

[Subsidiary of Habib Bank AG Zurich]

HABIBMETRO

THIRD QUARTER REPORT SEPTEMBER 2026

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بسم الله


هذا من فضل ربي

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.


TEAMWORK
INTEGRITY
TRUST
COMMITMENT
RESPECT
RESPONSIBILITY

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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
Tushna D. Kandawalla

BOARD COMMITTEES

AUDIT
Hamza Habib
Mohsin A. Nathani
Muhammad H. Habib
Rashid Ahmed Jafer
Tushna D. Kandawalla

CREDIT
Hamza Habib
Khurram Shahzad Khan
Mohamedali R. Habib
Mohsin A. Nathani
Rashid Ahmed Jafer

HUMAN RESOURCE & REMUNERATION
Mohamedali R. Habib
Mohomed Bashir
Mohsin A. Nathani
Tushna D. Kandawalla

SHARIAH BOARD
Mufti Mohammed Najeeb Khan - Chairman
Mufti Abdul Sattar Laghari - Member
Mufti Shahzaib Rajper - 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

INFORMATION TECHNOLOGY
Ali Abbas Sikander
Hamza Habib
Khurram Shahzad Khan
Mohamedali R. Habib

RISK & COMPLIANCE
Ali Abbas Sikander
Hamza Habib
Khurram Shahzad Khan
Mohsin A. Nathani
Muhammad H. Habib

SHARE REGISTRAR
CDC Share Registrar Services Limited
CDC House, 99-B, Block-B,
S.M.C.H.S., Main Shahrah-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 September 30, 2026.

Pakistan entered FY27 with macroeconomic stability intact, although the prolonged Middle East conflict continued to weigh on domestic prices. Headline inflation eased to 10.3 percent in September 2026 from 11.1 percent in August 2026, taking average inflation for Q1-FY27 to 10.2 percent against 4.3 percent a year earlier. Inflation is expected to remain above the SBP medium term range of 5.00 - 7.00 percent in the near term before moving toward its upper bound by June 2027.

The current account posted a deficit of USD 874 Mn in Q1-FY27, compared to USD 755 Mn in the same period last year. Robust workers' remittances of USD 10.9 Bn, up 14.0 percent year-on-year, helped finance a wider trade gap, as imports rose 14.6 percent against export growth of 11.0 percent, expanding the deficit by USD 1.62 Bn to USD 10.16 Bn. Supported by the USD 3.0 Bn Eurobond, issued on September 3, 2026, SBP reserves climbed to a record USD 21.44 Bn as of September 25, 2026, with total liquid reserves providing nearly three months of import cover. The PKR remained broadly stable against the USD at around 277-278 range.

Economic activity has started to recover gradually after slowing in Q4-FY26, with large-scale manufacturing growing by 3.03 percent year-on-year in July 2026, and real GDP growth is projected in the range of 3.5 - 4.5 percent in FY27. The fiscal deficit narrowed to 2.6 percent of GDP in FY26, the lowest in 22 years, while the primary surplus of 2.9 percent of GDP exceeded the IMF target of 2.5 percent. The Federal Board of Revenue exceeded its Q1-FY27 target of Rs. 3.05 trillion on a provisional basis. Further, a staff-level agreement has been reached with the IMF under the fourth review of Extended Fund Facility.

The State Bank of Pakistan kept the policy rate unchanged at 11.5 percent on September 14, 2026, a third consecutive hold following the 100 basis point increase effective April 28, 2026, while noting that uncertainty regarding the outlook has increased. Moody's upgraded the sovereign credit rating to B3 from Caa1 with a stable outlook.

The banking sector remained resilient, with total deposits expanding by 16.0 percent year-on-year to Rs. 40.8 trillion as at end-September 2026. Advances increased by 14.3 percent year-on-year to Rs. 15.4 trillion, while investments rose by 12.1 percent year-on-year to Rs. 40.1 trillion, highlighting sustained balance-sheet strength amid a challenging macroeconomic environment.

By the Grace of Allah, HABIBMETRO posted a profit before tax of Rs. 28,627 million for the first nine months of 2026, with after-tax earnings per share of Rs. 12.99. Net mark-up income stood at Rs. 44,655 million, while non-mark-up income is Rs. 18,002 million. The Bank's investments stood at Rs. 892,246 million as compared to Rs. 864,652 million in December 2025, while net advances increased to Rs. 542,874 million from Rs. 514,783 million in December 2025. Deposits grew by 11.0 percent to Rs. 1,243,028 million.

The Bank's net equity stood at Rs. 125,090 million with a capital adequacy ratio of 15.63 percent. The Board approved an interim cash dividend of Rs. 2.50 per share (25%) for the third quarter ended September 30, 2026. This is in addition to the Rs. 5.0 per share paid during the first half of the year (Cash Dividend March 2026: 25% and June 2026: 25%), taking the total interim payout for nine months of 2026 to Rs. 7.50 per share (75%).

Pakistan Credit Rating Agency Limited (PACRA) has upgraded HABIBMETRO's long-term credit rating to 'AAA', the highest attainable rating, while reaffirming the short-term rating at 'A1+', the highest short-term rating category in the ongoing year. These ratings underscore the Bank's exceptionally strong capacity to meet financial commitments and reflect the highest degree of credit quality.

HABIBMETRO operates 575 branches in 234 cities across Pakistan, including 254 Islamic banking branches and 311 Islamic banking windows. The Bank continues to offer a comprehensive suite of conventional and Islamic banking products and services under the brand of Sirat.

The Bank remains committed to corporate social responsibility, with a strong focus on healthcare and education, and promotes active employee participation in community-based initiatives as recognized by Overseas Investors Chamber of Commerce and Industry (OICCI) CSR Report 2025.

The Bank also continues to drive its digital transformation strategy, with enhancements to mobile apps, web banking, and card-based services, ensuring a seamless and modern banking experience for its customers.

We extend our sincere gratitude to the State Bank of Pakistan, the Ministry of Finance, and the Securities and Exchange Commission of Pakistan for their ongoing support. We are equally grateful to our valued shareholders and customers for their trust, the Board of Directors for their guidance, and our dedicated staff for their tireless efforts, which remain central to the Bank's continued growth and success.

On behalf of the Board

KHURRAM SHAHZAD KHAN
President & Chief Executive Officer

Karachi: October 22, 2026

بینک کی خالص ایکویٹی 125,090 ملین روپے رہی، جبکہ کیپٹل ایڈیکوئیسی کا تناسب 15.63 فیصد ریکارڈ کیا گیا۔ بورڈ آف ڈائریکٹرز نے 30 ستمبر 2026 کو ختم ہونے والی تیسری سہ ماہی کیلئے فی شیئر 2.5 روپے (25 فیصد) عبوری نقد منافعِ منقسمہ کی منظوری دی ہے۔ یہ ادائیگی سال کی پہلی ششماہی کے دوران ادا کیے گئے 5.0 روپے فی شیئر کے منافعِ منقسمہ کے علاوہ ہے (نقد منافعِ منقسمہ مارچ 2026، 25 فیصد اور جون 2026، 25 فیصد)۔ اس طرح سال 2026 کے پہلے نو ماہ کے لئے مجموعی عبوری منافعِ منقسمہ 7.5 روپے فی شیئر (75 فیصد) ہو جائے گا۔

پاکستان کریڈٹ ریٹنگ ایجنسی لمیٹڈ (PACRA) نے حبیب میٹرو کی طویل مدتی کریڈٹ ریٹنگ کو اپ گریڈ کرتے ہوئے 'AAA' کر دیا ہے، جو بلند ترین قابلِ حصول ریٹنگ ہے، جبکہ قلیل مدتی کریڈٹ ریٹنگ کو 'A1+' پر برقرار رکھا ہے، جو سال کی قلیل مدتی ریٹنگ کی بلند ترین درجہ بندی ہے۔ یہ ریٹنگز مالیاتی ذمہ داریوں کی ادائیگی کے حوالے سے بینک کی غیر معمولی طور پر مضبوط صلاحیت کی عکاسی کرتی ہیں اور اس کے اعلیٰ ترین درجے کے کریڈٹ معیار کی توثیق کرتی ہیں۔

حبیب میٹرو پاکستان بھر کے 234 شہروں میں 575 برانچز کے ذریعے اپنی خدمات انجام دے رہا ہے، جن میں 254 اسلامک بینکنگ برانچز اور 311 اسلامک بینکنگ ونڈوز شامل ہیں۔ بینک روایتی اور ''صراط'' برانڈ کے تحت اسلامک بینکنگ کی مکمل مصنوعات اور خدمات فراہم کر رہا ہے۔

بینک کارپوریٹ سماجی ذمہ داری کے لئے اپنے عزم پر قائم ہے، جس میں صحت اور تعلیم کے شعبوں پر خصوصی توجہ دی جاتی ہے، اور کمیونٹی کی بنیاد پر اقدامات میں ملازمین کی فعال شرکت کو فروغ دیا جاتا ہے جس کا اعتراف اوورسیز انویسٹرز چیمبر آف کامرس اینڈ انڈسٹری (OICCI) CSR رپورٹ 2025 میں بھی کیا گیا ہے۔

بینک اپنی ڈیجیٹل تبدیلی کی حکمت عملی کو بھی جاری رکھے ہوئے ہے، جس کے تحت موبائل ایپس، ویب بینکنگ، اور کارڈ بیسڈ خدمات میں بہتری لائی جا رہی ہے تاکہ صارفین کو جدید اور ہموار بینکنگ کا تجربہ فراہم کیا جا سکے۔

ہم اسٹیٹ بینک آف پاکستان، پاکستان کی وزارت خزانہ اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان کے مسلسل تعاون پر تہہ دل سے شکر گزار ہیں۔ ہم اپنے معزز شیئر 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، جو بینک کی مسلسل ترقی اور کامیابی میں بنیادی کردار ادا کر رہے ہیں۔

منجانب بورڈ آف ڈائریکٹرز

خرم شہزاد خان
صدر و چیف ایگزیکٹو آفیسر

کراچی: 22 اکتوبر 2026

ڈائریکٹرز ریویو

میں نہایت مسرت کے ساتھ حبیب میٹروپولیٹن بینک کے بورڈ آف ڈائریکٹرز کی جانب سے 30 ستمبر 2026 کو ختم ہونے والی تیسری سہ ماہی کے غیر آڈٹ شدہ عبوری مالیاتی گوشوارے پیش کر رہا ہوں۔

پاکستان نے مالی سال 2027 میں مجموعی معاشی استحکام کے ساتھ قدم رکھا، تاہم مشرقِ وسطیٰ میں جاری طویل تنازع کے باعث ملکی قیمتوں پر دباؤ برقرار رہا۔ مہنگائی کی شرح میں کمی واقع ہوئی اور ستمبر 2026 میں یہ 10.3 فیصد رہی، جبکہ اگست 2026 میں 11.1 فیصد تھی۔ اس طرح مالی سال 2027 کی پہلی سہ ماہی کیلئے اوسط مہنگائی کی شرح 10.2 فیصد رہی، جبکہ گزشتہ سال اسی عرصے میں یہ شرح 4.3 فیصد تھی۔ توقع ہے کہ قلیل مدت میں مہنگائی اسٹیٹ بینک آف پاکستان کی مقرر کردہ 5.00 تا 7.00 فیصد کی درمیانی مدت کی حد سے بلند رہے گی، تاہم جون 2027 تک بتدریج اس حد کی بالائی سطح کی جانب آنے کا امکان ہے۔

