322
Net cash flow (used in) / from investing activities			
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		(10,055,033)	(11,002,501)
Payment of lease liabilities against right-of-use assets		(1,896,923)	(1,713,583)
		(11,951,956)	(12,716,084)
Net cash flow used in financing activities			
Increase / (decrease) in cash and cash equivalents		20,138,757	(16,477,118)
Cash and cash equivalents at the beginning of the period		86,737,498	111,701,908
Cash and cash equivalents at the end of the period		106,876,255	95,224,790

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

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

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025

1. STATUS AND NATURE OF BUSINESS

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 561 (31 December 2024: 551) branches, including 242 (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.

- 1.1** The Pakistan Credit Rating Agency Limited (PACRA) has assigned the Bank's long term rating as AA+ (31 December 2024: AA+) and short term rating as A1+ (31 December 2024: A1+) dated 24 June 2025.

The registered office of the Bank is situated at Habib Metro Head Office, I.I. Chundrigar Road, Karachi.

2. BASIS OF PREPARATION

- 2.1** The Bank has controlling interest in HabibMetro Modaraba Management Company (Private) Limited, First Habib Modaraba, Habib Metropolitan Financial Services Limited and HabibMetro Exchange Services Limited and is required to prepare consolidated financial statements under the provision of Companies Act 2017. These condensed interim financial statements represent the unconsolidated results of the Bank and separate set of condensed interim consolidated financial statements are also being presented by the Bank.

2.2 Statement of Compliance

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. 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 S.R.O 411(I)/2008 dated April 28, 2008. The SBP 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 (IFIS). Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.

The SBP through BPRD Circular No. 16 dated July 29, 2024 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 unconsolidated 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 unconsolidated condensed interim financial statements should be read in conjunction with the audited unconsolidated 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 Bank'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 Bank'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 Bank'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 Bank's operations, and therefore, not detailed in these unconsolidated 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:

Standards, interpretations of and amendments to:	Effective date (annual periods beginning on or after)
Amendments to the Classification and Measurement of Financial Instruments - Amendments to IFRS 9 & IFRS 7	1 January 2026
IFRS 18 - Presentation and Disclosure in Financial Statements	1 January 2027
The above amendments are not expected to have any material impact on the unconsolidated condensed interim financial statements of the Bank.	

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in preparation of these unconsolidated condensed interim financial statements are consistent with those as applied in the preparation of unconsolidated annual financial statements of the Bank for the year ended December 31, 2024 except for requirements of IFRS 9 relating to subsidised loans to staff and borrowings from SBP and lendings to customers under SBP Temporary Economic Refinance Facility (TERF) scheme as explained in note 3.1.

3.1 IFRS 9 'Financial Instruments' – Restatement of corresponding figures of the current period due to subsequent adjustments on adoption of IFRS 9

The Bank adopted IFRS 9 in accordance with the application instructions, effective January 1, 2024, using the modified retrospective approach for restatement as permitted under the standard. In the annual

audited financial statements for the year ended December 31, 2024, the cumulative net of tax impact of the initial application amounted to Rs. 276.143 million, which was recorded as an adjustment to equity at the beginning of the comparative accounting period.

Further, pursuant to the extended implementation timelines provided by SBP under BPRD Circular Letter No. 16 dated July 29, 2024, and BPRD Circular Letter No. 01 dated January 22, 2025, the Bank was required to apply fair value measurement to subsidised staff financing, implement modification accounting for financial assets and liabilities, and recognise income using the effective yield rate (EIR) method, with effect from the last quarter of 2024. However, in line with the SBP via its letter no. BPRD/RPD/854478/25 dated February 3, 2025, the recognition of income on EIR has been further deferred till December 31, 2025.

Therefore, the comparative figures for the nine months ended September 30, 2024, presented in these unconsolidated condensed interim statement of profit and loss account, unconsolidated condensed interim statement of comprehensive income and unconsolidated condensed interim statement of changes in equity for the nine months ended September 30, 2025, have been restated to reflect the above changes.

The effect of the restatement on the financial statements is summarised below:

30 September 2024				
	Previously reported	Restatement	As re-stated	Description
(Rupees in '000)				
Unconsolidated Condensed Interim Profit and Loss Account				
Mark-up / return / interest earned	181,964,150	2,009,066	183,973,216	Impact of subsidised loans to staff and TERF loans to Bank's customers.
Mark-up / return / interest expensed	132,087,113	1,189,854	133,276,967	Impact of subsidised TERF borrowings from SBP.
Net loss on derecognition of financial assets measured at amortised cost	—	(3,602)	(3,602)	Impact of modified loans
Operating expenses	23,790,335	868,239	24,658,574	Impact of amortisation of deferred cost on staff loans
Credit loss allowance and write offs - net	(3,068,427)	82,797	(2,985,630)	Impact on credit loss allowance due to subsidised staff loans and TERF loans.
Profit before taxation	36,901,091	30,168	36,931,259	Impact of restatement
Taxation	(17,989,630)	(14,716)	(18,004,346)	Impact of restatement
Profit after taxation	18,911,461	15,452	18,926,913	Impact of restatement
Basic and diluted earnings per share	18.05	0.01	18.06	Impact of restatement
Unconsolidated Condensed Interim Statement of Comprehensive Income				
Total comprehensive income	28,379,412	15,452	28,394,864	Impact of restatement
Unconsolidated Condensed Interim Statement of Changes in Equity				
Unappropriated profit	52,663,080	63,056	52,726,136	Impact of restatement

4. BASIS OF MEASUREMENT

These unconsolidated 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 liabilities 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 are depreciated over respective lease term.

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

6. FINANCIAL RISK MANAGEMENT

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

7. CASH AND BALANCES WITH TREASURY BANKS

In hand

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
Local currency	14,552,121	15,321,375
Foreign currencies	1,157,695	1,393,358
	15,709,816	16,714,733

With State Bank of Pakistan in

Local currency current accounts	64,021,157	46,256,955
Foreign currencies		
- current accounts	2,672,794	2,321,162
- cash reserve accounts	8,049,774	6,731,041
- deposit accounts - special cash reserve	14,624,973	12,058,642
	89,368,698	67,367,800

With National Bank of Pakistan in

Local currency		
- current accounts	3,359,492	2,670,896
- deposit accounts	53,048	47,103
	3,412,540	2,717,999

National Prize Bonds

	6,776	16,080
Less: Credit loss allowance held against cash and balances with treasury banks - stage 1	(99,828)	(795)

Cash and balances with treasury banks - net of credit loss allowance	108,398,002	86,815,817
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	Note	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	

8. BALANCES WITH OTHER BANKS

In Pakistan

In current accounts	7,994	10,050
In deposit accounts	170	108
	8,164	10,158

Outside Pakistan

In current accounts	3,783,980	6,425,438
Less: Credit loss allowance held against balances with other banks - stage 1	(591)	(1,045)
Balances with other banks - net of credit loss allowance	3,791,553	6,434,551

9. LENDINGS TO FINANCIAL INSTITUTIONS

Call / clean money lendings	9.3	2,813,173	5,571,000
Repurchase agreement lendings (reverse repo)		19,994,000	-
Musharakah placements		22,500,000	-
Less: Credit loss allowance held against lendings to financial institutions - stage 1		(382)	(2)
Lendings to financial institutions - net of credit loss allowance		45,306,791	5,570,998

9.1 Particulars of lendings - gross

In local currency - secured	42,494,000	-
In foreign currency - unsecured	2,813,173	5,571,000
	45,307,173	5,571,000

30 September 2025 (Un-Audited)	31 December 2024 (Audited)
Lendings	Lendings
Credit loss allowance held	Credit loss allowance held
Rupees in '000	

9.2 Lendings to FIs - Particulars of credit loss allowance

Performing	Stage 1	45,307,173	382	5,571,000	2
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
Total		45,307,173	382	5,571,000	2

9.3 These foreign currency lendings carry mark-up rates ranging from 5.60% to 5.65% (31 December 2024: 7.00% to 7.85%) per annum and are due to mature latest by 16 February 2026 (31 December 2024: 18 February 2025).

