MCB ISLAMIC BANK LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT SEPTEMBER 30, 2025

	Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
		Rupees in thousands	
ASSETS			
Cash and balances with treasury banks	8	19,232,046	18,114,511
Balances with other banks	9	2,191,605	962,093
Due from financial institutions	10	3,241,138	2,000,000
Investments - net	11	156,122,411	146,596,201
Islamic financing and related assets - net	12	112,435,926	119,353,143
Property and equipment	13	5,882,991	5,191,117
Right-of-use assets	14	2,296,478	2,355,818
Intangible assets	15	1,450,487	1,044,088
Deferred tax assets	16	1,265,450	30,797
Other assets	17	12,816,491	11,695,860
		316,935,023	307,343,628
LIABILITIES			
Bills payable	19	2,095,964	11,594,493
Due to financial institutions	20	29,772,084	48,422,293
Deposits and other accounts	21	247,354,090	209,108,581
Lease liabilities	22	3,062,319	3,018,262
Subordinated debts		-	-
Deferred tax liabilities	16	-	-
Other liabilities	23	7,506,862	9,253,993
		289,791,319	281,397,622
NET ASSETS		27,143,704	25,946,006
REPRESENTED BY			
Share capital	24	15,550,000	15,550,000
Reserves	25	2,616,700	2,276,220
Surplus on revaluation of assets - net of tax	26	970,681	1,517,729
Unappropriated profit		8,006,323	6,602,057
		27,143,704	25,946,006
CONTINGENCIES AND COMMITMENTS	27		

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Chief Financial Officer **President / Chief Executive** **Director** **Director** **Director**

MCB ISLAMIC BANK LIMITED

CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Note	Quarter Ended		Nine Months Ended	
		July 1, 2025 to September 30, 2025	July 1, 2024 to September 30, 2024 (Restated)	January 1, 2025 to September 30, 2025	January 1, 2024 to September 30, 2024 (Restated)
		Rupees in thousands			
Profit / return earned	28	7,250,761	12,408,237	22,927,839	36,039,236
Profit / return expensed	29	3,716,676	7,864,629	12,202,095	23,158,786
Net profit / return		3,534,085	4,543,608	10,725,744	12,880,450
OTHER INCOME					
Fee and commission income	30	328,922	233,300	913,365	695,313
Dividend income		(753)	-	16,757	-
Foreign exchange income		192,550	275,609	397,386	331,774
Gain / (loss) on securities	31	303,089	58,069	312,214	52,585
Other income	32	60,382	131,346	146,639	234,341
Total other income		884,190	698,324	1,786,361	1,314,013
Total income		4,418,275	5,241,932	12,512,105	14,194,463
OTHER EXPENSES					
Operating expenses	33	3,044,836	2,712,404	8,620,664	7,268,399
Workers welfare fund		26,370	48,243	78,972	137,741
Other charges	34	458	2,149	5,403	2,371
Total other expenses		3,071,664	2,762,796	8,705,039	7,408,511
Profit before credit loss allowance		1,346,611	2,479,136	3,807,066	6,785,952
Credit loss allowance and write offs - net	35	-	89,167	131,870	134,862
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		1,346,611	2,389,969	3,675,196	6,651,090
Taxation	36	692,456	1,171,314	1,972,798	3,259,373
PROFIT AFTER TAXATION		654,155	1,218,655	1,702,398	3,391,717
		----------------------------Rupees----------------------------			
Basic and diluted earnings per share	37	0.700	1.438	1.095	2.181

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Chief Financial Officer **President / Chief Executive** **Director** **Director** **Director**

MCB ISLAMIC BANK LIMITED

CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)

FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Quarter Ended		Nine Months Ended	
	April 1, 2025 to June 30, 2025	April 1, 2024 to June 30, 2024 (Restated)	January 1, 2025 to September 30, 2025	January 1, 2024 to September 30, 2024 (Restated)
	Rupees in thousands			
Profit after taxation for the period	654,155	1,218,655	1,702,398	3,391,717
Other comprehensive (loss) / income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in deficit on revaluation of debt investments through FVTOCI- net of tax	117,874	(55,778)	(649,331)	(231,372)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of equity investments through FVTOCI- net of tax	144,631	-	144,631	-
Total comprehensive income for the period	916,660	1,162,877	1,197,698	3,160,345

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Chief Financial Officer	President / Chief Executive	Director	Director	Director

MCB ISLAMIC BANK LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Share Capital	Statutory Reserve	Surplus / (deficit) on revaluation of Investments	Surplus / (deficit) on revaluation of Property & Equipment	Unappropriated profit	Total
	Rupees in thousands					
Balance as at December 31, 2023 (Audited)	15,550,000	1,428,486	468,091	466,553	4,123,122	22,036,252
Impact of adoption of IFRS 9						
Expected Credit Loss (ECL) - net of tax	-	-	3,371	-	(914,094)	(910,723)
Restated Balance under IFRS 9 as at December 31, 2023	**15,550,000**	**1,428,486**	**471,462**	**466,553**	**3,209,028**	**21,125,529**
Total comprehensive income / (loss) for the nine months period ended September 30, 2024 - net of tax						
Profit after taxation for the nine months period ended September 30, 2024 - Restated	-	-	-	-	3,391,717	3,391,717
Other comprehensive loss	-	-	36,901	-	-	36,901
	-	-	36,901	-	3,391,717	3,428,618
Transfer to statutory reserve - Restated	-	679,859	-	-	(679,859)	-
Transfer from surplus on revaluation of property and equipment to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(1,665)	1,665	-
Balance as at September 30, 2024 (Unaudited)	15,550,000	2,108,345	508,363	464,888	5,922,551	24,554,147
Total comprehensive income / (loss) for the three months period ended December 31, 2024 - net of tax						
Profit after taxation for the three months period ended December 31, 2024	-	-	-	-	846,955	846,955
Other comprehensive income / (loss)	-	-	550,765	(5,861)	-	544,904
	-	-	550,765	(5,861)	846,955	1,391,859
Transfer to statutory reserve	-	167,875	-	-	(167,875)	-
Transfer from surplus on revaluation of property and equipment to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(426)	426	-
Balance as at December 31, 2024 (Audited)	15,550,000	2,276,220	1,059,128	458,601	6,602,057	25,946,006
Total comprehensive income / (loss) for the nine months period ended September 30, 2025 - net of tax						
Profit after taxation for the nine months period ended September 30, 2025	-	-	-	-	1,702,398	1,702,398
Movement in surplus on revaluation of equity investments through FVTOCI- net of tax	-	-	144,631	-	-	144,631
Movement in surplus on revaluation of debt instruments through FVTOCI- net of tax	-	-	(649,331)	-	-	(649,331)
	-	-	(504,700)	-	1,702,398	1,197,698
Transfer to statutory reserve	-	340,480	-	-	(340,480)	-
Surplus realised on disposal of investments in equity investments through FVTOCI - net of tax	-	-	(40,780)	-	40,780	-
Transfer from surplus on revaluation of property and equipment to unappropriated profit in respect of incremental depreciation - net of tax	-	-	-	(1,568)	1,568	-
Balance as at September 30, 2025 (Unaudited)	15,550,000	2,616,700	513,648	457,033	8,006,323	27,143,704

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Chief Financial Officer **President / Chief Executive** **Director** **Director** **Director**

MCB ISLAMIC BANK LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UNAUDITED)
FOR THE NINE MONTHS PERIOD ENDED SEPTEMBER 30, 2025

	Note	September 30, 2025	September 30, 2024 (Restated)
		Rupees in thousands	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		3,675,196	6,651,090
Less: Dividend income		(16,757)	-
		3,658,439	6,651,090
Adjustments			
Net Profit / return		(11,038,010)	(13,149,632)
Depreciation on property & equipment	33	590,604	445,211
Depreciation on right-of-use assets	33	563,481	451,413
Depreciation on ijarah assets under IFAS 2		262,482	283,061
Amortization	33	77,302	151,154
Unwinding of liability against right of use assets	29	312,266	269,182
Credit loss allowance and write offs - net	35	131,870	134,862
Unrealized (gain) / loss on forward foreign exchange contracts - net		(331,115)	96,510
Gain on sale of fixed assets - net	32	(815)	(22,069)
Gain on termination of lease liability against right-of-use asset		-	(5,569)
Unrealised (gain) / loss on revaluation of FVTPL securities	31	-	4,181
Unrealised gain on revaluation of FVTOCI securities		(19,301)	-
Gain on sale of securities - net	31	(292,913)	(56,766)
		(9,744,149)	(11,398,462)
		(6,085,710)	(4,747,372)
(Increase) / decrease in operating assets			
Due from financial institutions		(1,241,137)	2,500,117
Securities classified as FVTPL		(410,188)	1,996,619
Islamic financing and related assets		6,445,743	(1,922,328)
Other assets (excluding advance taxation)		(376,696)	(4,610,840)
		4,417,722	(2,036,432)
Increase / (decrease) in operating liabilities			
Bills payable		(9,498,529)	(678,954)
Due to financial institutions		(18,955,133)	(7,939,734)
Deposits		38,245,509	35,415,523
Other liabilities (excluding current taxation)		(948,109)	11,232
		8,843,738	26,808,067
		7,175,750	20,024,263
Profit / return received		22,420,196	30,304,448
Profit / return paid		(13,063,161)	(20,979,105)
Income tax paid		(2,070,262)	(5,023,364)
Net cash flow generated from operating activities		14,462,523	24,326,242
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in securities classified as FVTOCI		(9,914,744)	(31,522,388)
Net divestments in amortised cost securities		15,301	8,014,570
Dividends received		16,757	-
Investments in property and equipment	13.2	(1,283,218)	(1,479,167)
Disposal of property and equipment		1,555	31,475
Investments in intangible assets	15.1	(483,701)	(699,113)
Net cash flow (used in) / generated from investing activities		(11,648,050)	(25,654,623)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liability against right-of-use asset		(772,350)	(664,983)
Net cash flow used in financing activities		(772,350)	(664,983)
Increase in cash and cash equivalents during the period		2,042,123	(1,993,364)
Cash and cash equivalents at the beginning of the period		19,076,604	22,332,480
Cash and cash equivalents at the end of the period	38	21,118,727	20,339,116

The annexed notes 1 to 44 form an integral part of these condensed interim financial statements.