مالی سال 2027 کی پہلی سہ ماہی میں جاری کھاتے (کرنٹ اکاؤنٹ) کو 874 ملین امریکی ڈالر کے خسارے کا سامنا رہا، جبکہ گزشتہ سال اسی عرصے میں یہ خسارہ 755 ملین امریکی ڈالر تھا۔ بیرونِ ملک مقیم پاکستانیوں کی جانب سے 10.9 بلین امریکی ڈالر کی مضبوط ترسیلاتِ زر، جو سال بہ سال 14.0 فیصد اضافے کی عکاس ہیں، نے وسیع ہوتے ہوئے تجارتی فرق کو کم کرنے میں مدد فراہم کی۔ اس دوران درآمدات میں 14.6 فیصد اضافہ ہوا، جبکہ برآمدات میں 11.0 فیصد اضافہ ریکارڈ کیا گیا، جس کے نتیجے میں تجارتی خسارہ 1.62 بلین امریکی ڈالر بڑھ کر 10.16 بلین امریکی ڈالر ہو گیا۔ 3.0 بلین امریکی ڈالر کے یورو بانڈ کے اجراء سے حاصل ہونے والی معاونت کے باعث، جو 3 ستمبر 2026 کو جاری کیا گیا، 25 ستمبر 2026 تک اسٹیٹ بینک کے زرمبادلہ کے ذخائر بڑھ کر ریکارڈ 21.44 بلین امریکی ڈالر تک پہنچ گئے۔ مجموعی لیکوئیڈ ذخائر تقریباً تین ماہ کی درآمدات کیلئے کافی رہے۔ پاکستانی روپے کی قدر امریکی ڈالر کے مقابلے میں تقریباً 277 تا 278 روپے کی حد میں عمومی طور پر مستحکم رہی۔

مالی سال 2026 کی چوتھی سہ ماہی میں سست روی کے بعد معاشی سرگرمیوں میں بتدریج بحالی شروع ہو گئی ہے۔ جولائی 2026 میں بڑے پیمانے کی صنعتوں کی پیداوار میں سال بہ سال 3.03 فیصد اضافہ ریکارڈ کیا گیا، جبکہ مالی سال 2027 میں حقیقی مجموعی ملکی پیداوار (حقیقی GDP) کی شرح نمو 3.5 تا 4.5 فیصد رہنے کی توقع ہے۔ مالی سال 2026 میں مالیاتی خسارہ کم ہو کر جی ڈی پی کے 2.6 فیصد تک آ گیا، جو گزشتہ 22 سال کی کم ترین سطح ہے۔ اسی دوران بنیادی سرپلس جی ڈی پی کے 2.9 فیصد تک پہنچ گیا، جو آئی ایم ایف کے 2.5 فیصد کے مقررہ ہدف سے زیادہ ہے۔ فیڈرل بورڈ آف ریونیو نے مالی سال 2027 کی پہلی سہ ماہی کیلئے اپنے 3.05 ٹریلین روپے کے ہدف کو ابتدائی اعداد و شمار کی بنیاد پر عبور کر لیا۔ مزید برآں، توسیعی فنڈ سہولت کے تحت آئی ایم ایف کے چوتھے جائزے کے دوران عملے کی سطح پر ایک اضافی معاہدہ طے پا گیا ہے۔

اسٹیٹ بینک آف پاکستان نے 14 ستمبر 2026 کو پالیسی ریٹ تبدیل کیے بغیر 11.5 فیصد پر برقرار رکھا۔ یہ فیصلہ 28 اپریل 2026 کو 100 بیسز پوائنٹس کے اضافے کے بعد مسلسل تیسری مرتبہ شرحِ سود برقرار رکھنے کا تسلسل ہے۔ جبکہ اپنے فیصلے میں معاشی منظرنامے سے متعلق غیر یقینی صورتحال میں اضافے کی نشاندہی بھی کی۔ دوسری جانب، موڈیز نے پاکستان کی خودمختار کریڈٹ ریٹنگ کو Caa1 سے بہتر کر کے B3 کر دیا اور آؤٹ لک کو مستحکم قرار دیا۔

بینکنگ شعبہ بدستور مضبوط اور مستحکم رہا۔ ستمبر 2026 کے اختتام تک بینکنگ شعبے کے مجموعی ڈپازٹس سال بہ سال بنیاد پر 16.0 فیصد بڑھ کر 40.8 ٹریلین روپے ہو گئے۔ اسی دوران، ایڈوانسز میں سال بہ سال 14.3 فیصد اضافہ ہوا اور یہ 15.4 ٹریلین روپے تک پہنچ گئے، جبکہ سرمایہ کاری میں 12.1 فیصد سال بہ سال اضافہ ریکارڈ کیا گیا، جس کے نتیجے میں سرمایہ کاری کا حجم 40.1 ٹریلین روپے ہو گیا۔ یہ اعداد و شمار ایک چیلنجنگ مجموعی معاشی ماحول کے باوجود بینکاری شعبے کی مسلسل مضبوط بیلنس شیٹ اور مستحکم مالیاتی بنیادوں کو اُجاگر کرتے ہیں۔

اللہ تعالیٰ کے فضل و کرم سے حبیب میٹرو نے سال 2026 کے پہلے نو ماہ کے لئے 28,627 ملین روپے کا قبل از ٹیکس منافع حاصل کیا۔ اس کے ساتھ بعد از ٹیکس فی شیئر آمدنی 12.99 روپے رہی۔ خالص مارک اَپ آمدنی 44,655 ملین روپے، جبکہ نان مارک اَپ آمدنی 18,002 ملین روپے ریکارڈ کی گئی۔ بینک کی سرمایہ کاری دسمبر 2025 کے 864,652 ملین روپے کے مقابلے میں بڑھ کر 892,246 ملین روپے ہو گئی، جبکہ خالص پیشگی رقوم میں اضافہ ہوا اور یہ دسمبر 2025 کے 514,783 ملین روپے سے بڑھ کر 542,874 ملین روپے تک پہنچ گئیں۔ ڈپازٹس میں 11.0 فیصد اضافہ ہوا اور یہ بڑھ کر 1,243,028 ملین روپے ہو گئے۔

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

AS AT 30 SEPTEMBER 2026

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
ASSETS			
Cash and balances with treasury banks	7	**94,362,484**	88,751,233
Balances with other banks	8	**17,731,885**	13,542,382
Lendings to financial institutions	9	**–**	45,950,890
Investments	10	**892,246,315**	864,651,712
Advances	11	**542,874,174**	514,782,767
Property and equipment	12	**18,112,414**	17,446,345
Right-of-use assets	13	**9,647,673**	8,969,420
Intangible assets	14	**660,704**	641,326
Deferred tax assets	15	**894,966**	–
Other assets	16	**127,543,759**	104,141,556
Total Assets		**1,704,074,374**	1,658,877,631
LIABILITIES			
Bills payable	17	**26,413,132**	29,736,142
Borrowings	18	**182,681,373**	272,083,732
Deposits and other accounts	19	**1,243,027,782**	1,119,625,165
Lease liabilities	20	**12,242,818**	11,253,857
Subordinated debt		**–**	–
Deferred tax liabilities	15	**–**	5,095,030
Other liabilities	21	**114,619,278**	93,274,221
Total Liabilities		**1,578,984,383**	1,531,068,147
NET ASSETS		**125,089,991**	127,809,484
REPRESENTED BY			
Share capital		**10,478,315**	10,478,315
Reserves		**38,969,576**	37,609,753
Surplus on revaluation of assets - net of tax	22	**9,775,696**	16,471,384
Unappropriated profit		**65,866,404**	63,250,032
		125,089,991	127,809,484
CONTINGENCIES AND COMMITMENTS	23		

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	Chief Executive Officer	Director	Director	Chairman

UNCONSOLIDATED CONDENSED INTERIM PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2026

	Note	Quarter ended		Nine months ended	
		30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
		Rupees in '000			
Mark-up / return / interest earned	25	**39,458,290**	38,873,962	**119,792,621**	120,573,786
Mark-up / return / interest expensed	26	**(24,599,261)**	(22,929,756)	**(75,137,712)**	(69,624,842)
Net mark-up / interest income		**14,859,029**	15,944,206	**44,654,909**	50,948,944
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	**2,815,500**	2,761,786	**8,357,309**	8,340,657
Dividend income		**246,185**	173,262	**865,589**	605,082
Foreign exchange income		**2,209,158**	1,927,675	**7,037,279**	6,086,871
Income / (loss) from derivatives		**–**	–	**–**	–
Gain on securities - net	28	**616,438**	1,353,463	**1,644,514**	2,732,869
Net gain / (loss) on derecognition of financial assets measured at amortised cost		**–**	–	**–**	–
Other income	29	**18,987**	20,369	**97,055**	103,892
Total non mark-up / interest income		**5,906,268**	6,236,555	**18,001,746**	17,869,371
Total Income		**20,765,297**	22,180,761	**62,656,655**	68,818,315
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	30	**11,442,400**	9,715,586	**33,519,122**	29,230,721
Workers' welfare fund		**192,529**	247,078	**584,231**	761,954
Other charges	31	**990**	3,666	**1,992**	291,563
Total non-mark-up / interest expenses		**(11,635,919)**	(9,966,330)	**(34,105,345)**	(30,284,238)
Profit before credit loss allowance		**9,129,378**	12,214,431	**28,551,310**	38,534,077
Credit loss allowance and write offs - net	32	**304,607**	(107,596)	**76,042**	(1,198,356)
PROFIT BEFORE TAXATION		**9,433,985**	12,106,835	**28,627,352**	37,335,721
Taxation	33	**(5,017,386)**	(6,528,359)	**(15,012,808)**	(20,187,676)
PROFIT AFTER TAXATION		**4,416,599**	5,578,476	**13,614,544**	17,148,045
		Rupees			
Basic and diluted earnings per share	34	**4.21**	5.32	**12.99**	16.37

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	Chief Executive Officer	Director	Director	Chairman

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

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2026

	Quarter ended		Nine months ended	
	30 September 2026	30 September 2025	**30 September 2026**	30 September 2025
	Rupees in '000			
Profit after taxation for the period	**4,416,599**	5,578,476	**13,614,544**	17,148,045
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	**(927)**	(2,469)	**(1,631)**	3
Movement in deficit on revaluation of debt securities measured at FVOCI - net of tax	**(1,456,357)**	(1,412,131)	**(5,547,128)**	(1,157,953)
	(1,457,284)	(1,414,600)	**(5,548,759)**	(1,157,950)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Remeasurement gain / (loss) on defined benefit obligations - net of tax	**78,811**	65,258	**(57,181)**	(78,824)
Movement in (deficit) / surplus on revaluation of equity securities measured at FVOCI - net of tax	**(535,935)**	1,537,274	**(717,200)**	1,852,834
Movement in surplus on revaluation of property and equipment - net of tax	**–**	–	**–**	25,924
Movement in surplus on revaluation of non-banking assets - net of tax	**–**	–	**–**	477,760
	(457,124)	1,602,532	**(774,381)**	2,277,694
Total comprehensive income	**2,502,191**	5,766,408	**7,291,404**	18,267,789

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	Chief Executive Officer	Director	Director	Chairman

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

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2026

		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 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
Impact of adoption of IFRS 9 as at 1 January 2025 - net of tax	–	–	–	–	–	–	31,462	–	–	31,462
Balance as at 1 January 2025 (Audited)	10,478,315	11,360	2,550,985	31,050,108	240,361	1,500,000	7,492,191	6,872,955	54,867,002	115,063,277
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	–	3	–	–	–	–	–	–	–	3
Movement in deficit 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	–	–	–	–	–	–	–	25,924	–	25,924
Movement in surplus on revaluation of non-banking assets - net of tax	–	–	–	–	–	–	–	477,760	–	477,760
Total comprehensive income	–	3	–	–	–	–	694,881	503,684	(78,824)	1,119,744
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	7,704,091	7,262,310	60,864,328	123,376,666

