AL BARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT 30 SEPTEMBER 2026

	Note	30 September 2026	31 December 2025
		(Un-audited)	(Audited)
		---------- (Rupees in '000) ----------	
ASSETS			
Cash and balances with treasury banks	8	14,937,937	25,614,941
Balances with other banks	9	1,959,479	1,724,589
Due from financial institutions	10	10,699,970	15,996,408
Investments	11	136,397,868	103,674,169
Islamic financing and related assets - net	12	127,178,214	135,966,429
Property and equipment	13	3,756,057	3,621,690
Right-of-use assets	14	3,315,498	3,273,573
Intangible assets	15	1,218,033	1,227,535
Deferred tax assets	16	3,658,648	3,720,563
Other assets	17	18,021,643	17,103,232
Total assets		321,143,347	311,923,129
LIABILITIES			
Bills payable	18	9,674,305	8,546,764
Due to financial institutions	19	32,387,124	4,377,721
Deposits and other accounts	20	240,410,526	259,643,089
Lease Liabilities	21	3,704,551	3,606,386
Subordinated Mudaraba	22	3,124,241	3,124,241
Deferred tax liabilities		-	-
Other liabilities	23	9,121,034	10,572,072
Total liabilities		298,421,781	289,870,273
NET ASSETS		22,721,566	22,052,856
REPRESENTED BY			
Share capital - net		14,500,490	14,500,490
Reserves		2,760,997	2,561,694
Surplus on revaluation of assets	24	265,193	373,879
Unappropriated profit		5,194,886	4,616,793
		22,721,566	22,052,856
CONTINGENCIES AND COMMITMENTS	25		

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.

Chief Executive Officer | Chief Financial Officer | Chairman | Director | Director

AL BARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED 30 SEPTEMBER 2026

	Note	Nine months ended		Quarter ended	
		30 September 2026	30 September 2025	30 September 2026	30 September 2025
		-------- (Rupees in '000) --------		-------- (Rupees in '000) --------	
Profit / return earned	26	20,126,855	21,336,421	7,251,383	6,927,097
Profit / return expensed	27	(12,236,586)	(12,398,996)	(4,667,866)	(4,139,123)
Net profit / return		7,890,269	8,937,425	2,583,517	2,787,974
OTHER INCOME					
Fee and commission income	28	784,786	789,661	273,462	263,609
Dividend income		-	-	-	-
Foreign exchange income		1,124,120	956,001	564,119	250,909
Income / (loss) from shariah compliant alternative of forward foreign exchange contracts		-	-	-	-
Gain on securities - net	29	43,559	199,112	13,714	75,531
Net gains / (losses) on derecognition of financial assets measured at amortised cost		-	-	-	-
Other (loss) / income	30	7,448	12,946	7,859	3,971
Total other income		1,959,913	1,957,720	859,154	593,201
Total income		9,850,182	10,895,145	3,442,671	3,381,175
OTHER EXPENSES					
Operating expenses	31	(8,700,911)	(7,799,901)	(2,928,845)	(2,729,856)
Workers welfare fund		(45,517)	(69,046)	(10,273)	(14,457)
Other charges	32	(607)	(2,358)	(232)	(1,805)
Total other expenses		(8,747,035)	(7,871,305)	(2,939,350)	(2,746,118)
Profit before credit loss allowance / provisions		1,103,147	3,023,840	503,321	635,057
Reversal of / (charge against) in credit loss allowance / provisions and write offs - net	33	1,127,175	359,420	61	73,364
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		2,230,321	3,383,260	503,381	708,421
Taxation	34	(1,233,804)	(1,744,197)	(206,071)	(404,531)
PROFIT AFTER TAXATION		996,517	1,639,063	297,310	303,890
		---------- Rupees ----------		---------- Rupees ----------	
Basic / diluted earnings per share	35	0.73	1.19	0.22	0.22

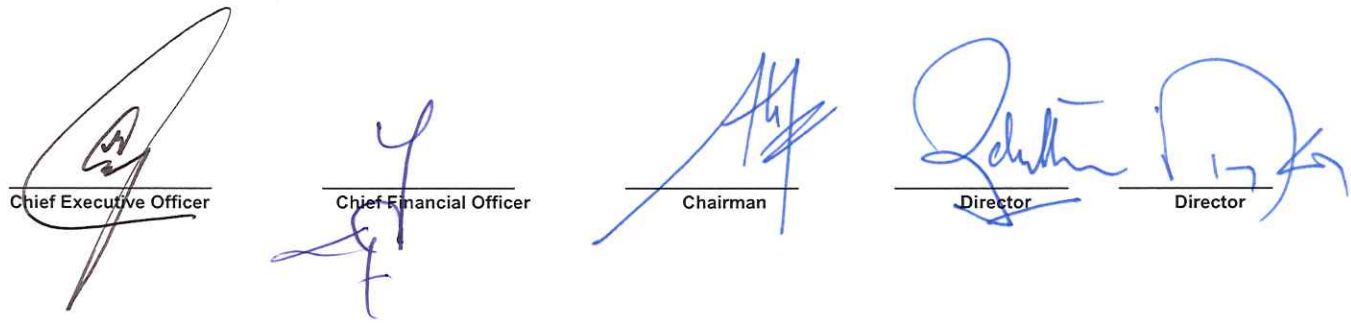
The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.

Chief Executive Officer | Chief Financial Officer | Chairman | Director | Director

AL BARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED 30 SEPTEMBER 2026

	Nine months ended		Quarter ended	
	30 September 2026	30 September 2025	30 September 2026	30 September 2025
	---------- (Rupees in '000) ----------		---------- (Rupees in '000) ----------	
Profit after taxation	996,517	1,639,063	297,310	303,890
Other comprehensive loss				
Items that may be reclassified to statement of profit and loss account in subsequent periods:				
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	(83,686)	(846,325)	87,548	(51,408)
Gain on sale of debt investments carried at FVOCI – reclassified to statement of profit and loss account - net of tax	(7,216)	(74,424)	367	(26,557)
	(90,902)	(920,749)	87,915	(77,965)
Items that will not be reclassified to statement of profit and loss account in subsequent periods:				
Movement in deficit on revaluation of equity investments through FVOCI - net of tax	4,170	(6,716)	-	-
Movement in surplus on revaluation of non-banking assets - net of tax	(21,954)	-	-	-
	(17,784)	(6,716)	-	-
Total comprehensive income	887,831	711,598	385,226	225,925

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.



Chief Executive Officer | Chief Financial Officer | Chairman | Director | Director

AL BARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2026

	Share capital			Reserves				
	Issued subscribed and paidup capital	Capital support fund	Discount on issue of shares	Statutory reserve*	Surplus / (deficit) on revaluation of: Investments	Surplus / (deficit) on revaluation of: Non banking assets	Unappropri-ated profit	Total
	(Rupees in '000')							
Balance as at 1 January 2025 (Audited)	13,739,628	1,393,628	(632,766)	2,187,858	933,489	294,444	3,702,132	21,618,413
Impact of adoption of IFRS - 9	-	-	-	-	(22,087)	-	12,554	(9,533)
Balance as at 1 January 2025 after adoption of IFRS 9 (Restated)	13,739,628	1,393,628	(632,766)	2,187,858	911,402	294,444	3,714,686	21,608,880
Profit after taxation for the nine months ended 30 September 2025	-	-	-	-	-	-	1,639,063	1,639,063
Other comprehensive loss - net of tax for the nine months ended 30 September 2025 - net of tax								
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	-	-	-	-	(846,325)	-	-	(846,325)
Gain on sale of debt investments carried at FVOCI – reclassified to the condensed interim statement of profit and loss account - net of tax	-	-	-	-	(74,424)	-	-	(74,424)
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	(6,716)	-	-	(6,716)
Total other comprehensive loss - net of tax	-	-	-	-	(927,465)	-	-	(927,465)
Transfer to statutory reserve	-	-	-	327,813	-	-	(327,813)	-
Transactions with owners, recorded directly in equity								
Final cash dividend for the year ended 31 December 2024 @ Rupee 0.38 per share	-	-	-	-	-	-	(522,106)	(522,106)
Balance as at 1 October 2025 (Un-audited)	13,739,628	1,393,628	(632,766)	2,515,671	(16,063)	294,444	4,503,830	21,798,372
Profit after taxation for the quarter ended 31 December 2025	-	-	-	-	-	-	230,119	230,119
Other comprehensive gain - net of tax								
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	-	-	-	-	(41,479)	-	-	(41,479)
Movement in defecit on revaluation of equity investments through FVOCI - net of tax	-	-	-	-	5,485	-	-	5,485
Gain on sale of debt investments carried at FVOCI – reclassified to the condensed interim statement of profit and loss account - net of tax	-	-	-	-	66,168	-	-	66,168
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	65,324	-	65,324
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	(71,133)	(71,133)
Total other comprehensive income / (loss) - net of tax	-	-	-	-	30,174	65,324	(71,133)	24,365
Transfer to statutory reserve	-	-	-	46,023	-	-	(46,023)	-
Balance as at 31 December 2025 (Audited)	13,739,628	1,393,628	(632,766)	2,561,694	14,111	359,768	4,616,793	22,052,856
Impact of adoption of IFRS - 9 (note 5.1)	-	-	-	-	-	-	(632)	(632)
Balance as at 1 January 2026 after adoption of IFRS 9	13,739,628	1,393,628	(632,766)	2,561,694	14,111	359,768	4,616,161	22,052,224
Profit after taxation for the nine months ended 30 September, 2026	-	-	-	-	-	-	996,517	996,517
Other comprehensive loss - net of tax								
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	-	-	-	-	(83,686)	-	-	(83,686)
Gain on sale of debt investments carried at FVOCI – reclassified to the condensed interim statement of profit and loss account - net of tax	-	-	-	-	(7,216)	-	-	(7,216)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	(21,954)	21,954	-
Movement in deficit on revaluation of equity investments through FVOCI - net of tax	-	-	-	-	4,170	-	-	4,170
Total other comprehensive (loss) / income - net of tax	-	-	-	-	(86,732)	(21,954)	21,954	(86,732)
Transfer to statutory reserve	-	-	-	199,303	-	-	(199,303)	-
Transactions with owners, recorded directly in equity								
Final cash dividend for the year ended 31 December 2025 @ Rupee 0.175 per share	-	-	-	-	-	-	(240,443)	(240,443)
Balance as at 30 September 2026 (Un-audited)	13,739,628	1,393,628	(632,766)	2,760,997	(72,621)	337,814	5,194,886	22,721,566

* This represents reserve created under section 21(i)(a) of the Banking Companies Ordinance ,1962.

