



BML

بنك مكرمه
Bank Makramah Ltd.

Form-3

Ref: BML/CSD/2025/02-12

Date: 28.02.2025

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
Karachi.

Subject: **FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2024**

Dear Sir,

We have to inform you that the Board of Directors of Bank Makramah Limited ('the Bank') in their 148th meeting held on Friday, February 28, 2025 at 11:00 a.m. at Karachi recommended the following:

(i)	CASH DIVIDEND	NIL
(ii)	BONUS SHARES	NIL
(iii)	RIGHT SHARES	NIL
(iv)	ANY OTHER ENTITLEMENT/ CORPORATE ACTION	NIL
(v)	ANY OTHER PRICE-SENSITIVE INFORMATION	NIL

The Audited Statements of Financial Position, Profit & Loss, Changes in Equity and Cash Flows, approved by the Board of Directors of the Bank for the year ended December 31, 2024 are enclosed herewith as Annexure "A".

The Annual General Meeting of the Bank will be held on March 27, 2025 at 11:00 a.m. at Serena Hotel, Islamabad.

The Share Transfer Books of the Bank will be closed from March 20, 2025 to March 27, 2025 (both days inclusive). Transfers received by our Shares Registrar, M/s. THK Associates (Private) Limited, Plot No. 32-C, Jami Commercial Street No. II, D.H.A, Phase-VII, Karachi at the close of business i.e. March 19, 2025 shall be treated in time for the purpose of entitlement to attend the said AGM.

The Annual report of the Bank will be transmitted through PUCARS at least 21 days before holding of the Annual General Meeting.


You may please inform the members of the Exchange accordingly.

Thanking you,

Yours truly,

For and on behalf of
Bank Makramah Limited




Assad Rabbani
Company Secretary

Encl.: As above

c.c.:

- The Additional Director / HOD, Primary Market Approvals and Development Department, Securities Market Division, Securities & Exchange Commission of Pakistan, NIC Building, 63, Jinnah Avenue, Blue Area, Islamabad.
- The Director, Banking Policy and Regulations Department, State Bank of Pakistan, I.I. Chundrigar Road, Karachi.
- The Director, Banking Supervision Department – 1, State Bank of Pakistan, I.I. Chundrigar Road, Karachi.

BANK MAKRAMAH LIMITED
UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
ASSETS			
Cash and balances with treasury banks	5	18,352,154	14,463,417
Balances with other banks	6	1,472,849	601,877
Lendings to financial institutions	7	9,697,187	-
Investments	8	175,012,164	179,899,952
Advances	9	15,618,918	18,735,149
Property and equipment	10	7,026,125	7,210,016
Right-of-use assets	11	2,601,271	2,721,205
Intangible assets	12	331,085	262,203
Deferred tax assets	13	25,668,564	23,255,236
Other assets	14	14,818,156	41,475,212
Total Assets		270,598,473	288,624,267
LIABILITIES			
Bills payable	16	1,900,496	2,162,537
Borrowings	17	89,892,925	130,369,330
Deposits and other accounts	18	186,014,625	156,960,280
Lease liabilities	19	3,284,402	3,348,737
Subordinated debt	20	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	21	6,159,847	7,100,434
Total Liabilities		288,747,810	301,436,833
NET ASSETS		(18,149,337)	(12,812,566)
REPRESENTED BY			
Share capital - net	22	30,500,208	30,500,208
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	23	4,290,745	3,970,837
Accumulated losses		(52,515,247)	(46,858,568)
		(18,149,337)	(12,812,566)
CONTINGENCIES AND COMMITMENTS			
	24		

The annexed notes 1 to 47 and annexure I and II form an integral part of these unconsolidated financial statements.

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 President / Chief Executive

 Chief Financial Officer

 Director

 Director

 Director

BANK MAKRAMAH LIMITED
UNCONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2024