	Share capital	Reserves					Surplus / (deficit) on revaluation		Un-appropriated profit	Total
		Exchange translation reserve	Share premium	Statutory reserve	Special reserve	Revenue reserve	Investments	Property, equipment & Non-banking assets		
	Rupees in '000									
Profit after taxation for the period	–	–	–	–	–	–	–	–	5,436,638	5,436,638
Other comprehensive income										
Effect of translation of net investment in an offshore branch	–	(1,532)	–	–	–	–	–	–	–	(1,532)
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	–	–	–	–	–	–	1,145,273	–	–	1,145,273
Remeasurement gain on defined benefit obligations - net of tax	–	–	–	–	–	–	–	–	47,945	47,945
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	–	–	–	–	–	–	424,073	–	–	424,073
Movement in surplus on revaluation of property and equipment - net of tax	–	–	–	–	–	–	–	–	–	–
Movement in surplus on revaluation of non-banking assets - net of tax	–	–	–	–	–	–	–	–	–	–
Total comprehensive income	–	(1,532)	–	–	–	–	1,569,346	–	47,945	1,615,759
Gain on sale of equity investments - FVOCI - net of tax	–	–	–	–	–	–	(25,836)	–	25,836	–
Transfer to statutory reserve	–	–	–	543,663	–	–	–	–	(543,663)	–
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	–	–	–	–	–	–	–	(38,527)	38,527	–
Transactions with owners, recorded directly in equity										
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2025	–	–	–	–	–	–	–	–	(2,619,579)	(2,619,579)
Balance as at 31 December 2025 (Audited)	10,478,315	9,831	2,550,985	33,308,576	240,361	1,500,000	9,247,601	7,223,783	63,250,032	127,809,484

	Share capital	Reserves					Surplus / (deficit) on revaluation		Un-appropriated profit	Total
		Exchange translation reserve	Share premium	Statutory reserve	Special reserve	Revenue reserve	Investments	Property, equipment & Non-banking assets		
	Rupees in '000									
Impact of adoption of IFRS 9 as at 1 January 2026 - net of tax (note 3.1)	-	-	-	-	-	-	-	-	(56,497)	(56,497)
Balance as at 1 January 2026 (Un-audited)	10,478,315	9,831	2,550,985	33,308,576	240,361	1,500,000	9,247,601	7,223,783	63,193,535	127,752,987
Profit after taxation for the period	-		-	-	-	-	-	-	13,614,544	13,614,544
Other comprehensive income										
Effect of translation of net investment in an offshore branch	-	(1,631)	-	-	-	-	-	-	-	(1,631)
Movement in deficit on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	(5,547,128)	-	-	(5,547,128)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	(57,181)	(57,181)
Movement in deficit on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	(717,200)	-	-	(717,200)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	-	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	-	-
Total comprehensive income	-	(1,631)	-	-	-	-	(6,264,328)	-	(57,181)	(6,323,140)
Gain on sale of equity investments - FVOCI - net of tax	-	-	-	-	-	-	(317,031)	-	317,031	-
Transfer to statutory reserve	-	-	-	1,361,454	-	-	-	-	(1,361,454)	-
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 2025	-	-	-	-	-	-	-	-	(4,715,242)	(4,715,242)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2026	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2026	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Balance as at 30 September 2026 (Un-audited)	10,478,315	8,200	2,550,985	34,670,030	240,361	1,500,000	2,666,242	7,109,454	65,866,404	125,089,991

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	Chief Executive Officer	Director	Director	Chairman

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2026

	Note	30 September 2026	30 September 2025
		Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		**28,627,352**	37,335,721
Less: Dividend income		**(865,589)**	(605,082)
		27,761,763	36,730,639
Adjustments			
Net mark-up / interest income (excluding mark-up on lease liabilities against right-of-use assets)		**(45,750,343)**	(51,912,542)
Depreciation on property and equipment	30	**2,296,467**	2,084,755
Depreciation on right-of-use assets	30	**1,383,689**	1,197,004
Depreciation on non-banking assets	30	**2,988**	1,710
Amortisation	30	**259,325**	214,845
Mark-up on lease liabilities against right-of-use assets	26	**1,095,434**	963,598
Credit loss allowance (excluding recoveries of written off / charged off bad debts)	32	**(76,042)**	1,410,198
Gain on sale of investment in subsidiary		**–**	(5,576)
Gain on sale of property and equipment - net	29	**(26,741)**	(36,504)
Gain on termination of right-of-use assets	29	**(34,127)**	–
Gain on sale of ijarah assets	29	**(10,914)**	(44,081)
Unrealised loss / (gain) on FVTPL securities	28	**122,631**	(840,068)
Unrealised - forward purchase of federal Government securities transactions	28	**132,304**	–
Provision against workers' welfare fund		**584,231**	761,954
Provision against compensated absences		**224,195**	187,684
Provision against defined benefit plan		**306,709**	268,339
		(39,490,194)	(45,748,684)
		(11,728,431)	(9,018,045)
(Increase) / decrease in operating assets			
Lendings to financial institutions		**45,951,231**	(39,736,173)
Securities classified as FVTPL		**5,833,309**	(494,251)
Advances		**(27,664,922)**	(2,288,273)
Other assets (excluding dividend, non-banking assets and advance taxation)		**(6,324,709)**	(1,811,206)
		17,794,909	(44,329,903)
Increase / (decrease) in operating liabilities			
Bills payable		**(3,323,010)**	(2,856,980)
Borrowings from financial institutions		**(91,058,852)**	19,716,047
Deposits and other accounts		**123,402,617**	110,909,122
Other liabilities (excluding unclaimed dividend)		**6,779,708**	19,141,135
		35,800,463	146,909,324
		41,866,941	93,561,376
Payment against compensated absences		**(79,970)**	(71,284)
Contribution to the defined benefit plan		**(60,000)**	(215,000)
Mark-up / Interest received		**112,773,792**	115,589,736
Mark-up / Interest paid		**(69,595,905)**	(74,309,634)
Income tax paid		**(15,813,051)**	(27,482,491)
Net cash flow generated from operating activities		**69,091,807**	107,072,703
CASH FLOW FROM INVESTING ACTIVITIES			
Net investment in securities classified as amortised cost		**21,535,081**	7,778,175
Net investment in securities classified as FVOCI		**(67,447,688)**	(81,124,262)
Net investment in subsidiaries		**(700,000)**	38,724
Dividend received		**865,589**	599,239
Investment in property and equipment		**(2,970,603)**	(2,332,091)
Investment in intangible assets		**(278,703)**	(164,660)
Proceeds from sale of property and equipment		**34,475**	50,098
Proceeds from sale of ijarah assets		**77,101**	172,784
Effect of translation of net investment in an offshore branch		**(1,630)**	3
Net cash flow used in investing activities		**(48,886,378)**	(74,981,990)
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		**(10,057,912)**	(10,055,033)
Payment of lease liabilities against right-of-use assets		**(2,134,288)**	(1,896,923)
Net cash flow used in financing activities		**(12,192,200)**	(11,951,956)
Increase in cash and cash equivalents		**8,013,229**	20,138,757
Cash and cash equivalents at the beginning of the period		**93,982,812**	86,737,498
Cash and cash equivalents at the end of the period		**101,996,041**	106,876,255

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	Chief Executive Officer	Director	Director	Chairman

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

FOR THE NINE MONTHS ENDED 30 SEPTEMBER 2026

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 575 (31 December 2025: 562) branches, including 254 (31 December 2025: 243) Islamic banking branches, an offshore branch (Karachi Export Processing Zone branch) (31 December 2025: 1) and 1 sub branch (31 December 2025: 1) 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 AAA (31 December 2025: AA+) and short term rating as A1+ (31 December 2025: A1+) dated 30 June 2026.

The registered office of the Bank is situated at HabibMetro 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, Habib Metropolitan Financial Services Limited, HabibMetro Exchange Services Limited and First Habib Modaraba and is required to prepare consolidated financial statements under the provisions of Companies Act 2017. These condensed interim financial statements represent the unconsolidated results of the Bank and a 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 consist of:

- International Accounting Standard (IAS) 34 "Interim Financial Reporting" issued by the IFRS 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 from 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. 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 (IIFS). Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.

The SBP has adopted the requirements of IFRS 9 along with the application instructions through BPRD Circular No. 07 of 2023 dated 13 April 2023, while deferring certain requirements. For its Islamic Banking Window operations, Islamic banking institutions are allowed to follow Islamic Financial Accounting Standards (IFAS) 1 & 2 where applicable and continue existing accounting practices for other Islamic products until further instructions. However, if these relaxations had not been granted by the SBP, the unappropriated profit of the Bank as at 30 September 2026 would have been higher by Rs 489,440 thousand (net of tax).

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 2025.

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, 2026 but are considered not to be relevant or do not have any material effect on the Bank's operations and are therefore not detailed in these unconsolidated condensed interim financial statements except for the following:

– IFRS 9 – Certain Requirements of IFRS 9 were deferred by the SBP as explained in Note 3.1

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 the IFRS Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2027 but are considered not to be relevant or do not have any material effect on the Bank's operations.

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)
Presentation and Disclosure in Financial Statements - IFRS 18	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 the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of unconsolidated annual financial statements of the Bank for the year ended 31 December 2025 except for the requirements of IFRS 9 relating to Effective Interest Rate (EIR) Method as explained in note 3.1

3.1 Change in accounting policy

IFRS 9 'Financial Instruments' – Mark-up / return earned and Mark-up / return expensed

The Bank adopted IFRS 9 – Financial Instruments effective 1 January 2024, except for certain relaxations and extensions granted by the SBP from time to time. The effects of these relaxations and extensions were incorporated in the Bank's audited financial statements for the years ended 31 December 2024 and 2025, using the modified retrospective approach, as permitted under IFRS 9.

Further, vide SBP instruction BPRD/RPD/822456/25 dated January 22, 2025, the Bank was allowed an extension for the application of recognition of mark-up / interest income and expense using Effective Interest Rate (EIR) method up to 31 December 2025. Accordingly, the Bank has adopted the EIR method with effect from 1 January 2026 and has recognized the cumulative impact of this transition in equity at the beginning of the current accounting period, applying the modified retrospective approach for transition permitted under IFRS 9. The resulting change to the material accounting policy is as follows:

Mark-up / return earned and Mark-up / return expensed are recognised in the unconsolidated profit and loss account under the Effective Interest Rate (EIR). The 'effective interest rate' is the rate that exactly discounts estimated future cash payments or receipts through the expected life of the financial instrument to:

- the gross carrying amount of the financial asset; or
- the amortised cost of the financial liability.

The calculation of the EIR includes all transaction costs, fees, and points paid or received between parties to the contract that are an integral part of the effective interest rate. Transaction costs include incremental costs that are directly attributable to the acquisition or issuance of a financial asset or financial liability.

When calculating the EIR for financial instruments other than purchased or originated credit-impaired assets, the Bank estimates future cash flows considering all contractual terms of the financial instrument, but not ECL. For purchased or originated credit-impaired financial assets, a credit-adjusted EIR is calculated using estimated future cash flows including ECL.

For financial assets that were credit-impaired on initial recognition, mark-up income is calculated by applying the credit-adjusted effective interest rate to the amortised cost of the asset. The calculation of mark-up income does not revert to a gross basis, even if the credit risk of the asset is improved.

The impact of application as at 1 January 2026 is shown below:

Financial Assets / Liabilities	Balances as of 31 December 2025	Impact due to remeasurements	Taxation	Impact - net of tax	Balances as of 1 January 2026
	Rupees in '000				
Assets					
Advances	514,782,767	(117,998)	–	(117,998)	514,664,769
Lendings to Financial Institutions	45,950,890	185	–	185	45,951,075
Liabilities					
Borrowings	272,083,732	(111)	–	(111)	272,083,621
Deferred tax liabilities	5,095,030	(61,205)	–	(61,205)	5,033,825
Equity					
Unappropriated profit	63,250,032	(117,702)	61,205	(56,497)	63,193,535

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 assets which are initially measured at an amount equal to the corresponding lease liabilities (adjusted for any lease payment and costs) and are depreciated over the 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 those applied in the preparation of the unconsolidated audited financial statements for the year ended 31 December 2025.

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 2025.

