



[Subsidiary of Habib Bank AG Zurich]

HABIB METROPOLITAN BANK LTD.

[Subsidiary of Habib Bank AG Zurich]

Consolidated Accounts for the nine months
ended 30 September 2025
(Un-audited)

CONSOLIDATED 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	108,877,522	86,903,001
Balances with other banks	8	4,048,972	6,462,022
Lendings to financial institutions	9	45,306,791	5,570,998
Investments	10	883,014,475	807,496,585
Advances	11	508,114,029	502,468,656
Property and equipment	12	17,300,150	17,007,330
Right-of-use assets	13	8,771,800	8,654,445
Intangible assets	14	688,088	741,652
Deferred tax assets		—	—
Other assets	15	104,511,159	90,279,655
Total Assets		1,680,632,986	1,525,584,344
LIABILITIES			
Bills payable	16	25,621,842	28,478,822
Borrowings	17	374,587,132	350,224,431
Deposits and other accounts	18	1,037,366,017	925,227,989
Lease liabilities	19	10,900,540	10,519,685
Subordinated debt		—	—
Deferred tax liabilities	20	3,104,453	2,722,825
Other liabilities	21	99,427,330	87,517,942
Total Liabilities		1,551,007,314	1,404,691,694
NET ASSETS		129,625,672	120,892,650
REPRESENTED BY			
Share capital		10,478,315	10,478,315
Reserves		39,041,327	36,857,521
Surplus on revaluation of assets - net of tax	22	14,986,880	14,371,296
Unappropriated profit		59,890,833	54,342,480
		124,397,355	116,049,612
Non-controlling interest		5,228,317	4,843,038
		129,625,672	120,892,650
CONTINGENCIES AND COMMITMENTS	23		

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

FUZAIL ABBAS Chief Financial Officer	KHURRAM SHAHZAD KHAN President & Chief Executive Officer	MOHSIN A. NATHANI Director	RASHID AHMED JAFER Director	MOHAMEDALI R. HABIB Chairman
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CONSOLIDATED 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 (Resated)	30 September 2025	30 September 2024 (Resated)
Rupees in '000					
Mark-up / return / interest earned	25	39,931,953	65,360,108	123,796,102	188,183,484
Mark-up / return / interest expensed	26	(23,560,933)	(45,288,479)	(71,395,332)	(135,906,697)
Net mark-up / interest income		16,371,020	20,071,629	52,400,770	52,276,787
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	2,800,384	2,961,041	8,427,860	7,878,263
Dividend income		181,627	196,034	629,046	550,809
Foreign exchange income		1,934,371	1,667,370	6,124,128	5,086,891
Income / (loss) from derivatives		-	-	-	-
Gain on securities - net	28	1,363,326	813,361	2,750,093	1,498,946
Net loss on derecognition of financial assets measured at amortised cost		-	-	-	(3,602)
Other income	29	37,563	18,484	117,950	103,389
Total non mark-up / interest income		6,317,271	5,656,290	18,049,077	15,114,696
Total Income		22,688,291	25,727,919	70,449,847	67,391,483
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	9,931,180	9,150,977	29,825,223	25,316,357
Workers' welfare fund		254,682	310,885	784,671	772,973
Other charges	31	4,321	82,942	292,218	155,730
Total non-mark-up / interest expenses		(10,190,183)	(9,544,804)	(30,902,112)	(26,245,060)
Profit before credit loss allowance		12,498,108	16,183,115	39,547,735	41,146,423
Credit loss allowance and write offs - net	32	(53,068)	(1,075,014)	(1,173,348)	(3,139,644)
PROFIT BEFORE TAXATION		12,445,040	15,108,101	38,374,387	38,006,779
Taxation	33	(6,690,374)	(7,408,257)	(20,612,176)	(18,342,758)
PROFIT AFTER TAXATION		5,754,666	7,699,844	17,762,211	19,664,021
PROFIT ATTRIBUTABLE TO:					
Equity shareholders of the holding company		5,592,581	7,473,257	17,229,359	19,121,141
Non-controlling interest		162,085	226,587	532,852	542,880
		5,754,666	7,699,844	17,762,211	19,664,021
Rupees					
Basic and diluted earnings per share	34	5.34	7.13	16.44	18.25

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

FUZAIL ABBAS
Chief Financial Officer

KHURRAM SHAHZAD KHAN
President &
Chief Executive Officer

MOHSIN A. NATHANI
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

CONSOLIDATED 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 (Resated)	30 September 2025	30 September 2024 (Resated)
	Rupees in '000			
Profit after taxation	5,754,666	7,699,844	17,762,211	19,664,021

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	(1,412,134)	6,443,353	(1,158,623)	8,174,331
	(1,414,603)	6,442,432	(1,158,620)	8,172,832

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	(81,784)	(16,655)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	1,562,589	344,902	1,872,821	828,121
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
	1,627,847	369,100	2,294,722	1,324,768
Total comprehensive income	5,967,910	14,511,376	18,898,313	29,161,621

Equity shareholders of the holding company	5,796,029	14,297,544	18,362,975	28,594,531
Non-controlling interest	171,881	213,832	535,338	567,090
	5,967,910	14,511,376	18,898,313	29,161,621

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

FUZAIL ABBAS
Chief Financial Officer

KHURRAM SHAHZAD KHAN
President &
Chief Executive Officer

MOHSIN A. NATHANI
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

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

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025

	Share capital	Exchange translation reserve	Reserves					Surplus / (deficit) on revaluation		Un-appropriated profit	Sub total	Non-controlling interest	Total
			Share premium	Statutory reserve	Merger reserve	Special reserve	Revenue reserve	Investments	Property, equipment & Non-banking assets				
Rupees in '000													
Balance as at 31 December 2023 (Audited)	10,478,315	11,309	2,550,985	26,999,111	31,002	340,361	1,500,000	(1,539,720)	6,369,534	47,254,919	93,995,816	4,193,391	98,189,207
Impact of adoption of IFRS 9 as at 1 January 2024 - net of tax	-	-	-	-	-	-	-	(184,901)	-	461,044	276,143	-	276,143
Balance as at 1 January 2024 (Audited)	10,478,315	11,309	2,550,985	26,999,111	31,002	340,361	1,500,000	(1,724,621)	6,369,534	47,715,963	94,271,959	4,193,391	98,465,350
Profit after taxation for the period (restated) - note 3.1	-	-	-	-	-	-	-	-	-	19,121,141	19,121,141	542,880	19,664,021
Other comprehensive income (restated)													
Effect of translation of net investment in an offshore branch - net of tax	-	(1,499)	-	-	-	-	-	-	-	-	(1,499)	-	(1,499)
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	8,174,331	-	-	8,174,331	-	8,174,331
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(16,555)	(16,555)	-	(16,555)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	803,911	-	-	803,911	24,210	828,121
Movement in surplus on revaluation of non-banking asset - net of tax	-	-	-	-	-	-	-	-	513,302	-	513,302	-	513,302
Total comprehensive income (restated)	-	(1,499)	-	-	-	-	-	8,978,242	513,302	(16,555)	9,473,490	24,210	9,497,700
Gain on sale of equity investments FVOCI - net of tax	-	-	-	-	-	-	-	(460,342)	-	460,342	-	-	-
Transfer to statutory reserve	-	-	-	3,806,817	-	-	-	-	-	(3,806,817)	-	-	-
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)	-	(5,763,073)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Profit distribution by First Habib Modaraba (Rs. 2.10 per certificate) for the period ended 30 June 2024	-	-	-	-	-	-	-	-	-	-	-	(196,832)	(196,832)
Balance as at 30 September 2024 (Un-Audited & restated)	10,478,315	9,810	2,550,985	30,805,928	31,002	340,361	1,500,000	6,793,279	6,760,916	52,593,763	111,864,359	4,563,649	116,428,008