Chief Financial Officer **President / Chief Executive** **Director** **Director** **Director**

1 STATUS AND NATURE OF BUSINESS

1.1 MCB Islamic Bank Limited (the Bank) was incorporated in Pakistan on May 15, 2014 as an unlisted public limited company under the Companies Act, 2017 (previously Companies Ordinance, 1984) to carry out the business of an Islamic Commercial Bank in accordance and in conformity with the principles of Islamic Shari'ah and in accordance with regulations and guidelines of the State Bank of Pakistan. The Securities and Exchange Commission of Pakistan granted "Certificate of Commencement of Business" to the Bank on January 30, 2015. The Bank is a wholly owned subsidiary of MCB Bank Limited (MCB).

1.2 The State Bank of Pakistan (SBP) granted a "Certificate of Commencement of Banking Business" to the Bank on September 14, 2015 under Section 27 of the Banking Companies Ordinance, 1962. The Bank formally commenced operations as a scheduled Islamic Commercial Bank with effect from October 15, 2015 upon receiving notification in this regard from SBP under section 37 of the State Bank of Pakistan Act, 1956. Currently, the Bank is engaged in corporate, commercial, consumer, micro finance, investment and retail banking activities.

1.3 The Bank is operating through 307 branches including 2 sub branches in Pakistan (December 31, 2024: 303 branches including 2 sub branches). The Registered office of the Bank is situated at 59 Block T, Phase II, DHA, Lahore Cantt and Principal Office is situated at 14-A Main Jail Road, Gulberg, Lahore.

1.4 Pakistan Credit Rating Agency (PACRA) has maintained our the Bank's medium to long-term rating to "A+" and short-term rating as "A1" with stable outlook.

2 BASIS OF PRESENTATION

2.1 These condensed interim financial statements have been prepared in conformity with the format of interim financial statements prescribed by the State Bank of Pakistan (SBP) vide BPRD Circular No. 2 dated February 09, 2023.

2.2 The Bank provides financing through Shari'ah compliant financing products mainly through Murabaha, Istisna, Salam, Ijarah, Diminishing Musharaka and Running Musharaka. The Bank also provides refinance facilities under various refinance schemes of the State Bank of Pakistan including Islamic Export Refinance Scheme.

2.3 The purchases and sales arising under these arrangements are not reflected in these condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of profit thereon. The income on such Islamic financing is recognised in accordance with the principles of Islamic Shari'ah and in accordance with regulations and guidelines of the State Bank of Pakistan. However, income, if any, received which does not comply with the principles of Islamic Shari'ah is recognised as charity payable if so directed by the Shari'ah Board of the Bank.

3 STATEMENT OF COMPLIANCE

3.1 These 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 as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34 "Interim Financial Reporting" and International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017.

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan 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).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives issued by the SBP and the SECP differ with the requirements of IAS 34, IFRS or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives shall prevail.

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification S.R.O 411(I)/2008 dated April 28, 2008. The State Bank of Pakistan through BPRD Circular No. 04 of 2015 dated February 25, 2015 has deferred the applicability of Islamic Financial Accounting Standard-3 for Profit and Loss Sharing on Deposits (IFAS-3) issued by the Institute of Chartered Accountants of Pakistan (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 condensed interim financial statements.

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

The Bank believes that there is no significant doubt on the Bank's ability to continue as a going concern. Therefore, the condensed interim financial statements have been prepared on a going concern basis.

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

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2025 but are considered not to be relevant or do not have any material effect on the Bank's operations and therefore are not detailed in these financial statements.

3.3 Standards, interpretations of and amendments to approved accounting standards that are not yet effective

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2025 but are considered not to be relevant or will not have any material effect on the Bank's financial statements except for:

- the new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (IFRS 18) (published in April 2024) with applicability date of January 1, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in the financial statements.

4 BASIS OF MEASUREMENT

4.1 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention, except that certain classes of fixed assets are stated at revalued amounts and certain investments, foreign currency balances and commitments in respect of certain foreign exchange contracts have been marked to market and carried at fair value in accordance with the requirements of the SBP. In addition, obligations in respect of lease liabilities are carried at present value and right-of-use assets which are initially measured at an amount equal to the corresponding lease liability and depreciated over the respective lease terms.

4.2 Functional and presentation currency

These condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency. The amounts are rounded off to the nearest thousand rupees except as stated otherwise.

4.3 **Measurement of fair values**

The Bank has an established control framework with respect to the measurement of fair values. The management regularly reviews significant observable and unobservable inputs and valuation adjustments. Fair values are categorized into different levels in a fair value hierarchy based on the inputs used in the valuation techniques. The valuation of financial assets and financial liabilities are categorized and disclosed in note 39.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The significant judgments made by management in applying its accounting policies and the key sources of estimation uncertainty were the same as those applied to the financial statements of the Bank for the year ended December 31, 2024.

6 MATERIAL ACCOUNTING POLICIES INFORMATION

The accounting policies adopted in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the financial statements of the Bank for the year ended December 31, 2024 except for change mentioned below.

6.1 The Bank, in compliance with extended timelines prescribed in SBP's BPRD Circular Letter No. 16 dated July 29, 2024, and BPRD Circular Letter No. 01 dated January 22, 2025, had incorporated certain IFRS 9 related impacts in the last quarter of 2024. Therefore the condensed interim statement of profit and loss account (un-audited) for the nine months period ended September 30, 2024 has been restated to incorporate these impacts. The details are tabulated below:

Head	Impact	Rupees in '000	Description
Mark-up / return / interest earned	Increase	229,551	Fair value impact of subsidised Islamic Financing
Mark-up / return / interest earned	Increase	163,034	Fair value impact of staff loans
		392,585	
Mark-up / return / interest expensed	Increase	246,022	Fair value impact of subsidised borrowings
Operating expenses	Increase	163,034	Fair value impact of staff loans
		409,056	
Net Impact		**(16,471)**	

6.2 The State Bank of Pakistan (SBP), through BPRD Circular Letter No. 16 dated July 19, 2024 and BPRD Circular Letter No. 01 dated January 22, 2025, has introduced amendments and provided clarifications on the implementation timelines of IFRS 9 to address industry concerns and ensure compliance. These circulars offer guidance on the measurement of unquoted equity securities, modification accounting and the maintenance of general provisions beyond Expected Credit Losses (ECL).

In accordance with the directives outlined in the aforementioned circulars, the Bank has incorporated the prescribed treatment in these financial statements. Furthermore, SBP has permitted Islamic Banking Institutions (IBIs) to continue applying Islamic Financial Accounting Standards (IFAS) 1 and 2 for revenue recognition where applicable, while maintaining the existing accounting methodology for other Islamic products until further instructions are issued. Had IFRS 9 been fully adopted, the financial impact on the Bank would have amounted to Rs. 644 million.

Income on performing loans and debt securities is recognized on a time proportion basis or using the effective interest rate (EIR) method, in accordance with contractual terms and as permitted by SBP. However, through letter No. BPRD/RPD/822456/25 dated January 22, 2025, SBP has granted specific approval to the Bank for a deferred implementation of the EIR methodology.

7 FINANCIAL RISK MANAGEMENT

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

		Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
8	**CASH AND BALANCES WITH TREASURY BANKS**		Rupees in thousands	
	In hand			
	- local currency		4,466,409	4,136,600
	- foreign currencies		450,233	711,238
			4,916,642	4,847,838
	With the State Bank of Pakistan in			
	- local currency current account		12,686,911	12,029,270
	- foreign currency current accounts			
	cash reserve account	8.2	377,246	359,608
	special cash reserve account	8.3	436,042	428,967
	USD clearing account		133,028	63,223
			946,316	851,798
	With National Bank of Pakistan in			
	- local currency current account		698,500	401,311
	Prize bonds	8.4	-	615
	Less: Credit loss allowance held against cash and balances with treasury banks		(16,323)	(16,321)
	Cash and balances with treasury banks - net of credit loss alowance		19,232,046	18,114,511

8.1 **CASH AND BALANCES WITH TREASURY BANKS- Particulars of credit loss allowance**

		(Unaudited) September 30, 2025		(Audited) December 31, 2024	
		Cash and Balance with Treasury Banks	Credit loss allowance held	Cash and Balance with Treasury Banks	Credit loss allowance held
		Rupees in thousands			
Domestic					
Impact of adoption of IFRS 9		-	-	-	(17,928)
Performing	Stage 1	946,316	(16,323)	851,798	1,607
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		946,316	(16,323)	851,798	(16,321)

8.2 As per BSD Circular No. 15 dated June 21, 2008, cash reserve of 5% is required to be maintained with the SBP on deposits held under the New Foreign Currency Accounts Scheme (FE-25 deposits). This account is non-remunerative in nature.