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
7. CASH AND BALANCES WITH TREASURY BANKS		
In hand		
Local currency	**15,159,832**	13,125,548
Foreign currencies	**1,066,310**	1,290,906
	16,226,142	14,416,454
With State Bank of Pakistan in		
Local currency current accounts	**45,504,656**	45,336,035
Foreign currencies current accounts	**3,708,703**	3,192,545
Foreign currencies deposit accounts		
- cash reserve accounts	**9,266,587**	8,015,602
- special cash reserve	**17,463,836**	14,633,400
	75,943,782	71,177,582
With National Bank of Pakistan in		
Local currency current accounts	**2,157,278**	3,218,028
Local currency deposit accounts	**37,687**	67,225
	2,194,965	3,285,253
National Prize Bonds	**2,135**	7,410
Less: Credit loss allowance held against cash and balances with treasury banks - stage 1	**(4,540)**	(135,466)
Cash and balances with treasury banks - net of credit loss allowance	**94,362,484**	88,751,233

		30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
8. BALANCES WITH OTHER BANKS			
In Pakistan			
In current accounts		**8,320**	44,637
In deposit accounts		**184**	170
		8,504	44,807
Outside Pakistan			
In current accounts		**17,723,553**	13,497,853
Less: Credit loss allowance held against balances with other banks - stage 1		**(172)**	(278)
Balances with other banks - net of credit loss allowance		**17,731,885**	13,542,382
9. LENDINGS TO FINANCIAL INSTITUTIONS			
Call / clean money lendings		**–**	2,801,231
Repurchase agreement lendings (reverse repo)		**–**	10,000,000
Musharaka placements		**–**	33,150,000
Less: Credit loss allowance held against lendings to financial institutions - stage 1		**–**	(341)
Lendings to financial institutions - net of credit loss allowance		**–**	45,950,890
9.1 Particulars of lendings - gross			
In local currency - secured		**–**	43,150,000
In foreign currency - unsecured		**–**	2,801,231
		–	45,951,231

		30 September 2026 (Un-Audited)		31 December 2025 (Audited)	
		Lendings	**Credit loss allowance held**	Lendings	Credit loss allowance held
		Rupees in '000			
9.2 Lendings to FIs - Particulars of credit loss allowance					
Domestic					
Performing	Stage 1	**–**	**–**	43,150,000	127
Under-performing	Stage 2	**–**	**–**	–	–
Non-performing	Stage 3				
Substandard		**–**	**–**	–	–
Doubtful		**–**	**–**	–	–
Loss		**–**	**–**	–	–
		–	**–**	–	–
Total Domestic		**–**	**–**	43,150,000	127
Overseas					
Performing	Stage 1	**–**	**–**	2,801,231	214
Under-performing	Stage 2	**–**	**–**	–	–
Non-performing	Stage 3				
Substandard		**–**	**–**	–	–
Doubtful		**–**	**–**	–	–
Loss		**–**	**–**	–	–
		–	**–**	–	–
Total Overseas		**–**	**–**	2,801,231	214
Total		**–**	**–**	45,951,231	341

10. INVESTMENTS

10.1 Investments by type

	30 September 2026 (Un-Audited)				31 December 2025 (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	**26,447,310**	**-**	**6,326**	**26,453,636**	32,219,761	-	105,026	32,324,787
Non-Government debt securities	**1,997,125**	**-**	**2,257**	**1,999,382**	1,997,423	-	(5,346)	1,992,077
Real estate investment trust units	**1,709,926**	**-**	**1,941,373**	**3,651,299**	1,770,486	-	1,984,463	3,754,949
	30,154,361	**-**	**1,949,956**	**32,104,317**	35,987,670	-	2,084,143	38,071,813
FVOCI								
Federal Government securities	**731,773,937**	**-**	**290,281**	**732,064,218**	663,430,895	-	11,846,798	675,277,693
Shares	**8,010,155**	**-**	**5,317,080**	**13,327,235**	6,802,827	-	7,415,266	14,218,093
Mutual Funds	**229,628**	**-**	**(52,690)**	**176,938**	171,829	-	3,771	175,600
Non-Government debt securities	**1,914,446**	**(414,595)**	**-**	**1,499,851**	3,414,446	(414,700)	-	2,999,746
	741,928,166	**(414,595)**	**5,554,671**	**747,068,242**	673,819,997	(414,700)	19,265,835	692,671,132
Amortised Cost								
Federal Government securities	**109,376,909**	**-**	**-**	**109,376,909**	127,611,990	-	-	127,611,990
Non-Government debt securities	**1,200,000**	**(5)**	**-**	**1,199,995**	4,500,000	(75)	-	4,499,925
	110,576,909	**(5)**	**-**	**110,576,904**	132,111,990	(75)	-	132,111,915
Subsidiaries	**2,496,852**	**-**	**-**	**2,496,852**	1,796,852	-	-	1,796,852
Total investments	**885,156,288**	**(414,600)**	**7,504,627**	**892,246,315**	843,716,509	(414,775)	21,349,978	864,651,712

		30 September 2026 (Un-Audited)	31 December 2025 (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	**–**	2,912,934
	Pakistan investment bonds	**94,466,291**	181,798,076
		94,466,291	184,711,010
10.2	**Credit loss allowance for diminution in value of investments**		
	Opening balance	**414,775**	426,206
	Charge / (reversal)		
	Charge for the period / year	**–**	–
	Reversal for the period / year	**(175)**	(11,431)
	Reversal on disposal	**–**	–
	Net reversal for the period / year	**(175)**	(11,431)
	Amounts written off	**–**	–
	Closing balance	**414,600**	414,775

			30 September 2026 (Un-Audited)		31 December 2025 (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 - Domestic					
	Performing	Stage 1	**2,700,000**	**154**	7,500,000	329
	Under-performing	Stage 2	**–**	**–**	–	–
	Non-performing	Stage 3				
	Substandard		**–**	**–**	–	–
	Doubtful		**–**	**–**	–	–
	Loss		**414,446**	**414,446**	414,446	414,446
			414,446	**414,446**	414,446	414,446
	Total		**3,114,446**	**414,600**	7,914,446	414,775

10.4 Investment in subsidiaries - incorporated in Pakistan

	30 September 2026 (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%	693,668	145,948	84,902	(22,207)	(23,116)
Habib Metropolitan Modaraba Management Company (Private) Limited	Pakistan	100%	1,127,832	14,065	107,908	64,559	20,005
First Habib Modaraba (FHM)	Pakistan	4.43%	43,365,454	36,827,425	3,932,874	720,438	711,461
HabibMetro Exchange Services Limited	Pakistan	100%	1,664,618	301,489	79,062	(69,267)	(69,267)

	31 December 2025 (Audited)						
	Country of Incorporation	Holding	Assets	Liabilities	Revenue	Profit / (loss) after tax	Total comprehensive income for the year
	Rupees in '000						
Subsidiaries							
Habib Metropolitan Financial Services Limited	Pakistan	100%	873,939	503,339	149,610	6,527	36,730
Habib Metropolitan Modaraba Management Company (Private) Limited	Pakistan	100%	1,109,859	20,616	216,436	102,377	265,122
First Habib Modaraba (FHM)	Pakistan	4.43%	38,924,306	32,784,380	4,574,333	705,906	714,658
HabibMetro Exchange Services Limited	Pakistan	100%	934,784	41,559	115,199	(125,386)	(125,386)

10.5 The market value of federal Government securities classified as amortised cost is Rs. 110,802,095 thousand (31 December 2025: Rs. 131,396,941 thousand).

11. ADVANCES

	Performing/Under-Performing		Non-Performing		Total	
	30 September 2026 (Un-Audited)	31 December 2025 (Audited)	30 September 2026 (Un-Audited)	31 December 2025 (Audited)	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000					
Loans, cash credits, running finances, etc.	**329,295,895**	315,897,047	**18,190,361**	19,020,911	**347,486,256**	334,917,958
Islamic financing and related assets	**167,283,455**	146,232,761	**2,465,918**	2,028,444	**169,749,373**	148,261,205
Bills discounted and purchased	**50,500,366**	57,182,825	**5,650,975**	5,529,373	**56,151,341**	62,712,198
Advances - gross	**547,079,716**	519,312,633	**26,307,254**	26,578,728	**573,386,970**	545,891,361
Credit loss allowance against advances						
- Stage 1	**(569,274)**	(237,628)	**–**	–	**(569,274)**	(237,628)
- Stage 2	**(3,862,352)**	(4,568,401)	**–**	–	**(3,862,352)**	(4,568,401)
- Stage 3	**–**	–	**(26,081,170)**	(26,302,565)	**(26,081,170)**	(26,302,565)
	(4,431,626)	(4,806,029)	**(26,081,170)**	(26,302,565)	**(30,512,796)**	(31,108,594)
Advances - net of credit loss allowance	**542,648,090**	514,506,604	**226,084**	276,163	**542,874,174**	514,782,767

11.1 Particulars of advances - gross

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
In local currency	**457,450,984**	449,351,243
In foreign currencies	**115,935,986**	96,540,118
	573,386,970	545,891,361

11.2 Advances include Rs. 26,307,254 thousand (31 December 2025: Rs. 26,578,728 thousand) which have been placed under non-performing / Stage 3 status as detailed below:

	30 September 2026 (Un-Audited)		31 December 2025 (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 (OAEM)	**30,257**	**13,142**	74,209	34,681
Substandard	**64,712**	**29,649**	87,887	41,520
Doubtful	**133,804**	**78,173**	30,105	16,992
Loss	**26,078,481**	**25,960,206**	26,386,527	26,209,372
	26,307,254	**26,081,170**	26,578,728	26,302,565

11.3 Particulars of credit loss allowance against advances

	30 September 2026 (Un-Audited)				31 December 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000							
Opening balance	**237,628**	**4,568,401**	**26,302,565**	**31,108,594**	853,418	4,527,310	24,121,428	29,502,156
Charge for the period / year	**422,404**	**1,155,289**	**1,123,658**	**2,701,351**	114,620	2,916,719	4,421,944	7,453,283
Reversal for the period / year	**(90,758)**	**(1,861,338)**	**(1,345,053)**	**(3,297,149)**	(730,410)	(2,875,628)	(2,240,807)	(5,846,845)
Net charge / (reversal) for the period / year	**331,646**	**(706,049)**	**(221,395)**	**(595,798)**	(615,790)	41,091	2,181,137	1,606,438
Amounts written off	**–**	**–**	**–**	**–**	–	–	–	–
Closing balance	**569,274**	**3,862,352**	**26,081,170**	**30,512,796**	237,628	4,568,401	26,302,565	31,108,594

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

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

11.5 Advances - Particulars of credit loss allowance

		30 September 2026 (Un-Audited)			31 December 2025 (Audited)		
		Stage 1	**Stage 2**	**Stage 3**	Stage 1	Stage 2	Stage 3
		Rupees in '000					
11.5.1	Opening balance	**237,628**	**4,568,401**	**26,302,565**	853,418	4,527,310	24,121,428
	New advances	**379,180**	**1,140,643**	**645,845**	112,992	2,673,931	905,091
	Advances derecognised or repaid	**(55,999)**	**(1,663,315)**	**(1,340,891)**	(575,997)	(2,533,500)	(2,240,807)
	Transfer to stage 1	**43,224**	**(43,224)**	**–**	1,628	(1,628)	–
	Transfer to stage 2	**(10,484)**	**14,646**	**(4,162)**	(63,755)	63,755	–
	Transfer to stage 3	**(662)**	**(65,401)**	**66,063**	(5,504)	(340,500)	346,004
		355,259	**(616,651)**	**(633,145)**	(530,636)	(137,942)	(989,712)
	Amounts written off / charged off	**–**	**–**	**–**	–	–	–
	Changes in risk parameters	**(23,613)**	**(89,398)**	**411,750**	(85,154)	179,033	3,170,849
	Closing balance	**569,274**	**3,862,352**	**26,081,170**	237,628	4,568,401	26,302,565

			30 September 2026 (Un-Audited)		31 December 2025 (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	**449,748,059**	**569,274**	406,383,496	237,628
	Under-performing	Stage 2	**97,331,657**	**3,862,352**	112,929,137	4,568,401
	Non-Performing	Stage 3				
	OAEM		**30,257**	**13,142**	74,209	34,681
	Substandard		**64,712**	**29,649**	87,887	41,520
	Doubtful		**133,804**	**78,173**	30,105	16,992
	Loss		**26,078,481**	**25,960,206**	26,386,527	26,209,372
			26,307,254	**26,081,170**	26,578,728	26,302,565
	Total		**573,386,970**	**30,512,796**	545,891,361	31,108,594