10. INVESTMENTS

10.1 Investments by type

	30 September 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								
FVTPL								
Federal Government securities	45,249,809	-	6,821	45,256,630	42,055,433	-	(10,052)	42,045,381
Non-Government debt securities	1,997,463	-	3,945	2,001,408	1,997,589	-	(9,249)	1,988,340
Mutual funds	-	-	-	-	2,700,000	-	85,219	2,785,219
Real estate investment trust units	1,814,315	-	2,152,667	3,966,982	1,814,314	-	1,254,365	3,068,679
	49,061,587	-	2,163,433	51,225,020	48,567,336	-	1,320,283	49,887,619
FVOCI								
Federal Government securities	723,532,016	-	9,883,052	733,415,068	642,446,225	-	12,480,359	654,926,584
Non-Government debt securities	9,695,601	(424,467)	(422,239)	8,848,895	9,767,355	(426,154)	(354,523)	8,986,678
Shares	6,273,080	-	6,503,597	12,776,677	5,287,950	-	3,748,056	9,036,006
Mutual funds	152,714	-	20,234	172,948	-	-	-	-
	739,653,411	(424,467)	15,984,644	755,213,588	657,501,530	(426,154)	15,873,892	672,949,268
Amortised Cost								
Federal Government securities	75,130,390	-	-	75,130,390	83,208,565	-	-	83,208,565
Non-Government debt securities	3,300,000	(40)	-	3,299,960	3,000,000	(52)	-	2,999,948
	78,430,390	(40)	-	78,430,350	86,208,565	(52)	-	86,208,513
Subsidiaries	1,796,852	-	-	1,796,852	1,830,000	-	-	1,830,000
Total investments	868,942,240	(424,507)	18,148,077	886,665,810	794,107,431	(426,206)	17,194,175	810,875,400

30 September 2025 (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	16,692,011	34,402,365
Pakistan investment bonds	247,775,892	191,534,393
	<u>264,467,903</u>	<u>225,936,758</u>

10.2 Credit loss allowance for diminution in value of investments

Opening balance	426,206	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	—	337,945
Reversal for the period / year	(1,699)	—
Net (reversal) / charge for the period / year	(1,699)	337,945
Reversal on disposal	—	—
Investment written off	—	—
Closing balance	<u>424,507</u>	<u>426,206</u>

30 September 2025 (Un-Audited)		31 December 2024 (Audited)	
Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Rupees in '000			

10.3 Particulars of credit loss allowance against debt securities

Category of classification

Performing	Stage 1	6,300,000	1,144	6,000,000	2,843
Underperforming	Stage 2	—	—	—	—
Non-performing	Stage 3	—	—	—	—
Substandard		—	—	—	—
Doubtful		—	—	—	—
Loss		423,363	423,363	423,363	423,363
		<u>423,363</u>	<u>423,363</u>	<u>423,363</u>	<u>423,363</u>
Total		<u>6,723,363</u>	<u>424,507</u>	<u>6,423,363</u>	<u>426,206</u>

10.4 Investment in subsidiaries - incorporated in Pakistan

Note	30 September 2025 (Un-Audited)						
	Country of Incorporation	Holding	Assets	Liabilities	Revenue	Profit / (loss) after tax	Total Comprehensive income for the period
Rupees in '000							
Subsidiaries							
Habib Metropolitan Financial Services Limited	Pakistan	100%	745,471	398,666	104,504	(1,965)	12,005
Habib Metropolitan Modaraba Management Company (Private) Limited	Pakistan	100%	1,077,731	10,100	140,584	67,931	242,489
First Habib Modaraba	Pakistan	4.43%	36,134,493	30,032,042	3,544,595	617,313	646,729
HabibMetro Exchange Services Limited	Pakistan	100%	974,649	38,126	85,164	(82,087)	(82,087)
31 December 2024 (Audited)							
	Country of Incorporation	Holding	Assets	Liabilities	Revenue	Profit / (loss) after tax	Total Comprehensive income for the period
Rupees in '000							
Subsidiaries							
Habib Metropolitan Financial Services Limited	Pakistan	100%	600,488	265,997	99,516	(4,200)	24,774
Habib Metropolitan Modaraba Management Company (Private) Limited	Pakistan	100%	843,479	17,956	168,034	128,620	184,084
First Habib Modaraba	Pakistan	5.43%	30,500,563	24,773,681	5,430,581	972,084	1,001,161
HabibMetro Exchange Services Limited	Pakistan	100%	1,054,315	35,038	166,594	19,277	19,277

10.4.1 During the period, the Bank disposed off 1,108.305 thousand shares of First Habib Modaraba.

10.5 The market value of federal government securities classified as amortised cost is Rs. 78,331,365 thousand (31 December 2024: 85,407,793 thousand).

11. ADVANCES

	Performing		Non Performing		Total	
	30 September 2025 (Un-Audited)	31 December 2024 (Audited)	30 September 2025 (Un-Audited)	31 December 2024 (Audited)	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
Rupees in '00						
Loans, cash credits, running finances, etc.	322,151,865	329,647,770	19,213,841	19,153,873	341,365,706	348,801,643
Islamic financing and related assets	94,974,260	92,867,464	2,827,551	3,139,699	97,801,811	96,007,163
Bills discounted and purchased	59,591,632	56,120,236	4,977,741	2,873,698	64,569,373	58,993,934
Advances - gross	476,717,757	478,635,470	27,019,133	25,167,270	503,736,890	503,802,740
Credit loss allowance against advances						
Stage 1	(410,071)	(853,418)	—	—	(410,071)	(853,418)
Stage 2	(3,002,752)	(4,527,310)	—	—	(3,002,752)	(4,527,310)
Stage 3	—	—	(26,620,256)	(24,121,428)	(26,620,256)	(24,121,428)
	(3,412,823)	(5,380,728)	(26,620,256)	(24,121,428)	(30,033,079)	(29,502,156)
Advances - net of credit loss allowance	473,304,934	473,254,742	398,877	1,045,842	473,703,811	474,300,584

11.1 Particulars of advances - gross

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
In local currency	412,300,616	386,583,391
In foreign currencies	91,436,274	117,219,349
	<u>503,736,890</u>	<u>503,802,740</u>

11.2 Advances include Rs. 27,019,133 thousand (31 December 2024: Rs. 25,167,270 thousand) which have been placed under non-performing / Stage 3 status as detailed below:

	30 September 2025 (Un-Audited)		31 December 2024 (Audited)	
	Non-performing loans	Credit loss allowance held	Non-performing loans	Credit loss allowance held
	Rupees in '000			

Category of classification in Stage 3

Domestic

Other asset especially mentioned	75,723	35,184	—	—
Substandard	307,721	185,595	475,602	270,348
Doubtful	2,108	1,054	1,901,249	1,190,825
Loss	26,633,581	26,398,423	22,790,419	22,660,255
	<u>27,019,133</u>	<u>26,620,256</u>	<u>25,167,270</u>	<u>24,121,428</u>

11.3 Particulars of credit loss allowance against advances

	30 September 2025 (Unaudited)			31 December 2024 (Audited)				
	Stage 3	Stage 1 & 2	Total	Stage 3	Stage 1 & 2	Specific	General	Total
	Rupees in '000							
Opening balance	24,121,428	5,380,728	29,502,156	—	—	19,273,580	7,325,642	26,599,222
Impact of adoption of IFRS 9 as of 1 January 2024	—	—	—	19,768,274	4,282,512	(19,273,580)	(5,963,784)	(1,186,578)
Charge for the period / year	3,650,638	1,496,915	5,147,553	5,817,144	3,636,187	—	—	9,453,331
Reversals for the period / year	(1,151,810)	(3,464,820)	(4,616,630)	(1,439,152)	(2,537,971)	—	(1,361,858)	(5,338,981)
Net charge / (reversal) for the period / year	2,498,828	(1,967,905)	530,923	4,377,992	1,098,216	—	(1,361,858)	4,114,350
Amount written off	—	—	—	(24,838)	—	—	—	(24,838)
Closing balance	<u>26,620,256</u>	<u>3,412,823</u>	<u>30,033,079</u>	<u>24,121,428</u>	<u>5,380,728</u>	<u>—</u>	<u>—</u>	<u>29,502,156</u>