8.3 Special Cash Reserve of 6% is required to be maintained with the SBP on FE-25 deposits as specified in BSD Circular No. 15 dated June 21, 2008. This account is non-remunerative in nature.

8.4 These represent the national prize bonds received from customers for onward surrendering to SBP. The Bank, as a matter of Shari'ah principle, does not deal in prize bonds.

9	BALANCES WITH OTHER BANKS	Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
			Rupees in thousands	
	In Pakistan			
	- current account		65,709	26,007
	- deposit account		140,019	1,629
	Outside Pakistan			
	- current account		1,986,894	937,692
	Less: Credit loss allowance held against balances with other banks	9.1	(1,017)	(3,235)
	Balances with other banks - net of credit loss alowance		2,191,605	962,093

9.1 Balances with other banks- Particulars of credit loss allowance

		(Unaudited) September 30, 2025		(Audited) December 31, 2024	
		Balances with other banks	Credit loss allowance held	Balances with other banks	Credit loss allowance held
		Rupees in thousands			
Domestic					
Impact of adoption of IFRS 9		-	-	-	(4,025)
Performing	Stage 1	2,192,622	(1,017)	965,328	790
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		2,192,622	(1,017)	965,328	(3,235)

10	DUE FROM FINANCIAL INSTITUTIONS	Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
			Rupees in thousands	
	Musharaka arrangements		-	2,000,000
	Bai mu'ajjal		3,241,138	-
	Less: Credit loss allowance held against due from financial institution	10.1	-	-
			3,241,138	2,000,000

10.1 Due from FIs- Particulars of credit loss allowance

		(Unaudited) September 30, 2025		(Audited) December 31, 2024	
		Due from FIs	Credit loss allowance held	Due from FIs	Credit loss allowance held
		Rupees in thousands			
Domestic					
Impact of adoption of IFRS 9		-	-	-	(1)
Reversal of expected credit loss		-	-	-	1
Performing	Stage 1	3,241,138	-	2,000,000	-
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		3,241,138	-	2,000,000	-

11 INVESTMENTS

11.1 Investments by type:

	September 30, 2025 (Unaudited)			
	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
	Rupees in thousands			
FVTPL				
Federal Government securities	335,685	-	-	335,685
Non Government securities	670,000	-	1,213	671,213
Shares	74,503	-	9,221	83,724
	1,080,188	-	10,434	1,090,622
FVTOCI				
Federal Government securities	125,264,262	-	1,070,101	126,334,363
Non Government securities	500,000	-	-	500,000
Shares	-	-	-	-
	125,764,262	-	1,070,101	126,834,363
Amortised cost				
Federal Government securities	28,197,426	-	-	28,197,426
	28,197,426	-	-	28,197,426
Total Investments	155,041,876	-	1,080,535	156,122,411

	December 31, 2024 (Audited)			
	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
	Rupees in thousands			
FVTPL				
Federal Government securities	-	-	-	-
Non Government securities	670,000	-	(8,867)	661,133
	670,000	-	(8,867)	661,133
FVTOCI				
Federal Government securities	115,515,825	-	2,206,516	117,722,341
Non Government securities	-	-	-	-
	115,515,825	-	2,206,516	117,722,341
Amortised cost				
Federal Government securities	28,212,727	-	-	28,212,727
	28,212,727	-	-	28,212,727
Total Investments	144,398,552	-	2,197,649	146,596,201

11.1.1 The market value of investments given as collateral as at September 30, 2025 is Nil (December 31, 2024: Rs. 6,134.85 million).

11.1.2 The market value of securities measured at amortized cost as at September 30, 2025 amounted to Rs. 28,824 million (December 31, 2024: Rs. 29,165 million).

12 ISLAMIC FINANCING AND RELATED ASSETS - NET

	Note	Performing		Non performing		Total	
		(Unaudited) September 30, 2025	(Audited) December 31, 2024	(Unaudited) September 30, 2025	(Audited) December 31, 2024	(Unaudited) September 30, 2025	(Audited) December 31, 2024
		Rupees in thousands					
Murabaha	12.1	20,864,295	17,966,225	46,456	46,456	20,910,751	18,012,681
Musawamah	12.2	1,779,784	531,196	-	-	1,779,784	531,196
Istisna	12.3	13,847,741	8,928,030	414,461	510,679	14,262,202	9,438,709
Salam		99,998	-	-	-	99,998	-
Ijarah	12.4	2,161,394	1,514,883	1,629	2,388	2,163,023	1,517,271
Running Musharaka	12.5	37,289,467	44,233,477	353,210	200,000	37,642,677	44,433,477
Diminishing Musharaka	12.6	35,623,356	30,956,613	1,730,179	1,829,033	37,353,535	32,785,646
Staff Finance	12.7	1,679,508	1,529,774	-	-	1,679,508	1,529,774
Bai Mu'ajjal		-	14,350,949	-	-	-	14,350,949
Forced Qard		-	-	-	-	-	-
Islamic financing and related assets - gross		113,345,543	120,011,147	2,545,935	2,588,556	115,891,478	122,599,703
Less: Credit loss allowance / provision against islamic financing and related assets							
- Stage 1		(130,356)	(595,926)	-	-	(130,356)	(595,926)
- Stage 2		(355,145)	(437,561)	-	-	(355,145)	(437,561)
- Stage 3		-	-	(2,310,171)	(1,930,779)	(2,310,171)	(1,930,779)
- General		(659,880)	(282,294)	-	-	(659,880)	(282,294)
- Specific		-	-	-	-	-	-
	12.10	(1,145,381)	(1,315,781)	(2,310,171)	(1,930,779)	(3,455,552)	(3,246,560)
Islamic financing and related assets - net of credit loss allowance / provisions		112,200,162	118,695,366	235,764	657,777	112,435,926	119,353,143

	(Unaudited) September 30, 2025	(Audited) December 31, 2024
	Rupees in thousands	
12.1 Murabaha		
- Murabaha financing	9,511,762	8,359,749
- Murabaha inventory	10,288,157	9,372,948
- Advances against Murabaha financing	1,040,832	209,984
- Advances against Murabaha financing - Islamic Export Refinance Scheme (IERS)	70,000	70,000
- Murabaha financing - Islamic Export Refinance Scheme (IERS)	-	-
- Murabaha inventory - Islamic Refinancing Scheme for Payment of Wages and Salaries (IRSPWS)	-	-
	20,910,751	18,012,681
12.2 Musawamah		
- Musawamah Financing	1,812,246	547,951
- Deferred Musawamah Income	(32,462)	(16,755)
- Musawamah inventory	-	-
	1,779,784	531,196
12.3 Istisna		
- Istisna financing	2,061,842	1,973,927
- Istisna inventory	4,436,701	622,541
- Advances against Istisna financing	7,538,659	6,800,241
- Istisna financing - Islamic Export Refinance Scheme (IERS)	-	26,370
- Advances against Istisna financing - Islamic Export Refinance Scheme (IERS)	225,000	15,630
	14,262,202	9,438,709

	(Unaudited) September 30, 2025	(Audited) December 31, 2024
	Rupees in thousands	

12.4 Ijarah financing and related assets

- Net book value of assets in Ijarah under IFAS 2	1,484,551	1,459,709
- Advances against Ijarah	678,472	57,562
	2,163,023	1,517,271

12.5 Running Musharaka

- Running Musharaka financing	35,439,677	41,463,477
- Running Musharaka financing - Islamic Export Refinance Scheme (IERS)	2,203,000	2,970,000
	37,642,677	44,433,477

12.6 Diminishing Musharaka

- Diminishing Musharaka financing	32,387,141	26,113,514
- Diminishing Musharaka financing - Islamic Refinancing Scheme for Payment of Wages and Salaries (IRSPWS)	-	-
- Advances against Diminishing Musharaka financing	4,966,394	6,596,859
- Advances against Diminishing Musharaka - Islamic Long Term Financing Facility (ILTFF)	-	-
- Advances against Diminishing Musharaka under Islamic Temporary Economic Refinancing Facility (ITERF) for Plant and Machinery	-	75,273
	37,353,535	32,785,646

12.7 Staff finance

- Staff vehicle finance under Diminishing Musharaka	788,664	631,855
- Staff Solar Finance	18,127	18,847
- Staff housing finance under Diminishing Musharaka	872,717	879,072
	1,679,508	1,529,774

12.8 Particulars of Islamic financing and related assets - gross

In local currency	115,891,478	122,599,703
In foreign currency	-	-
	115,891,478	122,599,703

12.8.1 Advances to Women, Women-owned and Managed Enterprises

Women	1,094,315	858,602
Women Owned and Managed Enterprises	253,517	415,839
	1,347,832	1,274,441

12.8.2 Gross loans disbursed to women Rs. 2,029.189 million (December 31, 2024: Rs. 1,817.753 million), women-owned and managed enterprises Rs. 4,424.407 million (December 31, 2024: Rs. 4,370.195 million).