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.

Chief Executive Officer | Chief Financial Officer | Chairman | Director | Director

AL BARAKA BANK (PAKISTAN) LIMITED
CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE NINE MONTHS PERIOD ENDED 30 SEPTEMBER 2026

	Note	Nine months ended 30 September 2026	30 September 2025
		(Rupees in '000)	
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation		2,230,321	3,383,260
		2,230,321	3,383,260
Adjustments:			
Net profit / return - excluding finance charge on lease liability		(8,274,312)	(9,324,818)
Depreciation	31	314,950	241,966
Depreciation on right-of-use assets	31	610,632	594,602
Amortisation	31	101,134	109,953
Depreciation - non-banking assets	31	62,108	29,521
Reversal in credit loss allowance / provisions and write offs - net	33	(1,127,175)	(359,420)
Gain on sale of property and equipment - net	30	(4,543)	(2,140)
Finance charge on lease liability against right-of-use assets	27	384,043	387,393
Unrealised gain on revaluation of securities classified as FVTPL	29	(6,131)	(9,722)
Workers welfare fund		45,517	69,046
		(7,893,777)	(8,263,619)
		(5,663,456)	(4,880,359)
Decrease / (increase) in operating assets			
Due from financial institutions		5,300,000	638,918
Securities classified as FVTPL		9,470,080	(2,409,119)
Islamic financing and related assets - net		10,246,390	(3,339,682)
Others assets (excluding advance taxation and profit receivable)		1,576,967	538,806
		26,593,437	(4,571,077)
Increase / (decrease) operating liabilities			
Bills payable		1,127,541	(4,592)
Due to financial institutions		28,009,403	(1,438,002)
Deposits and other accounts		(19,232,563)	16,548,457
Other liabilities (excluding profit payable)		(1,624,310)	(853,995)
		8,280,071	14,251,868
Profit / return received		17,127,902	19,534,404
Profit / return paid		(11,817,307)	(12,572,621)
Income tax paid		(880,488)	(2,511,742)
Net cash flows generated from operating activities		33,640,159	9,250,473
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investments in securities classified as FVOCI		(42,356,179)	(2,346,237)
Investments in property and equipment		(576,595)	(840,377)
Proceeds from sale of property and equipment		7,863	2,626
Net cash used in investing activities		(42,924,911)	(3,183,988)
CASH FLOWS FROM FINANCING ACTIVITIES			
Payment of lease liability against right-of-use assets		(938,435)	(856,257)
Dividend paid		(218,734)	(149,784)
Net cash used in financing activities		(1,157,169)	(1,006,041)
(Decrease) / increase in cash and cash equivalents		(10,441,921)	5,060,444
Credit loss allowance on cash and cash equiavalent		439	(1,031)
Impact of adoption of IFRS 9		(632)	-
Cash and cash equivalents at the beginning of the period		27,339,530	20,635,657
Cash and cash equivalents at the end of the period		16,897,416	25,695,070

The annexed notes 1 to 42 form an integral part of these condensed interim financial statements.

Chief Executive Officer - Chief Financial Officer Chairman Director Director

AL BARAKA BANK (PAKISTAN) LIMITED
NOTES TO AND FORMING PART OF THE CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)
FOR THE NINE MONTHS PERIOD AND QUARTER ENDED 30 SEPTEMBER 2026

1 STATUS AND NATURE OF BUSINESS

1.1 Al Baraka Bank (Pakistan) Limited (the Bank) was incorporated in Pakistan on 20 December 2004 (under the name of Emirates Global Islamic Bank Limited. The name was subsequently changed to Al Baraka Bank (Pakistan) Limited on 29 October 2010 as a public limited company. The Bank was granted an Islamic Banking License BL(I)-01(07), issued by the Banking Policy and Regulations Department of the State Bank of Pakistan (SBP) on 18 January 2007. Subsequently, the Bank was also granted approval for commencement of business as a scheduled bank with effect from 13 February 2007. Upon merger of the Pakistan branches of Al Baraka Islamic Bank B.S.C. (c) with and into the Bank, fresh license no. BL(i)-01(2011) was issued by SBP on 12 March 2011, effective from close of business on 29 October 2010. The main objective of the Bank is to carry on Islamic banking business in Pakistan in accordance with and in conformity with Shariah principles.

The Bank is a subsidiary of Al Baraka Islamic Bank B.S.C. (c) (Parent Bank) which is incorporated and domiciled in Bahrain, which is 92.81% (2025: 92.81%) owned by Al Baraka Group B.S.C. (Ultimate Parent).

1.2 During the year 2016, the shareholders of the Bank in their extra ordinary general meeting held on 22 August 2016 had approved the merger of the Bank with Burj Bank Limited under a "Scheme of Amalgamation" (the Scheme). Further, the State Bank of Pakistan, through its letter no. BPRD (R&P-02)/2016/24373 dated 14 October 2016, had also approved the scheme of amalgamation and granted a sanction order for the amalgamation of Ex Burj Bank Limited with and into the Bank. As of the effective date of amalgamation, the entire undertaking of Ex Burj Bank Limited including all the properties, assets and liabilities and all the rights and obligations, without any further act, action or deed and notwithstanding the terms of any contract or other document or any rule of law, stood amalgamated with and vested in the Bank and as a consequence, Ex Burj Bank Limited stood amalgamated with and into the Bank.

The Bank's registered office is located at 162, Bangalore Town, Main Shahrah-e-Faisal, Karachi. The Bank has 178 branches (31 December 2025: 196 branches) in Pakistan.

1.3 Based on the annual audited financial statements of the Bank for the year ended 31 December 2025, VIS Credit Rating Company Limited (VIS) has reaffirmed the Bank's medium to long-term rating as 'AA-' and maintained short-term rating as 'A1' on 30 September 2026 (2025: 'AA-' and 'A1' dated 27 June 2025).

1.4 During the year 2019, Al Baraka Islamic Bank, B.S.C (c) (the Parent Bank) injected a temporary Capital Support Fund amounting to Rs 1.394 billion (USD 9 million) which is allowable capital for the purposes of Capital Adequacy Ratio (CAR), Minimum Capital Requirement (MCR) and Leverage ratio. These funds can only be remitted back after prior approval of SBP. Currently, the Bank is in the process of seeking approval for converting the Capital Support Fund into Additional Tier I Capital.

As at 30 September 2026, the Minimum Capital Requirement (MCR) and Capital Adequacy Ratio (CAR) stood at Rs. 14.5 billion and 17.03% respectively.

2 BASIS OF PRESENTATION

These condensed interim financial statements have been prepared in conformity with the format of financial statements prescribed by the SBP vide BPRD Circular Letter No. 02 dated 09 February 2023 and the requirements of International Accounting Standard 34, "Interim Financial Reporting".

2.1 STATEMENT OF COMPLIANCE

2.1.1 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 34, "Interim Financial Reporting" 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 (ICAP) as are notified under the Companies Act, 2017;
- Provisions of, directives, and notifications 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 Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives and notifications issued by the SBP and the SECP differ with the requirements of the IAS 34 and IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives and notifications 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 26 August 2002 till further instructions. The SBP through BPRD Circular No. 04 of 2015 dated 25 February 2015 has also 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 12 June 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

2.1.2 These condensed interim financial statements do not include all the information and disclosures required for annual financial statements and should be read in conjunction with the annual audited financial statements of the Bank for the year ended 31 December 2025.

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

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

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

- IFRS 7, 'Financial Instruments: Disclosures' - SECP through S.R.O. 742(1)/2025 dated April 16 2025 has required disclosures regarding the significance of financial instruments to the Bank's financial position and performance, as well as the nature, extent, and management of risks arising from such instruments. Accordingly, the Bank will include such disclosures in its annual financial statements for the year ending December 31 2026. However, disclosure requirements of IFRS 7 do not apply to these condensed interim financial statements except for those specified in paragraph 16A(j) of IAS 34, 'Interim Financial Reporting' which have been disclosed in these condensed interim financial statements.

- Certain amendments to IFRS 7 'Financial Instruments: Disclosures' and IFRS 9 'Financial Instruments' have become applicable on the Bank which clarify the date of recognition and derecognition of a financial asset or financial liability.

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

2.3.1 There are certain new and amended standards, issued by the International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after 01 January 2027 but are considered not to be relevant or will not have any material effect on the Bank's condensed interim financial statements except for:

- the new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (published in April 2024) with an applicability date of 01 January 2027. The application of IFRS 18 will impact the presentation of the 'Statement of Profit and Loss Account' with certain additional disclosures as and when instructed by the SBP.

3. BASIS OF MEASUREMENT

3.1 Accounting convention

These condensed interim financial statements have been prepared under the historical cost convention except for non-banking assets acquired in satisfaction of claims which are stated at revalued amounts; investments classified at fair value through profit or loss and fair value through other comprehensive income; commitments in respect of foreign exchange contracts which are measured at fair value; defined benefit obligations are carried at present value; right-of-use assets and related lease liabilities which are measured at present value on initial recognition and staff financing is measured at fair value on initial recognition.

4. FUNCTIONAL AND PRESENTATION CURRENCY

Items included in these condensed interim financial statements are measured using the currency of the primary economic environment in which the Bank operates. The condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

5 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual audited financial statements of the Bank for the year ended 31 December 2025 except for changes mentioned in note 5.1 to these condensed interim financial statements.

5.1 IFRS 9 - 'Financial Instruments'

5.1.1 The Bank adopted IFRS 9 effective from 1 January 2024, except for certain relaxations and extensions issued by the SBP from time to time. The impact of these relaxations and extensions were incorporated in the annual audited financial statements of the Bank for the years ended 31 December 2024 and 2025, with the modified retrospective approach as permitted under IFRS 9.