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

The Bank has not availed 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

	30 September 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	853,418	4,527,310	24,121,428	–	–	–
Impact of adoption of IFRS 9	–	–	–	2,227,772	2,054,740	19,768,274
New advances	162,654	1,253,060	2,992,602	236,843	3,037,877	271,322
Advances derecognised or repaid	(349,872)	(2,038,326)	(1,151,810)	(1,292,683)	(524,860)	(1,413,187)
Transfer to stage 1	22,270	(22,270)	–	10,281	(10,281)	–
Transfer to stage 2	(58,933)	58,933	–	(325,222)	351,186	(25,964)
Transfer to stage 3	(5,131)	(337,469)	342,600	(3,573)	(384,947)	388,520
	(229,012)	(1,086,072)	2,183,392	(1,374,354)	2,468,975	(779,309)
Amounts written off / charged off	–	–	–	–	–	(24,838)
Changes in risk parameters	(214,335)	(438,486)	315,436	–	3,595	5,157,301
Closing balance	410,071	3,002,752	26,620,256	853,418	4,527,310	24,121,428

	30 September 2025 (Un-Audited)		31 December 2024 (Audited)	
	Outstanding amount	Credit loss allowance	Outstanding amount	Credit loss allowance
	Rupees in '000			

11.5.2 Advances - Category of classification

Domestic

Performing	Stage 1	385,446,230	410,071	413,742,038	853,418
Underperforming	Stage 2	91,271,527	3,002,752	64,893,432	4,527,310
Non-Performing	Stage 3				
Other assets especially mentioned		75,723	35,184	–	–
Substandard		307,721	185,595	475,602	270,348
Doubtful		2,108	1,054	1,901,249	1,190,825
Loss		26,633,581	26,398,423	22,790,419	22,660,255
		27,019,133	26,620,256	25,167,270	24,121,428
Total		503,736,890	30,033,079	503,802,740	29,502,156

Note	30 September 2025	31 December 2024
	(Un-Audited)	(Audited)
	Rupees in '000	

12. PROPERTY AND EQUIPMENT

Capital work-in-progress	12.1	722,731	457,063
Property and equipment		16,367,821	16,399,488
		17,090,552	16,856,551

12.1 Capital work-in-progress

Civil works	12.1.1	462,368	265,241
Advance to suppliers		260,363	191,822
		722,731	457,063

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

30 September 2025 30 September 2024
(Un-Audited)
Rupees in '000

12.2 Additions to property and equipment

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

Capital work-in-progress additions - net

Property and equipment

Building on freehold land	—	99,000
Building on leasehold land	180,000	—
Furniture and fixture	137,887	208,475
Electrical, office and computer equipment	1,373,949	1,460,249
Vehicles	4,479	25,310
Lease hold improvements	370,108	556,208
	2,066,423	2,349,242
Total	2,332,091	3,173,485

12.3 Disposal of property and equipment

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

Furniture and fixture	327	326
Electrical, office and computer equipment	1,459	465
Vehicles	11,808	9,298
Total	13,594	10,089

30 September 2025 31 December 2024
(Un-Audited) (Audited)
Rupees in '000

13. RIGHT-OF-USE ASSETS

Cost	13,419,612	12,452,599
Accumulated Depreciation	(4,811,230)	(4,851,146)
Net carrying amount as at the start of the period / year	8,608,382	7,601,453
Additions during the period / year	1,340,779	2,625,820
Termination / maturities during the period / year - Cost	(551,341)	(1,658,807)
Termination / maturities during the period / year - Accumulated Depreciation	521,636	1,582,770
Depreciation charge for the period / year	(1,197,004)	(1,542,854)
Closing carrying amount as at the end of the period / year	8,722,452	8,608,382

14. INTANGIBLE ASSETS

Capital work-in-progress - Computer Software	251,284	189,576
Computer Software	384,321	496,214
	635,605	685,790

		Computer software	
		30 September 2025	30 September 2024
		(Un-Audited)	(Un-Audited)
		Rupees in '000	
14.1 Additions to intangible assets			
Capital work-in-progress additions		61,708	10,450
Directly purchased - Computer Software		102,952	380,111
		<u>164,660</u>	<u>390,561</u>
	Note	30 September 2025	31 December 2024
		(Un-Audited)	(Audited)
		Rupees in '000	
15. OTHER ASSETS			
Income / mark-up / profit accrued in local currency - net		35,014,409	29,923,592
Income / mark-up / profit accrued in foreign currencies - net		291,082	397,849
Advances, deposits, advance rent and other prepayments		1,121,691	846,260
Advance taxation (payments less provision)		1,046,540	-
Non-banking assets acquired in satisfaction of claim		3,903,020	2,204,729
Mark-to-market gain on forward foreign exchange contracts		3,129,732	3,974,963
Acceptances		45,208,513	42,480,848
Receivable against rebate and remittances		4,445,119	337,728
Receivable from the SBP against encashment of government securities		133,937	23,182
Stationery and stamps on hand		393,332	339,127
Receivable from 1Link		-	2,183,238
Deferred cost on staff loans		6,431,102	4,857,532
Others		1,032,266	734,530
		<u>102,150,743</u>	<u>88,303,578</u>
Credit loss allowance / provision held against other assets	15.1	(416,584)	(412,982)
Other Assets (Net of credit loss allowance / provision)		<u>101,734,159</u>	<u>87,890,596</u>
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	15.2	2,572,871	2,095,111
Other assets - Total		<u>104,307,030</u>	<u>89,985,707</u>
15.1 Credit loss allowance / provision held against other assets			
Claims receivable against fraud and forgeries		394,816	394,816
Acceptances		21,768	18,166
		<u>416,584</u>	<u>412,982</u>
15.1.1 Movement in credit loss allowance / provision held against other assets			
Opening balance		412,982	375,000
Impact of adoption of IFRS 9		-	88,854
Charge for the period / year		3,602	19,816
Reversal for the period / year		-	(70,688)
Net charge / (reversal) for the period / year		3,602	(50,872)
Closing balance		<u>416,584</u>	<u>412,982</u>

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
15.1.2 Particulars of credit loss allowance / provision held against other assets		
Stage 1	6,343	12,518
Stage 2	2,179	5,648
Stage 3 / others	408,062	394,816
	416,584	412,982
15.2 Non-banking assets acquired in satisfaction of claims have been revalued as at June 30, 2025 by M/s Akbani & Javed Associates. The valuation was performed by the independent professional valuer on the basis of assessment of present market values. The revaluation has resulted in an incremental surplus of Rs. 477,760 thousand over the existing revaluation surplus carried in the books. The total surplus arising on revaluation of Non-banking assets acquired in satisfaction of claims as at June 30, 2025 amounted to Rs. 2,572,871 thousand.		
	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
16. BILLS PAYABLE		
In Pakistan	25,516,857	28,378,790
Outside Pakistan	104,985	100,032
	25,621,842	28,478,822
17. BORROWINGS		
Secured		
Borrowings from the State Bank of Pakistan under:		
Export refinance scheme	49,218,715	59,242,166
Long term financing facility - renewable energy scheme	1,867,128	2,177,048
Long term financing facility	12,719,715	15,438,369
Temporary economic refinance facility	17,186,705	19,682,235
Long term financing facility - for storage of agricultural produce scheme	702,055	750,064
Refinance facility for modernization of SME	278,379	219,918
Refinance facility for combating COVID-19	7,958	18,881
Refinance and credit guarantee scheme for women entrepreneurs	50,965	59,816
	82,031,620	97,588,497
Repurchase agreement borrowings (Repo) - secured	262,272,539	225,809,401
Total secured	344,304,159	323,397,898
Unsecured		
Call borrowing	-	100,000
Overdrawn nostro accounts	5,413,719	6,512,870
Total unsecured	5,413,719	6,612,870
Total Borrowings	349,717,878	330,010,768