	Reserves							Surplus / (deficit) on revaluation		Un-appropriated profit	Sub total	Non-controlling interest	Total
	Share capital	Exchange translation reserve	Share premium	Statutory reserve	Merger reserve	Special reserve	Revenue reserve	Investments	Property, equipment & Non-banking assets				
	Rupees in '000												
Profit after taxation for the period	-	-	-	-	-	-	-	-	-	5,822,017	5,822,017	279,213	6,101,230
Other comprehensive income													
Effect of translation of net investment in an offshore branch - net of tax	-	1,550	-	-	-	-	-	-	-	-	1,550	-	1,550
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	(428,150)	-	-	(428,150)	-	(428,150)
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	136,163	136,163	2,697	138,860
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	1,118,527	-	-	1,118,527	(2,521)	1,116,006
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	-	(101,926)	-	(101,926)	-	(101,926)
Movement in surplus on revaluation of non-banking asset - net of tax	-	-	-	-	-	-	-	-	256,651	-	256,651	-	256,651
Total comprehensive income	-	1,550	-	-	-	-	-	690,377	154,725	136,163	982,815	176	982,991
Gain on sale of equity investments FVOCI - net of tax	-	-	-	-	-	-	-	14,684	-	(14,684)	-	-	-
Transfer to statutory reserve	-	-	-	1,617,885	-	-	-	-	-	(1,617,885)	-	-	-
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. 2.50 per share) for the quarter ended 30 September 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Balance as at 31 December 2024 (Audited)	10,478,315	11,360	2,550,985	32,423,813	31,002	340,361	1,500,000	7,498,340	6,872,956	54,342,480	116,049,612	4,843,038	120,892,650

	Reserves						Surplus / (deficit) on revaluation		Un-appropriated profit	Sub total	Non-controlling interest	Total	
	Share capital	Exchange translation reserve	Share premium	Statutory reserve	Merger reserve	Special reserve	Revenue reserve	Investments					Property, equipment & Non-banking assets
	Rupees in '000												
Profit after taxation for the period	-	-	-	-	-	-	-	-	-	17,229,359	17,229,359	532,852	17,762,211
Other comprehensive income - net of tax													
Effect of translation of net investment in an offshore branch - net of tax	-	3	-	-	-	-	-	-	-	-	3	-	3
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	(1,158,623)	-	-	(1,158,623)	-	(1,158,623)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	1,867,832	-	-	1,867,832	4,989	1,872,821
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(79,281)	(79,281)	(2,503)	(81,784)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	-	25,925	-	25,925	-	25,925
Movement in surplus on revaluation of non-banking asset - net of tax	-	-	-	-	-	-	-	-	477,760	-	477,760	-	477,760
Total comprehensive income	-	3	-	-	-	-	-	709,209	503,685	(79,281)	1,133,616	2,486	1,136,102
Gain on sale of equity investments FVOCI - net of tax	-	-	-	-	-	-	-	(482,981)	-	482,981	-	-	-
Transfer to statutory reserve	-	-	-	2,214,805	-	-	-	-	-	(2,214,805)	-	-	-
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. 450 per share) for the year ended 31 December 2024	-	-	-	-	-	-	-	-	-	(4,715,242)	(4,715,242)	-	(4,715,242)
Interim cash dividend (Rs. 250 per share) for the for the quarter ended 31 March 2025	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 250 per share) for the for the quarter ended 30 June 2025	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Profit distribution by First Habib Modaraba (Rs. 2.25 per certificate) for the period ended 30 June 2025	-	-	-	-	-	-	-	-	-	-	-	(210,891)	(210,891)
Disposal of shares	-	-	-	-	(31,002)	-	-	-	-	(29,830)	(60,832)	60,832	-
Balance as at 30 September 2025 (Un-Audited)	10,478,315	11,363	2,550,985	34,638,618	-	340,361	1,500,000	7,724,568	7,262,312	59,890,833	124,397,355	5,228,317	129,625,672