5.1.2 In addition, the SBP, through a separate instruction vide BPRD/RPD/822456/25 dated 22 January, 2025, allowed an extension for the application of the Effective Profit Rate (EPR) up to 31 December 2025. During the current period, in accordance with the aforementioned instruction, the Bank has applied EPR on financial instruments except Islamic financing and related assets.

5.1.2. 'The following table reconciles the carrying amounts of financial instruments reported in accordance with the previous financial reporting framework with the carrying amounts reported under the new financial reporting framework.

Financial Assets / Liabilities	Carrying amount as at 31 December 2025	Impact of EPR	Carrying amount as at 01 January 2026
	(Rupees in '000)		
Cash and balances with treasury banks	25,614,941	-	25,614,941
Balances with other banks	1,724,589	-	1,724,589
Due from financial institutions	15,996,408	-	15,996,408
Investments	103,674,169	-	103,674,169
Islamic financing and related assets - net	135,966,429	-	135,966,429
Other assets *	14,599,067	(6,495)	14,592,572
Total financial assets	297,575,603	(6,495)	297,569,108
Bills payable	8,546,764	-	8,546,764
Due to financial institutions	4,377,721	-	4,377,721
Deposits and other accounts	259,643,089	-	259,643,089
Subordinated Mudaraba	3,124,241	-	3,124,241
Lease liabilities	3,606,386	-	3,606,386
Other liabilities *	10,054,371	(5,179)	10,049,192
Total financial liabilities	289,352,572	(5,179)	289,347,393
Net financial assets	8,223,031	(1,316)	8,221,715
Net non-financial assets	10,109,262	-	10,109,262
Deferred tax assets	3,720,563	(684)	3,719,879

Reconciliation of unappropriated profit

The impact of EPR on unappropriated profit as at 01 January 2026 is as follows:

Unappropriated profit	(Rupees in '000)
Closing balance as at 31 December 2025 - as reported	22,052,856
Impact of EPR	(1,316)
Less: related tax	684
Opening balance as at 01 January 2026 - as restated	22,052,224

** This represents financial assets and financial liabilities recorded in other assets and other liabilities respectively.*

5.1.3 The SBP has directed the Banks through its BPRD Circular Letter No. 01 dated 22 January 2025 to continue applying the existing revenue recognition methodoloHE, including the requirements of Islamic Financial Accounting Standards (IFAS), IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 been adopted in its entirety for revenue recognition from Islamic financing, profit / return earned on Islamic financing and related assets in the condensed interim statement of profit and loss account for the period ended 30 September 2026 would have been higher by Rs. 44.9 million on net basis and taxation would have been higher by Rs. 23.4 million. Further, unappropriated profit in the condensed interim statement of changes in equity would have been higher by Rs. 21.6 million.

6. CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The preparation of these condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses as well as in the disclosure of contingent liabilities. It also requires management to exercise judgment in application of its accounting policies. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised, if the revision affects only that period, or in the period of revision and in future periods if the revision affects both current and future periods.

The significant judgments made by the management in applying the Bank's accounting policies and the key sources of estimation were the same as those applied in the preparation of annual audited financial statements for the year ended 31 December 2025.

7. FINANCIAL RISK MANAGEMENT

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual financial statements of the Bank for the year ended 31 December 2025.

	Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
		---------- (Rupees in '000) ----------	
8. CASH AND BALANCES WITH TREASURY BANKS			
In hand			
Local currency		4,052,001	4,252,359
Foreign currencies		611,418	779,559
		4,663,419	5,031,918
With State Bank of Pakistan in			
Local currency current account		8,638,647	17,854,267
Foreign currency current account		1,343,865	1,930,773
	8.1	9,982,512	19,785,040
With National Bank of Pakistan in			
Local currency current accounts		292,031	798,441
		292,031	798,441
Less: Credit loss allowance held against cash and balances with treasury banks		(25)	(458)
Cash and balances with treasury banks - net of credit loss allowance		14,937,937	25,614,941

8.1 These include local and foreign currency amounts required to be maintained by the Bank with the SBP under the Banking Companies Ordinance, 1962 and /or stipulated by the SBP. These accounts are non-remunerative in nature.

	Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
		---------- (Rupees in '000) ----------	
9. BALANCES WITH OTHER BANKS			
In Pakistan			
In current accounts		100	100
In deposit accounts	9.1	8,171	11,649
		8,271	11,749
Outside Pakistan			
In current accounts		913,198	688,913
In deposit accounts	9.1	1,038,068	1,023,991
		1,951,266	1,712,904
Less: Credit loss allowance held against balances with other banks		(58)	(64)
Balances with other banks - net of credit loss allowance		1,959,479	1,724,589

9.1 These represent balances in the remunerative accounts maintained with financial institutions in Pakistan. The expected return on remunerative deposits ranges from 2.5% to 3.1% (31 December 2025: 2.75% to 4%) per annum.

	Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
10. DUE FROM FINANCIAL INSTITUTIONS		---------- (Rupees in '000) ----------	
Musharaka placements			
- with scheduled bank / financial institution - unsecured	10.1 & 10.4	10,700,000	14,500,000
Wakalah placements			
- with scheduled bank / financial institution - unsecured	10.1 & 10.4	-	1,500,000
	10.2	10,700,000	16,000,000
Less: Credit loss allowance held against due from financial institutions	10.3	(30)	(3,592)
Due from financial institutions - net of credit loss		10,699,970	15,996,408

10.1 The effective return on these placements range from 12% - 12.25% (31 December 2025: 10.4% - 10.6%) per annum. These placements will mature by October 2026 (31 December 2025: January 2026).

10.2 Particulars of due from financial institutions	30 September 2026 (Un-audited)	31 December 2025 (Audited)
	---------- (Rupees in '000) ----------	
In local currency	10,700,000	16,000,000
	10,700,000	16,000,000

10.3 Due from financial institutions - Particulars of credit loss allowance

		30 September 2026 (Un-audited)		31 December 2025 (Audited)	
		Due from financial institutions	Credit loss allowance	Due from financial institutions	Credit loss allowance
		---------- (Rupees in '000) ----------			
Domestic					
Performing	Stage 1	10,700,000	(30)	16,000,000	3,592
Under performing	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		-	-	-	-
		10,700,000	(30)	16,000,000	3,592

10.4 No securities have been held as collateral against placements due from financial institutions.

11 INVESTMENTS

11.1 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)							
Classified / measured at FVTPL								
Federal Government securities	161,194	-	(615)	160,579	9,631,274	-	(4,464)	9,626,810
Listed Shares	163,822	-	(114,264)	49,558	163,822	-	(116,546)	47,276
Non-Government debt securities	100,000	-	-	100,000	100,000	-	-	100,000
	425,016	-	(114,879)	310,137	9,895,096	-	(121,010)	9,774,086
Classified / measured at FVOCI								
Federal Government securities	133,893,699	-	(107,776)	133,785,923	91,241,589	-	83,789	91,325,378
Unlisted Shares	135,955	-	(39,896)	96,059	136,043	-	(48,579)	87,464
Non-government debt securities	945,350	(120,208)	963	826,105	1,237,384	(132,146)	13,027	1,118,265
Foreign securities	1,384,271	(39)	(4,588)	1,379,644	1,388,080	(266)	(18,838)	1,368,976
	136,359,275	(120,247)	(151,297)	136,087,731	94,003,096	(132,412)	29,399	93,900,083
Total investments	136,784,291	(120,247)	(266,176)	136,397,868	103,898,192	(132,412)	(91,611)	103,674,169

11.2 Investments by segment:

	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)							
Debt instruments								
Classified / measured at FVOCI								
Federal Government securities	133,893,699	-	(107,776)	133,785,923	91,241,589	-	83,789	91,325,378
Non-government debt securities	945,350	(120,208)	963	826,105	1,237,384	(132,146)	13,027	1,118,265
Foreign securities	1,384,271	(39)	(4,588)	1,379,644	1,388,080	(266)	(18,838)	1,368,976
	136,223,320	(120,247)	(111,401)	135,991,672	93,867,053	(132,412)	77,978	93,812,619
Classified / measured at FVTPL								
Federal Government securities	161,194	-	(615)	160,579	9,631,274	-	(4,464)	9,626,810
Non-government debt securities	100,000	-	-	100,000	100,000	-	-	100,000
	261,194	-	(615)	260,579	9,731,274	-	(4,464)	9,726,810
Equity instruments								
Classified / measured at FVOCI (non-reclassifiable)								
Shares								
Unlisted companies	135,955	-	(39,896)	96,059	136,043	-	(48,579)	87,464
	135,955	-	(39,896)	96,059	136,043	-	(48,579)	87,464
Classified / measured at FVTPL								
Shares								
Listed companies	163,822	-	(114,264)	49,558	163,822	-	(116,546)	47,276
	163,822	-	(114,264)	49,558	163,822	-	(116,546)	47,276
Total investments	136,784,291	(120,247)	(266,176)	136,397,868	103,898,192	(132,412)	(91,611)	103,674,169

11.3 Particlurs of credit loss allowance - against debt securities

	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)							
Non-government debt securities	3,158	14,837	102,213	120,208	2,690	27,243	102,213	132,146
Foreign securities	39	-	-	39	266	-	-	266
	3,197	14,837	102,213	120,247	2,956	27,243	102,213	132,412

11.3.1 Credit loss allowance against investments	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	(Rupees in '000)	
Opening balance	132,412	159,399
Charge / reversals		
Charge for the period / year	883	12,458
Reversal for the period / year	(13,048)	(30,203)
	(12,165)	(17,745)
Amounts written off / charged off	-	(9,242)
Closing balance	120,247	132,412

11.4 Particulars of credit loss allowance against debt securities - FVOCI

		30 September 2026 (Un-Audited)		31 December 2025 (Audited)	
		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
		(Rupees in '000)			
Domestic					
Performing	Stage 1	500,000	3,197	397,585	2,691
Underperforming	Stage 2	344,100	14,798	553,922	27,242
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		102,213	102,213	102,213	102,213
		102,213	102,213	102,213	102,213
Total		946,313	120,208	1,053,720	132,146
Overseas					
Performing	Stage 1	1,379,683	39	1,369,241	266
Underperforming	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		-	-	-	-
Total		1,379,683	39	1,369,241	266