18. DEPOSITS AND OTHER ACCOUNTS

	30 September 2025 (Un-Audited)			31 December 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000					
Customers						
Current deposits	341,578,322	70,494,394	412,072,716	335,607,455	64,648,144	400,255,599
Savings deposits	331,816,653	15,665,052	347,481,705	293,241,677	16,914,294	310,155,971
Term deposits	81,382,277	82,685,229	164,067,506	120,938,951	47,383,383	168,322,334
Others	29,000,569	4,283	29,004,852	29,656,415	240,192	29,896,607
	783,777,821	168,848,958	952,626,779	779,444,498	129,186,013	908,630,511
Financial institutions						
Current deposits	3,151,841	86,453	3,238,294	3,150,604	1,510,900	4,661,504
Savings deposits	81,916,369	-	81,916,369	12,587,401	-	12,587,401
Term deposits	237,761	22,696	260,457	1,230,888	22,473	1,253,361
Others	-	-	-	-	-	-
	85,305,971	109,149	85,415,120	16,968,893	1,533,373	18,502,266
	<u>869,083,792</u>	<u>168,958,107</u>	<u>1,038,041,899</u>	<u>796,413,391</u>	<u>130,719,386</u>	<u>927,132,777</u>

30 September 2025 **31 December 2024**
(Un-Audited) (Audited)
Rupees in '000

19. LEASE LIABILITIES

Opening balance	10,463,713	9,051,378
Additions during the period / year	1,340,779	2,625,820
Deletions during the period / year	(29,268)	(97,017)
Lease payments including interest	(1,896,923)	(2,315,877)
Interest expense	963,598	1,199,409
Closing balance	<u>10,841,899</u>	<u>10,463,713</u>

19.1 Liabilities Outstanding

Not later than one year	1,177,693	1,045,765
Later than one year and upto five years	5,636,546	5,172,701
Over five years	4,027,660	4,245,247
Total as at the period / year end	<u>10,841,899</u>	<u>10,463,713</u>

Aggregate 12.36% (31 December 2024: 12.38%) is used as discounting factor for the calculation of lease liabilities.

	Note	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
Rupees in '000			
20. DEFERRED TAX LIABILITIES / (ASSETS)			
Deductible temporary differences on			
- Credit loss allowance for diminution in value of investments		(220,744)	(225,889)
- Credit loss allowance against advances		(3,761,507)	(5,629,063)
- Credit loss allowance against off-balance sheet obligations		(674,806)	(275,224)
- Credit loss allowance - Others		(194,708)	(144,095)
- Right-of-use assets and related lease liabilities		(627,473)	-
- Accelerated tax depreciation		(557,988)	(404,683)
- Deferred liability on defined benefit plan		(90,554)	(31,024)
- Surplus on revaluation of investments		8,312,015	8,413,163
		<u>2,184,235</u>	<u>1,703,185</u>
Taxable temporary differences on			
- Surplus on revaluation of property and equipment		1,224,212	1,373,992
		<u>3,408,447</u>	<u>3,077,177</u>
21. OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		10,080,096	15,426,508
Mark-up / return / interest payable in foreign currencies		671,622	973,600
Unearned commission and income on bills discounted		1,096,851	1,016,338
Accrued expenses		3,461,542	2,743,998
Current taxation (provision less payments)		-	6,221,510
Acceptances		45,208,513	42,480,848
Clearing and settlement account		12,853,531	812,976
Unclaimed dividend		84,289	184,922
Branch adjustment account		14,455	8,944
Mark-to-market loss on forward foreign exchange contracts		4,302,249	3,275,493
Mark-to-market loss on forward purchase of federal			
Government security transactions		39,662	-
Provision for compensated absences		473,293	356,893
Deferred liability on defined benefit plan		348,286	117,071
Credit loss allowance against off-balance sheet obligations	21.1	1,132,296	353,883
Workers' welfare fund	21.2	5,656,955	4,895,001
Charity fund		2,350	458
Excise duty payable		3,253	2,920
Locker deposits		993,547	965,722
Advance against diminishing musharaka		46,544	7,693
Advance rental for ijarah		19,730	19,695
Security deposits against leases / ijarah		181,353	197,598
Sundry creditors		3,593,580	4,011,907
Payable to TLink		5,386,060	-
Withholding tax / duties		1,493,138	1,496,718
Deferred grant income		105,211	147,275
Others		396,030	220,737
		<u>97,644,436</u>	<u>85,938,708</u>

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
21.1 Credit loss allowance against off-balance sheet obligations		
Opening balance	353,883	32,583
Impact of adoption of IFRS 9	–	519,290
Charge for the period / year	778,413	–
Reversal for the period / year	–	(197,990)
Net charge / (reversal) for the period / year	778,413	(197,990)
Closing balance	1,132,296	353,883

21.1.1 Particulars of credit loss allowance against off-balance sheet obligations

Stage 1	55,479	40,098
Stage 2	125,738	127,985
Stage 3	951,079	185,800
	1,132,296	353,883

- 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	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	
22. SURPLUS ON REVALUATION OF ASSETS - NET OF TAX			
Surplus on revaluation of			
- Securities measured at FVOCI-Debt	10.1	9,460,813	12,125,836
- Securities measured at FVOCI-Equity	10.1	6,523,831	3,748,056
- Property and Equipment		5,913,652	6,151,836
- Non-banking assets acquired in satisfaction of claims		2,572,871	2,095,111
		24,471,167	24,120,839
Less: Deferred tax on surplus on revaluation of			
- Securities measured at FVOCI-Debt		4,919,623	6,426,693
- Securities measured at FVOCI-Equity		3,392,392	1,986,470
- Property and Equipment		1,224,212	1,373,992
- Non-banking assets acquired in satisfaction of claims		–	–
		(9,536,227)	(9,787,155)
		14,934,940	14,333,684

	Note	30 September 2025 (Un-Audited)	31 December 2024 (Restated)
		Rupees in '000	
23. CONTINGENCIES AND COMMITMENTS			
Guarantees	23.1	167,084,017	152,625,779
Commitments	23.2	843,274,410	794,758,394
Other contingent liabilities	23.3	2,880,338	2,986,394
		<u>1,013,238,765</u>	<u>950,370,567</u>
		30 September 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	
23.1 Guarantees			
Financial guarantees		33,769,602	33,303,405
Performance guarantees		61,928,298	55,070,186
Other guarantees		71,386,117	64,252,188
		<u>167,084,017</u>	<u>152,625,779</u>
	Note	30 September 2025 (Un-Audited)	31 December 2024 (Restated)
		Rupees in '000	
23.2 Commitments			
Documentary credits and short-term trade-related transactions:			
– Letters of credit		177,243,157	229,691,020
Commitments in respect of:			
– Forward foreign exchange contracts	23.2.1	627,356,559	547,663,058
– Forward Government security transactions	23.2.2	37,809,822	16,393,540
– Forward lendings	23.2.3	237,476	388,000
Commitments for:			
– Acquisition of property and equipment		627,396	622,776
		<u>843,274,410</u>	<u>794,758,394</u>
23.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		333,073,661	260,615,930
Sale		294,282,898	287,047,128
		<u>627,356,559</u>	<u>547,663,058</u>
23.2.2 Commitments in respect of forward Government security transactions			
Purchase		37,809,822	16,393,540
Sale		–	–
		<u>37,809,822</u>	<u>16,393,540</u>

23.2.3 Commitments in respect of forward lendings

The Bank 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	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	
Commitments in respect of syndicate financing		237,476	388,000

23.3 Other contingent liabilities

Claims against bank not acknowledged as debt	23.3.1	2,880,338	2,880,338
Foreign Exchange repatriation case		-	106,056
		2,880,338	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 Bank's favour and the possibility of any adverse outcome is remote. Accordingly, no provision has been made in these unconsolidated condensed interim financial statements.