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

FUZAIL ABBAS
Chief Financial Officer

KHURRAM SHAHZAD KHAN
President &
Chief Executive Officer

MOHSIN A. NATHANI
Director

RASHID AHMED JAFER
Director

MOHAMEDALI R. HABIB
Chairman

CONSOLIDATED 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		38,374,387	38,006,779
Less: Dividend income		(629,046)	(550,809)
		37,745,341	37,455,970
Adjustments			
Net mark-up / interest income (excluding mark up on lease liabilities against right-of-use assets)		(53,369,193)	(52,276,787)
Depreciation on property and equipment	30	2,120,599	1,810,899
Depreciation on right-of-use assets	30	1,204,853	1,370,918
Depreciation on non-banking assets	30	1,710	-
Amortisation	30	219,970	187,347
Mark-up on lease liability against right-of-use assets	26	968,423	879,584
Credit loss allowance (excluding recoveries of written off / charged off bad debts)	32	1,385,190	3,139,644
Gain on sale of property and equipment - net	29	(36,728)	(39,188)
Gain on sale of ijarah assets	29	(44,081)	-
Unrealized gain on FVTPL securities	28	(857,107)	(812,531)
Provision against workers' welfare fund		784,671	772,973
Provision against compensated absences		187,684	117,369
Provision against defined benefit plan		275,924	251,716
		(47,158,085)	(44,598,056)
		(9,412,744)	(7,142,086)
(Increase) / decrease in operating assets			
Lendings to financial institutions		(39,736,173)	(25,488,198)
Securities classified as FVTPL		(700,837)	(11,879,380)
Advances		(8,502,667)	(74,056,914)
Other assets (excluding dividend and non-banking assets)		(1,889,517)	(4,918,332)
		(50,829,194)	(116,342,824)
Increase / (decrease) in operating liabilities			
Bills payable		(2,856,980)	14,267,629
Borrowings from financial institutions		24,386,473	25,406,680
Deposits and other accounts		112,138,028	32,586,174
Other liabilities (excluding current taxation)		19,194,419	(3,974,391)
		152,861,940	68,286,092
		92,620,002	(55,198,818)
Payment against compensated absences		(71,284)	(66,969)
Provision against workers' welfare fund		-	(21,645)
Contribution to the defined benefit plan		(215,000)	(68,039)
Mark-up / Interest received		118,822,642	179,636,055
Mark-up / Interest paid		(76,274,034)	(136,246,270)
Income tax paid		(27,840,445)	(21,086,396)
		107,041,879	(33,052,082)
Net cash flow from / (used in) operating activities			
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investment in amortised cost securities		8,280,347	16,211,264
Net Investment in securities classified as FVOCI		(81,125,948)	16,244,536
Dividend received		629,046	550,809
Investment in property and equipment		(2,430,255)	(3,288,955)
Investment in intangible assets		(165,119)	(384,689)
Proceeds from sale of property and equipment		53,564	65,901
Proceeds from sale of ijarah assets		172,784	-
Effect of translation of net investment in an offshore branch		3	(1,499)
		(74,585,578)	29,397,367
Net cash flow (used in) / from investing activities			
CASH FLOWS FROM FINANCING ACTIVITIES			
Dividend paid		(9,790,398)	(10,913,578)
Payment of lease liability against right-of-use assets		(1,904,862)	(1,725,226)
		(11,695,260)	(12,638,804)
Net cash used in financing activities			
Increase / (decrease) in cash and cash equivalents		20,761,041	(16,293,519)
Cash and cash equivalents at the beginning of the period		86,852,153	111,848,372
Cash and cash equivalents at the end of the period		107,613,194	95,554,853

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

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 CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2025

1. STATUS AND NATURE OF BUSINESS

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

1.1 Holding Company

Habib Metropolitan Bank Limited (the Bank) was incorporated in Pakistan on 3 August 1992, as a public limited company, under the repealed Companies Ordinance, 1984 (now Companies Act, 2017) and is engaged in commercial banking and related services. Its shares are listed on the Pakistan Stock Exchange. The Bank operates 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.

1.2 Subsidiary Companies

1.2.1 Habib Metropolitan Financial Services Limited - 100% holding

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

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

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

1.2.3 First Habib Modaraba - 14.43% holding

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

1.2.4 HABIBMETRO Exchange Services Limited - 100% holding

HABIBMETRO Exchange Services Limited, a wholly owned subsidiary of Habib Metropolitan Bank Limited, is incorporated in Pakistan with the objective of dealing in foreign exchange and facilitating

remittances. The Company has its Registered Office at Ground Floor, Al-Manzoor Building, I.I. Chundrigar Road, Karachi.

2. BASIS OF PRESENTATION

2.1 These consolidated condensed interim financial statements represent separate financial statements of the Group. The consolidated financial statements of the Bank and its subsidiary companies are being separately issued.

2.2 Statement of Compliance

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

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

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

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification 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 (IFS). Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated 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 consolidated condensed interim financial statements are based on a format prescribed by the SBP vide BPRD Circular Letter No. 2 dated February 09, 2023 and IAS 34, Interim Financial Reporting. They do not include all the disclosures required for

annual financial statements, and these consolidated condensed interim financial statements should be read in conjunction with the audited consolidated financial statements of the Group for the year ended 31 December 2024.

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

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

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

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

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

Standards, interpretations of and amendments:	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
Amendments to IFRS 10 Consolidated Financial Statements	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 consolidated condensed interim financial statements of the Group.

3. MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in preparation of these consolidated condensed interim financial statements are consistent with those as applied in the preparation of consolidated annual financial statements of the Group for the year ended December 31, 2024 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 Group 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 consolidated condensed interim statement of profit and loss account, condensed interim statement of comprehensive income and 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)				
Consolidated Condensed Interim Profit and Loss Account				
Mark-up / return / interest earned	186,174,418	2,009,066	188,183,484	Impact of subsidised staff loans and TERF loans.
Mark-up / return / interest expensed	134,716,843	1,189,854	135,906,697	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	24,448,118	868,239	25,316,357	Impact of amortisation of deferred cost on staff loans
Credit loss allowance and write offs - net	(3,222,441)	82,797	(3,139,644)	Impact on credit loss allowance due to subsidised staff loans and TERF loans.
Profit before taxation	37,976,611	30,168	38,006,779	Impact of restatement
Taxation	(18,328,042)	(14,716)	(18,342,758)	Impact of restatement
Profit after taxation	19,648,569	15,452	19,664,021	Impact of restatement
Basic and diluted earnings per share	18.23	0.02	18.25	Impact of restatement
Consolidated Condensed Interim Statement of Comprehensive Income				
Total comprehensive income	29,146,169	15,452	29,161,621	Impact of restatement
Consolidated Condensed Interim Statement of Changes in Equity				
Unappropriated profit	52,527,516	66,247	52,593,763	Impact of restatement

4. BASIS OF MEASUREMENT

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

5. CRITICAL ACCOUNTING ESTIMATES AND JUDGEMENTS

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

6. FINANCIAL RISK MANAGEMENT

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

7. CASH AND BALANCES WITH TREASURY BANKS

In hand

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
Local currency	14,689,699	15,338,554
Foreign currencies	1,498,496	1,462,722
	16,188,195	16,801,276

With State Bank of Pakistan in

Local currency current accounts	64,022,298	46,257,596
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
	89,369,839	67,368,441

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	108,877,522	86,903,001
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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		54,124	33,688
In deposit accounts		211,459	3,941
		265,583	37,629
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		4,048,972	6,462,022
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	Credit loss allowance held	Lendings	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	519,118	-	-	519,118	3,012,532	-	119,439	3,131,971
Real estate investment trust units	1,814,315	-	2,152,667	3,966,982	1,814,314	-	1,254,365	3,068,679
	49,580,705	-	2,163,433	51,744,138	48,879,868	-	1,354,503	50,234,371
FVOCI								
Federal Government securities	723,630,699	-	9,883,052	733,513,751	642,543,228	-	12,481,301	655,024,529
Non-Government debt securities	9,775,601	(424,467)	(422,239)	8,928,895	9,847,355	(426,154)	(354,523)	9,066,678
Shares	6,321,490	-	6,625,176	12,946,666	5,336,354	-	3,846,229	9,182,583
Mutual funds	152,714	-	20,234	172,948	-	-	-	-
	739,880,504	(424,467)	16,106,223	755,562,260	657,726,937	(426,154)	15,973,007	673,273,790
Amortised Cost								
Federal Government securities	75,708,077	-	-	75,708,077	83,988,424	-	-	83,988,424
Total investments	<u>865,169,286</u>	<u>(424,467)</u>	<u>18,269,656</u>	<u>883,014,475</u>	<u>790,595,229</u>	<u>(426,154)</u>	<u>17,327,510</u>	<u>807,496,585</u>