11.5 Investment given as collateral - at market value	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		(Rupees in '000)	
- Ijarah Sukuk	19.7	29,992,500	-

12. ISLAMIC FINANCING AND RELATED ASSETS - NET

	Note	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)					
- Murabaha financing		3,890,684	1,099,831	1,463,045	1,744,518	5,353,729	2,844,349
- Advance against murabaha financing		260,749	95,978	373,277	124,120	634,026	220,098
- Export refinance under Islamic scheme		-	75,000	-	11,451	-	86,451
- Advance against export refinance under Islamic scheme		893,500	2,194,500	52,385	137,585	945,885	2,332,085
- Inventory against export refinance under Islamic scheme		375,000	315,900	-	-	375,000	315,900
- Diminishing musharaka and Ijarah financing		65,410,608	59,145,668	2,267,076	2,404,675	67,677,684	61,550,343
- Advance against diminishing musharaka finance		1,377,999	1,636,530	43,159	-	1,421,158	1,636,530
- Running musharaka		22,526,835	22,765,622	-	-	22,526,835	22,765,622
- Tijarah finance		365,000	6,653,023	18,772	12,850	383,772	6,665,873
- Advance against tijarah		1,560,000	2,924,780	164,459	171,959	1,724,459	3,096,739
- Tijarah inventory		2,380,525	188,000	47,000	15,500	2,427,525	203,500
- Over-due acceptances		-	-	406,192	468,726	406,192	468,726
- Payment against guarantee		3,776	3,776	30,202	29,581	33,978	33,357
- Payment against documents		84,249	4,476	-	-	84,249	4,476
- Salam financing		3,558,898	1,308,062	52,313	70,978	3,611,211	1,379,040
- Advance against salam		402,450	3,001,066	1,740,154	1,901,467	2,142,604	4,902,533
- Salam inventory		548,251	1,158,735	634,859	537,776	1,183,110	1,696,511
- Rahnuma travel financing		25,483	35,362	-	-	25,483	35,362
- Istisna finance		3,748,540	6,715,980	1,279,248	1,178,690	5,027,788	7,894,670
- Advance against istisna		12,030,434	22,783,519	1,824,046	2,317,721	13,854,480	25,101,240
- Istisna inventory		7,524,914	4,304,094	467,640	538,923	7,992,554	4,843,017
- Qarz-e-Hasna		55,779	55,310	61,770	61,513	117,549	116,823
Islamic financing and related assets - gross	12.1	127,023,674	136,465,212	10,925,597	11,728,033	137,949,271	148,193,245
Credit loss allowance against Islamic financing and related assets							
- Stage 1		(261,480)	(216,828)	-	-	(261,480)	(216,828)
- Stage 2		(218,782)	(308,096)	-	-	(218,782)	(308,096)
- Stage 3		(30,875)	(81,947)	(10,078,545)	(10,877,570)	(10,109,420)	(10,959,517)
		(511,137)	(606,871)	(10,078,545)	(10,877,570)	(10,589,682)	(11,484,441)
- General provision	12.3	(181,375)	(742,375)	-	-	(181,375)	(742,375)
Islamic financing and related assets - net of credit loss allowance		126,331,162	135,115,966	847,052	850,463	127,178,214	135,966,429

	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
	(Rupees in '000)	
12.1 Particulars of Islamic financing and related assets (Gross)		
In local currency	132,581,328	143,563,510
In foreign currencies	5,367,943	4,629,735
	137,949,271	148,193,245

12.2 Islamic financing and related assets include Rs. 10,925.597 million (31 December 2025: Rs. 11,728.033 million) which have been placed under non-performing / Stage 3 status as detailed below:

Category of classification in Stage 3	30 September 2026 (Un-audited)		31 December 2025 (Audited)	
	Non-performing Islamic financing and related assets	Credit loss allowance	Non-Performing Islamic financing and related assets	Credit loss allowance
	(Rupees in '000)			
Domestic				
Stage 3				
- Other assets especially mentioned (OAEM)	217,100	140,653	199,302	133,964
- Substandard	64,464	25,307	81,985	35,382
- Doubtful	100,022	54,524	670,737	441,466
- Loss	10,544,011	9,858,061	10,776,009	10,266,758
	10,925,597	10,078,545	11,728,033	10,877,570

12.3 Particulars of credit loss allowance against Islamic financing and related assets

	30 September 2026 (Un-audited)						31 December 2025 (Audited)					
	Stage 1	Stage 2	Stage 3	Specific	General	Total	Stage 1	Stage 2	Stage 3	Specific	General	Total
Note	(Rupees in '000)						(Rupees in '000)					
Opening balance	216,828	308,096	10,959,517	-	742,375	12,226,816	285,772	603,950	12,119,107	-	592,375	13,601,204
Charge for the period / year	174,804	144,437	1,379,209	-	-	1,698,450	170,530	212,740	1,207,785	-	150,000	1,741,055
Reversals for the period / year	(129,545)	(232,223)	(2,235,703)	-	(561,000)	(3,158,471)	(237,379)	(509,173)	(1,699,311)	-	-	(2,445,863)
	45,259	(87,786)	(856,494)	-	(561,000)	(1,460,021)	(66,849)	(296,433)	(491,526)	-	150,000	(704,808)
Amounts charged off	-	-	-	-	-	-	-	-	(682,482)	-	-	(682,482)
Provision / amounts charged off - agriculture financing	(607)	(1,528)	6,397	-	-	4,262	(2,095)	579	14,418	-	-	12,902
Closing balance	261,480	218,782	10,109,420	-	181,375	10,771,057	216,828	308,096	10,959,517	-	742,375	12,226,816

12.3.1 The above provision against non-performing Islamic financing has been computed after considering allowable forced sale value (FSV) of collateral amounting to Rs. 1,674.662 million (31 December 2025: Rs. 1,874.042 million). The FSV benefit recognised is not allowed for distribution of cash or stock dividend to shareholders and bonus to employees. The cumulative net FSV benefit recognised while computing the credit loss allowance against Islamic financing and related assets amounted to Rs. 909.227 million (31 December 2025: Rs. 634.089 million) and the amount net of tax is Rs. 436.429 million (31 December 2025: Rs. 298.022 million).

12.3.2 The Bank has maintained a general provision of Rs. 181.375 million (31 December 2025: Rs. 742.375 million) against financing made on a prudent basis, in view of prevailing economic conditions. This general provision is in addition to the requirements of Prudential Regulations and IFRS 9. This general provision can be maintained till 31 December, 2026 as allowed by SBP vide BPRD circular letter no.1 dated 22 January 2025.

12.4 Islamic financing and related assets - Particulars of credit loss allowance

	30 September 2026 (Un-audited)					31 December 2025 (Audited)				
	Expected credit loss allowance			General	Total	Expected credit loss allowance			General	Total
	Stage 1	Stage 2	Stage 3			Stage 1	Stage 2	Stage 3		
	(Rupees in '000)									
Opening balance - current year	216,828	308,096	10,959,517	742,375	12,226,816	285,772	603,950	12,119,107	592,375	13,601,204
New Islamic financing	142,971	95,739	976,449	-	1,215,159	167,633	112,877	58,823	150,000	489,333
Financing derecognised or repaid	(131,941)	(145,785)	(2,176,610)	(561,000)	(3,015,336)	(227,956)	(431,264)	(1,231,889)	-	(1,891,109)
Transfer to stage 1	77,517	(72,301)	(5,216)	-	-	46,717	(46,717)	-	-	-
Transfer to stage 2	(9,985)	43,022	(33,037)	-	-	(21,176)	21,748	(572)	-	-
Transfer to stage 3	(339)	(43,614)	43,953	-	-	(773)	(23,543)	24,316	-	-
	78,223	(122,939)	(1,194,461)	(561,000)	(1,800,177)	(35,555)	(366,899)	(1,149,322)	150,000	(1,401,776)
Amounts written off / charged off	-	-	-	-	-	-	-	(682,482)	-	(682,482)
Changes in risk parameters	(33,571)	33,626	344,363	-	344,418	(33,389)	71,045	672,214	-	709,870
Closing balance	261,480	218,783	10,109,419	181,375	10,771,057	216,828	308,096	10,959,517	742,375	12,226,816

12.5 Islamic financing and related assets - Category of classification

Category of classification		30 September 2026 (Un-audited)		31 December 2025 (Audited)	
		Outstanding amount	Credit loss allowance Held	Outstanding amount	Credit loss allowance Held
		(Rupees in '000)			
Domestic					
Performing	Stage 1	91,211,934	261,480	110,362,078	216,828
Underperforming	Stage 2	35,732,273	218,782	25,890,142	308,096
Underperforming (under cool off period)	Stage 3	79,467	30,875	212,992	81,947
Non-performing	Stage 3				
Other assets especially mentioned (OAEM)		217,100	140,653	199,302	133,964
Substandard		64,464	25,307	81,985	35,382
Doubtful		100,022	54,524	670,737	441,466
Loss		10,544,011	9,858,061	10,776,009	10,266,758
		10,925,597	10,078,545	11,728,033	10,877,570
General provision		-	181,375	-	742,375
Total		137,949,271	10,771,057	148,193,245	12,226,816

	Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
13 PROPERTY AND EQUIPMENT			
Capital work-in-progress	13.1	187,510	715,796
Property and equipment		3,568,547	2,905,894
		3,756,057	3,621,690
13.1 Capital work-in-progress			
Advances to suppliers and contractors for:			
- civil works		138,966	483,445
- computer hardware		48,544	232,351
Advance for purchase of property - related party		251,680	251,680
Provisions for impairment against advance for purchase of property		(251,680)	(251,680)
		-	-
Total capital work-in-progress		187,510	715,796

	30 September 2026	30 September 2025
	(Un-Audited)	
	(Rupees in '000)	
13.2 Additions to property and equipment		
The following additions have been made to property and equipment during the period:		
Capital work-in-progress	29,372	137,068
Property and equipment		
Building on leasehold land	334,920	122,447
Furniture and fixture	126,998	104,527
Electrical office and computer equipment	551,268	402,398
Vehicles	-	31,028
	1,013,186	660,400
Total	1,042,558	797,468