	2024	2023
	----- (Rupees in '000) -----	
Mark-up / return / interest earned	38,923,020	31,700,037
Mark-up / return / interest expensed	43,009,125	34,286,621
Net Mark-up / interest expense	(4,086,105)	(2,586,584)
NON MARK-UP / INTEREST INCOME		
Fee and commission income	999,731	692,699
Dividend income	412	206
Foreign exchange income	494,232	1,078,834
Income / (loss) from derivatives	-	-
Gain / (loss) on securities	1,201,521	(1,303,591)
Net gains / (losses) on derecognition of financial assets measured at amortised cost	-	-
Other income	791,757	729,089
Total non-markup / interest income	3,487,653	1,197,237
Total income / (loss)	(598,452)	(1,389,347)
NON MARK-UP / INTEREST EXPENSES		
Operating expenses	8,080,694	7,146,413
Workers' welfare fund	-	-
Other charges	772	542
Total non-markup / interest expenses	8,081,466	7,146,955
Loss before credit loss allowance / provisions	(8,679,918)	(8,536,302)
Credit loss allowance / reversals and write offs - net	(1,415,507)	(1,145,472)
LOSS BEFORE TAXATION	(7,264,411)	(7,390,830)
Taxation	(2,048,491)	(2,072,214)
LOSS AFTER TAXATION	(5,215,920)	(5,318,616)
	----- (Rupee) -----	
Basic loss per share	(0.79)	(1.00)
Diluted loss per share	(0.79)	(1.00)

The annexed notes 1 to 47 and annexure I and II form an integral part of these unconsolidated financial statements.

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 President / Chief Executive

 Chief Financial Officer

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BANK MAKRAMAH LIMITED
UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2024

	Share capital		Capital reserves		Surplus / (deficit) on revaluation of			Accumulated losses	Total
	Issued, subscribed and paid up	Discount on issue of shares	Share premium	Reserve arising on amalgamation	Statutory reserve	Investments	Property & equipment / Non banking assets		
	(Rupees in '000)								
Balance as at January 01, 2023	26,381,510	(5,881,316)	1,000,000	(1,579,205)	154,162	(6,149)	3,295,706	708,079	(17,648,892)
Loss after taxation for year ended December 31, 2023	-	-	-	-	-	-	-	-	-
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	(5,318,616)
Transfer to statutory reserve	-	-	-	-	-	188,151	66,975	15,613	50,836
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(98,860)	-	98,860
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(23,611)	-	23,611
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(135,032)	-	135,032
Transfer from surplus on revaluation of property held for sale on disposal to accumulated losses	-	-	-	-	-	-	-	(40,035)	40,035
Transactions with owners, recorded directly in equity									
Issue of share capital	39,840,695	(29,840,681)	-	-	-	-	-	-	10,000,014
Share issuance cost	-	-	-	-	-	-	-	-	(166,647)
Balance as at January 01, 2024	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	182,002	3,105,178	683,657	(46,858,568)
Effect of adoption of IFRS 9 - ECL (net of tax) - Note 4.2	-	-	-	-	-	(60,943)	-	-	(585,069)
Loss after taxation for year ended December 31, 2024	-	-	-	-	-	-	-	-	(5,215,920)
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	8,240
Transfer to statutory reserve	-	-	-	-	-	657,095	(106,552)	(33,622)	8,240
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(55,590)	-	55,590
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(13,784)	-	13,784
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(13,418)	-	13,418
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	(53,278)	-	53,278
Balance as at December 31, 2024	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	778,154	2,862,556	650,035	(52,515,247)
									(18,149,337)

The annexed notes 1 to 47 and annexure I and II form an integral part of these unconsolidated financial statements.



 President / Chief Executive

 Chief Financial Officer

 Director

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BANK MAKRAMAH LIMITED
UNCONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2024

	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
CASH FLOW FROM OPERATING ACTIVITIES			
Loss before taxation		(7,264,411)	(7,390,830)
Less: Dividend income		(412)	(206)
		<u>(7,264,823)</u>	<u>(7,391,036)</u>
Adjustments:			
Depreciation on property and equipment	10.2	423,404	417,344
Depreciation on right-of-use assets	11	541,593	590,381
Depreciation on non-banking assets	14.1.1	63,091	62,083
Finance cost of lease liability	19 & 26	473,834	435,077
Amortization	12.2	39,876	24,192
Credit loss allowance / reversals and write offs - net		(1,414,940)	(1,144,744)
Gain on forward exchange contracts		(20,941)	(25,762)
Charge for defined benefit plan	30.1	87,781	69,649
Charge for employees compensated absences	30.1	46,042	21,310
Gain on termination of lease contracts under IFRS 16	29	(113,049)	(78,949)
Gain on sale of property and equipment	29	(65,412)	(518,675)
Gain on sale of non banking assets	29	(606,688)	-
Gain on partial sale of held for sale property	29	-	(116,794)
		<u>(545,409)</u>	<u>(264,888)</u>
		<u>(7,810,232)</u>	<u>(7,655,924)</u>
Decrease / (increase) in operating assets			
Lendings to financial institutions		(9,697,854)	10,141,557
Advances		3,581,762	1,882,124
Others assets (excluding advance taxation)		26,081,235	(30,551,593)
		<u>19,965,143</u>	<u>(18,527,912)</u>
(Decrease) / increase in operating liabilities			
Bills payable		(262,041)	168,950
Borrowings from financial institutions		(40,474,953)	105,705,774
Deposits		29,054,345	35,041,212
Other liabilities (excluding current taxation)		(1,203,829)	2,998,822
		<u>(12,886,478)</u>	<u>143,914,758</u>
Payment on account of staff retirement benefits		(45,530)	88,321
Income tax paid		(575,431)	(343,276)
Net cash (used in) / generated from operating activities		<u>(1,352,528)</u>	<u>117,475,967</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI		6,030,665	-
Net Investments in securities classified as available for sale securities		-	(126,022,986)
Dividends received		412	206
Investments in property and equipment		(274,832)	(272,743)
Investments in intangible assets		(108,758)	(142,789)
Proceeds from sale of property and equipment		100,555	741,240
Proceeds from sale of non-banking assets		1,213,512	-
Proceeds from partial sale of HFS pr		-	302,877
Net cash generated from / (used in) investing activities		<u>6,961,554</u>	<u>(125,394,195)</u>