24. DERIVATIVE FINANCIAL INSTRUMENTS

The Bank 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 Bank'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 Bank's customers to protect from unfavorable movements in foreign currencies. The Bank hedges such exposures in the inter-bank foreign exchange market.

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

24.1 Product Analysis

Counter Parties	Forward foreign exchange contracts			
	30 September 2025 (Un-Audited)		31 December 2024 (Audited)	
	Notional Principal	Mark to Market Gain / (Loss)	Notional Principal	Mark to Market Gain / (Loss)
	Rupees in '000			
Banks				
Hedging	478,838,383	88,518	435,802,474	2,193,620
Other Entities				
Hedging	148,518,176	(1,261,035)	111,860,584	(1,494,150)
Total				
Hedging	627,356,559	(1,172,517)	547,663,058	699,470

	Note	30 September 2025	30 September 2024 (Restated) (Un-Audited) Rupees in '000
25. MARK-UP / RETURN / INTEREST EARNED			
Loans and advances		40,053,353	54,234,097
Investments	25.1	77,755,218	126,683,976
Lending with financial institutions		2,446,228	2,672,657
Balances with banks		318,987	382,486
		<u>120,573,786</u>	<u>183,973,216</u>
		30 September 2025	30 September 2024 (Un-Audited) Rupees in '000
25.1 Interest income (calculated using effective interest rate method) recognised on:			
Financial assets measured at amortised cost		8,096,753	7,045,366
Financial assets measured at FVTPL		4,896,939	1,961,808
Financial assets measured at FVOCI		64,761,526	117,676,802
		<u>77,755,218</u>	<u>126,683,976</u>
		30 September 2025	30 September 2024 (Un-Audited) Rupees in '000
26. MARK-UP / RETURN / INTEREST EXPENSED			
Deposits		40,287,535	92,283,247
Borrowings		25,246,136	33,802,401
Cost of foreign currency swaps against foreign currency deposits / borrowings		3,127,573	6,318,877
Lease liabilities against right-of-use assets		963,598	872,442
		<u>69,624,842</u>	<u>133,276,967</u>
		30 September 2025	30 September 2024 (Un-Audited) Rupees in '000
27. FEE & COMMISSION INCOME			
Branch banking customer fees		1,129,539	986,898
Credit related fees		36,305	32,163
Card related fees		1,009,882	684,517
Commission on trade		4,715,503	4,712,902
Commission on guarantees		1,022,290	844,349
Commission on remittances including home remittances		40,831	65,026
Commission on bancassurance		132,442	102,478
Commission on cash management		154,961	106,785
Investment Banking Fee		63,346	50,238
Others		35,558	25,978
		<u>8,340,657</u>	<u>7,611,334</u>

	Note	30 September 2025	30 September 2024
		(Un-Audited)	
		Rupees in '000	
28. GAIN ON SECURITIES - NET			
Realised	28.1	1,932,463	686,415
Unrealised - measured at FVTPL		840,068	774,293
Unrealised - forward purchase of federal Government security transactions		(39,662)	-
		2,732,869	1,460,708
28.1 Realised gain / (loss) on:			
Federal Government securities - net		1,828,912	677,092
Shares	10.4.1	5,576	-
Mutual funds - net		97,975	-
Real estate investment trust - net		-	9,323
		1,932,463	686,415
28.2 Net gain / (loss) on financial assets / liabilities measured at FVTPL:			
Designated upon initial recognition		-	-
Mandatorily measured at FVTPL		1,248,943	1,532,335
		1,248,943	1,532,335
Net gain / (loss) on financial assets measured at FVOCI - Debt		1,483,926	(71,627)
		2,732,869	1,460,708
29. OTHER INCOME			
Rent on properties		23,249	23,192
Gain on sale of property and equipment - net		36,504	29,731
Gain on sale of ijarah assets - net		44,081	39,593
Staff notice period and other recoveries		58	871
		103,892	93,387

30. OPERATING EXPENSES

	30 September 2025	30 September 2024 (Restated) (Un-Audited)
	Rupees in '000	
Total compensation expense	12,237,086	10,227,238
Property expense		
Rent & taxes	104,917	60,295
Insurance	14,994	9,483
Utilities cost	1,077,423	1,106,385
Security	1,026,557	819,974
Repair & maintenance	849,617	733,889
Depreciation on property and equipment	835,239	762,500
Depreciation on right-of-use assets	1,197,004	1,132,053
Depreciation on non-banking assets	1,710	—
	5,107,461	4,624,579
Information technology expenses		
Software maintenance	975,245	558,719
Hardware maintenance	405,441	344,903
Depreciation	523,061	387,620
Amortisation	214,845	185,114
Network charges	345,949	266,829
	2,464,541	1,743,185
Other operating expenses		
Directors' fees and allowances	20,554	20,184
Fees and allowances to Shariah Board	26,949	21,734
Legal & professional charges	186,753	218,339
Outsourced services costs	323,540	269,453
Travelling & conveyance	982,593	568,984
NIFT clearing charges	120,700	81,430
Depreciation	726,455	632,941
Training & development	52,286	46,366
Postage & courier charges	146,188	152,203
Communication	670,391	549,097
Subscription	680,489	626,735
Repair & maintenance	237,630	308,265
Brokerage & commission	145,699	128,840
Stationery & printing	353,530	421,192
Marketing, advertisement & publicity	419,333	522,045
Management fee	1,541,388	1,230,214
Insurance	1,191,176	1,133,278
Donations	394,949	349,964
Auditor's Remuneration	28,999	27,664
Security	373,935	315,017
Others	798,096	439,627
	9,421,633	8,063,572
	<u>29,230,721</u>	<u>24,658,574</u>

		30 September 2025	30 September 2024
		(Un-Audited)	
		Rupees in '000	
31. OTHER CHARGES			
Penalties imposed by the SBP		<u>291,563</u>	<u>155,730</u>
	Note	30 September 2025	30 September 2024
		(Un-Audited)	(Restated)
		Rupees in '000	
32. CREDIT LOSS ALLOWANCE & WRITE OFFS - NET			
Credit loss allowance against cash and balances with banks		98,579	231,974
Credit loss allowance against lendings to financial institutions		380	13,280
Credit loss allowance for diminution in value of investments	10.2	(1,699)	391,690
Credit loss allowance against loans & advances	11.3	530,923	2,470,542
Credit loss allowance against other assets		3,602	109,175
Credit loss allowance against other liabilities		778,413	(231,031)
Recoveries of written off / charged off bad debts		(211,842)	–
		<u>1,198,356</u>	<u>2,985,630</u>
33. TAXATION			
Current			
- For the period		19,090,662	18,172,305
- Prior year		579,141	–
		19,669,803	18,172,305
Deferred			
- For the period		1,275,490	(167,959)
- Prior year		(757,617)	–
		517,873	(167,959)
		<u>20,187,676</u>	<u>18,004,346</u>
34. BASIC AND DILUTED EARNINGS PER SHARE			
Profit after taxation		<u>17,148,045</u>	<u>18,926,913</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>16.37</u>	<u>18.06</u>
35. FAIR VALUE MEASUREMENTS			

The fair value of quoted securities other than investment in subsidiaries and those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in subsidiaries, is determined on the basis of valuation methodologies.