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	426,154	307,290
Impact of reclassification on adoption of IFRS 9	-	(219,607)
Impact of ECL recognised on adoption of IFRS 9	-	578
Charge for the period / year	-	337,893
Reversal for the period / year	(1,687)	-
Net (reversal) / charge for the period / year	(1,687)	337,893
Reversal on disposal	-	-
Investment written off	-	-
Closing balance	<u>424,467</u>	<u>426,154</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	3,000,000	1,104	3,000,000	2,791
Underperforming	Stage 2	-	-	-	-
Non-performing	Stage 3	-	-	-	-
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		423,363	423,363	423,363	423,363
		423,363	423,363	423,363	423,363
Total		3,423,363	424,467	3,423,363	426,154

10.3 The market value of federal government securities classified at amortised cost is Rs. 78,909,052 thousand (31 December 2024: 86,187,652 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.	322,107,524	330,110,580	19,213,841	18,633,899	341,321,365	348,744,479
Islamic financing and related assets	130,281,587	121,251,615	2,919,464	3,953,216	133,201,051	125,204,831
Bills discounted and purchased	59,591,632	56,120,237	4,977,741	2,873,698	64,569,373	58,993,935
Advances - gross	511,980,743	507,482,432	27,111,046	25,460,813	539,091,789	532,943,245
Credit loss allowance against advances						
Stage 1	(1,183,064)	(1,450,792)	-	-	(1,183,064)	(1,450,792)
Stage 2	(3,090,892)	(4,615,450)	-	-	(3,090,892)	(4,615,450)
Stage 3	-	-	(26,703,804)	(24,408,347)	(26,703,804)	(24,408,347)
	(4,273,956)	(6,066,242)	(26,703,804)	(24,408,347)	(30,977,760)	(30,474,589)
Advances - net of credit loss allowance	507,706,787	501,416,190	407,242	1,052,466	508,114,029	502,468,656

11.1 Particulars of advances - gross

	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
Rupees in '000		
In local currency	447,655,515	415,723,896
In foreign currencies	91,436,274	117,219,349
	539,091,789	532,943,245

11.2 Advances include Rs. 27,111,046 thousand (31 December 2024: Rs. 25,460,813 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	113,437	64,828	230,478	223,854
Substandard	308,266	186,140	481,869	276,615
Doubtful	2,403	1,054	1,901,249	1,190,825
Loss	26,686,940	26,451,782	22,847,217	22,717,053
	<u>27,111,046</u>	<u>26,703,804</u>	<u>25,460,813</u>	<u>24,408,347</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	24,408,347	6,066,242	30,474,589	–	–	20,033,135	7,325,642	27,358,777
Impact of adoption of IFRS 9 as of 1 January 2024	–	–	–	20,016,316	4,794,026	(20,033,135)	(5,963,784)	(1,186,577)
Charge for the period / year	3,650,638	1,672,534	5,323,172	5,877,489	4,194,437	–	–	10,071,926
Reversals for the period / year	(1,355,165)	(3,464,820)	(4,819,985)	(1,460,604)	(2,922,221)	–	(1,361,858)	(5,744,683)
Net charge / (reversal) for the period / year	2,295,473	(1,792,286)	503,187	4,416,885	1,272,216	–	(1,361,858)	4,327,243
Amount written off	(16)	–	(16)	(24,854)	–	–	–	(24,854)
Closing balance	<u>26,703,804</u>	<u>4,273,956</u>	<u>30,977,760</u>	<u>24,408,347</u>	<u>6,066,242</u>	<u>–</u>	<u>–</u>	<u>30,474,589</u>

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

The Group 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	1,450,792	4,615,450	24,408,347	–	–	–
Impact of adoption of IFRS 9	–	–	–	2,240,046	2,553,980	20,016,316
New advances	338,273	1,253,060	2,789,231	225,618	2,848,014	309,278
Advances derecognised or repaid	(349,872)	(2,038,326)	(1,151,810)	(656,019)	(753,998)	(1,444,704)
Transfer to stage 1	22,270	(22,270)	–	10,281	(10,281)	–
Transfer to stage 2	(58,933)	58,933	–	(365,348)	392,759	(27,411)
Transfer to stage 3	(5,131)	(337,469)	342,600	(3,786)	(418,619)	422,405
	(53,393)	(1,086,072)	1,980,021	(789,254)	2,057,875	(740,432)
Amounts written off / charged off	–	–	–	–	–	(24,854)
Changes in risk parameters	(214,335)	(438,486)	822,605	315,436	3,595	5,157,317
Closing balance	1,183,064	3,090,892	26,703,804	1,450,792	4,615,450	24,408,347

	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	420,262,389	1,183,064	442,342,520	1,450,792
Underperforming Stage 2	91,718,354	3,090,892	65,139,912	4,615,450
Non-Performing Stage 3				
Other assets especially mentioned	113,437	64,828	230,478	223,854
Substandard	308,266	186,140	481,869	276,615
Doubtful	2,403	1,054	1,901,249	1,190,825
Loss	26,686,940	26,451,782	22,847,217	22,717,053
	27,111,046	26,703,804	25,460,813	24,408,347
Total	539,091,789	30,977,760	532,943,245	30,474,589

Note 30 September 2025 (Un-Audited) 31 December 2024 (Audited)

Rupees in '000

12. PROPERTY AND EQUIPMENT

Capital work-in-progress	12.1	722,731	457,063
Property and equipment		16,577,419	16,550,267
		17,300,150	17,007,330
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	265,668	824,243
Property and equipment		
Building on freehold land	—	99,000
Building on leasehold land	180,000	—
Furniture and fixtures	155,926	220,446
Electrical, office and computer equipment	1,419,858	1,503,586
Vehicles	5,045	66,587
Lease hold improvements	403,499	575,500
	2,164,328	2,465,119
Total	2,429,996	3,289,362

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	392	565
Electrical, office and computer equipment	1,639	553
Vehicles	14,805	25,595
Total	16,836	26,713

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

13. RIGHT-OF-USE ASSETS

Cost	15,058,181	12,479,390
Accumulated depreciation	(6,403,736)	(4,854,380)
Net carrying amount as at the start of the period / year	8,654,445	7,625,010
Additions during the period / year	1,343,537	2,654,828
Termination / maturities during the period / year - Cost	(551,341)	(1,658,577)
Termination / maturities during the period / year - Accumulated Depreciation	530,012	1,582,540
Depreciation charge for the period / year	(1,204,853)	(1,549,356)
Closing carrying amount as at the end of the period / year	8,771,800	8,654,445

14. INTANGIBLE ASSETS

Capital work-in-progress - computer software	251,284	189,576
Computer Software	395,204	510,476
Management rights	41,600	41,600
	688,088	741,652