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
12. PROPERTY AND EQUIPMENT			
Capital work-in-progress	12.1	**901,953**	917,133
Property and equipment		**17,210,461**	16,529,212
		18,112,414	17,446,345
12.1 Capital work-in-progress			
Civil works	12.1.1	**855,555**	448,002
Advance to suppliers		**46,398**	469,131
		901,953	917,133

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

	30 September 2026 (Un-Audited)	30 September 2025
	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 (transfer to property and equipment) / additions - net	**(15,180)**	265,668
Property and equipment		
Freehold land	**269,925**	–
Leasehold land	**621,249**	–
Buildings on freehold land	**36,975**	–
Buildings on leasehold land	**18,751**	180,000
Furniture and fixture	**82,383**	137,887
Electrical, office and computer equipment	**1,666,367**	1,373,949
Vehicles	**–**	4,479
Lease hold improvements	**290,133**	370,108
	2,985,783	2,066,423
Total	**2,970,603**	2,332,091
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	**159**	327
Electrical, office and computer equipment	**521**	1,459
Vehicles	**7,054**	11,808
Total	**7,734**	13,594

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
13. RIGHT-OF-USE ASSETS		
Cost	**14,763,394**	13,419,612
Accumulated Depreciation	**(5,793,974)**	(4,811,230)
Net carrying amount as at the start of the period / year	**8,969,420**	8,608,382
Additions during the period / year	**2,177,473**	2,014,226
Modification during the period / year	**–**	12,200
Termination / maturities during the period / year - Cost	**(598,454)**	(682,644)
Termination / maturities during the period / year - Accumulated Depreciation	**482,923**	649,502
Depreciation charge for the period / year	**(1,383,689)**	(1,632,246)
Closing carrying amount as at the end of the period / year	**9,647,673**	8,969,420
14. INTANGIBLE ASSETS		
Capital work-in-progress - Computer Software	**298,181**	141,554
Computer Software	**362,523**	499,772
	660,704	641,326

	30 September 2026	30 September 2025
	(Un-Audited)	
	Rupees in '000	
14.1 Additions to intangible assets		
The following additions have been made to intangible assets during the period:		
Capital work-in-progress additions	**156,627**	61,708
Directly purchased	**122,076**	102,952
	278,703	164,660

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
15. DEFERRED TAX ASSETS / (LIABILITIES)		
Deductible temporary differences on:		
- Credit loss allowance for diminution in value of investments	**215,592**	215,683
- Credit loss allowance against advances	**1,995,283**	3,913,002
- Credit loss allowance against off-balance sheet obligations	**740,824**	227,026
- Credit loss allowance - Others	**235,432**	469,753
- Right-of-use assets and related lease liabilities	**649,399**	667,145
- Deferred mark-up income	**53,625**	-
- Accelerated tax depreciation	**805,897**	573,881
- Deferred liability on defined benefit plan	**145,959**	39,187
- Surplus on revaluation of investments	**(2,888,429)**	(10,018,234)
	1,953,582	(3,912,557)
Taxable temporary differences on:		
- Surplus on revaluation of property and equipment	**(1,058,616)**	(1,182,473)
	894,966	(5,095,030)

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
16. OTHER ASSETS			
Income / mark-up / profit accrued in local currency		**35,696,312**	28,744,917
Income / mark-up / profit accrued in foreign currencies		**334,174**	266,740
Advances, deposits, advance rent and other prepayments		**1,283,121**	875,772
Advance taxation		**8,080,610**	6,316,032
Non-banking assets acquired in satisfaction of claim		**3,900,448**	3,903,436
Mark-to-market gain on forward foreign exchange contracts		**6,010,693**	3,025,313
Mark-to-market gain on forward purchase of federal Government securities transactions		**–**	122,190
Acceptances		**50,369,160**	42,280,823
Receivable against rebate and remittances		**2,569,745**	4,386,735
Receivable from the SBP against encashment of Government securities		**90,419**	10,317
Stationery and stamps on hand		**442,487**	393,740
Receivable from 1Link		**8,452,496**	4,846,526
Prepaid employment benefit		**7,494,291**	6,525,898
Others		**820,391**	780,476
		125,544,347	102,478,915
Credit loss allowance / provision held against other assets	16.1	**(573,459)**	(910,230)
Other Assets (Net of credit loss allowance / provision)		**124,970,888**	101,568,685
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	16.2	**2,572,871**	2,572,871
Other assets - Total		**127,543,759**	104,141,556
16.1 Credit loss allowance / provision held against other assets			
Claims receivable against fraud and forgeries		**559,075**	559,075
Acceptances		**14,384**	351,155
		573,459	910,230
16.1.1 Movement in credit loss allowance / provision held against other assets			
Opening balance		**910,230**	412,982
Charge for the period / year		**–**	332,989
Reversal for the period / year		**(336,771)**	–
Net (reversal) / charge for the period / year		**(336,771)**	332,989
Amounts written off		**–**	–
Transfer in		**–**	164,259
Closing balance		**573,459**	910,230
16.1.2 Particulars of credit loss allowance / provision held against other assets			
Stage 1		**7,479**	1,014
Stage 2		**6,905**	6,170
Stage 3 / others		**559,075**	903,046
		573,459	910,230

16.2 Non-banking assets acquired in satisfaction of claims have been revalued as at June 30, 2026 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 no incremental surplus 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 September 30, 2026 amounted to Rs. 2,572,871 thousand.

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
17. BILLS PAYABLE		
In Pakistan	**26,304,420**	29,634,183
Outside Pakistan	**108,712**	101,959
	26,413,132	29,736,142
18. BORROWINGS		
Secured		
Borrowings from the SBP under:		
Export refinance scheme	**27,549,002**	42,610,243
Long term financing facility - renewable energy scheme	**1,418,351**	1,702,102
Long term financing facility	**9,333,520**	11,814,747
Temporary economic refinance facility	**13,955,758**	16,290,260
Long term financing facility - for storage of agricultural produce scheme	**397,774**	516,269
Refinance facility for modernization of SME	**150,908**	219,118
Refinance facility for combating COVID-19	**–**	2,590
Refinance and credit guarantee scheme for women entrepreneurs	**36,156**	50,398
	52,841,469	73,205,727
Repurchase agreement borrowings (Repo) - secured	**94,136,468**	182,762,717
Due against bills rediscounting - secured	**431,244**	2,066,279
Total secured	**147,409,181**	258,034,723
Unsecured		
Call borrowing	**25,169,152**	5,602,462
Overdrawn nostro accounts	**10,103,040**	8,446,547
Total unsecured	**35,272,192**	14,049,009
Total Borrowings	**182,681,373**	272,083,732

19. DEPOSITS AND OTHER ACCOUNTS

	30 September 2026 (Un-Audited)			31 December 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000					
Customers						
Current deposits	**363,180,177**	**71,919,093**	**435,099,270**	343,056,005	68,835,626	411,891,631
Savings deposits	**358,443,631**	**14,774,375**	**373,218,006**	364,627,202	14,914,346	379,541,548
Term deposits	**236,459,412**	**95,042,964**	**331,502,376**	98,912,194	92,354,106	191,266,300
Others	**26,205,795**	**13,226**	**26,219,021**	31,094,342	7,461	31,101,803
	984,289,015	**181,749,658**	**1,166,038,673**	837,689,743	176,111,539	1,013,801,282
Financial institutions						
Current deposits	**4,784,036**	**1,622,701**	**6,406,737**	2,284,174	173,906	2,458,080
Savings deposits	**70,276,920**	**–**	**70,276,920**	103,077,540	–	103,077,540
Term deposits	**283,096**	**22,356**	**305,452**	265,666	22,597	288,263
Others	**–**	**–**	**–**	–	–	–
	75,344,052	**1,645,057**	**76,989,109**	105,627,380	196,503	105,823,883
	1,059,633,067	**183,394,715**	**1,243,027,782**	943,317,123	176,308,042	1,119,625,165

20. LEASE LIABILITIES

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
Outstanding amount as at the start of the period / year	**11,253,857**	10,463,713
Additions during the period / year	**2,177,473**	2,014,226
Modification during the period / year	**–**	12,200
Deletions during the period / year	**(149,658)**	(39,180)
Lease payments including interest	**(2,134,288)**	(2,512,852)
Interest expense	**1,095,434**	1,315,750
Outstanding amount as at the end of the period / year	**12,242,818**	11,253,857

20.1 Liabilities Outstanding

Not later than one year	**1,443,867**	1,258,819
Later than one year and up to five years	**6,549,294**	5,921,896
Over five years	**4,249,657**	4,073,142
Total at the period / year end	**12,242,818**	11,253,857

Aggregate 12.31% (31 December 2025: 12.35%) is used as discounting factor for the calculation of lease liabilities.

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
21. OTHER LIABILITIES			
Mark-up / return / interest payable in local currency		**17,293,635**	12,568,370
Mark-up / return / interest payable in foreign currencies		**1,204,086**	1,482,978
Unearned commission and income on bills discounted		**1,289,099**	1,071,473
Accrued expenses		**4,902,440**	2,977,005
Acceptances		**50,369,160**	42,280,823
Clearing and settlement account		**16,433,637**	14,832,413
Unclaimed dividend		**84,202**	187,714
Branch adjustment account		**11,718**	9,330
Mark-to-market loss on forward foreign exchange contracts		**7,117,149**	4,428,601
Mark-to-market loss on forward purchase of federal Government securities transactions		**10,114**	–
Provision for compensated absences		**557,703**	413,478
Deferred liability on defined benefit plan		**561,381**	150,719
Credit loss allowance against off-balance sheet obligations	21.1	**1,424,662**	436,587
Workers' welfare fund	21.2	**6,479,695**	5,895,464
Charity fund		**732**	126
Excise duty payable		**3,258**	2,676
Locker deposits		**1,255,135**	1,205,428
Advance against diminishing musharaka		**–**	152,755
Advance rental for ijarah		**20,235**	20,354
Security deposits against leases / ijarah		**72,313**	75,860
Sundry creditors		**4,094,043**	3,413,334
Withholding tax / duties		**1,121,742**	1,199,912
Deferred grant income		**68,933**	99,269
Others		**244,206**	369,552
		114,619,278	93,274,221

21.1 Credit loss allowance against off-balance sheet obligations

Opening balance	**436,587**	353,883
Charge for the period / year	**988,075**	82,704
Reversal for the period / year	**–**	–
Net charge for the period / year	**988,075**	82,704
Amounts written off	**–**	–
Closing balance	**1,424,662**	436,587

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

Stage 1	**56,593**	17,307
Stage 2	**132,249**	88,713
Stage 3	**1,235,820**	330,567
	1,424,662	436,587

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 2026** (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
22. SURPLUS ON REVALUATION OF ASSETS - NET OF TAX			
Surplus on revaluation of:			
- Securities measured at FVOCI-Debt	10.1	**290,281**	11,846,798
- Securities measured at FVOCI-Equity	10.1	**5,264,390**	7,419,037
- Property and Equipment		**5,595,199**	5,833,385
- Non-banking assets acquired in satisfaction of claims		**2,572,871**	2,572,871
		13,722,741	27,672,091
Less: Deferred tax on surplus on revaluation of:			
- Securities measured at FVOCI-Debt		**150,946**	6,160,335
- Securities measured at FVOCI-Equity		**2,737,483**	3,857,899
- Property and Equipment		**1,058,616**	1,182,473
- Non-banking assets acquired in satisfaction of claims		**–**	–
		(3,947,045)	(11,200,707)
		9,775,696	16,471,384
23. CONTINGENCIES AND COMMITMENTS			
Guarantees	23.1	**132,486,404**	166,456,804
Commitments	23.2	**1,058,525,992**	842,389,120
Other contingent liabilities	23.3	**2,670,338**	2,880,338
		1,193,682,734	1,011,726,262
23.1 Guarantees			
Financial guarantees		**29,722,861**	35,104,991
Performance guarantees		**42,645,416**	45,403,766
Other guarantees		**60,118,127**	85,948,047
		132,486,404	166,456,804

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
23.2 Commitments			
Documentary credits and short-term trade-related transactions:			
Letters of credit		**343,201,490**	208,094,052
Commitments in respect of:			
Forward foreign exchange contracts	23.2.1	**713,580,334**	607,256,815
Forward Government securities transactions	23.2.2	**440,786**	26,408,764
Forward lendings	23.2.3	**–**	74,976
Commitments for:			
Acquisition of property and equipment		**1,303,382**	554,513
		1,058,525,992	842,389,120
23.2.1 Commitments in respect of forward foreign exchange contracts			
Purchase		**384,801,827**	332,412,173
Sale		**328,778,507**	274,844,642
		713,580,334	607,256,815
23.2.2 Commitments in respect of forward purchase of federal Government securities transactions			
Purchase		**440,786**	26,408,764
Sale		**–**	–
		440,786	26,408,764

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 is irrevocable or attract any penalty if the facility is unilaterally withdrawn, except for:

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
Commitments in respect of syndicate financing		**–**	74,976

23.3 Other contingent liabilities			
Claims against the bank not acknowledged as debt	23.3.1	**2,670,338**	2,880,338

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 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 at 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 in the statement of financial position under "other assets/ other liabilities".