	2024	2023
CASH FLOW FROM FINANCING ACTIVITIES	----- (Rupees in '000) -----	
Payments of lease obligations against right-of-use assets	(846,779)	(860,415)
Issue of share capital	-	10,000,014
Share issuance cost	-	(166,647)
Net cash (used in) / generated from financing activities	(846,779)	8,972,952
Increase in cash and cash equivalents	4,762,247	1,054,724
Cash and cash equivalents at the beginning of the year	15,058,899	14,004,175
Cash and cash equivalents at the end of the year	35 19,821,146	15,058,899

The annexed notes 1 to 47 and annexure I and II form an integral part of these unconsolidated financial statements.

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President / Chief Executive

Chief Financial Officer

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BANK MAKRAMAH LIMITED
CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2024

	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
ASSETS			
Cash and balances with treasury banks	5	18,352,157	14,463,419
Balances with other banks	6	1,475,100	603,944
Lendings to financial institutions	7	9,697,187	-
Investments	8	174,858,629	179,747,913
Advances	9	15,574,078	18,652,824
Property and equipment	10	7,072,251	7,239,725
Right-of-use assets	11	2,601,271	2,721,205
Intangible assets	12	333,599	264,723
Deferred tax assets	13	25,600,837	23,199,809
Other assets	14	15,031,166	41,644,440
Total Assets		270,596,275	288,538,002
LIABILITIES			
Bills payable	16	1,900,496	2,162,537
Borrowings	17	89,892,925	130,369,330
Deposits and other accounts	18	185,859,754	156,876,151
Liabilities against assets subject to finance lease	19	3,284,402	3,348,737
Subordinated debt	20	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	21	6,373,767	7,212,281
Total Liabilities		288,806,859	301,464,551
NET ASSETS		(18,210,584)	(12,926,549)
REPRESENTED BY			
Share capital - net	22	30,500,208	30,500,208
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	23	4,334,869	3,977,847
Accumulated losses		(52,620,618)	(46,979,561)
		(18,210,584)	(12,926,549)
CONTINGENCIES AND COMMITMENTS	24		

The annexed notes 1 to 47 and annexures I and II form an integral part of these consolidated financial statements.

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BANK MAKRAMAH LIMITED
CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2024

	Note	2024 ----- (Rupees in '000) -----	2023 ----- (Rupees in '000) -----
Mark-up / return / interest earned	25	38,915,403	31,698,151
Mark-up / return / interest expensed	26	42,988,609	34,275,517
Net mark-up / interest expense		(4,073,206)	(2,577,366)
NON MARK-UP / INTEREST INCOME			
Fee and commission income	27	1,117,445	762,719
Dividend income		8,136	3,484
Foreign exchange income		494,232	1,078,834
Income / (loss) from derivatives		-	-
Gain / (loss) on securities	28	1,214,358	(1,289,995)
Net gains / (losses) on derecognition of financial assets measured at amortised cost		-	-
Other income	29	792,329	727,211
Total non-markup / interest income		3,626,500	1,282,253
Total income / (loss)		(446,706)	(1,295,113)
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	30	8,192,340	7,236,596
Workers' welfare fund		-	-
Other charges	31	772	542
Total non-markup / interest expenses		8,193,112	7,237,138
Loss before credit loss allowance / provisions		(8,639,818)	(8,532,251)
Credit loss allowance / reversals and write offs - net	32	(1,414,642)	(1,145,472)
LOSS BEFORE TAXATION		(7,225,176)	(7,386,779)
Taxation	33	(2,023,729)	(2,060,055)
LOSS AFTER TAXATION		(5,201,447)	(5,326,724)
		----- (Rupee) -----	
Basic loss per share	34	(0.79)	(1.00)
Diluted loss per share	34	(0.79)	(1.00)

The annexed notes 1 to 47 and annexures I and II form an integral part of these consolidated financial statements.