12.9 Islamic financing and related assets include Rs. 2,545.935 million (December 31, 2024: Rs. 2,588.556 million) which have been placed under non-performing / stage 3 status as detailed below:

Category of Classification - Stage 3 under IFRS 9	(Unaudited) September 30, 2025 Non-performing Islamic financing and related assets	(Unaudited) September 30, 2025 Credit loss allowance	(Audited) December 31, 2024 Non-performing Islamic financing and related assets	(Audited) December 31, 2024 Credit loss allowance
	Rupees in thousands			
Domestic				
Other Assets Especially Mentioned (OAEM)	20,096	14,445	14,366	9,568
Substandard	424,462	418,888	36,410	21,516
Doubtful	15,812	10,668	479,181	387,593
Loss	2,085,565	1,866,170	2,058,599	1,512,102
	2,545,935	2,310,171	2,588,556	1,930,779

12.10 **Particulars of credit loss allowance against Islamic financing and related assets**

	September 30, 2025 (Unaudited)					December 31, 2024 (Audited)				
	Stage 1	Stage 2	Stage 3	General	Total	Stage 1	Stage 2	Stage 3	General	Total
	Rupees in thousands									
Opening balance	595,926	437,561	1,930,779	282,294	3,246,560	-	-	745,250	542,951	1,288,201
Impact of adoption of IFRS-9	-	-	-	-	-	296,995	593,954	1,059,178	(542,951)	1,407,176
Charge for the period / year	87,893	259,719	452,733	377,586	1,177,931	494,743	99,242	709,934	282,294	1,586,213
Reversals	(553,463)	(342,135)	(73,341)	-	(968,939)	(195,812)	(255,635)	(583,583)	-	(1,035,030)
	(465,570)	(82,416)	379,392	377,586	208,992	298,931	(156,393)	126,351	282,294	551,183
Amounts written off	-	-	-		-	-	-	-	-	-
Closing balance	130,356	355,145	2,310,171	659,880	3,455,552	595,926	437,561	1,930,779	282,294	3,246,560

12.11 **Particulars of credit loss allowance**

12.11.1 **Islamic financing and related assets- Credit loss allowance**

	September 30, 2025 (Unaudited)					December 31, 2024 (Audited)				
Opening balance	595,926	437,561	1,930,779	282,294	3,246,560	-	-	745,250	542,951	1,288,201
Impact of adoption of IFRS-9	-	-	-	-	-	296,995	593,954	1,059,178	(542,951)	1,407,176
New advances	65,830	22,306	28,102	-	116,238	453,544	30,385	481,151	-	965,080
Derognised or repaid / reversal of provision	(250,587)	(18,290)	(30,071)	-	(298,948)	(137,673)	(46,759)	(577,597)	-	(762,029)
Transfer to Stage 1 / charge for the year	1,227	(1,227)	-	377,586	377,586	8,627	(8,567)	(60)	282,294	282,294
Transfer to Stage 2	(32,417)	32,556	(139)	-	-	(57,713)	58,043	(330)	-	-
Transfer to Stage 3	(25,967)	(387,982)	413,949	-	-	(26,186)	(202,596)	228,782	-	-
	(241,914)	(352,637)	411,841	377,586	194,876	240,599	(169,494)	131,946	282,294	485,345
Amounts written off	-	-	-		-	-	-	-	-	-
Changes in risk parameters	(223,656)	270,221	(32,449)		14,116	58,332	13,101	(5,595)	-	65,838
Closing balance	130,356	355,145	2,310,171	659,880	3,455,552	595,926	437,561	1,930,779	282,294	3,246,560

12.11.2 **Islamic Financing and related assets - Category of Classification**

		(Unaudited) September 30, 2025 Gross amount	(Unaudited) September 30, 2025 Credit loss allowance / General Provision held	(Audited) December 31, 2024 Gross amount	(Audited) December 31, 2024 Credit loss allowance / General Provision held
Domestic					
Performing	Stage 1	88,782,451	130,356	113,970,982	595,926
Underperforming	Stage 2	24,563,092	355,145	6,040,164	437,561
Non-Performing	Stage 3				
OAEM		20,096	14,445	14,366	9,568
Substandard		424,462	418,888	36,410	21,516
Doubtful		15,812	10,668	479,181	387,593
Loss		2,085,565	1,866,170	2,058,599	1,512,102
		2,545,935	2,310,171	2,588,556	1,930,779
		115,891,478	2,795,672	122,599,702	2,964,266

12.12 State Bank of Pakistan vide BSD Circular No. 02 dated January 27, 2009, BSD Circular No. 10 dated October 20, 2009, BSD Circular No. 02 of 2010 dated June 03, 2010 and BSD Circular No. 01 of 2011 dated October 21, 2011 has allowed benefit of Forced Sale Value (FSV) of Plant & Machinery under charge, pledged stock and mortgaged residential, commercial & industrial properties (land and building only) held as collateral against NPLs for five years from the date of classification. Had the benefit not been taken by the Bank, the specific provision against non-performing Islamic financing and related assets would have been higher by Rs. 169.838 million (December 31, 2024: Rs. 531.299 million). The additional benefit on the Bank's profit and loss account arising from availing the FSV benefit - net of tax amounts to Rs. 79.824 million (December 31, 2024: Rs. 255.02 million). However, the additional impact on profitability arising from availing the benefit of forced sales value is not available for payment of cash or stock dividends to shareholders.

12.13 In addition, the Bank has also maintained an unencumbered general provision of Rs. 659.88 million (December 31, 2024: Rs. 282.29 million) against financing made in accordance with the prevailing circumstances. This general provision is in addition to the requirements of Prudential Regulations.

13 PROPERTY AND EQUIPMENT

	Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
		Rupees in thousands	
Capital work-in-progress	13.1	1,406,187	483,905
Property and equipment		4,476,804	4,707,212
		5,882,991	5,191,117

13.1 Capital work-in-progress

Civil works	255,095	101,555
Advance to suppliers and contractors	880,623	156,019
Electrical and computer equipment	270,469	226,331
	1,406,187	483,905

13.2 Additions to property and equipment

The following additions have been made to property & equipments during the period:

	(Unaudited) September 30, 2025	(Unaudited) September 30, 2024
	Rupees in thousands	
Capital work-in-progress	825,605	554,036
Property and equipment		
Freehold land	-	125
Building on freehold land	6,556	9,451
Leasehold improvements	64,762	67,989
Furniture and fixtures	16,215	51,920
Electrical, office and computer equipment	173,844	312,000
Vehicles	-	9,746
	261,377	451,231
	1,086,982	1,005,267

13.3 Disposal of property and equipment

The net book value of property & equipments disposed off during the period is as follows:

Furniture and fixtures	165	6
Electrical, office and computer equipment	123	207
Vehicles	-	-
	288	213

14 RIGHT-OF-USE ASSETS

	(Unaudited) September 30, 2025	(Audited) December 31, 2024
	Rupees in thousands	
Cost at the start of period / year	5,057,777	4,129,982
Accumulated Depreciation	(2,701,959)	(2,102,191)
Net carrying amount at the start of period/ year	2,355,818	2,027,791
Addition during the period / year	504,141	971,449
Deletion during the period / year	-	(11,943)
Depreciation charge for the period / year	(563,481)	(631,479)
Net carrying amount at the end of the period / year	2,296,478	2,355,818
Useful life	5- 10 years	5- 10 years

15 INTANGIBLE ASSETS

Advance against purchase of software	1,143,898	692,983
Computer software	306,589	351,105
	1,450,487	1,044,088

	(Unaudited)	(Unaudited)
	September 30, 2025	September 30, 2024
	Rupees in thousands	

15.1 Additions to intangible assets

The following additions have been made to intangible assets during the period:

Capital work-in-progress	358,944	580,562
Directly purchased	6,451	62,703
	365,395	643,265

16 DEFERRED TAX ASSETS / (LIABILITY) - NET

	September 30, 2025 (Unaudited)			
	At Jan 01, 2025	Recognised in P&L A/C	Recognised in OCI	At September 30, 2025
	Rupees in thousands			
Deductible temporary difference				
Credit loss allowance against Islamic financing and related assets, balances with other banks, due from financial institutions and off balance sheet obligations	1,229,238	12,900	-	1,242,138
Deferred Tax on IFRS-16	-	526,148	-	526,148
Workers Welfare Fund	263,420	41,065	-	304,485
	1,492,658	580,113	-	2,072,771
Taxable temporary difference				
Surplus on revaluation of property & equipments	(99,326)	1,698	-	(97,628)
Surplus on revaluation of investments	(1,147,388)	-	590,935	(556,453)
Accelerated tax depreciation	(215,147)	61,907	-	(153,240)
	(1,461,861)	63,605	590,935	(807,321)
	30,797	643,718	590,935	1,265,450