These products are offered to the Bank's customers to protect them against 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

	Forward foreign exchange contracts			
	30 September 2026 (Un-Audited)		31 December 2025 (Audited)	
Counter Parties	Notional Principal	Mark-to-market Gain / (Loss)	Notional Principal	Mark-to-market Gain / (Loss)
	Rupees in '000			
Banks				
Hedging	**537,156,015**	**1,538,793**	448,643,639	412,051
Other Entities				
Hedging	**176,424,319**	**(2,645,249)**	158,613,176	(1,815,339)
Total				
Hedging	**713,580,334**	**(1,106,456)**	607,256,815	(1,403,288)

	Note	30 September 2026	30 September 2025
		(Un-Audited)	
		Rupees in '000	
25. MARK-UP / RETURN / INTEREST EARNED			
Loans and advances		**38,108,951**	40,053,353
Investments	25.1	**78,952,102**	77,755,218
Lendings with financial institutions		**2,455,839**	2,446,228
Balances with banks		**275,729**	318,987
		119,792,621	120,573,786
25.1 Interest income (calculated using effective interest rate method) recognised on:			
Financial assets measured at amortised cost;		**10,839,379**	8,096,753
Financial assets measured at FVTPL; and		**3,890,392**	4,896,939
Financial assets measured at FVOCI		**64,222,331**	64,761,526
		78,952,102	77,755,218
26. MARK-UP / RETURN / INTEREST EXPENSED			
Deposits		**53,472,102**	40,287,535
Borrowings		**15,754,887**	25,246,136
Cost of foreign currency swaps against foreign currency deposits / borrowings		**4,815,289**	3,127,573
Lease liabilities against right-of-use assets		**1,095,434**	963,598
		75,137,712	69,624,842

	Note	30 September 2026	30 September 2025
		(Un-Audited)	
		Rupees in '000	

27. FEE & COMMISSION INCOME

Branch banking customer fees	**1,136,873**	1,129,539
Credit related fees	**99,133**	36,305
Card related fees	**946,874**	1,009,882
Commission on trade	**4,850,105**	4,715,503
Commission on guarantees	**934,640**	1,022,290
Commission on remittances including home remittances	**5,081**	40,831
Commission on bancassurance	**112,379**	132,442
Commission on cash management	**179,363**	154,961
Investment Banking Fee	**53,480**	63,346
Others	**39,381**	35,558
	8,357,309	8,340,657

28. GAIN / (LOSS) ON SECURITIES - NET

Realised	28.1	**1,899,449**	1,932,463
Unrealised - measured at FVTPL		**(122,631)**	840,068
Unrealised - forward purchase of federal Government securities transactions		**(132,304)**	(39,662)
		1,644,514	2,732,869

28.1 Realised gain on:

Federal Government securities - net	**1,894,818**	1,828,912
Shares	**–**	5,576
Mutual funds - net	**–**	97,975
Real estate investment trust - net	**4,631**	–
	1,899,449	1,932,463

28.2 Net gain on financial assets / liabilities measured at FVTPL:

Designated upon initial recognition	–	–
Mandatorily measured at FVTPL	**127,991**	1,248,943
	127,991	1,248,943
Net gain on financial assets measured at FVOCI - Debt	**1,516,523**	1,483,926
	1,644,514	2,732,869

29. OTHER INCOME

Rent on properties	**25,273**	23,685
Gain on sale of property and equipment - net	**26,741**	36,504
Gain on sale of ijarah assets - net	**10,914**	44,081
Gain on termination of right-of-use assets	**34,127**	(436)
Staff notice period and other recoveries	**–**	58
	97,055	103,892

	30 September 2026	30 September 2025
	(Un-Audited)	
	Rupees in '000	
30. OPERATING EXPENSES		
Total compensation expense	**12,874,168**	12,237,086
Property expense		
Rent & taxes	**184,420**	104,917
Insurance	**9,249**	14,994
Utilities cost	**1,365,284**	1,138,926
Security	**1,067,094**	1,026,557
Repair & maintenance	**784,556**	849,617
Depreciation on property and equipment	**817,897**	835,239
Depreciation on right-of-use assets	**1,383,689**	1,197,004
Depreciation on non-banking assets	**2,988**	1,710
	5,615,177	5,168,964
Information technology expenses		
Software maintenance	**977,175**	975,245
Hardware maintenance	**470,816**	405,441
Depreciation	**710,280**	523,061
Amortisation	**259,325**	214,845
Network charges	**518,998**	345,949
	2,936,594	2,464,541
Other operating expenses		
Directors' fees and allowances	**24,001**	20,554
Fees and allowances to Shariah Board	**26,409**	26,949
Legal & professional charges	**297,730**	186,753
Outsourced services costs	**343,757**	323,540
Travelling & conveyance	**1,326,525**	982,593
NIFT clearing charges	**113,729**	120,700
Depreciation	**768,290**	726,455
Training & development	**59,116**	52,286
Postage & courier charges	**142,369**	146,188
Communication	**534,848**	670,391
Subscription	**844,801**	680,489
Entertainment	**178,676**	205,099
Repair & maintenance	**335,655**	237,630
Brokerage & commission	**277,565**	195,944
Stationery & printing	**322,303**	353,530
Marketing, advertisement & publicity	**2,491,575**	419,333
Management fee	**1,682,324**	1,541,388
Insurance	**1,267,076**	1,191,176
Donations	**368,170**	394,949
Auditors' Remuneration	**31,898**	28,999
Security	**431,787**	373,935
Others	**224,579**	481,249
	12,093,183	9,360,130
	33,519,122	29,230,721

	Note	30 September 2026	30 September 2025
		(Un-Audited)	
		Rupees in '000	

31. OTHER CHARGES

Penalties imposed by the SBP		**1,992**	291,563

32. CREDIT LOSS ALLOWANCE & WRITE OFFS - NET

Credit loss allowance against cash and balances with banks		**(131,032)**	98,579
Credit loss allowance against lendings to financial institutions		**(341)**	380
Credit loss allowance for diminution in value of investments	10.2	**(175)**	(1,699)
Credit loss allowance against advances	11.3	**(595,798)**	530,923
Credit loss allowance against other assets		**(336,771)**	3,602
Credit loss allowance against off-balance sheet obligations		**988,075**	778,413
Recoveries of written off / charged off bad debts		**–**	(211,842)
		(76,042)	1,198,356

33. TAXATION

Current			
- For the period		**13,713,596**	19,090,662
- Prior year		**–**	579,141
		13,713,596	19,669,803
Deferred			
- For the period		**1,299,212**	1,275,490
- Prior year		**–**	(757,617)
		1,299,212	517,873
		15,012,808	20,187,676

34. BASIC AND DILUTED EARNINGS PER SHARE

Profit after taxation for the period		**13,614,544**	17,148,045
		Number in '000	
Weighted average number of ordinary shares		**1,047,831**	1,047,831
		Rupees	
Basic and diluted earnings per share		**12.99**	16.37

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 measured using replacement price determined by the investee company on which shares can be surrendered.

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 values 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 inputs 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 2026 (Un-Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Financial assets measured at fair value				
Investments				
Federal Government securities	–	758,517,854	–	758,517,854
Non Government debt securities	–	3,499,233	–	3,499,233
Shares				
– Listed companies	13,224,470	–	–	13,224,470
– Unlisted companies	–	–	102,765	102,765
Mutual funds	176,938	–	–	176,938
Real estate investment trust	3,651,299	–	–	3,651,299
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government securities	–	110,802,095	–	110,802,095
Non Government debt securities	–	–	1,199,995	1,199,995
	17,052,707	872,819,182	1,302,760	891,174,649
Off-balance sheet financial instruments measured at fair value				
Forward purchase of foreign exchange contracts	–	377,742,674	–	377,742,674
Forward sale of foreign exchange contracts	–	334,731,204	–	334,731,204
Forward purchase of federal Government securities transactions	–	430,672	–	430,672

On balance sheet financial instruments

	31 December 2025 (Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Financial assets measured at fair value				
Investments				
Federal Government securities	46,580,000	661,022,480	–	707,602,480
Non Government debt securities	–	4,991,823	–	4,991,823
Shares				
– Listed companies	14,122,623	–	–	14,122,623
– Unlisted companies	–	–	95,470	95,470
Mutual funds	175,600	–	–	175,600
Real estate investment trust	3,754,949	–	–	3,754,949
Financial assets - disclosed but not measured at fair value				
Investments				
Federal Government securities	–	131,396,941	–	131,396,941
Non Government debt securities	–	–	4,499,925	4,499,925
	64,633,172	797,411,244	4,595,395	866,639,811
Off-balance sheet financial instruments measured at fair value				
Forward purchase of foreign exchange contracts	–	328,217,866	–	328,217,866
Forward sale of foreign exchange contracts	–	277,635,661	–	277,635,661
Forward purchase of federal Government securities transactions	–	26,530,954	–	26,530,954

35.2 Fair value of non-financial assets

	30 September 2026 (Un-Audited)			
	Fair value			
	Level 1	**Level 2**	**Level 3**	**Total**
	Rupees in '000			
Non-financial assets measured at fair value				
– Property and equipment	**–**	**11,213,998**	**–**	**11,213,998**
– Non-banking assets acquired in satisfaction of claim	**–**	**6,473,319**	**–**	**6,473,319**
	–	**17,687,317**	**–**	**17,687,317**

	31 December 2025 (Audited)			
	Fair value			
	Level 1	Level 2	Level 3	Total
	Rupees in '000			
Non-financial assets measured at fair value				
– Property and equipment	–	9,864,231	–	9,864,231
– Non-banking assets acquired in satisfaction of claim	–	6,476,307	–	6,476,307
	–	16,340,538	–	16,340,538

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

Federal Government debt securities	The fair value of Government securities is 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.
Unquoted equity securities	The fair value is determined using the replacement price determined by the investee company at which the shares can be surrendered.
Forward contracts	The fair values are derived using forward exchange rates applicable to their respective remaining maturities.
Mutual funds	The fair values of the units of mutual funds are valued using PSX rates at the close of each business day.

Valuation techniques used in determination of fair value 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 valuators. The valuation is based on their assessment of the market value of the assets. In determining the valuation for land and buildings the valuer refers to numerous independent market inquiries from local estate agents / realtors in the vicinity to establish the present market value. The fair valuations 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 the input. However, management does not expect there to be a material sensitivity to the fair value arising from the non-observable inputs.