13.3 Disposal of property and equipment

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

Building on leasehold land	2,862	33
Furniture and fixture	312	302
Electrical office and computer equipment	146	151
Total	3,320	486

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		(Rupees in '000)	
14 RIGHT-OF-USE ASSETS			
At 1 January			
Cost		5,206,933	3,810,005
Accumulated depreciation		(1,933,360)	(1,512,077)
Net carrying amount at 1 January		3,273,573	2,297,928
Additions during the period / year		848,664	1,775,789
Depreciation charge during the period / year		(610,632)	(771,678)
Derecognition during the period / year		(140,915)	(29,445)
Modification during the period / year		(55,192)	979
Closing net carrying amount		3,315,498	3,273,573

14.1 These rental agreements pertains to the branches that are operating throughout Pakistan.

		30 September 2026 (Un-audited)	31 December 2025 (Audited)
		---------- (Rupees in '000) ----------	
15	**INTANGIBLE ASSETS**		
	Computer software	167,473	196,133
	Advance to suppliers against computer software	318,098	246,290
	Core deposits	5,850	58,500
	Brand	383,145	383,145
	Goodwill	396,117	396,117
		1,270,683	1,280,185
	Provision against advance to suppliers against computer software	(52,650)	(52,650)
		1,218,033	1,227,535

		30 September 2026 (Un-audited)	30 September 2025
		---------- (Rupees in '000) ----------	
15.1	**Additions to intangible assets**		
	The following additions have been made to intangible assets during the period:		
	Advance to suppliers against computer software	90,968	76,179
	Computer software	19,835	104,756
		110,803	180,935

15.2 There were no disposals of intangible assets during the periods ended 30 September 2026 and 30 September 2025.

		30 September 2026 (Un-audited)	31 December 2025 (Audited)
		---------- (Rupees in '000) ----------	
16	**DEFERRED TAX ASSETS**		
	Deductible temporary differences on:		
	- Fair value / credit loss allowance against assets	3,389,843	3,594,324
	- Deficit on revaluation of equity securities measured at FVTPL	59,737	62,925
	- Deficit on revaluation of equity securities measured at FVOCI	20,747	25,261
	- Deficit on revaluation of debt securities measured at FVOCI	57,927	-
	- Right-of-use assets	521,943	472,793
	- Workers welfare fund	276,982	253,313
		4,327,179	4,408,616
	Taxable temporary differences on:		
	- Surplus on revaluation of debt securities measured at FVOCI	-	(40,549)
	- Surplus on revaluation of non-banking assets	(365,967)	(389,750)
	- Accelerated tax depreciation	(302,564)	(257,754)
		(668,531)	(688,053)
		3,658,648	3,720,563

		Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
			---------- (Rupees in '000) ----------	
17	**OTHER ASSETS**			
	Profit / return accrued in local currency		7,891,594	4,909,140
	Profit / return accrued in foreign currency		55,423	38,924
	Advances, deposits, advance rent and other prepayments		731,133	620,249
	Advance taxation (payments less provision)		535,232	708,205
	Non-banking assets acquired in satisfaction of claims		2,013,108	1,194,698
	Branch adjustment account		-	48,555
	Mark to market gain on forward foreign exchange contracts		250,677	117,499
	Acceptances		2,081,781	3,145,823
	Fair value impact on financing		3,029,140	3,075,132
	Stamps and stationery		1,108	1,049
	Settlement account with State Bank of Pakistan		108,328	904,549
	Alternate delivery channel (ADC) settlement accounts		793,912	669,818
	Others		239,948	1,140,210
			17,731,384	16,573,851
	Less: Credit loss allowance / provisio held against other assets	17.1	(413,523)	(220,137)
	Other assets (Net of credit loss allowance / provision held)		17,317,861	16,353,714
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims		703,782	749,518
	Other assets - total		18,021,643	17,103,232

17.1 Credit loss allowance / provision held against other assets

	30 September 2026 (Un-audited)	31 December 2025 (Audited)
17.1.1 Credit loss allowance / provision held against other assets	(Rupees in '000)	
Profit receivable	14,946	25,383
Acceptances	1,777	1,622
	16,723	27,005
17.1.2 Provision held against other assets		
Fraud and forgeries	181,582	181,582
Non-performing receivables	84,958	11,550
Others	130,260	-
	396,800	193,132
	413,523	220,137

	30 September 2026 (Un-audited)	31 December 2025 (Audited)
17.2 Movement in credit loss allowance held against other assets	(Rupees in '000)	
Opening balance	220,137	243,396
Charge for the period / year	220,214	17,923
Reversals for the period / year	(21,279)	(38,688)
	198,935	(20,765)
Amount written off	(5,549)	(2,494)
Closing balance	413,523	220,137

18 BILLS PAYABLE

In Pakistan	9,674,305	8,546,764

	Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
19 DUE TO FINANCIAL INSTITUTIONS		(Rupees in '000)	
Secured			
Borrowings from State Bank of Pakistan			
- Under Islamic export refinance scheme	19.1	1,425,000	3,037,400
- Under Islamic temporary economic refinance facility for plant and machinery	19.2	949,741	1,088,431
- Under Islamic refinance facility for combating COVID-19	19.3	3,658	9,841
- Under Islamic financing facility for renewable energy	19.4	130,813	138,493
- Under Islamic refinance and credit guarantee scheme for Women entrepreneurs	19.5	10,442	14,275
- Under Islamic financing facility for storage of agricultural produce	19.6	113,713	89,281
- Under Shariah compliant open market operation	19.7	29,753,757	-
		32,387,124	4,377,721

19.1 The range of profit rates on these borrowings is 5.5% to 7.5% per annum (31 December 2025: 6.5% to 7% per annum). The maximum limit approved by SBP to the Bank under the Islamic export refinance scheme is Rs. 2,263 million (31 December 2025: Rs. 4,167 million). The Bank's current revolving refinance limit will be entirely phased out from SBP by the end of FY 2027. These contracts will mature between November 2026 to March 27 (31 December 2025: January 2026 to June 2026).

19.2 SBP vide its Circular No. 02 of 2020 had introduced an Islamic temporary economic refinance facility to support sustainable economic growth. The facility aims to provide concessionary finance for setting up of new industrial units through purchase of new imported and locally manufactured plant and machinery. The profit rate on these borrowings is 1% (31 December 2025: 1%) per annum. The maximum limit approved by SBP to the Bank under this scheme is Rs. 2,000 million (31 December 2025: Rs. 2,000 million). These contracts will mature between June 2028 to December 2033 (31 December 2025: February 2026 to December 2033).

19.3 SBP vide its Circular No. 04 of 2020 had introduced an Islamic refinance facility to combat the impact of COVID-19. The facility aims to provide long term finance for purchase of new imported and locally manufactured medical equipments to be used for combating COVID-19 by hospitals and medical centers registered with provincial / federal agencies. The maximum limit approved by SBP to the Bank under this scheme is Rs. 75 million (December 2025: Rs. 75 million). These contracts will mature between October 2026 to December 2026 (31 December 2025: September 2026 to December 2026).

19.4 The profit rate on these borrowings is 2% (31 December 2025: 2%) per annum. The maximum limit approved by SBP to the Bank is Rs. 168 million (31 December 2025: Rs. 168 million). Further, these contracts will mature between September 2031 to November 2035 (31 December 2025: September 2031 to November 2035).

19.5 SBP vide its IH&SMEFD Circular No. 05 of 2017 had introduced a refinance and credit guarantee scheme to improve access to finance for women entrepreneurs in the underserved areas of the country. The maximum limit approved by SBP to the Bank under this scheme is Rs. 100 million (31 December 2025: Rs. 100 million). These contracts will mature between May 2028 to June 2029 (31 December 2025: May 2028 to June 2029).

19.6 SBP vide its IH&SMEFD Circular No. 08 of 2010 had introduced a Financing Facility for Storage of Agricultural Produce (FFSAP) to encourage private sector to establish silos, warehouses and cold storages. The profit rate on these borrowings are 2% to 3.25% (31 December 2025: 2% to 3.25%) per annum. The maximum limit approved by SBP to the Bank under this scheme is Rs. 150 million (31 December 2025: Rs. 150 million). The contracts will mature between February 2029 to July 2030 (31 December 2025: February 2029 to July 2030).

19.7 These represents acceptance of funds by the Bank on Mudaraba basis and are secured against lien of the Bank's investment in Federal Government Securities.The profit rate on this borrowing is 11.56% (31 December 2025: Nil) per annum and are due to mature by October 2026.

20 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	47,280,551	7,211,282	54,491,833	62,829,277	9,168,117	71,997,394
Savings deposits	67,819,566	5,519,183	73,338,749	72,859,434	5,322,208	78,181,642
Term deposits	64,870,837	1,082,102	65,952,939	47,758,493	4,955,254	52,713,747
Margin accounts	4,332,405	-	4,332,405	5,771,623	-	5,771,623
	184,303,359	13,812,567	198,115,926	189,218,827	19,445,579	208,664,406
Financial institutions						
Current deposits	44,534	25,743	70,277	33,327	62,839	96,166
Savings deposits	42,223,173	1,150	42,224,323	50,881,355	1,162	50,882,517
	42,267,707	26,893	42,294,600	50,914,682	64,001	50,978,683
	226,571,066	13,839,460	240,410,526	240,133,509	19,509,580	259,643,089

21 LEASE LIABILITIES

	30 September 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	
Outstanding amount at the start of the period / year	3,606,386	2,476,776
Additions during the period / year	848,664	1,775,789
Finance charge for the period / year	384,043	495,778
Payments made during the period / year	(962,920)	(1,113,491)
Derecognition during the period / year	(122,684)	(29,445)
Modifications made during the period / year	(48,938)	979
Outstanding amount at the end of the period / year	**3,704,551**	**3,606,386**

21.1 Liabilities Outstanding

Not later than one year	579,449	599,623
Later than one year and upto five years	1,840,027	1,715,930
Over five years	1,285,075	1,290,833
Total at the period / year end	**3,704,551**	**3,606,386**