	December 31, 2024 (Audited)			
	At Jan 01, 2024	Recognised in P&L A/C	Recognised in OCI	At Dec 31, 2024
	Rupees in thousands			
Deductible temporary difference				
Credit loss allowance against Islamic financing and related assets, balances with other banks and off balance sheet	2,686	348,304	878,248	1,229,238
Workers Welfare Fund	154,378	109,042	-	263,420
	157,064	457,346	878,248	1,492,658
Taxable temporary difference				
Surplus on revaluation of property and equipment	(95,730)	2,265	(5,861)	(99,326)
Surplus on revaluation of investments	(449,734)	-	(697,654)	(1,147,388)
Accelerated tax depreciation	(56,891)	(158,256)	-	(215,147)
	(602,355)	(155,991)	(703,515)	(1,461,861)
	(445,291)	301,355	174,733	30,797

			(Unaudited) September 30, 2025	(Audited) December 31, 2024
17	**OTHER ASSETS**	**Note**	**Rupees in thousands**	
	Profit / return accrued in local currency		7,757,398	7,249,755
	Advances, deposits, advance rent and other prepayments		1,604,782	1,233,908
	Advance taxation (payments less provisions)		-	-
	Rental receivable		-	-
	Advance taxation (payments less provisions)		-	25,135
	Branch adjustment account		442,665	370,000
	Clearing and settlement accounts		1,086,414	603,064
	Receivable under home remittances		18,967	19,762
	Un-realized mark to market gain on forward foreign exchange contracts		216,756	-
	Acceptances	23	958,489	1,612,699
	Others		763,691	656,662
			12,849,162	11,770,985
	Less: Credit loss allowance held against other assets	17.1	(32,671)	(75,125)
			12,816,491	11,695,860
17.1	**Credit loss allowance held against other assets**			
	Advances, deposits, advance rent & other prepayments	17.1.1	32,671	75,125
17.1.1	**Movement in credit loss allowance held against other assets**			
	Opening balance		75,125	-
	Impact of adopting IFRS 9		-	87,483
	Charge / (reversals) during the period / year		(42,454)	(12,358)
	Amount written off		-	-
	Closing balance		32,671	75,125

18 CONTINGENT ASSETS

There were no contingent assets of the Bank as at September 30, 2025 (December 31, 2024: Nil).

19	**BILLS PAYABLE**			
	In Pakistan		2,095,964	11,594,493
	Outside Pakistan		-	-
			2,095,964	11,594,493
20	**DUE TO FINANCIAL INSTITUTIONS**			
	Details of due to financial institutions - Secured / Unsecured			
	Secured			
	Musharaka with the State Bank of Pakistan - Islamic Export Refinance Scheme (IERS)		2,388,000	3,005,721
	Investment under - Islamic Long Term Financing Facility (ILTFF)		1,535,150	1,712,675
	Investment under - Islamic Temporary Economic Refinancing Facility (ITERF) for Plant and Machinery		959,059	1,855,531
	Investment under - Islamic Financing Facility for Renewable Energy (IFRE)		229,335	337,356
	Investment under - Islamic Financing Facility for storage of agriculture produce (IFFSAP)		21,065	-
	Investment under Shariah Compliant Open Market Operation		-	6,072,476
	Unsecured			
	Musharaka arrangements with financial institutions		24,150,000	35,237,500
	Musharaka arrangements with other institution		184,551	201,034
	Overdrawn nostro accounts		304,924	-
			29,772,084	48,422,293

21 DEPOSITS AND OTHER ACCOUNTS

	September 30, 2025 (Unaudited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
			Rupees in thousands			
Customers						
Current deposits - non-remunerative	74,175,022	3,526,467	77,701,489	56,768,093	2,896,728	59,664,821
Savings deposits	83,542,134	1,206,149	84,748,283	79,933,904	1,723,078	81,656,982
Term deposits	33,205,239	2,111,540	35,316,779	42,577,032	1,040,741	43,617,773
Others	15,330,432	-	15,330,432	5,062,483	-	5,062,483
	206,252,827	6,844,156	213,096,983	184,341,512	5,660,547	190,002,059
Financial Institutions						
Current deposits - non-remunerative	378,572	-	378,572	383,026	-	383,026
Savings deposits	33,798,535	-	33,798,535	18,718,496	-	18,718,496
Term deposits	80,000	-	80,000	5,000	-	5,000
	34,257,107	-	34,257,107	19,106,522	-	19,106,522
	240,509,934	6,844,156	247,354,090	203,448,034	5,660,547	209,108,581

22 LEASE LIABILITIES

	(Unaudited) September 30, 2025	(Audited) December 31, 2024
	Rupees in thousands	
Outstanding amount at the start of the period / year	3,018,262	2,636,096
Addition during the period / year	504,141	971,449
Disposed off during the period / year	-	(19,747)
Payment of lease liability against right of use asset	(772,350)	(942,581)
Unwinding of lease liability against right of use asset	312,266	373,045
Outstanding amount at the end of the period / year	3,062,319	3,018,262

22.1 Liabilities Outstanding

Not later than one year	723,203	618,661
Later than one year and upto five years	1,842,161	1,935,201
Over five years	496,955	464,400
Total at the year end	3,062,319	3,018,262

23	OTHER LIABILITIES	Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
			Rupees in thousands	
	Profit / return payable in local currency	23.1	2,188,770	3,361,903
	Profit / return payable in foreign currencies		12,745	12,948
	Accrued expenses		1,067,394	1,283,573
	Current taxation (provision less payments)		521,119	-
	Unearned income		104,260	170,974
	Acceptances	17	958,489	1,612,699
	Advance receipt against Islamic financing and related assets		72,754	56,669
	Charity fund balance		24,088	26,310
	Security deposits against Ijarah financing		937,355	809,538
	Withholding tax, Federal Excise Duty and other payable		58,011	45,334
	Unrealized mark to market loss on forward foreign exchange contracts		-	114,359
	Credit loss allowance against off-balance sheet obligations	23.2	51,820	84,271
	Workers Welfare Fund		586,607	507,635
	Others		923,450	1,167,780
			7,506,862	9,253,993

23.1 It includes Rs. 64.418 million (December 31, 2024: Rs. 128.049 million) in respect of profit / return accrued on Musharaka with SBP under Islamic Export Refinance Scheme and Rs 70.575 million (December 31, 2024: Rs 98.110 million) in respect of return accrued on acceptances from the SBP under various Islamic Refinance Schemes.

23.2	Credit loss allowance against off-balance sheet obligations	(Unaudited) September 30, 2025	(Audited) December 31, 2024
		Rupees in thousands	
	Opening balance	84,271	-
	Impact of adoption of IFRS 9	-	77,675
	Charge for the period / year	(32,450)	6,596
	Reversals	-	-
		(32,450)	6,596
	Amount written off	-	-
	Closing balance	51,821	84,271

24 SHARE CAPITAL

Authorised capital

(Unaudited) September 30, 2025	(Audited) December 31, 2024		(Unaudited) September 30, 2025	(Audited) December 31, 2024
Number of shares				
2,000,000,000	2,000,000,000	Ordinary shares of Rs. 10/- each	20,000,000	20,000,000

24.1 Issued, subscribed and paid up capital

Number of shares				-
		Fully paid in cash		
1,555,000,000	1,555,000,000	Balance at beginning of the period / year	15,550,000	15,550,000
-	-	Issued during the period / year	-	-
1,555,000,000	1,555,000,000	Balance at end of the period / year	15,550,000	15,550,000

24.2 The Bank's shares are 100 % (December 31, 2024: 100%) held by MCB Bank Limited (MCB) - the parent company and its nominee Directors.

			(Unaudited) September 30, 2025	(Audited) December 31, 2024
25	**RESERVES**		Rupees in thousands	
	Statutory reserves		2,616,700	2,276,220

25.1 Statutory reserve represents amount set aside as per the requirements of section 21 of the Banking Companies Ordinance, 1962.

		Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
			Rupees in thousands	
26	**SURPLUS ON REVALUATION OF ASSETS - NET OF TAX**			
	Surplus arising on revaluation of:			
	- Property and equipment		554,661	557,927
	- Securities measured at FVTOCI - Debt Securities		1,070,101	2,206,516
	- Securities measured at FVTOCI - Equity securities	11.1	-	-
			1,624,762	2,764,443
	Deferred tax on surplus on revaluation of:			
	- Property and equipment		(97,628)	(99,326)
	- Securities measured at FVTOCI - Debt Securities		(660,304)	(1,147,388)
	- Securities measured at FVTOCI - Equity securities		103,851	-
			(654,081)	(1,246,714)
			970,681	1,517,729
27	**CONTINGENCIES AND COMMITMENTS**			
	Guarantees	27.1	31,900,896	26,352,135
	Commitments	27.2	70,039,752	32,704,291
	Other contingent liabilities	27.3	118,263	1,114,251
			102,058,911	60,170,677
27.1	**Guarantees**			
	Performance guarantees		12,917,172	11,647,516
	Other guarantees		18,983,724	14,704,619
			31,900,896	26,352,135
27.2	**Commitments**			
	Documentary credits and short-term trade-related transactions			
	Letters of credit		22,561,913	14,443,462
	Commitments in respect of:			
	Forward foreign exchange contracts	27.2.1	45,302,998	14,993,231
	Commitments for acquisition of:			
	Intangible assets		476,741	312,828
	Property & equipments		205,798	155,336
	Other commitments	27.2.2	1,492,302	2,799,434
			70,039,752	32,704,291
27.2.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		23,541,038	9,344,175
	Sale		21,761,960	5,649,056
			45,302,998	14,993,231

		Note	(Unaudited) September 30, 2025	(Audited) December 31, 2024
27.2.2	**Other commitments**		**Rupees in thousands**	
	Commitments to extend financing	27.2.2.1	1,492,302	2,799,434

27.2.2.1 These represent commitments that are irrevocable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.

27.2.2.2 Other than those stated above, the Bank makes commitment(s) to extend credit in the normal course of business including related parties but these being revocable commitments do not attract any penalty or expense if the facility is unilaterally withdrawn.