14.1 Additions to intangible assets

Capital work-in-progress additions
Directly purchased - Computer Software

Computer software

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

61,708	–
103,411	384,689
165,119	384,689

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		34,974,163	29,893,936
Income / mark-up / profit accrued in foreign currencies - net		291,082	397,849
Advances, deposits, advance rent and other prepayments		1,355,722	996,202
Advance taxation (payments less provision)		897,559	–
Non-banking assets acquired in satisfaction of claim	15.1	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	337,782
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		1,197,605	911,436
		102,360,886	88,600,824
Credit loss allowance / provision held against other assets	15.1	(422,598)	(416,280)
Other Assets (Net of credit loss allowance / provision)		101,938,288	88,184,544
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	15.2	2,572,871	2,095,111
Other assets - Total		104,511,159	90,279,655

15.1 Credit loss allowance / provision held against other assets

Receivable against fraud and forgery	400,830	398,114
Acceptances	21,768	18,166
	422,598	416,280

15.1.1 Movement in credit loss allowance / provision held against other assets

Opening balance	416,280	377,842
Impact of adoption of IFRS 9	–	88,854
Charge for the period / year	6,318	20,272
Reversal for the period / year	–	(70,688)
Net charge / (reversal) for the period / year	6,318	(50,416)
Closing balance	422,598	416,280

	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	414,076	398,114
	422,598	416,280
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)	262,272,539	225,809,401
Total secured	344,304,159	323,397,898
Unsecured		
Certificates of investment	21,119,780	13,922,552
Call borrowing	-	100,000
Musharaka borrowing	3,749,474	6,291,111
Overdrawn nostro accounts	5,413,719	6,512,870
Total unsecured	30,282,973	26,826,533
Total borrowings	374,587,132	350,224,431

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	340,473,012	70,494,394	410,967,406	335,112,480	64,648,144	399,760,624
Savings deposits	332,381,081	15,665,052	348,046,133	291,966,864	16,914,294	308,881,158
Term deposits	81,247,277	82,685,229	163,932,506	120,803,951	47,383,383	168,187,334
Others	29,000,569	4,283	29,004,852	29,656,415	240,192	29,896,607
	783,101,939	168,848,958	951,950,897	777,539,710	129,186,013	906,725,723
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
	85,305,971	109,149	85,415,120	16,968,893	1,533,373	18,502,266
	868,407,910	168,958,107	1,037,366,017	794,508,603	130,719,386	925,227,989

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

19. LEASE LIABILITIES

Opening balance	10,519,685	9,086,176
Addition during the period / year	1,343,537	2,654,829
Deletion during the period / year	(29,268)	(100,550)
Lease payments including interest	(1,896,923)	(2,331,748)
Interest expense	963,509	1,210,978
Closing balance	10,900,540	10,519,685

19.1 Liabilities Outstanding

Not later than one year	1,177,693	1,058,867
Later than one year and upto five years	5,636,546	5,191,901
Over five years	4,086,301	4,268,917
Total as at the period / year end	10,900,540	10,519,685

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		(4,142,495)	(5,741,218)
- Credit loss allowance against off-balance sheet obligations		(674,806)	(275,224)
- Credit loss allowance - Others		(166,481)	(415,382)
- Right-of-use assets and related lease liabilities		(627,473)	–
- Accelerated tax depreciation		(538,750)	(396,350)
- Deferred liability on defined benefit plan		(90,805)	(31,287)
- Surplus on revaluation of investments		8,341,795	8,439,796
- Others		–	(5,613)
		1,880,241	1,348,833
Taxable temporary differences on			
- Surplus on revaluation of property and equipment		1,224,212	1,373,992
		3,104,453	2,722,825
21. OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		10,312,199	15,857,346
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		3,648,137	2,782,577
Current taxation (provision less payments)		–	6,307,392
Acceptances		45,208,513	42,480,848
Clearing and settlement account		12,853,531	812,976
Unclaimed dividend		389,554	225,552
Dividend payable		–	15,504
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		345,114	121,020
Credit loss allowance against off-balance sheet obligations	21.1	1,132,296	353,883
Workers' welfare fund	21.3	5,721,434	4,959,413
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		4,533,459	4,861,212
Payable to 1Link		5,386,060	–
Withholding tax / duties		1,493,138	1,496,718
Deferred grant income		105,211	147,275
Others		453,775	270,872
		99,427,330	87,517,942

	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

21.2 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

- 21.3** 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)
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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	12,126,778
- Securities measured at FVOCI - Equity	10.1	6,645,410	3,846,229
- Property and Equipment		5,913,652	6,151,836
- Non-banking assets acquired in satisfaction of claims		2,572,871	2,095,111
		24,592,746	24,219,954
Less: Deferred tax on surplus on revaluation of			
- Securities measured at FVOCI - Debt		4,919,623	6,426,965
- Securities measured at FVOCI - Equity		3,422,172	2,012,831
- Property and Equipment		1,224,212	1,373,992
- Non-banking assets acquired in satisfaction of claims		–	–
		(9,566,007)	(9,813,788)
		15,026,739	14,406,166
Less: Surplus pertaining to non-controlling interest		(39,859)	(34,870)
Surplus pertaining to equity holder's share		14,986,880	14,371,296

	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	844,915,045	796,313,394
Other contingent liabilities	23.3	2,880,338	2,986,394
		<u>1,014,879,400</u>	<u>951,925,567</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	627,356,560	547,663,058
– Forward Government security transactions	23.2.2	37,809,822	16,393,540
– Forward lendings	23.2.3	1,878,110	1,943,000
Commitments in respect of:			
– Acquisition of property and equipment		627,396	622,776
		<u>844,915,045</u>	<u>796,313,394</u>
23.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		328,013,984	260,615,930
Sale		299,342,576	287,047,128
		<u>627,356,560</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 Group has made commitments to extend credit in the normal course of its business, but none of these commitments are irrevocable and do not attract any penalty if the facility is unilaterally withdrawn, except for:

	Note	30 September 2025 (Un-Audited)	31 December 2024 (Audited)
		Rupees in '000	
Commitments in respect of syndicate financing		237,476	388,000
Commitments in respect of other financing transactions		1,640,634	1,555,000
		<u>1,878,110</u>	<u>1,943,000</u>

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
		<u>2,880,338</u>	<u>2,986,394</u>

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

24. DERIVATIVE FINANCIAL INSTRUMENTS

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

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

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

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

24.1 Product Analysis

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	478,838,384	88,518	435,802,474	2,193,620
Other Entities				
Hedging	148,518,176	(1,261,034)	111,860,584	(1,494,150)
Total				
Hedging	<u>627,356,560</u>	<u>(1,172,516)</u>	<u>547,663,058</u>	<u>699,470</u>