21.1.1 For the purpose of discounting, PKRV rates with a spread of 2.5% have been used.

22 SUBORDINATED MUDARABA

	Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
Tier II mudaraba sukuk - third issue	22.1	1,735,000	1,735,000
Additional Tier I capital	22.2	1,389,241	1,389,241
		3,124,241	3,124,241

22.1 In December 2021, the Bank issued regulatory shariah compliant unsecured, subordinated privately placed Tier-II sukuk (third issue) based on mudaraba of Rs. 1.735 billion as instruments of redeemable capital under section 66 of the Companies Act, 2017. A brief description of Tier-II sukuk (third issue) is as follows:

Credit rating	A+ by VIS Credit Rating Company Limited
Issue date	22 December 2021
Maturity date	21 December 2031
Tenor	10 years from the issue date
Profit payment frequency	Semi-annually in arrears
Redemption	Bullet payment at the end of the tenth year
Expected periodic profit amount (mudaraba profit amount)	Mudaraba profit is computed under the general depositors' pool on the basis of Profit Sharing Ratio (PSR) and monthly weightages announced by the Bank. Profit rate is 6 Months KIBOR + 1.5% per annum.
Call option	The Bank may call Tier-II sukuk with prior approval of SBP after completion of five years from the date of issue.
Loss absorbency	The Tier-II sukuk, at the option of the SBP, will be fully and permanently converted into common shares upon the occurrence of a Point of Non-Viability (PONV) trigger event as determined by SBP or for any other reason as may be directed by SBP.
Lock-in-clause	Profit and / or redemption amount can be held back in respect of the Tier-II sukuk, if such payment will result in a shortfall in the Bank's Minimum Capital Requirement (MCR) or Capital Adequacy Ratio (CAR) requirement.

22.2 In December 2018, the Bank issued regulatory shariah compliant unsecured, subordinated privately placed Additional Tier-I (ADT-1) capital based on mudaraba of Rs. 1.389 billion. A brief description of Additional Tier-I (ADT-1) capital is as follows:

Credit rating	Not rated
Issue date	26 December 2018
Tenor	Perpetual
Profit payment frequency	Monthly
Redemption	Perpetual
Expected periodic profit amount (mudaraba profit amount)	Mudaraba profit is computed under the general depositors' pool on the basis of Profit Sharing Ratio (PSR) and monthly weightages announced by the Bank. Profit rate is 1 Year KIBOR + 2.50% per annum.
Call option	The Bank may call ADT-1 Capital sukuk with prior approval of SBP after completion of five years from the date of issue.
Loss absorbency	The ADT-1 capital, at the option of the SBP, will be fully and permanently converted into common shares upon the occurrence of a Point of Non-Viability (PONV) trigger event as determined by SBP or for any other reason as may be directed by SBP.
Lock-in-clause	Profit and / or redemption amount can be held back in respect of the ADT-1 capital, if such payment will result in a shortfall in the Bank's minimum Capital Requirement (MCR) or Capital Adequacy Ratio (CAR) requirement.

	Note	30 September 2026 (Un-Audited)	31 December 2025 (Audited)
		-------- (Rupees in '000) --------	
23 OTHER LIABILITIES			
Return on deposits and other dues:			
- payable in local currency		1,890,189	1,805,631
- payable in foreign currencies		19,388	68,710
Unearned income		162,924	116,860
Accrued expenses		753,458	871,278
Advance payments		1,524,714	2,266,971
Acceptances		2,081,781	3,145,823
Dividend payable		242,307	220,598
Mark to market loss on forward foreign exchange contracts		206,160	161,392
Branch adjustment account		166,060	-
Payable to defined benefit plan		572,289	546,907
Charity fund balance		23,124	28,896
Security deposits against ijarah		62,827	64,004
Takaful payable against ijarah and diminishing musharakah assets		320,799	285,164
Workers welfare fund		532,657	487,140
Settlement account with State Bank of Pakistan		-	-
Alternate delivery channel (ADC) settlement accounts		42,298	37,828
Others		384,128	399,750
Credit loss allowance against off-balance sheet obligations	23.1	135,931	65,120
		9,121,034	10,572,072

23.1 Credit loss allowance against off-balance sheet obligations

Opening balance	65,120	135,221
Charge for the period / year	99,618	40,809
Reversals for the period / year	(28,807)	(110,910)
	70,811	(70,101)
Closing balance	135,931	65,120

		Note	30 September 2026 (Un-audited)	31 December 2025 (Audited)
			------(Rupees in '000)------	
24	**SURPLUS ON REVALUATION OF ASSETS - NET OF TAX**			
	(Deficit) / Surplus on revaluation of:			
	-Securities measured at FVOCI - Debt Securities	11.2	(111,401)	77,978
	-Securities measured at FVOCI - Equity security		(39,896)	(48,579)
	-Non-banking assets acquired in satisfaction of claims	17	703,782	749,518
			552,485	778,917
	Deferred tax on surplus / (deficit) on revaluation of :			
	-Securities measured at FVOCI - Debt securities		57,929	(40,549)
	-Securities measured at FVOCI - Equity security		20,746	25,261
	-Non-banking assets acquired in satisfaction of claims		(365,967)	(389,750)
			(287,292)	(405,038)
			265,193	373,879
25	**CONTINGENCIES AND COMMITMENTS**			
	-Guarantees	25.1	15,183,731	16,950,297
	-Commitments	25.2	92,370,238	64,211,245
	-Other contingent liabilities	25.3	8,406,479	8,399,305
			115,960,448	89,560,847
25.1	**Guarantees:**			
	Financial guarantees		52,433	72,228
	Performance guarantees		12,241,412	13,360,950
	Other guarantees		2,889,886	3,517,119
			15,183,731	16,950,297
25.2	**Commitments:**			
	Documentary letters of credit		15,886,606	16,477,605
	Commitments in respect of:			
	- forward foreign exchange contracts	25.2.1	37,214,367	23,893,587
	Commitments for acquisition of:			
	- property and equipment		8,455	105,843
	Other commitments	25.2.2	39,260,810	23,734,210
			92,370,238	64,211,245
25.2.1	**Commitments in respect of forward foreign exchange contracts**			
	Purchase		20,000,275	17,015,945
	Sale		17,214,092	6,877,642
			37,214,367	23,893,587
25.2.1.1	The maturities of the above contracts are spread over the period upto one year.			
25.2.2	**Other commitments**			
	Commitments in respect of financing	25.2.2.1	39,260,810	23,734,210
25.2.2.1	These represent commitments that are irrecoverable because they cannot be withdrawn at the discretion of the Bank without the risk of incurring significant penalty or expense.			
25.3	**Other contingent liabilities**			
	Claims against the Bank not acknowledged as debt		5,654,243	5,647,069
	Tax contingencies		2,752,236	2,752,236
			8,406,479	8,399,305

25.4 Tax contingencies

There is no change in the status of contingencies disclosed in note 25.4 to the annual, audited financial statements for the year ended 31 December 2025.

		Note	Nine months period ended 30 September 2026	30 September 2025
			(Un-audited)	
			(Rupees in '000)	
26	**PROFIT / RETURN EARNED**			
	Profit / return earned on:			
	- Islamic financing and related assets - net		11,322,662	9,513,299
	- Investments		8,594,169	11,432,060
	- Due from financial institutions		209,541	386,685
	- Balances with banks		483	4,377
			20,126,855	21,336,421
27	**PROFIT / RETURN EXPENSED**			
	Profit / return expensed on:			
	- Deposits		9,467,658	10,338,315
	- Borrowings		1,660,503	673,379
	- Conversion cost against foreign currency deposits / borrowings		210,290	294,461
	- Subordinated mudaraba		314,752	326,929
	- Finance charge on lease liability against right-of-use asset		384,043	387,393
	- SBP Islamic refinance schemes		199,340	378,519
			12,236,586	12,398,996
28	**FEE AND COMMISSION INCOME**			
	Branch banking customer fees		142,095	118,489
	Consumer finance related fees		70,411	73,355
	Debit card related fees and income		190,420	171,575
	Investment banking fees		26,410	37,814
	Commission on trade		245,895	253,008
	Commission on guarantees		62,070	75,357
	Commission on cash management		18,957	19,357
	Commission on remittances including home remittances		8,872	15,786
	Commission on bancatakaful		266	303
	Others		19,390	24,617
			784,786	789,661
29	**GAIN ON SECURITIES - NET**			
	Realised	29.1	37,428	189,390
	Unrealised - measured at FVTPL		6,131	9,722
			43,559	199,112
29.1	**Realised gain / (loss) on**			
	Federal Government securities		37,428	189,418
	Shares		-	(28)
			37,428	189,390
29.2	**Net gain on financial assets measured at FVTPL**			
	Designated upon initial recognition		28,525	40,763
	Mandatorily measured at FVTPL		-	-
			28,525	40,763
29.3	**Net gain on financial assets measured at FVOCI**		15,034	158,349
			43,559	199,112
30	**OTHER (LOSS) / INCOME**			
	Rent on property		34,085	14,775
	Gain on sale of property and equipment - net		4,543	2,140
	Gain on sale of non banking assets acquired in satisfaction of claims - net		1,783	-
	Loss on termination of Islamic financing and related assets		(32,963)	(3,969)
			7,448	12,946

		Note	Nine months period ended 30 September 2026	30 September 2025
			(Un-audited)	
			(Rupees in '000)	
31	**OPERATING EXPENSES**			
	Total compensation expense		3,645,303	3,354,762
	Property expense			
	Rent and taxes		76,636	56,373
	Takaful expense		43,765	38,317
	Utilities cost		378,444	340,429
	Security (including guards)	31.1	412,862	373,364
	Repair and maintenance (including janitorial charges)	31.1	184,424	152,904
	Depreciation		61,017	51,157
	Depreciation on right of use assets		610,632	594,602
	Depreciation - non banking assets		62,108	29,521
	Branch license fee		6,175	7,013
			1,836,063	1,643,680
	Information technology expenses			
	Software maintenance		702,555	505,570
	Hardware maintenance		47,963	44,090
	Depreciation		105,529	77,672
	Amortisation		48,484	57,303
	Network charges		88,294	104,343
	Mastercard association fee		234,203	205,786
			1,227,028	994,764
	Other operating expenses			
	Directors' fees and allowances		57,850	63,050
	Fees and allowances to Shariah Board		6,044	4,550
	Legal and professional charges		98,705	85,076
	Outsourced services costs	31.1	349,602	296,438
	Travelling and conveyance		331,611	272,384
	NIFT clearing charges		23,181	22,168
	Depreciation		148,404	113,137
	Amortisation		52,650	52,650
	Takaful and registration of Ijarah		21,456	16,805
	Training and development		31,932	36,655
	Postage and courier charges		27,797	25,765
	Communication		52,850	49,888
	Stationery and printing	31.1	133,400	146,003
	Marketing, advertisement and publicity		161,018	159,070
	Repair and maintenance		40,241	50,415
	Auditors' remuneration		49,790	37,423
	Depositors' protection		115,741	108,073
	Brokerage, commission and bank charges		135,771	151,199
	Others		154,474	115,946
			1,992,517	1,806,695
			8,700,911	7,799,901

31.1 These amounts include outsourcing services with regards to janitorial services, security services, contractual employees over third party contracts and printing activities.