		(Unaudited) September 30, 2025	(Audited) December 31, 2024
27.3	**Other contingent liabilities**	**Rupees in thousands**	
	Claims against the Bank not acknowledged as debt	118,263	1,114,251

This includes claim by different parties against the bank amounting to Rs. 111.0 million (December 31, 2024: Rs. 688.431 million) which is pending before the court. Based on legal advice and / or 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 condensed interim financial statements.

27.3.1 The Income Tax Department has amended the deemed assessment for Tax Year 2019 and disallowed certain expenses, resulting in a tax impact of Rs. 425.51 million (2024: Nil). The Bank has filed an appeal before the Commissioner Inland Revenue (Appeals) against the said order. The management is confident that the disallowance will be reversed by the appellate authorities. Accordingly, no provision has been recognized in the financial statements in this regard.

The Tax Authority has initiated proceedings under Sections 161 and 205 of the Income Tax Ordinance, 2001 for Tax Year 2019 and raised an arbitrary demand of Rs. 16.179 million (2024: Rs. Nil). The Bank has filed an appeal before the Commissioner Inland Revenue (Appeals) against the said demand. The management believes that the demand is unjustified and expects a favorable outcome. Therefore, no provision has been made in the financial statements.

The Punjab Revenue Authority has issued an order under the Punjab Sales Tax on Services Act, 2012, raising an aggregate demand of Rs. 177.57 million (2024: Rs. 177.57 million). The Bank has filed appeals before the relevant appellate authorities, which are currently pending adjudication. The management is confident of a favorable outcome. Consequently, no provision has been recognized against this demand.

		(Unaudited) September 30, 2025	(Unaudited) September 30, 2024 (Restated)
28	**PROFIT / RETURN EARNED**	**Rupees in thousands**	
	Financing	9,323,114	14,703,283
	Investments in securities	13,434,287	20,835,715
	Musharaka arrangements with financial institutions	127,923	336,129
	Deposits with financial institutions	2,485	1,075
	IFRS 9 adjustment for staff loan-notional	40,030	163,034
		22,927,839	36,039,236
28.1	**Profit / return earned recorded on financial assets measured at:**		
	Financial assets measured at amortised cost	12,163,388	20,576,446
	Financial assets measured at Fair Value Through OCI	10,764,352	15,461,630
	Financial assets measured at Fair Value Through P&L	99	1,160
		22,927,839	36,039,236

		Note	(Unaudited) September 30, 2025	(Unaudited) September 30, 2024 (Restated)
			Rupees in thousands	
29	**PROFIT / RETURN EXPENSED**			
	Deposits and other accounts		9,568,181	19,449,548
	Musharaka and other arrangements with the State Bank of Pakistan		750,866	1,697,060
	Musharaka arrangements with other financial institutions		1,546,674	1,717,448
	Musharaka arrangements with other institutions		21,743	23,038
	Unwinding of lease liability against right-of-use asset		312,266	269,182
	Deferred bonus		2,365	2,510
			12,202,095	23,158,786
30	**FEE AND COMMISSION INCOME**			
	Branch banking customer fees		14,943	18,109
	Consumer finance related fees		22,736	12,460
	Card related fees		339,336	249,248
	Credit related fees		27,384	43,637
	Digital banking fees		101,523	64,351
	Commission on trade		164,094	139,051
	Commission on guarantees		76,052	62,410
	Commission on cash management		39,014	20,723
	Commission on remittances including home remittances		47,710	34,201
	Commission on banca takaful		52,891	31,621
	Locker rent		25,578	18,593
	Others		2,104	909
			913,365	695,313
31	**GAIN / (LOSS) ON SECURITIES**			
	Realised	31.1	292,913	56,766
	Unrealised - Reclassification due to business model and SPPI assessment		19,301	-
	Unrealised - Measured at FVTPL		-	(4,181)
			312,214	52,585
31.1	**Realised Gains - net on:**			
	Federal Government Securities - Sukuk certificates		5,912	56,766
	Shares		287,001	-
			292,913	56,766
32	**OTHER INCOME**			
	Rental income		-	-
	Gain on sale of property & equipments		815	22,069
	Fees and charges recovered		6,823	11,149
	Commission on arrangement with financial institutions		134,010	187,564
	Gain on termination of lease liability against right of use assets		-	5,569
	Gain on conversion of Ijarah agreements		4,991	7,990
			146,639	234,341

	(Unaudited) September 30, 2025	(Unaudited) September 30, 2024 (Restated)
	Rupees in thousands	
33 OPERATING EXPENSES		
Total compensation expense	4,014,124	3,511,831
Property expense		
Rent and taxes	132,359	72,253
Takaful expenses	37,578	33,950
Utilities cost	314,359	302,842
Security (including guards)	490,703	360,991
Repairs and maintenance (including janitorial charges)	236,320	192,840
Depreciation on right-of-use assets	563,481	451,413
Depreciation	386,733	301,344
	2,161,533	1,715,633
Information technology expenses		
Software maintenance	311,716	325,673
Hardware maintenance	80,501	36,814
Takaful expenses	4,948	2,015
Depreciation	182,613	125,448
Amortization	77,302	151,154
Network charges	150,440	151,523
	807,520	792,627
Other operating expenses		
Directors' fees and allowances	7,800	13,700
Fees and allowances to Shari'ah Board	13,551	12,166
Legal and professional charges	52,695	57,076
Takaful expenses	192,229	150,939
Fee and subscription	3,112	3,779
Outsourced services costs	199,977	144,100
Travelling and conveyance	169,415	171,915
Repairs and maintenance of vehicles	6,580	4,810
NIFT clearing charges	42,554	31,594
Brokerage, commission and bank charges	38,710	37,115
Depreciation	21,258	18,419
Training and development	22,678	16,644
Postage and courier charges	49,809	39,573
Communication	175,898	119,097
Stationery and printing	141,406	141,772
Marketing, advertisement and publicity	209,283	74,174
Auditors' remuneration	16,636	16,448
Entertainment	80,914	72,395
Others	192,982	122,592
	1,637,487	1,248,308
	8,620,664	7,268,399

		Note	(Unaudited) September 30, 2025	(Unaudited) September 30, 2024 (Restated)
			Rupees in thousands	
34	**OTHER CHARGES**			
	Penalties imposed by the State Bank of Pakistan		5,403	2,371
			5,403	2,371
35	**CREDIT LOSS ALLOWANCE & WRITE OFFS - NET**			
	Credit loss allowance (reversal) / charge against cash and balances with treasury banks		2	(414)
	Credit loss allowance charge / (reversal) against balances with other banks		(2,219)	(3,467)
	Credit loss allowance reversal against off balance sheet obligations		(32,450)	-
	Credit loss allowance charge / (reversal) against due from financial institutions	10.1	(1)	(117)
	Charge against general provision		377,586	-
	Credit loss allowance (reversal) / charge against Islamic financing and related assets	12.10	(168,594)	138,895
	Credit loss allowance against other assets		(42,454)	-
	Bad debts written off directly		-	-
	Recovery of write offs / bad debts		-	(35)
			131,870	134,862
36	**TAXATION**			
	Current		2,092,750	3,365,750
	Prior years		523,766	-
	Deferred		(643,718)	(106,377)
			1,972,798	3,259,373
37	**BASIC AND DILUTED EARNINGS PER SHARE**			
	Profit after taxation		1,702,398	3,391,717
	Weighted average number of ordinary shares		1,555,000	1,555,000
			Rupees	
	Basic and diluted earnings per share		1.095	2.181

			(Unaudited) September 30, 2025	(Unaudited) September 30, 2024
			Rupees in thousands	
38	**CASH AND CASH EQUIVALENTS**			
	Cash and balances with treasury banks	8	19,232,046	18,928,131
	Balances with other banks	9	2,191,605	1,410,985
	Overdrawn nostro accounts		(304,924)	-
			21,118,727	20,339,116

39 FAIR VALUE MEASUREMENTS

The fair value of quoted securities other than those classified as held to collect model, is based on quoted market price. Quoted securities classified under held to collect model are carried at amortised cost.

In the opinion of the management, the fair value of the remaining financial assets and financial liabilities are not significantly different from their carrying values since these assets and liabilities are either short-term in nature or re-priced over short term.

39.1 Fair value of financial / non-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 liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

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

The table below analyses the financial and non-financial assets carried at fair values, by valuation methods. For financial assets, the Bank essentially carries its investments in Sukuk and equity securities at fair values. Valuation of investments is carried out as per guidelines specified by the SBP. In case of non-financial assets, the Bank has adopted revaluation model (as per IAS 16) in respect of land and building.