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 Bank 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 categorized:

On balance sheet financial instruments

	30 September 2025 (Un-Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Financial assets measured at fair value				
Investments				
– Federal Government securities	–	778,671,698	–	778,671,698
– Non Government debt securities	–	10,850,303	–	10,850,303
– Shares				
– Listed companies	12,752,631	–	–	12,752,631
– Unlisted companies	–	–	24,046	24,046
– Real estate investment trust	3,966,982	–	–	3,966,982
– Mutual Funds	172,948	–	–	172,948

Financial assets - disclosed but not measured at fair value

Investments				
– Federal Government securities	–	78,331,365	–	78,331,365
– Non Government debt securities	–	–	3,299,960	3,299,960
	16,892,561	867,853,366	3,324,006	888,069,933

Off-balance sheet financial instruments measured at fair value

– Forward purchase of foreign exchange contracts	–	329,630,133	–	329,630,133
– Forward sale of foreign exchange contracts	–	296,553,910	–	296,553,910
– Forward purchase of Government security transactions	–	37,770,160	–	37,770,160

On balance sheet financial instruments

31 December 2024 (Audited)				
Fair value				
Level 1	Level 2	Level 3	Total	
Rupees in '000				
Financial assets measured at fair value				
Investments				
– Federal Government securities	74,378,500	622,593,465	–	696,971,965
– Non Government debt securities	–	10,975,018	–	10,975,018
– Shares				
– Listed companies	8,984,437	–	–	8,984,437
– Unlisted companies	–	–	51,569	51,569
– Mutual funds	2,785,219	–	–	2,785,219
– Real estate investment trust	3,068,679	–	–	3,068,679

Financial assets - disclosed but not measured at fair value

Investments				
– Federal Government securities	–	85,407,793	–	85,407,793
– Non Government debt securities	–	–	2,999,948	2,999,948
	<u>89,216,835</u>	<u>718,976,276</u>	<u>3,051,517</u>	<u>811,244,628</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
– Forward purchase of Government security transactions	–	16,393,540	–	16,393,540

35.2 Fair value of non-financial assets

	30 September 2025 (Un-Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Non-financial assets measured at fair value				
– Property and equipment	–	10,414,020	–	10,414,020
– Non-banking assets acquired in satisfaction of claim	–	6,475,891	–	6,475,891
	–	16,889,911	–	16,889,911

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

35.3 Valuation techniques used in determination of fair valuation of financial instruments within level 2 and level 3.

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 2

Property and equipment and non-banking assets acquired in satisfaction of claim	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. 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.
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36. SEGMENT DETAILS WITH RESPECT TO BUSINESS ACTIVITIES

	30 September 2025 (Un-Audited)				
	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
Profit and loss account					
Net mark-up / return / profit	45,183,580	(12,880,494)	6,286,426	12,359,432	50,948,944
Inter segment revenue - net	(29,368,399)	21,834,635	7,533,764	-	-
Non mark-up / return / interest income	9,331,185	989,994	6,352,340	1,195,852	17,869,371
Total Income	25,146,366	9,944,135	20,172,530	13,555,284	68,818,315
Segment direct expenses	(354,422)	-	-	-	(354,422)
Inter segment expense allocation	-	(7,212,855)	(15,005,838)	(7,711,123)	(29,929,816)
Total expenses	(354,422)	(7,212,855)	(15,005,838)	(7,711,123)	(30,284,238)
Credit loss allowance	1,699	(112,656)	(2,885,044)	1,797,645	(1,198,356)
Profit before tax	24,793,643	2,618,624	2,281,648	7,641,806	37,335,721
Statement of financial position					
Cash and bank balances	3,736,139	28,289,565	58,854,462	21,309,389	112,189,555
Investments	722,853,989	-	-	163,811,821	886,665,810
Net inter segment lending	-	366,052,394	70,103,870	-	436,156,264
Lendings to financial institutions	22,806,867	-	-	22,499,924	45,306,791
Advances - performing	-	16,499,307	365,244,190	94,974,260	476,717,757
Advances - non-performing	-	600,356	23,591,226	2,827,551	27,019,133
Credit loss allowance against advances	-	(1,679,271)	(24,489,876)	(3,863,932)	(30,033,079)
Others	27,001,040	7,690,261	65,910,171	30,154,167	130,755,639
Total Assets	776,398,035	417,452,612	559,214,043	331,713,180	2,084,777,870
Borrowings	267,686,258	-	55,150,377	26,881,243	349,717,878
Deposits and other accounts	-	364,917,319	405,924,199	267,200,381	1,038,041,899
Net inter segment borrowing	436,156,264	-	-	-	436,156,264
Others	12,075,494	12,796,991	90,529,058	22,115,081	137,516,624
Total liabilities	715,918,016	377,714,310	551,603,634	316,196,705	1,961,432,665
Net Assets	60,480,019	39,738,302	7,610,409	15,516,475	123,345,205
Equity					123,345,205
Contingencies and commitments	665,166,381	-	309,382,050	38,690,334	1,013,238,765

30 September 2024 (Un-Audited & Restated)

	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
Profit and loss account					
Net mark-up / return / profit	91,784,973	(32,900,780)	(20,258,802)	12,070,858	50,696,249
Inter segment revenue - net	(87,965,070)	54,323,826	33,641,244	–	–
Non mark-up / return / interest income	7,229,815	703,357	5,954,114	898,987	14,786,273
Total Income	11,049,718	22,126,403	19,336,556	12,969,845	65,482,522
Segment direct expenses	(306,136)	–	–	–	(306,136)
Inter segment expense allocation	–	(7,478,422)	(12,337,826)	(5,443,249)	(25,259,497)
Total expenses	(306,136)	(7,478,422)	(12,337,826)	(5,443,249)	(25,565,633)
Credit loss allowance	(391,742)	(834,027)	477,062	(2,236,923)	(2,985,630)
Profit before tax	10,351,840	13,813,954	7,475,792	5,289,673	36,931,259

31 December 2024 (Audited)

	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
Statement of financial position					
Cash and bank balances	6,435,596	25,145,136	46,698,111	14,971,525	93,250,368
Investments	663,854,898	–	–	147,020,502	810,875,400
Net inter segment lendings	–	379,807,962	27,488,264	–	407,296,226
Lendings to financial institutions	5,570,998	–	–	–	5,570,998
Advances - performing	–	15,855,835	369,912,171	92,867,464	478,635,470
Advances - non-performing	–	336,133	21,691,438	3,139,699	25,167,270
Credit loss allowance against advances	–	(603,370)	(23,237,144)	(5,661,642)	(29,502,156)
Others	21,655,600	11,816,263	64,547,414	18,117,153	116,136,430
Total assets	697,517,092	432,357,959	507,100,254	270,454,701	1,907,430,006
Borrowings	232,422,271	–	68,693,948	28,894,549	330,010,768
Deposits and other accounts	–	374,480,521	347,257,208	205,395,048	927,132,777
Net inter segment borrowings	407,296,226	–	–	–	407,296,226
Others	3,687,896	18,151,910	87,224,985	18,893,629	127,958,420
Total liabilities	643,406,393	392,632,431	503,176,141	253,183,226	1,792,398,191
Net assets	54,110,699	39,725,528	3,924,113	17,271,475	115,031,815
Equity					115,031,815
Contingencies and commitments	547,663,058	–	341,670,958	44,643,011	933,977,027

37. TRANSACTIONS WITH RELATED PARTIES

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

The Banks 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 staff 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:

	30 September 2025 (Un-Audited)						
	Holding company	Directors	Key management personnel	Subsidiary companies	Associates	Retirement benefit plans	Total
	Rupees in '000						
Balances with other banks							
In current accounts	192,633	-	-	-	215,674	-	408,307
Investments							
Opening balance	-	-	-	4,830,000	-	-	4,830,000
Investment made during the period	-	-	-	9,100,000	-	-	9,100,000
Investment redeemed / disposed off during the period	-	-	-	(8,833,148)	-	-	(8,833,148)
Closing balance	-	-	-	5,096,852	-	-	5,096,852
Advances							
Opening balance	-	-	331,041	56,689	6,504,983	-	6,892,713
Addition during the period	-	-	43,498	7,508,917	61,541,031	-	69,093,446
Repaid during the period	-	-	(43,833)	(7,521,264)	(58,132,184)	-	(65,697,281)
Closing balance	-	-	330,706	44,342	9,913,830	-	10,288,878
Other Assets							
Mark-up / return / interest receivable	-	-	-	60,662	42,903	-	103,565
Prepayments / advance deposits / other receivables	468	-	-	-	24,440	-	24,908
	468	-	-	60,662	67,343	-	128,473
Deposits and other accounts							
Opening balance	231,356	967,344	224,702	2,304,739	5,567,651	2,168,691	11,464,483
Received during the period	9,585,325	2,582,672	1,249,563	276,519,887	2,537,132,803	3,465,984	2,830,536,234
Withdrawn during the period	(9,551,061)	(2,455,126)	(1,177,900)	(277,342,704)	(2,527,875,229)	(4,410,262)	(2,822,812,282)
Closing balance	265,620	1,094,890	296,365	1,481,922	14,825,225	1,224,413	19,188,435
Other Liabilities							
Mark-up / return / interest payable	-	14,200	8,661	9,416	74,400	92,860	199,537
Management fee payable for technical and consultancy services*	292,216	-	-	-	-	-	292,216
Other payables	-	955	-	-	630	348,286	349,871
	292,216	15,155	8,661	9,416	75,030	441,146	841,624
Contingencies and commitments							
Transaction-related contingent liabilities	-	-	-	-	18,222,477	-	18,222,477
Trade-related contingent liabilities	-	-	-	-	4,838,096	-	4,838,096
	-	-	-	-	23,060,573	-	23,060,573

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

31 December 2024 (Audited)

	Holding company	Directors	Key management personnel	Subsidiary companies	Associates	Retirement benefit plans	Total
	Rupees in '000						
Balances with other banks							
In current accounts	322,178	–	–	–	277,533	–	599,711
Investments							
Opening balance	–	–	–	5,530,000	–	–	5,530,000
Investment made during the year	–	–	–	20,400,000	–	–	20,400,000
Investment redeemed / disposed off during the year	–	–	–	(21,100,000)	–	–	(21,100,000)
Closing balance	–	–	–	4,830,000	–	–	4,830,000
Advances							
Opening balance	–	–	283,415	–	5,709,339	–	5,992,754
Addition during the year	–	–	124,870	3,865,202	134,111,594	–	138,101,666
Repaid during the year	–	–	(77,244)	(3,808,513)	(133,315,950)	–	(137,201,707)
Closing balance	–	–	331,041	56,689	6,504,983	–	6,892,713
Other Assets							
Mark-up / return / interest receivable	–	–	–	48,484	31,360	–	79,844
Prepayments / advance deposits / other receivables	468	–	–	–	67,006	–	67,474
	468	–	–	48,484	98,366	–	147,318
Deposits and other accounts							
Opening balance	242,044	822,094	319,529	1,522,026	25,278,888	1,421,701	29,606,282
Received during the year	19,784,319	3,140,332	1,534,947	234,317,102	2,786,954,112	6,790,530	3,052,521,342
Withdrawn during the year	(19,795,007)	(2,995,082)	(1,629,774)	(233,534,389)	(2,806,665,349)	(6,043,540)	(3,070,663,141)
Closing balance	231,356	967,344	224,702	2,304,739	5,567,651	2,168,691	11,464,483
Other Liabilities							
Mark-up / return / interest payable	–	8,566	10,616	14,866	105,119	217,415	356,582
Other payables	–	995	–	–	900	117,071	118,966
	–	9,561	10,616	14,866	106,019	334,486	475,548
Contingencies and commitments							
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

Transactions during the period

	For the period ended 30 September 2025 (Un-Audited)					
	Holding company	Directors	Key management personnel	Subsidiaries companies	Associates	Retirement benefit plans
	Rupees in '000					
Income						
Mark-up / return / interest earned	-	-	13,001	274,763	104,998	-
Fee and commission income	-	73	-	1,004	537,953	16
Dividend income	-	-	-	13,541	-	-
Gain on sale of securities	-	-	-	5,576	-	-
Rent income	4,211	-	-	20,352	7,755	-
Expense						
Mark-up / return / interest expensed	-	46,213	15,969	85,782	369,994	421,456
Commission / brokerage / bank charges paid	716	-	-	2,321	2,313	-
Salaries and allowances	-	-	597,899	-	-	-
Directors' fees and allowances	-	20,554	-	-	-	-
Charge to defined benefit plan	-	-	-	-	-	268,339
Contribution to defined contribution plan	-	-	-	-	-	322,232
Insurance premium expenses	-	-	-	-	36,647	-
Management fee expense for technical and consultancy services *	1,541,388	-	-	-	-	-
Donation	-	-	-	-	-	-

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

Transactions during the period

	For the period ended 30 September 2024 (Un-Audited)					
	Holding company	Directors	Key management personnel	Subsidiaries companies	Associates	Retirement benefit plans
	Rupees in '000					
Income						
Mark-up / return / interest earned	–	–	11,110	927,936	65,068	–
Fee and commission income	93	140	–	1,651	733,371	7
Rent income	4,211	–	–	9,367	7,755	–
Expenses						
Mark-up / return / interest expensed	–	66,118	35,724	201,855	1,912,171	193,143
Commission / brokerage / bank charges paid	6,881	–	–	2,546	10,743	–
Salaries and allowances	–	–	507,956	–	–	–
Directors' fees and allowances	–	20,183	–	–	–	–
Charge to defined benefit plan	–	–	–	–	–	245,808
Contribution to defined contribution plan	–	–	–	–	–	280,900
Insurance premium expenses	–	–	–	–	43,596	–
Management fee expense for technical and consultancy services *	1,230,214	–	–	–	–	–
Donation	–	–	–	–	960	–

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

38. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	10,478,315	10,478,315
Capital Adequacy Ratio (CAR):		
Eligible common equity tier 1 (CET 1) Capital	107,273,603	99,689,869
Eligible additional tier 1 (ADT 1) Capital	–	–
Total eligible tier 1 capital	107,273,603	99,689,869
Eligible tier 2 capital	15,774,892	17,619,301
Total eligible capital (tier 1 + tier 2)	123,048,495	117,309,170
Risk Weighted Assets (RWAs):		
Credit risk	521,048,649	455,454,722
Market risk	8,016,444	8,395,647
Operational risk	144,429,169	144,429,169
Total	673,494,262	608,279,538
CET 1 capital adequacy ratio (in %)	15.93%	16.39%
Tier 1 capital adequacy ratio (in %)	15.93%	16.39%
Total capital adequacy ratio (in %)	18.27%	19.29%
Minimum capital requirements prescribed by SBP		
CET 1 capital adequacy ratio (in %)	6.00%	6.00%
Tier 1 capital adequacy ratio (in %)	7.50%	7.50%
Total capital adequacy ratio (in %)	11.50%	11.50%
Banks uses 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	107,273,603	99,689,869
Total exposures	2,041,623,352	1,943,057,316
Leverage ratio (in %)	5.25%	5.13%
Liquidity Coverage Ratio (LCR):		
Total high quality liquid assets	594,022,970	719,857,270
Total net cash outflow	367,683,497	330,851,160
Liquidity coverage ratio (in %)	162%	218%
Net Stable Funding Ratio (NSFR):		
Total available stable funding	999,906,646	955,276,822
Total required stable funding	519,594,617	538,749,940
Net stable funding ratio (in %)	192%	177%

39. ISLAMIC BANKING BUSINESS

The bank is operating 242 (31 December 2024: 223) Islamic banking branches and 311 (31 December 2024: 190) Islamic banking windows at the end of the period.