		Nine months period ended	
		30 September 2026	30 September 2025
		---------- (Un-audited) ----------	
		---------- (Rupees in '000) ----------	
	Note		
32 OTHER CHARGES			
Penalties imposed by State Bank of Pakistan		607	2,358
33 (REVERSAL OF) / CHARGE AGAINST IN CREDIT LOSS ALLOWANCE / PROVISIONS AND WRITE OFFS - NET			
Reversal of credit loss allowance against balances with treasury banks		(433)	(47)
(Reversal) / credit loss allowance against balances with other banks		(6)	1,078
Reversal against due from financial institutions		(3,562)	114
Reversal of credit loss allowance against investments		(12,165)	(16,376)
Reversal of credit loss allowance against Islamic financing and related assets	11.3.1	(1,455,761)	(315,866)
Recovery against charged off Islamic financing and related assets	12.3	(2,414)	-
Provision against property and equipment		16,172	-
Credit loss allowance / (reversal) against other assets		193,386	(19,228)
Credit loss allowance / (reversal) against off balance sheet obligations	17.2	70,810	(16,820)
Write off against property and equipment	23.1	16,154	-
Write off against other assets		50,644	7,725
		(1,127,175)	(359,420)
34 TAXATION			
		1,053,461	1,626,653
Current tax - current period		-	321,706
- prior period		1,053,461	1,948,359
		180,343	(204,162)
Deferred tax expense / (income)		1,233,804	1,744,197
35 BASIC / DILUTED EARNINGS PER SHARE			
Profit after taxation for the period		996,517	1,639,063
		----------Number of shares----------	
Weighted average number of ordinary shares		1,373,962,760	1,373,962,760
		----------Rupees----------	
Basic / diluted earnings per share		0.73	1.19

36 FAIR VALUE MEASUREMENTS

Fair value measurement defines fair value as the price that would be received from the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of quoted securities other than those classified under the hold to collect model, is based on quoted market price. Quoted securities classified under hold to collect model are carried at amortised cost.

The fair value of fixed term Islamic financing and related assets, 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.

In the opinion of the management, the fair value of the remaining financial assets and liabilities is not significantly different from their carrying values since assets and liabilities are either short term in nature or, in the case of customer Islamic financing and deposits, are frequently repriced.

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); and

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

36.1 Fair value of financial assets

The following table provides the fair value measurement hierarchy of the Bank's assets:

On balance sheet financial instruments	30 September 2026			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets - measured at fair value				
Investments				
Federal Government securities	61,542,279	72,404,223	-	133,946,502
Non-government debt securities	-	926,105	-	926,105
Shares	49,558	-	96,059	145,617
Foreign securities	-	1,379,644	-	1,379,644
	61,591,837	74,709,972	96,059	136,397,868
Financial assets - disclosed but not measured at fair value				
Investments	-	-	-	-
	-	-	-	-
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	250,677	-	250,677
Forward sale of foreign exchange	-	206,160	-	206,160

On balance sheet financial instruments	31 December 2025 (Audited)			
	Level 1	Level 2	Level 3	Total
	(Rupees in '000)			
Financial assets - measured at fair value				
Investments				
Federal Government securities	25,421,591	75,530,597	-	100,952,188
Non-government debt securities	-	1,218,265	-	1,218,265
Shares	47,276	-	87,464	134,740
Foreign securities	-	1,368,976	-	1,368,976
	25,468,867	78,117,838	87,464	103,674,169
Financial assets - disclosed but not measured at fair value				
Investments	-	-	-	-
	-	-	-	-
Off-balance sheet financial instruments - measured at fair value				
Forward purchase of foreign exchange	-	117,499	-	117,499
Forward sale of foreign exchange	-	161,392	-	161,392

36.2 Valuation techniques used in determination of fair values

Particulars	Valuation approach and input used
Listed equity securities	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available on Pakistan Stock Exchange (PSX).
Federal government securities	The fair value of federal government securities are determined on the basis of rates / prices sourced from Reuters.The fair value of GoP Ijarah sukuks listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange. The fair value of other GoP Ijarah sukuks are derived using PKISRV rates. The PKISRV rates are announced by FMA (Financial Market Association) through Reuters. The rates announced are simple average of quotes received from eight different pre-defined / approved dealers / brokers.
Foreign securities	The fair value of foreign securities are denominated on the basis of rates taken from Bloomberg / Reuters.
Forward foreign exchange contracts	The valuation has been determined by interpolating the mid rates announced by State Bank of Pakistan.
Non-banking assets acquired in satisfaction of claims	The fair value of land and building are derived using the sale comparison approach. The sales value is determined by physically analysing the condition of land and building and by ascertaining the current market value of similar land, which is selling in near vicinity. Moreover, for buildings, the valuer has also considered prevailing current cost of construction for relevant type of civil work carried out thereon, wherever required.
Unquoted equity securities	The fair value of investment in unquoted equity security has been determined using the Market Approach - Comparable Companies Multiple (CCMM) method. A regression analysis was performed on the reported P/B against the latest twelve months (LTM) return on equity of comparable insurance companies to derive the appropriate valuation multiple. In determining fair value, a discount for lack of marketability (DLOM) has been applied to reflect the reduced liquidity of the investment.
Non-government debt securities	The valuation has been determined through closing rates announced by MUFAP.

36.2.1 Fair value of financial assets

a) **Financial instruments in level 1**
Financial instruments included in level 1 comprise of investments in ordinary shares of listed companies, listed GoP ijarah sukuks and listed non-government debt securities traded at Pakistan

b) **Financial instruments in level 2**
Financial instruments included in level 2 comprise of GoP Ijarah sukuks, foreign sukuks and non-government debt securities which are valued through FMA.

c) **Financial instruments in level 3**
Financial instruments included in level 3 comprises of unlisted ordinary shares and foreign share. Valuation techniques are mentioned in the table above.

36.2.2 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 occurred.

There were no transfers between levels 1 and 2 during the period.

The valuations of land and building, mentioned above, are conducted by the valuation experts appointed by the Bank who are also on the panel of the Pakistan Banks' Association (PBA). The valuation experts use a market based approach to arrive at the fair value of the Bank's properties. The market approach uses prices and other relevant information generated by market transactions involving identical or comparable or similar properties. These values are adjusted to reflect the current condition of the properties. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty; accordingly, a quantitative disclosure of sensitivity has not been presented in these condensed interim financial statements.

The sensitivity analysis of the fair value measurement of unquoted equity security due to changes in observable inputs has not been disclosed as the amount is not material and significant.

37 SEGMENT INFORMATION

37.1 Segment details with respect to business activities

	30 September 2026 (Un-audited)						
	Corporate Banking	Commercial and SME Banking	Retail and Consumer Banking	Trading and Sales	Others	Inter-segment Eliminations	Total
	(Rupees in '000)						
Condensed interim statement of profit and loss account							
Net profit / return earned	6,006,712	818,210	(2,953,676)	4,402,933	(383,910)	-	7,890,269
Inter segment revenue - net	-	-	10,971,841	-	838,207	(11,810,048)	-
Other income / (loss)	222,039	172,542	427,300	1,131,236	6,796	-	1,959,913
Total income	6,228,751	990,752	8,445,465	5,534,169	461,093	(11,810,048)	9,850,182
Segment direct expenses	(742,458)	(400,675)	(7,099,460)	(310,940)	(193,502)	-	(8,747,035)
Inter segment expense allocation	(4,017,894)	(1,218,244)	(1,619,309)	(4,954,601)	-	11,810,048	-
Total expenses	(4,760,352)	(1,618,919)	(8,718,769)	(5,265,541)	(193,502)	11,810,048	(8,747,035)
Reversal / (Provisions) against credit loss allowance	1,230,148	48,789	(52,942)	4,229	(103,049)	-	1,127,175
Profit / (Loss) before tax	2,698,547	(579,378)	(326,246)	272,857	164,541	-	2,230,321
Condensed interim statement of financial position							
Cash and balances with treasury banks	1,875,338	406,502	11,150,981	1,505,116	-	-	14,937,937
Balances with other banks	-	-	-	1,959,479	-	-	1,959,479
Due from financial institutions	-	-	-	10,699,970	-	-	10,699,970
Investments	921,659	-	-	135,476,209	-	-	136,397,868
Net inter segment lending	-	-	161,147,722	-	-	(161,147,722)	-
Islamic financing and related assets - performing	88,067,178	12,584,317	22,862,510	-	2,817,157	-	126,331,162
- non-performing	417,099	261,841	168,112	-	-	-	847,052
Others	3,973,329	1,138,276	8,007,423	7,374,037	9,476,814	-	29,969,879
Total assets	95,254,603	14,390,936	203,336,748	157,014,811	12,293,971	(161,147,722)	321,143,347
Bills payable	217,538	-	9,456,767	-	-	-	9,674,305
Due to financial institutions	2,246,781	386,586	-	29,753,757	-	-	32,387,124
Subordinated mudarba	-	-	-	-	3,124,241	-	3,124,241
Deposits and other accounts	27,970,412	6,406,566	165,004,633	41,028,915	-	-	240,410,526
Net inter segment borrowing	55,504,588	5,737,980	22,941,135	74,457,786	2,506,233	(161,147,722)	-
Others	2,575,820	841,615	2,949,263	665,226	5,793,661	-	12,825,585
Total liabilities	88,515,139	13,372,747	200,351,798	145,905,684	11,424,135	(161,147,722)	298,421,781
Equity	6,739,464	1,018,189	2,984,950	11,109,127	869,836	-	22,721,566
Total equity and liabilities	95,254,603	14,390,936	203,336,748	157,014,811	12,293,971	(161,147,722)	321,143,347
Contingencies and commitments	57,348,335	12,982,812	8,455	37,214,367	5,654,243	-	113,208,213