36. SEGMENT INFORMATION

36.1 Segment details with respect to business activities

	30 September 2026 (Un-Audited)				
	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
	Rupees in '000				
Profit and loss account					
Net mark-up / return / profit	46,910,056	(16,148,933)	1,823,443	12,070,343	44,654,909
Inter segment revenue - net	(36,093,630)	26,642,048	9,451,582	–	–
Non mark-up / return / interest income	4,362,870	2,744,302	9,413,868	1,480,706	18,001,746
Total Income	15,179,296	13,237,417	20,688,893	13,551,049	62,656,655
Segment direct expenses	(4,085,581)	(6,685,242)	(5,299,362)	(9,755,043)	(25,825,228)
Inter segment expense allocation	–	(3,474,810)	(4,805,307)	–	(8,280,117)
Total expenses	(4,085,581)	(10,160,052)	(10,104,669)	(9,755,043)	(34,105,345)
Credit loss allowance	112	(43,439)	386,287	(266,918)	76,042
Profit before tax	11,093,827	3,033,926	10,970,511	3,529,088	28,627,352
Statement of financial position					
Cash and bank balances	17,673,083	25,170,920	46,498,698	22,751,668	112,094,369
Investments	713,008,399	–	–	179,237,916	892,246,315
Net inter segment lending	–	363,823,944	197,523,155	–	561,347,099
Lendings to financial institutions	–	–	–	–	–
Advances - performing	–	9,235,294	370,560,967	167,283,455	547,079,716
Advances - non-performing	–	594,141	23,247,195	2,465,918	26,307,254
Credit loss allowance against advances	–	(740,932)	(26,012,507)	(3,759,357)	(30,512,796)
Others	26,974,286	7,771,018	101,638,146	20,476,066	156,859,516
Total Assets	757,655,768	405,854,385	713,455,654	388,455,666	2,265,421,473
Borrowings	129,839,904	–	27,276,680	25,564,789	182,681,373
Deposits and other accounts	–	363,617,155	560,530,179	318,880,448	1,243,027,782
Net inter segment borrowing	561,347,099	–	–	–	561,347,099
Others	7,173,866	10,509,427	108,423,497	27,168,438	153,275,228
Total liabilities	698,360,869	374,126,582	696,230,356	371,613,675	2,140,331,482
Equity	59,294,899	31,727,803	17,225,298	16,841,991	125,089,991
Total equity and liabilities	757,655,768	405,854,385	713,455,654	388,455,666	2,265,421,473
Contingencies and commitments	714,021,120	–	410,091,186	69,570,428	1,193,682,734

	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

	31 December 2025 (Audited)				
	Trade & Sales	Retail Banking	Commercial Banking	Islamic Banking	Total
			Rupees in '000		
Statement of financial position					
Cash and bank balances	18,538,338	19,021,823	44,163,518	20,569,936	102,293,615
Investments	712,758,517	–	–	151,893,195	864,651,712
Net inter segment lending	–	361,185,084	120,582,648	–	481,767,732
Lendings to financial institutions	12,801,016	–	–	33,149,874	45,950,890
Advances - performing	–	11,594,844	361,485,028	146,232,761	519,312,633
Advances - non-performing	–	623,207	23,927,077	2,028,444	26,578,728
Credit loss allowance against advances	–	(606,497)	(27,009,854)	(3,492,243)	(31,108,594)
Others	16,388,307	7,254,819	87,085,370	20,470,151	131,198,647
Total assets	760,486,178	399,073,280	610,233,787	370,852,118	2,140,645,363
Borrowings	198,878,005	–	48,959,011	24,246,716	272,083,732
Deposits and other accounts	–	352,604,651	461,607,325	305,413,189	1,119,625,165
Net inter segment borrowing	481,767,732	–	–	–	481,767,732
Others	17,759,695	9,305,727	87,260,512	25,033,316	139,359,250
Total liabilities	698,405,432	361,910,378	597,826,848	354,693,221	2,012,835,879
Equity	62,080,746	37,162,902	12,406,939	16,158,897	127,809,484
Total equity and liabilities	760,486,178	399,073,280	610,233,787	370,852,118	2,140,645,363
Contingencies and commitments	633,665,579	–	338,611,533	39,449,150	1,011,726,262

37. RELATED PARTY TRANSACTIONS

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 Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as those applicable to comparable transactions with persons of similar standing. Contributions in respect of staff retirement benefits are made in accordance with the actuarial valuation and terms of the 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 2026 (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	67,277	–	–	–	196,627	–	263,904
Investments							
Opening balance	–	–	–	6,296,779	–	–	6,296,779
Investment made during the period	–	–	–	7,400,068	–	–	7,400,068
Investment redeemed / disposed off during the period	–	–	–	(10,000,000)	–	–	(10,000,000)
Closing balance	–	–	–	3,696,847	–	–	3,696,847
Advances							
Opening balance	–	–	321,011	–	9,513,516	–	9,834,527
Addition during the period	–	–	77,723	–	52,691,956	–	52,769,679
Repaid during the period	–	–	(42,978)	–	(53,458,213)	–	(53,501,191)
Closing balance	–	–	355,756	–	8,747,259	–	9,103,015
Other Assets							
Mark-up / return / interest receivable	–	–	–	31,518	55,903	–	87,421
Prepayments / advance deposits / other receivables	936	–	–	853	25,330	–	27,119
	936	–	–	32,371	81,233	–	114,540
Deposits and other accounts							
Opening balance	201,788	1,154,837	363,831	1,875,192	9,652,150	1,292,737	14,540,535
Received during the period	8,111,312	4,818,258	1,287,678	306,773,808	2,982,555,510	3,409,594	3,306,956,160
Withdrawn during the period	(8,055,618)	(4,135,847)	(1,262,306)	(306,852,837)	(2,973,541,111)	(3,264,402)	(3,297,112,121)
Closing balance	257,482	1,837,248	389,203	1,796,163	18,666,549	1,437,929	24,384,574
Other Liabilities							
Mark-up / return / interest payable	–	21,757	5,512	14,639	749,165	140,475	931,548
Management fee payable for technical and consultancy services*	447,515	–	–	–	–	–	447,515
Other payables	–	1,215	–	–	630	561,381	563,226
	447,515	22,972	5,512	14,639	749,795	701,856	1,942,289
Contingencies and commitments							
Transaction-related contingent liabilities	–	–	–	–	8,316,729	–	8,316,729
Trade-related contingent liabilities	–	–	–	–	20,654,516	–	20,654,516
	–	–	–	–	28,971,245	–	28,971,245

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

	31 December 2025 (Audited)						
	Holding company	Directors	Key management personnel	Subsidiary companies	Associates	Retirement benefit plans	Total
	Rupees in '000						
Balances with other banks							
In current accounts	65,299	–	–	–	112,618	–	177,917
Investments							
Opening balance	–	–	–	4,830,000	–	–	4,830,000
Investment made during the year	–	–	–	13,599,927	–	–	13,599,927
Investment redeemed / disposed off during the year	–	–	–	(12,133,148)	–	–	(12,133,148)
Closing balance	–	–	–	6,296,779	–	–	6,296,779
Advances							
Opening balance	–	–	331,041	56,689	6,504,983	–	6,892,713
Addition during the year	–	–	47,302	7,464,526	86,787,944	–	94,299,772
Repaid during the year	–	–	(57,332)	(7,521,215)	(83,779,411)	–	(91,357,958)
Closing balance	–	–	321,011	–	9,513,516	–	9,834,527
Other Assets							
Mark-up / return / interest receivable	–	–	–	66,420	41,867	–	108,287
Prepayments / advance deposits / other receivables	936	–	–	–	13,354	–	14,290
	936	–	–	66,420	55,221	–	122,577
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 year	10,777,547	3,691,691	1,605,130	386,377,712	3,434,844,892	5,870,299	3,843,167,271
Withdrawn during the year	(10,807,115)	(3,504,198)	(1,466,001)	(386,807,259)	(3,430,760,393)	(6,746,253)	(3,840,091,219)
Closing balance	201,788	1,154,837	363,831	1,875,192	9,652,150	1,292,737	14,540,535
Other Liabilities							
Mark-up / return / interest payable	–	15,333	6,868	10,418	69,287	56,662	158,568
Other payables	–	955	–	–	802	150,719	152,476
	–	16,288	6,868	10,418	70,089	207,381	311,044
Contingencies and commitments							
Transaction-related contingent liabilities	–	–	–	–	17,838,094	–	17,838,094
Trade-related contingent liabilities	–	–	–	–	6,410,580	–	6,410,580
	–	–	–	–	24,248,674	–	24,248,674

	For the period ended 30 September 2026 (Un-Audited)						
	Holding company	Directors	Key management personnel	Subsidiary Company	Associates	Retirement benefit plans	Total
	Rupees in '000						
Transactions during the period							
Income							
Mark-up / return / interest earned	–	–	11,231	235,936	134,978	–	382,145
Fee and commission income	1	183	–	1,328	453,745	8	455,265
Dividend income	–	–	–	11,047	–	–	11,047
Rent income	4,211	–	–	9,627	7,755	–	21,593
Expense							
Mark-up / return / interest expensed	–	64,070	15,778	125,659	1,060,233	194,455	1,460,195
Commission / Brokerage / Bank charges	495	–	–	1,578	7,045	–	9,118
Salaries and allowances	–	–	750,688	–	–	–	750,688
Directors' fees and allowances	–	24,001	–	–	–	–	24,001
Charge to defined benefit plan	–	–	–	–	–	306,709	306,709
Contribution to defined contribution plan	–	–	–	–	–	371,360	371,360
Insurance premium expenses	–	–	–	–	32,413	–	32,413
Management fee expense for technical and consultancy services *	1,682,324	–	–	–	–	–	1,682,324

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

	For the period ended 30 September 2025 (Un-Audited)						
	Holding company	Directors	Key management personnel	Subsidiaries companies	Associates	Retirement benefit plans	Total
	Rupees in '000						
Transactions during the period							
Income							
Mark-up / return / interest earned	–	–	13,001	274,763	104,998	–	392,762
Fee and commission income	–	73	–	1,004	537,953	16	539,046
Dividend income	–	–	–	13,541	–	–	13,541
Gain on sale of securities	–	–	–	5,576	–	–	5,576
Rent income	4,211	–	–	20,352	7,755	–	32,318
Expenses							
Mark-up / return / interest expensed	–	46,213	15,969	85,782	369,994	421,456	939,414
Commission / Brokerage / Bank charges	716	–	–	2,321	2,313	–	5,350
Salaries and allowances	–	–	597,899	–	–	–	597,899
Directors' fees and allowances	–	20,554	–	–	–	–	20,554
Charge to defined benefit plan	–	–	–	–	–	268,339	268,339
Contribution to defined contribution plan	–	–	–	–	–	322,232	322,232
Insurance premium expense	–	–	–	–	36,647	–	36,647
Management fee expense for technical and consultancy services *	1,541,388	–	–	–	–	–	1,541,388

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

38. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	30 September 2026 (Un-Audited)	31 December 2025 (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	**114,048,143**	110,471,729
Eligible additional tier 1 (ADT 1) Capital	**–**	–
Total eligible tier 1 capital	**114,048,143**	110,471,729
Eligible tier 2 capital	**11,634,451**	18,704,542
Total eligible capital (tier 1 + tier 2)	**125,682,594**	129,176,271
Risk Weighted Assets (RWAs):		
Credit risk	**609,747,917**	557,389,893
Market risk	**28,613,979**	36,987,205
Operational risk	**165,565,281**	165,565,281
Total	**803,927,177**	759,942,379
CET 1 capital adequacy ratio	**14.19%**	14.54%
Tier 1 capital adequacy ratio	**14.19%**	14.54%
Total capital adequacy ratio	**15.63%**	17.00%
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 Bank uses the simple approch, the maturity method and the basic indicator approach for credit risk, market risk and operational risk exposures respectively, in the capital adequacy calculation.

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
Leverage Ratio (LR):		
Eligible tier-1 capital	**114,048,143**	110,471,729
Total exposures	**2,208,363,361**	2,086,326,023
Leverage ratio	**5.16%**	5.30%
Liquidity Coverage Ratio (LCR):		
Total high quality liquid assets	**739,392,133**	608,412,975
Total net cash outflow	**451,251,201**	372,377,011
Liquidity coverage ratio	**164%**	163%
Net Stable Funding Ratio (NSFR):		
Total available stable funding	**1,105,645,227**	1,041,062,944
Total required stable funding	**573,614,200**	544,608,155
Net stable funding ratio	**193%**	191%

39. ISLAMIC BANKING BUSINESS

The bank operates 254 (31 December 2025: 243) Islamic banking branches and 311 (31 December 2025: 311) Islamic banking windows at the end of the period.