	Note	30 September 2025	30 September 2024 (Restated) (Un-Audited) Rupees in '000
25. MARK-UP / RETURN / INTEREST EARNED			
Loans and advances		43,438,603	58,372,263
Investments	25.1	77,578,872	126,710,182
Lending with financial institutions		2,446,228	2,672,657
Balances with banks		332,399	428,382
		123,796,102	188,183,484
		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		8,186,743	7,045,366
Financial assets measured at FVTPL		4,896,939	1,961,808
Financial assets measured at FVOCI		64,495,190	117,703,008
		77,578,872	126,710,182
		30 September 2025	30 September 2024 (Un-Audited) Rupees in '000
26. MARK-UP / RETURN / INTEREST EXPENSED			
Deposits		40,180,909	92,105,280
Borrowings		27,118,427	36,602,956
Cost of foreign currency swaps against foreign currency deposits / borrowings		3,127,573	6,318,877
Lease liabilities against right-of-use assets		968,423	879,584
		71,395,332	135,906,697
		30 September 2025	30 September 2024 (Un-Audited) Rupees in '000
27. FEE & COMMISSION INCOME			
Branch banking customer fees		1,128,600	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		123,700	292,907
		8,427,860	7,878,263

	Note	30 September 2025	30 September 2024
		(Un-Audited)	
		Rupees in '000	
28. GAIN ON SECURITIES - NET			
Realised	28.1	1,932,648	686,415
Unrealised - Measured at FVTPL		857,107	812,531
Unrealised - forward purchase of federal Government security transactions		(39,662)	-
		2,750,093	1,498,946
28.1 Realised gain on:			
Federal Government securities - net		1,829,097	677,092
Mutual funds		103,551	-
Real estate investment trust - net		-	9,323
		1,932,648	686,415
28.2 Net gain / (loss) on financial assets / liabilities measured at FVTPL:			
Designated upon initial recognition		-	-
Mandatorily measured at FVTPL		1,266,167	1,570,573
		1,266,167	1,570,573
Net gain / (loss) on financial assets measured at FVOCI - Debt		1,483,926	(71,627)
		2,750,093	1,498,946
29. OTHER INCOME			
Rent on properties		37,083	23,192
Gain on sale of fixed assets - net		36,728	39,188
Gain on sale of ijarah assets - net		44,081	39,593
Staff notice period and other recoveries		58	1,416
		117,950	103,389

30. OPERATING EXPENSES

	30 September 2025	30 September 2024 (Restated) (Un-Audited)
	Rupees in '000	
Total compensation expense	12,566,337	10,472,942
Property expense		
Rent & taxes	119,664	65,389
Insurance	14,994	6,322
Utilities cost	1,096,133	1,118,438
Security	1,026,557	819,974
Repair & maintenance	861,640	746,258
Depreciation on property and equipment	835,239	762,500
Depreciation on right-of-use assets	1,204,853	1,136,748
Depreciation on non-banking assets	1,710	—
	5,160,790	4,655,629
Information technology expenses		
Software maintenance	986,808	563,780
Hardware maintenance	405,441	344,903
Depreciation	523,061	388,141
Amortisation	219,970	187,347
Network charges	345,949	681,186
	2,481,229	2,165,357
Other operating expenses		
Directors' fees and allowances	20,554	20,184
Fees and allowances to Shariah Board	26,949	21,734
Legal & professional charges	202,742	259,624
Outsourced services costs	326,061	270,093
Travelling & conveyance	992,529	575,672
NIFT clearing charges	120,700	81,430
Depreciation	762,299	660,258
Training & development	52,632	46,823
Postage & courier charges	147,070	152,870
Communication	683,631	144,648
Subscription	696,434	639,328
Repair & maintenance	243,712	317,335
Brokerage & commission	143,626	126,957
Stationery & printing	358,086	425,255
Marketing, advertisement & publicity	424,335	526,209
Management fee	1,569,522	1,457,934
Insurance	1,204,199	1,140,217
Donations	394,949	349,964
Auditor's Remuneration	43,799	35,475
Security	373,935	315,406
Others	829,103	455,013
	9,616,867	8,022,429
	<u>29,825,223</u>	<u>25,316,357</u>

		30 September 2025	30 September 2024
		(Un-Audited)	(Un-Audited)
		Rupees in '000	Rupees in '000
31. OTHER CHARGES			
Penalties imposed by the SBP		<u>292,218</u>	<u>155,730</u>
	Note	30 September 2025	30 September 2024
		(Un-Audited)	(Restated)
		Rupees in '000	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 lending to financial institutions		380	13,280
Credit loss allowance for diminution in value of investments	10.2	(1,687)	391,690
Credit loss allowance against loans & advances	11.3	503,187	2,624,556
Credit loss allowance against other assets		6,318	109,175
Credit loss allowance against off balance sheet obligations		778,413	(231,031)
Recovery of written off / charged off bad debts		<u>(211,842)</u>	<u>-</u>
		<u>1,173,348</u>	<u>3,139,644</u>
33. TAXATION			
Current			
- For the period		19,511,715	18,570,101
- Prior year		579,141	-
		<u>20,090,856</u>	<u>18,570,101</u>
Deferred			
- For the period		1,278,937	(227,343)
- Prior year		(757,617)	-
		<u>521,320</u>	<u>(227,343)</u>
		<u>20,612,176</u>	<u>18,342,758</u>
34. BASIC AND DILUTED EARNINGS PER SHARE			
Profit attributable to equity shareholders of the holding company		<u>17,229,359</u>	<u>19,121,141</u>
		Number in '000	Number in '000
Weighted average number of ordinary shares		<u>1,047,831</u>	<u>1,047,831</u>
		Rupees	Rupees
Basic and diluted earnings per share		<u>16.44</u>	<u>18.25</u>

35. FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than investment those classified as amortised cost, is based on quoted market price. Quoted securities classified as amortised cost are carried at cost. The fair value of unquoted equity securities is determined on the basis of 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 Group measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

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

Level 3: Fair value measurements using input for the assets or liabilities that are not based on observable market data (i.e. unobservable inputs).