	30 September 2025 (Un-Audited)						
	Corporate Banking	Commercial and SME Banking	Retail and Consumer Banking	Trading and Sales	Others	Inter-segment Eliminations	Total
	(Rupees in '000)						
Condensed interim statement of profit and loss account							
Net profit / return earned	4,311,071	1,241,611	(3,526,251)	7,287,051	(376,057)	-	8,937,425
Inter segment revenue - net	-	-	11,275,187	-	663,822	(11,939,009)	-
Other income	248,356	201,732	392,259	1,115,373	-	-	1,957,720
Total income	4,559,427	1,443,343	8,141,195	8,402,424	287,765	(11,939,009)	10,895,145
Segment direct expenses	(341,728)	(318,577)	(6,912,714)	(129,488)	(168,798)	-	(7,871,305)
Inter segment expense allocation	(2,924,865)	(466,701)	(1,540,314)	(7,007,129)	-	11,939,009	-
Total expenses	(3,266,593)	(785,278)	(8,453,028)	(7,136,617)	(168,798)	11,939,009	(7,871,305)
Provisions / (Reversal) against credit loss allowance	651,620	(178,141)	55,815	(6,451)	(163,423)	-	359,420
(Loss) / Profit before tax	1,944,454	479,924	(256,018)	1,259,356	(44,456)	-	3,383,260

	31 December 2025 (Audited)						
	Corporate Banking	Commercial and SME Banking	Retail and Consumer Banking	Trading and Sales	Others	Inter-segment Eliminations	Total
	(Rupees in '000)						
Statement of Financial Position							
Cash and balances with treasury banks	2,808,147	710,141	17,396,144	4,700,509	-	-	25,614,941
Balances with other banks	-	-	-	1,724,589	-	-	1,724,589
Due from financial institutions	-	-	-	15,996,408	-	-	15,996,408
Investments	1,218,266	-	-	102,455,903	-	-	103,674,169
Net inter segment lending	-	-	127,800,265	-	-	(127,800,265)	-
Islamic financing and related assets - performing	98,179,967	15,270,258	19,099,209	-	2,566,532	-	135,115,966
- non-performing	394,257	282,728	173,478	-	-	-	850,463
Others	5,425,519	1,503,458	8,605,573	2,015,951	11,396,092	-	28,946,593
Total assets	108,026,156	17,766,585	173,074,669	126,893,360	13,962,624	(127,800,265)	311,923,129
Bills payable	74,564	-	8,472,200	-	-	-	8,546,764
Due to financial institutions	3,819,732	557,989	-	-	-	-	4,377,721
Subordinated mudarba	-	-	-	-	3,124,241	-	3,124,241
Deposits and other accounts	43,424,613	11,219,834	153,779,636	51,219,006	-	-	259,643,089
Net inter segment borrowing	49,345,892	3,612,874	-	66,182,741	8,658,758	(127,800,265)	-
Others	3,723,944	1,119,797	7,621,948	520,297	1,192,472	-	14,178,458
Total liabilities	100,388,745	16,510,494	169,873,784	117,922,044	12,975,471	(127,800,265)	289,870,273
Equity	7,637,411	1,256,091	3,200,885	8,971,316	987,153	-	22,052,856
Total equity and liabilities	108,026,156	17,766,585	173,074,669	126,893,360	13,962,624	(127,800,265)	311,923,129
Contingencies and commitments	42,460,893	14,701,219	73,768	23,893,587	8,431,380	-	89,560,847

38 RELATED PARTY TRANSACTIONS

The Bank has related Party transactions with its parent, employee benefit plans and its directors and Key Management Personnel.

The Banks enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

Details of transactions with related parties during the period, other than those which have been disclosed elsewhere in these condensed interim financial statements are as follows:

	30 September 2026 (Un-Audited)					31 December 2025 (Audited)				
	Parent	Directors	Key management personnel	Other related parties	Total	Parent	Directors	Key management personnel	Other related parties	Total
	(Rupees in '000)									
Islamic financing and related assets										
Opening balance	-	-	694,808	1,126	695,934	-	-	499,445	1,661	501,106
Addition during the period / year	-	-	109,024	-	109,024	-	-	406,635	-	406,635
Repaid during the period / year	-	-	(46,366)	(390)	(46,756)	-	-	(114,530)	(535)	(115,065)
Transfer in / out	-	-	(141,665)	-	(141,665)	-	-	(96,742)	-	(96,742)
Closing balance	-	-	615,801	736	616,537	-	-	694,808	1,126	695,934
Credit loss allowance / provision held against Islamic financing and related assets	-	-	63	-	63	-	-	83	-	83
Property and equipment										
Property and equipment	-	-	-	251,680	251,680	-	-	-	251,680	251,680
Provision for impairment	-	-	-	251,680	251,680	-	-	-	251,680	251,680
Other assets										
Profit receivable on Islamic financing and related assets	-	-	9,833	1	9,834	-	-	2,808	1	2,809
Credit loss allowance / provision held against other assets	-	-	2	-	2	-	-	-	-	-
Subordinated mudaraba	1,389,241	-	-	-	1,389,241	1,389,241	-	-	-	1,389,241
Deposits and other accounts										
Opening balance	16,874	91,603	37,759	1,453,010	1,599,246	16,840	71,976	36,505	664,376	789,697
Received during the period / year	-	189,973	375,067	827,036	1,392,076	46	111,421	539,196	1,538,583	2,189,246
Withdrawn during the period / year	(78)	(180,689)	(352,124)	(491,238)	(1,024,129)	-	(91,794)	(521,987)	(744,442)	(1,358,223)
Transfer in/out	-	-	(2,496)	-	(2,496)	(12)	-	(15,955)	(5,507)	(21,474)
Closing balance	16,796	100,887	58,206	1,788,808	1,964,697	16,874	91,603	37,759	1,453,010	1,599,246
Other liabilities										
Return payable on deposits	-	3,577	135	13,780	17,492	12	5,287	129	10,003	15,431
Return payable on Sub-ordinated debt	154,375	-	-	-	154,375	220,039	-	-	-	220,039
Payable in respect of defined benefit plan	-	-	-	-						
benefit plan	-	-	-	347,764	347,764	-	-	-	347,764	347,764
Other liabilities	-	-	-	657	657	-	-	-	657	657

	Nine month period ended 30 September 2026 (Un-audited)					Nine month period ended 30 September 2025 (Un-audited)				
	Parent	Directors	Key management personnel	Other related parties	Total	Parent	Directors	Key management personnel	Other related parties	Total
	(Rupees in '000)									
Related party transactions during the period										
Income										
Profit earned on Islamic financing and related assets	-	-	13,810	41	13,851	-	-	11,054	62	11,116
Expense and transactions										
Return on deposits expenses	-	8,784	1,042	110,153	119,979	-	11,112	1,208	35,719	48,039
Salaries, allowances and benefits	-	-	432,678	-	432,678	-	-	455,997	-	455,997
Director fee and other allowances	-	57,850	-	-	57,850	-	63,050	-	-	63,050
Commission expense	1,339	-	-	-	1,339	736	-	-	-	736
Shariah Board fee	-	-	-	6,044	6,044	-	-	-	4,550	4,550
Rent expense	-	-	-	48,461	48,461	-	-	-	45,398	45,398
Contribution to defined contribution plan	-	-	-	163,560	163,560	-	-	-	135,667	135,667
Contribution to defined benefit plan	-	-	-	166,857	166,857	-	-	-	116,682	116,682
Return on sub-ordinated loan	146,027	-	-	-	146,027	156,707	-	-	-	156,707

	30 September 2026 (Un-audited)	31 December 2025 (Audited)
	------ (Rupees in '000) ------	

39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	14,500,490	14,500,490
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	19,392,179	18,816,017
Eligible Additional Tier 1 (ADT 1) Capital	1,389,241	1,389,241
Total Eligible Tier 1 Capital	20,781,420	20,205,258
Eligible Tier 2 Capital	2,214,204	2,673,792
Total Eligible Capital (Tier 1 + Tier 2)	22,995,623	22,879,050
Risk Weighted Assets (RWAs):		
Credit Risk	101,196,753	99,187,506
Market Risk	3,683,416	2,424,489
Operational Risk	30,127,361	30,127,361
Total	135,007,530	131,739,356
Common Equity Tier 1 Capital Adequacy Ratio	14.36%	14.28%
Tier 1 Capital Adequacy Ratio	15.39%	15.34%
Total Capital Adequacy Ratio	17.03%	17.37%

The minimum capital adequacy ratio required by SBP as at 30 September, 2026 is 11.50% (31 December 2025: 11.50%).

Leverage Ratio (LR):		
Eligible Tier-1 Capital	20,781,420	20,205,258
Total Exposures	401,491,294	362,414,075
Leverage Ratio	5.18%	5.58%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	110,070,734	135,415,143
Total Net Cash Outflow	94,893,101	94,055,904
Liquidity Coverage Ratio	115.99%	143.97%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	162,459,868	205,551,486
Total Required Stable Funding	109,074,731	126,463,559
Net Stable Funding Ratio	148.94%	162.54%

40 CORRESPONDING FIGURES

Corresponding figures have been rearranged and reclassified, wherever necessary, to facilitate comparison and better presentation. There were no significant reclassifications / restatements during the period.

41 GENERAL

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

42 DATE OF AUTHORISATION

These condensed interim financial statements were authorised for issue on 27 October 2026 by the Board of Directors of the Bank.

Chief Executive Officer	Chief Financial Officer	Chairman	Director	Director