	September 30, 2025 (Unaudited)				
	Carrying value	Level 1	Level 2	Level 3	Total
			Rupees in thousands		
On-balance sheet financial instruments					
Financial assets measured at fair value					
Investments					
Federal Government Securities	126,670,048	-	126,670,048		126,670,048
Shares	83,724	83,724	-	-	83,724
Non-Government Securities	1,171,213	-	1,171,213	-	1,171,213
	127,924,985	83,724	127,841,261	-	127,924,985
Financial assets - disclosed but not measured at fair value					
Investments	28,197,426		28,197,426		28,197,426
Fair value of non-financial assets					
Operating property & equipment (land and building)	1,381,835	-	1,381,835	-	1,381,835
Off-balance sheet financial instruments					
Foreign exchange contracts purchase	23,541,038	-	22,861,611	-	22,861,611
Foreign exchange contracts sale	21,761,960	-	21,285,023	-	21,285,023

	December 31, 2024 (Audited)				
	Carrying value	Level 1	Level 2	Level 3	Total
			Rupees in thousands		
On-balance sheet financial instruments					
Financial assets measured at fair value					
Investments					
Federal Government Securities	117,722,341	-	117,722,341		117,722,341
Shares	-	-	-	-	-
Non-Government Securities	661,133	-	661,133	-	661,133
	118,383,474	-	118,383,474	-	118,383,474
Financial assets - disclosed but not measured at fair value					
Investments	28,212,727	-	28,212,727		28,212,727
Fair value of non-financial assets					
Operating property & equipment (land and building)	1,384,447	-	1,384,447	-	1,384,447
Off-balance sheet financial instruments					
Foreign exchange contracts purchase	8,787,315	-	8,686,214	-	8,686,214
Foreign exchange contracts sale	5,509,671	-	5,522,929	-	5,522,929

The Bank's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused the transfer to occur. There were no transfers between levels 1 and 2 during the period.

(a) Financial instruments in level 1

Financial instruments included in level 1 comprise of investments in listed ordinary shares.

(b) Financial instruments in level 2

Financial instruments included in level 2 comprise of Sukuks and Forward Exchange Contracts.

(c) Financial instruments in level 3

Currently, no financial instrument is classified in level 3.

Valuation techniques and inputs used in determination of fair values

Item	Valuation techniques and input used
Fully paid-up ordinary shares	Fair values of investments in listed equity securities are valued on the basis of closing quoted market prices available at the Pakistan Stock Exchange.
Ijarah Sukuks (GOP Ijarah Sukuks and other Ijarah Sukuks)	Fair values of GoP Ijarah Sukuks and other Ijarah Sukuks are derived using the PKISRV rates announced by the Financial Market Association (FMA) through Reuters. These rates denote an average of quotes received from eight different pre-defined / approved dealers / brokers.
Foreign exchange contracts	The valuation has been determined by interpolating the mid rates announced by the State Bank of Pakistan.
Operating property & equipments (land and building)	Land and buildings are revalued every three years using professional valuers on the panel of Pakistan Banker's Association. The valuation is based on their assessment of market value of the properties.

40 SEGMENT INFORMATION

40.1 Segment details with respect to business activities

	September 30, 2025 (Unaudited)								
	Retail	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
					Rupees in thousands				
Profit and Loss									
Net Profit / return	(6,713,683)	6,328,682	866,525	55,742	9,670,790	517,688	10,725,744	-	10,725,744
Inter segment revenue - net	13,881,219	(6,323,408)	(510,301)	(40,701)	(7,771,597)	764,788	-	-	-
Other income	777,457	225,924	23,026	4,730	753,627	1,597	1,786,361	-	1,786,361
Total Income	7,944,993	231,198	379,250	19,771	2,652,820	1,284,073	12,512,105	-	12,512,105
Segment direct expenses	(4,764,690)	(190,303)	(206,259)	(2,603)	(48,175)	(3,493,009)	(8,705,039)	-	(8,705,039)
Inter segment expense allocation	(1,460,624)	(13,142)	(26,312)	(243)	(1,927)	1,502,248	-	-	-
Total expenses	(6,225,314)	(203,445)	(232,571)	(2,846)	(50,102)	(1,990,761)	(8,705,039)	-	(8,705,039)
Credit loss allowance / reversals	17,915	(301,100)	(16,428)	-	2,217	165,526	(131,870)	-	(131,870)
Profit / (loss) before tax	1,737,594	(273,347)	130,251	16,925	2,604,935	(541,162)	3,675,196	-	3,675,196
Balance Sheet									
Cash and bank balances	5,615,111	-	-	30	15,808,510	-	21,423,651	-	21,423,651
Investments	-	500,000	-	-	155,622,411	-	156,122,411	-	156,122,411
Net inter segment lending	179,911,549	-	-	-	-	11,386,707	191,298,256	(191,298,256)	-
Due from financial institutions	-	-	-	-	3,241,139	-	3,241,139	-	3,241,139
Islamic Financing - performing	21,028,134	80,703,665	8,241,619	578,519	-	1,648,224	112,200,162	-	112,200,162
- non-performing	27,614	154,167	53,984	-	-	-	235,764	-	235,764
Others	1,817,422	1,409,937	328,684	30,462	5,513,559	14,090,713	23,190,777	-	23,190,777
Total Assets	208,399,830	82,767,769	8,624,287	609,011	180,185,619	27,125,644	507,712,160	(191,298,256)	316,413,904
Bills payable	2,095,964	-	-	-	-	-	2,095,964	-	2,095,964
Due to financial institutions	184,551	5,132,610	-	-	24,454,923	-	29,772,084	-	29,772,084
Deposits & other accounts	201,681,480	11,723,643	483,985	-	33,461,424	3,558	247,354,090	-	247,354,090
Net inter segment borrowing	-	65,012,809	7,110,225	591,420	118,583,802	-	191,298,256	(191,298,256)	-
Others	2,700,240	1,172,055	899,826	667	-	5,275,274	10,048,062	-	10,048,062
Total liabilities	206,662,235	83,041,117	8,494,036	592,087	176,500,149	5,278,832	480,568,456	(191,298,256)	289,270,200
Equity	1,737,595	(273,348)	130,251	16,924	3,685,470	21,846,812	27,143,704	-	27,143,704
Total Equity & liabilities	208,399,830	82,767,769	8,624,287	609,011	180,185,619	27,125,644	507,712,160	(191,298,256)	316,413,904
Contingencies & Commitments	13,173,939	42,871,349	28,086	-	45,302,998	682,539	102,058,911	-	102,058,911

	September 30, 2024 (Unaudited and Restated)								
	Retail	Corporate	Consumer	Micro Finance	Treasury	Head Office	Sub-total	Elimination	Total
	Rupees in thousands								
Profit & Loss									
Net Profit / return	(13,945,669)	9,675,345	1,188,133	78,606	16,072,681	(188,646)	12,880,450	-	12,880,450
Inter segment revenue - net	23,552,181	(9,503,514)	(1,027,260)	(73,193)	(14,126,757)	1,178,543	-	-	-
Other income	563,067	230,381	12,875	5,927	473,851	27,912	1,314,013	-	1,314,013
Total Income	10,169,579	402,212	173,748	11,340	2,419,775	1,017,809	14,194,463	-	14,194,463
Segment direct expenses	(3,684,723)	(163,343)	(193,536)	(2,429)	(27,112)	(3,337,369)	(7,408,511)	-	(7,408,511)
Inter segment expense allocation	(1,189,906)	(10,978)	(23,072)	(565)	(1,506)	1,226,028	-	-	-
Total expenses	(4,874,629)	(174,321)	(216,608)	(2,994)	(28,618)	(2,111,341)	(7,408,511)	-	(7,408,511)
Provisions / (reversal) write off	150,338	(279,477)	(18,017)	3,224	3,998	5,072	(134,862)	-	(134,862)
Profit / (loss) before tax	5,445,288	(51,586)	(60,877)	11,570	2,395,155	(1,088,460)	6,651,090	-	6,651,090

	December 31, 2024 (Audited)								
	Rupees in thousands								
Balance Sheet									
Cash & Bank balances	4,786,240	-	-	30	13,832,512	457,822	19,076,604	-	19,076,604
Investments	-	-	-	-	146,596,201	-	146,596,201	-	146,596,201
Net inter segment lending	161,775,482	-	-	-	-	6,238,905	168,014,387	(168,014,387)	-
Due from financial institutions	-	-	-	-	2,000,000	-	2,000,000	-	2,000,000
Islamic Financing - performing	32,933,675	74,153,189	7,213,715	717,520	-	1,088,484	116,106,583	-	116,106,583
- non-performing	35,016	2,910,625	51,406	10,728	-	238,785	3,246,560	-	3,246,560
Others	1,882,886	2,545,885	487,760	101,441	4,704,477	10,595,231	20,317,680	-	20,317,680
Total Assets	201,413,299	79,609,699	7,752,881	829,719	167,133,190	18,619,227	475,358,015	(168,014,387)	307,343,628
Bills payable	11,594,493	-	-	-	-	-	11,594,493	-	11,594,493
Due to financial institutions	201,034	6,911,283	437,500	-	40,872,476	-	48,422,293	-	48,422,293
Deposits & other accounts	177,935,326	11,897,859	512,744	-	18,761,139	1,513	209,108,581	-	209,108,581
Net inter segment borrowing	-	59,175,825	5,959,420	813,139	102,066,003	-	168,014,387	(168,014,387)	-
Others	3,981,054	1,381,962	813,703	667	82,533	6,012,336	12,272,255	-	12,272,255
Total liabilities	193,711,907	79,366,929	7,723,367	813,806	161,782,151	6,013,849	449,412,009	(168,014,387)	281,397,622
Equity	7,701,392	242,770	29,514	15,913	5,351,039	12,605,378	25,946,006	-	25,946,006
Total Equity & liabilities	201,413,299	79,609,699	7,752,881	829,719	167,133,190	18,619,227	475,358,015	(168,014,387)	307,343,628
Contingencies & Commitments	21,935,876	22,763,788	9,619	-	14,993,231	468,163	60,170,677	-	60,170,677

40.2 Segment details with respect to geographical locations

The Bank operates in Pakistan only.