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

On balance sheet financial instruments

	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	–	778,770,381	–	778,770,381
– Non Government debt securities	–	10,930,303	–	10,930,303
– Shares				
– Listed companies	12,922,620	–	–	12,922,620
– Unlisted companies	–	–	24,046	24,046
– Mutual funds	692,066	–	–	692,066
– Real estate investment trust	3,966,982	–	–	3,966,982

Financial assets - disclosed but not measured at fair value

Investments				
– Federal Government securities	–	78,909,052	–	78,909,052
	17,581,668	868,609,736	24,046	886,215,450

Off-balance sheet financial instruments measured at fair value

– Forward purchase of foreign exchange contracts	–	324,646,383	–	324,646,383
– Forward sale of foreign exchange contracts	–	301,537,660	–	301,537,660
– 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	622,691,410	–	697,069,910
- Non Government debt securities	–	11,055,018	–	11,055,018
- Shares				
- Listed companies	9,131,014	–	–	9,131,014
- Unlisted companies	–	–	51,569	51,569
- Mutual funds	3,131,971	–	–	3,131,971
- Real estate investment trust units	3,068,679	–	–	3,068,679

Financial assets - disclosed but not measured at fair value

Investments				
- Federal Government securities		86,187,652	–	86,187,652
	89,710,164	719,934,080	51,569	809,695,813

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 federal 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			
–	10,015,686	–	10,015,686
–	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 3

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 INFORMATION

36.1. 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					
Net mark-up/return/profit	45,245,851	(12,880,494)	7,675,981	12,359,432	52,400,770
Inter segment revenue - net	(29,368,399)	21,834,635	7,533,764	-	-
Non mark-up / return / interest income	9,470,128	989,994	6,393,103	1,195,852	18,049,077
Total Income	25,347,580	9,944,135	21,602,848	13,555,284	70,449,847
Segment direct expenses	(627,586)	-	-	-	(627,586)
Inter segment expense allocation	-	(7,212,855)	(15,350,548)	(7,711,123)	(30,274,526)
Total expenses	(627,586)	(7,212,855)	(15,350,548)	(7,711,123)	(30,902,112)
Credit loss allowance	(803)	(112,656)	(2,857,534)	1,797,645	(1,173,348)
Profit before tax	24,719,191	2,618,624	3,394,766	7,641,806	38,374,387
Balance Sheet					
Cash and bank balances	4,211,032	28,289,565	59,116,508	21,309,389	112,926,494
Investments - net	719,202,654	-	-	163,811,821	883,014,475
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	400,507,176	94,974,260	511,980,743
Advances - non-performing	-	600,356	23,683,139	2,827,551	27,111,046
Credit loss allowance against advances	-	(1,679,271)	(25,434,557)	(3,863,932)	(30,977,760)
Others	27,515,701	7,690,261	65,911,068	30,154,167	131,271,197
Total assets	773,736,254	417,452,612	593,887,204	331,713,180	2,116,789,250
Borrowings	267,686,258	-	80,019,631	26,881,243	374,587,132
Deposits and other accounts	-	364,917,319	405,248,317	267,200,381	1,037,366,017
Net inter segment borrowing	436,156,264	-	-	-	436,156,264
Others	12,448,234	12,796,991	91,594,162	22,115,081	138,813,545
Total liabilities	716,290,756	377,714,310	576,850,497	316,196,705	1,986,258,328
Net Assets	57,445,498	39,738,302	15,945,513	15,516,475	129,917,432
Equity					129,917,432
Contingencies and commitments	627,356,560	-	348,832,506	38,690,334	1,014,879,400

30 September 2024 (Un-Audited & Restated)

	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
Profit and Loss					
Net mark-up/return/profit	91,893,810	(32,900,780)	(18,787,101)	12,070,858	52,276,787
Inter segment revenue - net	(87,965,070)	54,323,826	33,641,244	–	–
Non mark-up / return / interest income	7,253,026	703,357	6,259,326	898,987	15,114,696
Total Income	11,181,766	22,126,403	21,113,469	12,969,845	67,391,483
Segment direct expenses	(306,136)	–	–	–	(306,136)
Inter segment expense allocation	–	(7,478,422)	(13,017,253)	(5,443,249)	(25,938,924)
Total expenses	(306,136)	(7,478,422)	(13,017,253)	(5,443,249)	(26,245,060)
Credit loss allowance	(391,901)	(834,027)	323,207	(2,236,923)	(3,139,644)
Profit before tax	10,483,729	13,813,954	8,419,423	5,289,673	38,006,779

31 December 2024 (Audited)

	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
Balance Sheet					
Cash and bank balances	6,522,567	25,145,136	46,725,795	14,971,525	93,365,023
Investments - net	660,476,083	–	–	147,020,502	807,496,585
Net inter segment lending	–	379,807,962	27,488,264	–	407,296,226
Lendings to financial institutions	5,570,998	–	–	–	5,570,998
Advances - performing	–	15,855,835	398,759,133	92,867,464	507,482,432
Advances - non-performing	–	336,133	21,984,981	3,139,699	25,460,813
Credit loss allowance against advances	–	(603,370)	(24,209,577)	(5,661,642)	(30,474,589)
Others	21,655,600	12,192,814	64,717,515	18,117,153	116,683,082
Total assets	694,225,248	432,734,510	535,466,111	270,454,701	1,932,880,570
Borrowings	232,483,335	–	88,846,547	28,894,549	350,224,431
Deposits and other accounts	–	374,480,521	345,352,420	205,395,048	925,227,989
Net inter segment borrowings	407,296,226	–	–	–	407,296,226
Others	3,687,896	18,151,910	88,505,839	18,893,629	129,239,274
Total liabilities	643,467,457	392,632,431	522,704,806	253,183,226	1,811,987,920
Net Assets	50,757,791	40,102,079	12,761,305	17,271,475	120,892,650
Equity					120,892,650
Contingencies and commitments	547,663,058	–	359,619,498	44,643,011	951,925,567

37. TRANSACTIONS WITH RELATED PARTIES

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

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

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

	30 September 2025 (Un-Audited)					
	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000					
Balances with other banks						
In current accounts	192,633	215,674	-	-	-	408,307
Advances						
Opening balance	-	6,504,983	331,041	-	-	6,836,024
Addition during the period	-	61,541,031	43,498	-	-	61,584,529
Repaid during the period	-	(58,132,184)	(43,833)	-	-	(58,176,017)
Closing balance	-	9,913,830	330,706	-	-	10,244,536
Other Assets						
Mark-up / return / interest receivable	-	42,903	-	-	-	42,903
Dividend receivable						
Prepayments / advance deposits / other receivables	468	24,440	-	-	-	24,908
	468	67,343	-	-	-	67,811
Deposits and other accounts						
Opening balance	231,356	5,396,117	224,702	967,344	2,340,225	9,159,744
Received during the period	9,585,325	2,536,964,788	1,249,563	2,582,672	3,633,999	2,554,016,347
Withdrawn during the period	(9,551,061)	(2,527,744,033)	(1,177,900)	(2,455,126)	(4,541,458)	(2,545,469,578)
Closing balance	265,620	14,616,872	296,365	1,094,890	1,432,766	17,706,513
Other Liabilities						
Mark-up / return / interest payable	-	72,881	8,661	14,200	94,379	190,121
Management fee payable for technical and consultancy services *	292,216	-	-	-	-	292,216
Other payables	-	630	-	955	348,286	349,871
	292,216	73,511	8,661	15,155	442,665	832,208
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)