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		Rupees in '000	
ASSETS			
Cash and balances with treasury banks		**22,692,866**	20,514,058
Balances with other banks		**58,802**	55,878
Due from financial institutions	39.1	**–**	33,149,874
Investments	39.2	**179,237,916**	151,893,193
Islamic financing and related assets - net	39.3	**165,990,016**	144,768,962
Property and equipment		**889,671**	859,544
Right-of-use assets		**3,934,593**	3,797,340
Intangible assets		**–**	–
Due from Head Office		**–**	6,274,499
Other assets		**15,651,802**	9,538,768
Total Assets		**388,455,666**	370,852,116
LIABILITIES			
Bills payable		**5,882,510**	7,862,011
Due to financial institutions		**25,564,789**	24,246,716
Deposits and other accounts	39.4	**318,880,448**	305,413,189
Due to Head Office		**6,251,658**	–
Lease liabilities		**4,946,363**	4,666,814
Subordinated debt		**–**	–
Deferred tax liabilities		**153,209**	989,235
Other liabilities		**9,934,698**	11,515,254
		371,613,675	354,693,219
NET ASSETS		**16,841,991**	16,158,897
REPRESENTED BY			
Islamic Banking Fund		**15,006,928**	11,007,003
Reserves		**–**	–
Surplus on revaluation of assets		**141,423**	913,140
Unappropriated profit	39.5	**1,693,640**	4,238,754
		16,841,991	16,158,897
CONTINGENCIES AND COMMITMENTS	39.6		

The profit and loss account of the Bank's Islamic banking branches for the nine months ended 30 September 2026 is as follows:

	Note	(Un-Audited)	
		30 September 2026	30 September 2025
		Rupees in '000	
PROFIT AND LOSS ACCOUNT			
Profit / return earned	39.7	**27,938,535**	24,592,519
Profit / return expensed	39.8	**(15,868,192)**	(11,982,507)
Net Profit / return		**12,070,343**	12,610,012
Other income			
Fee and Commission Income		**1,090,907**	990,393
Dividend Income		**–**	–
Foreign Exchange Income		**372,642**	139,674
Income / (loss) from derivatives		**–**	–
(Loss) / gain on securities - net		**(124)**	18,439
Other Income		**17,281**	47,346
Total other income		**1,480,706**	1,195,852
Total Income		**13,551,049**	13,805,864
Other expenses			
Operating expenses		**9,683,841**	7,801,364
Workers' welfare fund		**70,582**	156,249
Other charges		**620**	4,090
Total other expenses		**9,755,043**	7,961,703
Profit before credit loss allowance		**3,796,006**	5,844,161
Credit loss allowance and write offs - net		**(266,918)**	1,797,645
PROFIT BEFORE TAXATION		**3,529,088**	7,641,806
Taxation		**(1,835,448)**	(4,052,325)
PROFIT AFTER TAXATION		**1,693,640**	3,589,481

39.1 Due from Financial Institutions

	30 September 2026 (Un-Audited)			31 December 2025 (Audited)		
	In Local Currency	**In Foreign Currencies**	**Total**	In Local Currency	In Foreign Currencies	Total
	Rupees in '000					
Unsecured						
- Musharaka placements	**–**	**–**	**–**	33,150,000	–	33,150,000
Less: Credit loss allowance						
Stage 1	**–**	**–**	**–**	(126)	–	(126)
Stage 2	**–**	**–**	**–**	–	–	–
Stage 3	**–**	**–**	**–**	–	–	–
	–	**–**	**–**	(126)	–	(126)
Due from financial institutions - net of credit loss allowances	**–**	**–**	**–**	33,149,874	–	33,149,874

39.2 Investments by segments

	30 September 2026 (Un-Audited)			
	Cost / amortised cost	Credit loss allowance held	Surplus / (deficit)	Carrying value
	Rupees in '000			
Debt Instruments				
Measured at amortised cost				
Federal Government securities				
– Bai Muajjal	**47,941,244**	**–**	**–**	**47,941,244**
– Ijarah Sukuk	**2,993,290**	**–**	**–**	**2,993,290**
	50,934,534	**–**	**–**	**50,934,534**
Certificate of investment	**1,200,000**	**(5)**	**–**	**1,199,995**
	52,134,534	**(5)**	**–**	**52,134,529**
Measured at FVOCI				
Federal Government securities				
- Ijarah Sukuk	**125,143,067**	**–**	**294,632**	**125,437,699**
Non Government debt securities	**340,000**	**(340,000)**	**–**	**–**
	125,483,067	**(340,000)**	**294,632**	**125,437,699**
Instruments mandatorily classified / measured at FVTPL	**1,669,984**	**–**	**(4,296)**	**1,665,688**
Total investments	**179,287,585**	**(340,005)**	**290,336**	**179,237,916**

	31 December 2025 (Audited)			
	Cost / amortised cost	Credit loss allowance held	Surplus / (deficit)	Carrying value
	Rupees in '000			
Debt Instruments				
Measured at amortised cost				
Federal Government securities				
– Bai Muajjal	51,937,179	–	–	51,937,179
– Ijarah Sukuk	2,984,563	–	–	2,984,563
	54,921,742	–	–	54,921,742
Certificate of investment	4,500,000	(75)	–	4,499,925
	59,421,742	(75)	–	59,421,667
Measured at FVOCI				
Federal Government securities				
– Ijarah Sukuk	89,374,624	–	1,902,375	91,276,999
Non Government debt securities	340,000	(340,000)	–	–
	89,714,624	(340,000)	1,902,375	91,276,999
Instruments mandatory classified / measured at FVTPL	1,198,698	–	(4,171)	1,194,527
Total investments	150,335,064	(340,075)	1,898,204	151,893,193

39.2.1 Particulars of credit loss allowance

	30 September 2026 (Un-Audited)			
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Certificate of investment	5	–	–	5
Non Government debt securities	–	–	340,000	340,000
	5	–	340,000	340,005

	31 December 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total
	Rupees in '000			
Certificate of investment	75	–	–	75
Non Government debt securities	–	–	340,000	340,000
	75	–	340,000	340,075

39.3 Islamic financing and related assets - net

	30 September 2026 (Un-Audited)			
	Financing	Advances	Inventory	Total
	Rupees in '000			
Ijarah	11,321,136	119,345	–	11,440,481
Ijarah - islamic long term financing facility	–	–	–	–
Murabaha	4,373,557	2,426,467	–	6,800,024
Working capital musharaka	46,229,577	–	–	46,229,577
Diminishing musharaka	29,187,969	3,186,005	–	32,373,974
Istisna	2,029,739	4,524,312	2,755,674	9,309,725
Al-bai	2,965,701	–	4,967,798	7,933,499
Bai Muajjal	8,884,597	–	–	8,884,597
Diminishing musharaka:				
Islamic long term financing facility	3,313,670	3,017,961	–	6,331,631
Islamic refinance scheme for payment of wages and salaries	–	–	–	–
Islamic financing facility for storage of agricultural produce	218,737	–	–	218,737
Islamic temporary economic refinance facility	6,543,030	–	–	6,543,030
Islamic financing facility for renewable energy	309,541	–	–	309,541
Islamic export refinance:				
Working capital musharaka	26,135,557	–	–	26,135,557
Istisna	260,227	5,110,015	429,807	5,800,049
Al-bai	427,033	–	1,011,918	1,438,951
Gross islamic financing and related assets	142,200,071	18,384,105	9,165,197	169,749,373
Less: Credit loss allowance against islamic financing and related assets				
– Stage 1	(206,982)	(51,387)	(3,066)	(261,435)
– Stage 2	(739,543)	(128,098)	(173,903)	(1,041,544)
– Stage 3	(2,456,378)	–	–	(2,456,378)
	(3,402,903)	(179,485)	(176,969)	(3,759,357)
Islamic financing and related assets - net of credit loss allowance held	138,797,168	18,204,620	8,988,228	165,990,016

	31 December 2025 (Audited)			
	Financing	Advances	Inventory	Total
	Rupees in '000			
Ijarah	1,108,225	7,553,007	–	8,661,232
Ijarah – islamic long term financing facility	4,885	–	–	4,885
Murabaha	1,999,743	12,393,946	–	14,393,689
Working capital musharaka	33,803,189	–	–	33,803,189
Diminishing musharaka	23,005,880	9,158,861	–	32,164,741
Istisna	2,053,496	5,052,247	3,837,993	10,943,736
Al-bai	4,810,457	–	3,653,715	8,464,172
Diminishing musharaka:				
Islamic long term financing facility	2,420,220	1,227,100	–	3,647,320
Islamic financing facility for storage of agricultural produce	276,710	–	–	276,710
Islamic temporary economic refinance facility	7,577,657	–	–	7,577,657
Islamic financing facility for renewable energy	376,236	–	–	376,236
Islamic export refinance:				
Working capital musharaka	20,916,761	–	–	20,916,761
Istisna	980,928	3,507,686	1,169,132	5,657,746
Al-bai	90,604	–	1,282,527	1,373,131
Gross islamic financing and related assets	99,424,991	38,892,847	9,943,367	148,261,205
Less: Credit loss allowance against Islamic financing and related assets				
– Stage 1	(52,825)	(7,703)	(3,359)	(63,887)
– Stage 2	(931,571)	(145,337)	(332,667)	(1,409,575)
– Stage 3	(1,740,518)	(278,263)	–	(2,018,781)
	(2,724,914)	(431,303)	(336,026)	(3,492,243)
Islamic financing and related assets – net of credit loss allowance held	96,700,077	38,461,544	9,607,341	144,768,962

39.4 Deposits

	30 September 2026 (Un-Audited)			31 December 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000					
Customers						
Current deposits	**106,386,811**	**15,422,298**	**121,809,109**	98,513,134	15,779,080	114,292,214
Savings deposits	**109,219,330**	**1,442,663**	**110,661,993**	96,079,646	934,265	97,013,911
Term deposits	**47,913,315**	**5,253,984**	**53,167,299**	25,444,133	6,105,300	31,549,433
Others	**3,904,333**	**–**	**3,904,333**	3,402,462	–	3,402,462
	267,423,789	**22,118,945**	**289,542,734**	223,439,375	22,818,645	246,258,020
Financial Institutions						
Current deposits	**812,762**	**–**	**812,762**	463,673	–	463,673
Savings deposits	**28,524,952**	**–**	**28,524,952**	58,528,651	–	58,528,651
Term deposits	**–**	**–**	**–**	162,845	–	162,845
Others	**–**	**–**	**–**	–	–	–
	29,337,714	**–**	**29,337,714**	59,155,169	–	59,155,169
	296,761,503	**22,118,945**	**318,880,448**	282,594,544	22,818,645	305,413,189

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	Rupees in '000	
39.5 Unappropriated profit		
Opening balance	**4,238,754**	2,874,296
Add: Islamic banking profit for the period / year	**3,529,088**	9,023,575
Less: Taxation	**(1,835,448)**	(4,784,821)
Less: Transferred to head office	**(4,238,754)**	(2,874,296)
Closing balance	**1,693,640**	4,238,754
39.6 Contingencies and commitments		
Guarantees	**17,987,433**	18,572,365
Commitments	**51,582,995**	20,876,785
	69,570,428	39,449,150

	30 September 2026	30 September 2025
	(Un-Audited)	
	Rupees in '000	
39.7 Profit / return earned on:		
Financing	**11,774,448**	10,675,019
Investments	**15,229,377**	13,421,912
Placements	**934,710**	495,588
	27,938,535	24,592,519
39.8 Profit / return expensed on:		
Deposits and other accounts	**14,293,675**	9,178,114
Due to financial institutions	**1,127,342**	2,422,458
Lease liabilities against right-of-use assets	**447,175**	381,935
	15,868,192	11,982,507

40. GENERAL

40.1 The figures have been rounded off to the 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 at its meeting held on 22 October 2026, approved an interim cash dividend of Rs. 2.50 per share (30 September 2025: interim cash dividend of Rs. 2.50 per share).

41.2 These unconsolidated condensed interim financial statements were authorised for issue on 22 October 2026 by the Board of Directors of the Bank.

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