41 RELATED PARTY TRANSACTIONS

The Bank has related party relationship with its parent company, associates, employee benefit plans and its directors and key management personnel and their close family members.

The Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing.

Contributions to staff retirement benefit plan are made in accordance with the terms of the contribution plan. Remuneration to the executives / officers including financing provided to them is determined in accordance with the terms of their appointment.

The Chief Executive and three key management personnel have been provided with Bank's maintained cars.

41.1 The details of transactions with related parties and balances with them are given below:

	September 30, 2025 (Unaudited)				December 31, 2024 (Audited)			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	Rupees in thousands				Rupees in thousands			
Balances with other banks								
In current accounts	72,188	-	-	-	56,477	-	-	-
	72,188	-	-	-	56,477	-	-	-
Credit loss allowance held againt balance with other banks	5	-	-	-	547	-	-	-
Islamic financing and related assets								
Opening balance	-	6,982	94,610	1,590,654	-	15,000	102,049	1,877,558
Addition during the period / year	-	-	86,380	1,640,162	-	-	36,449	2,404,125
Repaid during the period / year	-	(4,770)	(28,280)	(1,618,097)	-	(8,018)	(43,888)	(2,691,029)
Transfer in / (out) - net	-	-	-	-	-	-	-	-
Closing balance	-	2,212	152,710	1,612,719	-	6,982	94,610	1,590,654
Credit loss allowance held against Islamic financing	-	-	1,646	5,223	-	-	168	7,943
Property & equipments - Capital work in progress								
Advance paid against purchase of property	20,000	-	-	-	20,000	-	-	-
Right-of-use asset	215,896	-	-	-	290,764	-	-	-
	235,896	-	-	-	310,764	-	-	-
Other assets								
Profit receivable	-	-	6,759	34,551	-	-	6,603	22,619
Prepaid expenses	-	-	-	14,003	-	-	1,020	-
Receivable under scheme of merger	11,282	-	-	-	11,282	-	-	-
Receivable under home remittance	18,912	-	-	-	19,818	-	-	-
Other Receivable	-	-	-	-	7,352	-	-	-
	30,194	-	6,759	48,554	38,452	-	7,623	22,619
Due to financial institutions								
Opening balance	-	-	-	-	9,000,000	-	-	-
Addition during the period / year	90,494,838	-	-	-	76,600,000	-	-	-
Repaid during the period / year	(90,494,838)	-	-	-	(85,600,000)	-	-	-
Closing balance	-	-	-	-	-	-	-	-
Deposits and other accounts								
Opening balance	-	52,720	107,131	3,633,162	-	120,633	76,726	4,504,246
Received during the period / year	-	2,918,135	273,093	15,996,296	-	5,974,650	543,306	48,108,319
Withdrawn during the period / year	-	(2,898,779)	(268,517)	(15,943,930)	-	(6,042,563)	(513,704)	(48,979,403)
Transfer in / (out) - net	-	-	-	(2,558,389)	-	-	803	-
Closing balance	-	72,076	111,707	1,127,139	-	52,720	107,131	3,633,162
Other liabilities								
Profit payable	-	280	645	7,690	-	708	815	16,060
Accrued expenses	-	-	-	27,966	-	-	-	47,978
Acceptances	-	-	-	-	-	-	-	-
Unearned Income	-	-	-	2,587	-	-	-	2,107
Unrealized mark to market loss on forward foreign exchange contracts	-	-	-	-	-	-	-	-
Lease liability against right-of-use asset	250,298	-	-	-	313,048	-	-	-
Meeting fee payable	-	194	-	-	-	194	-	-
Other payables	3,708	-	-	-	-	-	-	-
	254,006	474	645	38,243	313,048	902	815	66,145
Contingencies and Commitments								
Letter of Credit	-	-	-	761,679	56,178	-	-	464,120
Letter of Guarantee	130,909	-	-	1,822,196	178,575	-	-	1,759,995
Forward exchange contract								
Purchase	1,408,725	-	-	-	-	-	-	-
Sale	-	-	-	-	-	-	-	-

	September 30, 2025 (Unaudited)				September 30, 2024 (Unaudited)			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	Rupees in thousands				Rupees in thousands			
Transactions during the period								
Income								
Profit / return earned	-	182	7,092	123,517	-	433	3,980	242,502
Commission income	-	-	-	57,221	-	-	-	28,799
Rental income	-	-	-	-	-	-	-	-
Other income	-	24	-	-	-	-	4	-
	-	206	7,092	180,738	-	433	3,984	271,301
Expense								
Profit / return expensed	211,232	5,929	6,037	40,095	396,555	34,103	365	300,791
Depreciation on right-of-use assets	74,868	-	-	-	44,821	-	-	-
Takaful expense	-	-	-	125,118	-	-	-	222,353
Security expense	-	-	-	-	-	-	-	-
Meeting fee to Directors	-	7,800	-	-	-	13,700	-	-
Unwinding of lease liability against right-of-use asset	31,542	-	-	-	22,632	-	-	-
Other expense	2,017	-	-	330	1,636	-	-	2,191
	319,659	13,729	6,037	165,543	465,644	47,803	365	525,335
Other transactions during the period								
Fee paid	-	7,800	-	-	-	9,700	-	-
Managerial remuneration paid	-	82,169	259,151	-	-	69,677	195,610	-
Contribution paid to provident fund	-	-	-	195,410	-	-	-	147,833
Re-imbursement under home remittance payments	3,985,191	-	-	-	3,261,991	-	-	-
Proceeds from issue of share capital	-	-	-	-	-	-	-	-
Proceeds from sale of property & equipments	-	40	-	-	-	-	-	-
Purchase of property & equipments	-	-	-	-	-	-	-	-
Disbursement made against advance salary	-	-	-	-	-	-	-	-
Repayment made against advance salary	-	-	-	-	-	-	-	-
Payment made against expenses (including lease liabilities)	106,486	-	-	330	67,162	-	-	97,021
Foreign currency purchase	28,875,033	-	-	-	1,899,812	-	-	-
Foreign currency sale	28,566,191	-	-	-	2,594,812	-	-	-
Letter of Credit issued	-	-	-	555,102	-	-	-	527,814
Letter of Guarantee issued	7,451	-	-	196,000	2,369	-	-	458,903

		(Unaudited) September 30, 2025	(Audited) December 31, 2024
		Rupees in thousands	
42	**CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS**		
	Minimum Capital Requirement (MCR):		
	Paid - up capital (net of losses)	23,556,323	22,152,057
	Capital Adequacy Ratio (CAR):		
	Eligible Common Equity Tier 1 (CET 1) Capital	24,722,536	23,384,189
	Eligible Additional Tier 1 (ADT 1) Capital	-	-
	Total Eligible Tier 1 Capital	24,722,536	23,384,189
	Eligible Tier 2 Capital	2,166,073	2,665,336
	Total Eligible Capital (Tier 1 + Tier 2)	26,888,609	26,049,525
	Risk Weighted Assets (RWAs):		
	Credit Risk	98,616,494	91,808,522
	Market Risk	4,003,912	5,243,153
	Operational Risk	30,094,034	30,094,034
	Total	132,714,440	127,145,709
	Common Equity Tier 1 Capital Adequacy Ratio	18.63%	18.39%
	Tier 1 Capital Adequacy Ratio	18.63%	18.39%
	Total Capital Adequacy Ratio	20.26%	20.49%
	Leverage Ratio (LR):		
	Eligible Tier-1 Capital	24,722,536	23,384,189
	Total Exposures	376,315,362	340,543,011
	Leverage Ratio	6.57%	6.87%
	Liquidity Coverage Ratio (LCR):		
	Total High Quality Liquid Assets	145,858,271	115,376,414
	Total Net Cash Outflow	103,927,160	84,363,737
	Liquidity Coverage Ratio	140.35%	136.76%
	Net Stable Funding Ratio (NSFR):		
	Total Available Stable Funding	214,701,607	196,834,500
	Total Required Stable Funding	137,771,563	138,624,310
	Net Stable Funding Ratio	155.84%	141.99%

43 GENERAL

43.1 Comparative information has been reclassified, rearranged or additionally incorporated in these condensed interim financial statements for the purposes of better presentation.

43.2 Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

44 DATE OF AUTHORISATION FOR ISSUE

These condensed interim financial statements were authorised for issue on October 20, 2025 by the Board of Directors of the Bank.

Chief Financial Officer | President / Chief Executive | Director | Director | Director