	Note	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	
ASSETS			
Cash and balances with treasury banks		21,253,975	14,936,606
Balances with other banks		55,414	34,919
Due from financial institutions		22,499,924	–
Investments	39.1	163,811,821	147,020,502
Islamic financing and related assets – net	39.2	93,937,879	90,345,521
Property and equipment		854,773	800,502
Right-of-use assets		3,574,013	3,055,711
Intangible assets		–	–
Due from Head Office		13,621,181	5,167,862
Other assets		12,104,200	9,093,078
Total Assets		331,713,180	270,454,701
LIABILITIES			
Bills payable		6,628,412	6,374,863
Due to financial institutions		26,881,243	28,894,549
Deposits and other accounts	39.3	267,200,381	205,395,048
Due to Head Office		–	–
Lease liabilities		4,389,550	3,696,838
Subordinated debt		–	–
Deferred tax liabilities		996,624	1,754,446
Other liabilities		10,100,495	8,821,928
Total Liabilities		316,196,705	254,937,672
NET ASSETS		15,516,475	15,517,029
REPRESENTED BY			
Islamic Banking Fund		11,007,033	11,006,964
Reserves		–	–
Surplus on revaluation of assets		919,961	1,635,769
Unappropriated profit	39.4	3,589,481	2,874,296
		15,516,475	15,517,029
CONTINGENCIES AND COMMITMENTS			
	39.5		

The profit and loss account of the Bank's Islamic banking branches for nine months ended 30 September 2025 is as follows:

	Note	(Un-Audited)	
		30 September 2025	30 September 2024 (Restated)
		Rupees in '000	
PROFIT AND LOSS ACCOUNT			
Profit / return earned	39.6	24,341,939	28,010,329
Profit / return expensed	39.7	(11,982,507)	(15,939,471)
Net Profit / return		12,359,432	12,070,858
Other income			
Fee and Commission Income		990,393	826,036
Dividend Income		–	–
Foreign Exchange Income		139,674	110,969
Income / (loss) from derivatives		–	–
Gain / (loss) on securities		18,439	(81,303)
Other Income		47,346	43,285
Total other income		1,195,852	898,987
Total Income		13,555,284	12,969,845
Other expenses			
Operating expenses		7,550,784	5,443,112
Workers' welfare fund		156,249	–
Other charges		4,090	137
Total other expenses		7,711,123	5,443,249
Profit before credit loss allowance		5,844,161	7,526,596
Credit loss allowance and write offs – net		1,797,645	(2,236,923)
PROFIT BEFORE TAXATION		7,641,806	5,289,673
Taxation		(4,052,325)	(2,591,940)
PROFIT AFTER TAXATION		3,589,481	2,697,733

39.1 Investments by segments

Debt Instruments

Measured at amortised cost

Federal Government securities

- Ijarah Sukuk

Certificate of investment

30 September 2025 (Un-Audited)			
Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
Rupees in '000			
2,981,748	–	–	2,981,748
3,300,000	(40)	–	3,299,960
6,281,748	(40)	–	6,281,708

Measured at FVOCI

Federal Government securities

- Ijarah Sukuk

Non Government Debt Securities

148,116,677	–	2,338,824	150,455,501
6,612,239	(340,000)	(422,239)	5,850,000
154,728,916	(340,000)	1,916,585	156,305,501
1,223,889	–	723	1,224,612
162,234,553	(340,040)	1,917,308	163,811,821

Instruments measured at FVTPL

Total investments

31 December 2024 (Audited)

Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
Rupees in '000			
2,974,050	–	–	2,974,050
3,000,000	(52)	–	2,999,948
5,974,050	(52)	–	5,973,998

Debt Instruments

Measured at amortised cost

Federal Government securities

- Ijarah Sukuk

Certificate of investment

Measured at FVOCI

Federal Government securities

- Ijarah Sukuk

Non Government Debt Securities

125,750,660	–	3,545,698	129,296,358
6,683,993	(340,000)	(235,423)	6,108,570
132,434,653	(340,000)	3,310,275	135,404,928
5,561,635	–	79,941	5,641,576
143,970,338	(340,052)	3,390,216	147,020,502

Instruments measured at FVTPL

Total investments

39.2 Islamic financing and related assets - net

	30 September 2025 (Un-Audited)			
	Financing	Advances	Inventory	Total
	Rupees in '000			
Ijarah	1,154,834	27,547	–	1,182,381
Ijarah - Islamic long term financing facility	6,740	–	–	6,740
Murabaha	1,781,818	2,345,493	–	4,127,311
Working capital musharaka	12,829,231	–	–	12,829,231
Diminishing musharaka	19,667,406	4,765,878	–	24,433,284
Istisna	4,397,510	6,089,834	2,506,826	12,994,170
Al-bai	2,324,941	–	2,263,082	4,588,023
Diminishing musharaka:				
Islamic long term financing facility	2,592,262	579,371	–	3,171,633
Islamic refinance scheme for payment of wages and salaries	–	–	–	–
Islamic financing facility for storage of agricultural produce	463,386	–	–	463,386
Islamic temporary economic refinance facility	7,901,563	–	–	7,901,563
Islamic financing facility for renewable energy	432,583	–	–	432,583
Islamic export refinance:				
Working capital musharaka	19,026,617	–	–	19,026,617
Istisna	949,423	3,342,803	890,272	5,182,498
Al-bai	605,189	–	857,202	1,462,391
Gross Islamic financing and related assets	74,133,503	17,150,926	6,517,382	97,801,811
Less: Credit loss allowance held against Islamic financings				
-Stage 1	(63,762)	(11,255)	(6,598)	(81,615)
-Stage 2	(682,412)	(214,026)	(144,098)	(1,040,536)
-Stage 3	(2,620,121)	(121,660)	–	(2,741,781)
	(3,366,295)	(346,941)	(150,696)	(3,863,932)
Islamic financing and related assets - net of credit loss allowance	70,767,208	16,803,985	6,366,686	93,937,879

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
Diminishing musharaka:				
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
Islamic export refinance:				
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

	30 September 2025 (Un-Audited)			31 December 2024 (Audited)		
	Customers	Financial Institutions	Total	Customers	Financial Institutions	Total
	Rupees in '000					
Current deposits	112,286,874	243,206	112,530,080	103,322,951	337,309	103,660,260
Savings deposits	70,590,010	52,708,141	123,298,151	57,562,083	4,329,081	61,891,164
Term deposits	27,534,139	135,000	27,669,139	36,599,875	135,000	36,734,875
Others	3,703,011	–	3,703,011	3,108,749	–	3,108,749
	<u>214,114,034</u>	<u>53,086,347</u>	<u>267,200,381</u>	<u>200,593,658</u>	<u>4,801,390</u>	<u>205,395,048</u>

39.4 Unappropriated profit

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
	Rupees in '000	
Opening balance	2,874,296	4,720,817
Add: Islamic banking profit for the period / year	7,641,806	6,248,469
Less: Taxation	(4,052,325)	(3,374,173)
Less: Transferred to head office	(2,874,296)	(4,720,817)
Closing balance	<u>3,589,481</u>	<u>2,874,296</u>

39.5 Contingencies and commitments

	30 September 2025	30 September 2024
	(Un-Audited)	
Guarantees	18,363,555	18,073,842
Commitments	20,326,779	26,569,169
	<u>38,690,334</u>	<u>44,643,011</u>

39.6 Profit / return earned

	30 September 2025	30 September 2024 (Restated)
	(Un-Audited)	
	Rupees in '000	
Financing	10,424,439	15,274,501
Investments	13,421,912	11,447,414
Placements	495,588	1,288,414
	<u>24,341,939</u>	<u>28,010,329</u>

**30 September
2025** 30 September
2024
(Restated)
(Un-Audited)
————— Rupees in '000 —————

39.7 Profit / return expensed

Deposits and other accounts	9,178,114	13,721,111
Due to financial institutions	2,422,458	1,920,077
Lease liabilities against right-of-use assets	381,935	298,283
	<u>11,982,507</u>	<u>15,939,471</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 unconsolidated condensed interim financial statements wherever necessary to facilitate comparison and better presentation.

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 23 October 2025 has approved an interim cash dividend of Rs. 2.50 per share (30 September 2024: interim cash dividend of Rs. 2.50 per share).

41.2 These unconsolidated condensed interim financial statements were authorised for issue on 23 October 2025 by the Board of Directors of the Bank.

FUZAIL ABBAS
Chief Financial Officer

KHURRAM SHAHZAD KHAN
President &
Chief Executive Officer

MOHSIN A. NATHANI
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

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