	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000					
Balances with other banks						
In current accounts	322,178	277,533	–	–	–	599,711
Advances						
Opening balance	–	5,709,339	290,151	–	–	5,999,490
Addition during the year	–	134,111,594	124,870	–	–	134,236,464
Repaid during the year	–	(133,315,950)	(83,980)	–	–	(133,399,930)
Closing balance	–	6,504,983	331,041	–	–	6,836,024
Other Assets						
Mark-up / return / interest receivable	–	31,360	–	–	–	31,360
Prepayments / advance deposits / other receivables	468	67,006	–	–	–	67,474
	468	98,366	–	–	–	98,834
Deposits and other accounts						
Opening balance	242,044	25,121,296	319,529	822,094	1,579,294	28,084,257
Received during the year	19,784,319	2,786,807,658	1,534,947	3,140,332	6,936,984	2,818,204,240
Withdrawn during the year	(19,795,007)	(2,806,532,836)	(1,629,774)	(2,995,082)	(6,176,053)	(2,837,128,752)
Closing balance	231,356	5,396,118	224,702	967,344	2,340,225	9,159,745
Other Liabilities						
Mark-up / return / interest payable	–	102,296	10,616	8,566	220,238	341,716
Other payables	–	900	–	995	117,071	118,966
	–	103,196	10,616	9,561	337,309	460,682
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)				
	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans
	Rupees in '000				
Income					
Mark-up / return / interest earned	-	104,998	13,001	-	-
Fee and commission income	-	537,953	-	73	16
Rent income	4,211	7,755	-	-	-
Expense					
Mark-up / return / interest expensed	-	353,024	15,969	46,213	438,426
Commission / brokerage / bank charges paid	716	2,313	-	-	-
Salaries and allowances	-	-	630,455	-	-
Directors' fees and allowances	-	-	-	20,554	-
Charge to defined benefit plan	-	-	-	-	275,924
Contribution to defined contribution plan	-	-	-	-	329,008
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)					
	Ultimate parent company	Associates	Key management personnel	Directors	Retirement benefit plans	Total
	Rupees in '000					
Income						
Mark-up / return / interest earned	–	65,068	11,110	–	–	76,178
Fee and commission income	93	733,371	–	140	7	733,611
Rent income	4,211	7,755	–	–	–	11,966
Expenses						
Mark-up / return / interest expensed	–	1,891,672	35,724	66,118	213,642	2,207,156
Commission / brokerage / bank charges paid	6,881	10,743	–	–	–	17,624
Salaries and allowances	–	–	538,173	–	–	538,173
Directors' fees and allowances	–	–	–	20,183	–	20,183
Charge to defined benefit plan	–	–	–	–	249,849	249,849
Contribution to defined contribution plan	–	–	–	–	285,531	285,531
Insurance premium expenses	–	43,596	–	–	–	43,596
Management fee expense for technical and consultancy services*	1,230,214	–	–	–	–	1,230,214
Donation	–	960	–	–	–	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	108,537,671	100,906,644
Eligible additional tier 1 (ADT 1) Capital	55,867	51,609
Total eligible tier 1 capital	108,593,538	100,958,253
Eligible tier 2 capital	16,820,935	18,293,582
Total eligible capital (tier 1 + tier 2)	125,414,473	119,251,835
Risk Weighted Assets (RWAs):		
Credit risk	544,520,821	474,510,547
Market risk	9,049,730	9,158,527
Operational risk	147,822,438	147,822,438
Total	701,392,989	631,491,512
CET 1 capital adequacy ratio	15.47%	15.98%
Tier 1 capital adequacy ratio	15.48%	15.99%
Total capital adequacy ratio	17.88%	18.88%
Minimum capital requirements prescribed by SBP		
CET 1 capital adequacy ratio	6.00%	6.00%
Tier 1 capital adequacy ratio	7.50%	7.50%
Total capital adequacy ratio	11.50%	11.50%

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

Leverage Ratio (LR):

Eligible tier-1 capital	108,593,538	100,958,253
Total exposures	2,079,693,707	1,974,617,349
Leverage ratio	5.22%	5.11%

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	93,940,022	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		12,102,057	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		10,108,117	8,821,928
Total Liabilities		316,204,327	254,937,672
NET ASSETS		15,508,853	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	3,581,859	2,874,296
		15,508,853	15,517,029
CONTINGENCIES AND COMMITMENTS			
	39.5		

The profit and loss account of the Bank's Islamic banking branches for the period 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	27,531,800
Profit / return expensed	39.7	(11,982,507)	(16,436,027)
Net Profit / return		12,359,432	11,095,773
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	11,994,760
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	6,551,511
Credit loss allowance and write offs – net		1,797,645	(2,293,256)
PROFIT BEFORE TAXATION		7,641,806	4,258,255
Taxation		(4,059,947)	(2,086,545)
PROFIT AFTER TAXATION		3,581,859	2,171,710

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 held	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 held	Surplus / (deficit)	Carrying value
Rupees in '000			

Debt Instruments

Measured at amortised cost

Federal Government securities

- Ijarah Sukuk

Certificate of investment

2,974,050	-	-	2,974,050
3,000,000	(52)	-	2,999,948
5,974,050	(52)	-	5,973,998

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	1,783,961	2,345,493	–	4,129,454
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	74,135,646	17,150,926	6,517,382	97,803,954
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 held	70,769,351	16,803,985	6,366,686	93,940,022

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	112,231,361	298,719	112,530,080	103,322,951	337,309	103,660,260
Savings deposits	75,264,470	48,033,681	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>218,732,981</u>	<u>48,467,400</u>	<u>267,200,381</u>	<u>200,593,658</u>	<u>4,801,390</u>	<u>205,395,048</u>

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

39.4 Unappropriated profit

Opening balance	2,874,296	4,720,817
Add: Islamic banking profit for the period / year	7,641,806	6,248,469
Less: Taxation	(4,059,947)	(3,374,173)
Less: Transferred to head office	(2,874,296)	(4,720,817)
Closing balance	<u>3,581,859</u>	<u>2,874,296</u>

39.5 Contingencies and commitments

Guarantees	18,363,555	18,073,842
Commitments	20,326,779	26,569,169
	<u>38,690,334</u>	<u>44,643,011</u>

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

39.6 Profit / return earned

Financing	10,424,439	14,795,972
Investments	13,421,912	11,447,414
Placements	495,588	1,288,414
	<u>24,341,939</u>	<u>27,531,800</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	2,416,633
Lease liabilities against right-of-use assets	381,935	298,283
	<u>11,982,507</u>	<u>16,436,027</u>

40. GENERAL

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

40.2 Comparative information has been re-classified, re-arranged or additionally incorporated in these consolidated condensed interim financial statements wherever necessary to facilitate comparison and better presentation.

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 (September 2024: Rs. 2.50).

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

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