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President / Chief Executive

Chief Financial Officer

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BANK MAKRAMAH LIMITED
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2024

	Share capital		Capital reserves		Statutory reserve	Surplus / (deficit) on revaluation of			Accumulated losses	Total
	Issued, subscribed and paid up	Discount on issue of shares	Share premium	Reserve arising on amalgamation		Investments	Property & equipment / Non banking assets	Property held for sale		
	(Rupees in '000)									
Balance as at January 01, 2023	26,381,510	(5,881,316)	1,000,000	(1,579,205)	154,162	(238)	3,295,706	708,079	(41,836,719)	(17,758,021)
Loss after taxation for the year ended December 31, 2023	-	-	-	-	-	-	-	-	(5,326,724)	(5,326,724)
Other comprehensive income - net of tax	-	-	-	-	-	189,250	66,975	15,613	52,991	324,829
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(98,860)	-	98,860	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(23,611)	-	23,611	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(135,032)	-	135,032	-
Transfer from surplus on revaluation of property held for sale on disposal to accumulated losses	-	-	-	-	-	-	-	(40,035)	40,035	-
Transactions with owners, recorded directly in equity										
Issue of share capital	39,840,695	(29,840,681)	-	-	-	-	-	-	-	10,000,014
Share issuance cost	-	-	-	-	-	-	-	-	-	(166,647)
Balance as at January 01, 2024	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	189,012	3,105,178	683,657	(46,979,561)	(12,926,549)
Effect of adoption of IFRS 9 - ECL (net of tax) - Note 4.2	-	-	-	-	-	(60,943)	-	-	(584,869)	(645,812)
Loss after taxation for the year ended December 31, 2024	-	-	-	-	-	-	-	-	(5,201,447)	(5,201,447)
Other comprehensive income - net of tax	-	-	-	-	-	694,581	(106,552)	(33,622)	8,817	563,224
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of investment at FVOCI on sale to accumulated losses	-	-	-	-	-	(372)	-	-	372	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(55,590)	-	55,590	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(13,784)	-	13,784	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(13,418)	-	13,418	-
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	(53,278)	-	53,278	-
Balance as at December 31, 2024	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	822,278	2,862,556	650,035	(52,620,618)	(18,210,584)

The annexed notes 1 to 47 and annexures I and II form an integral part of these consolidated financial statements.

President / Chief Executive

Chief Financial Officer

Director

Director

Director



BANK MAKRAMAH LIMITED
CONSOLIDATED CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2024

	Note	2024 ----- (Rupees in '000) -----	2023 -----
CASH FLOW FROM OPERATING ACTIVITIES			
Loss before taxation		(7,225,176)	(7,386,779)
Less: Dividend income		(8,136)	(3,484)
		<u>(7,233,312)</u>	<u>(7,390,263)</u>
Adjustments:			
Depreciation on property and equipment	10.2	424,445	417,915
Depreciation on right-of-use assets	30	541,593	590,381
Depreciation on non-banking assets	14.1.1	63,439	62,438
Finance cost of lease liability	26	473,834	435,077
Amortization	12.2	39,882	24,201
(Reversals) / provision and write-offs excluding recoveries		(1,414,075)	(1,144,744)
(Gain) / Loss on forward exchange contracts		(20,941)	(25,762)
Charge / (Reversal) for defined benefit plan	30.1	88,803	70,748
Charge for employees compensated absences	30.1	46,789	22,318
Gain on termination of lease contracts under IFRS 16	29	(113,049)	(78,949)
Gain on sale of property and equipment	29	(65,163)	(518,680)
Gain on sale of non banking assets	29	(606,688)	-
Gain on partial sale of HFS property	29	-	(116,794)
Unrealised gain - FVTPL	8.1	-	6,226
		<u>(541,131)</u>	<u>(255,625)</u>
		<u>(7,774,443)</u>	<u>(7,645,888)</u>
Decrease / (increase) in operating assets			
Lendings to financial institutions		(9,697,854)	10,141,557
Held-for-trading securities		38,369	(44,595)
Advances		3,544,339	1,965,490
Others assets (excluding advance taxation)		26,044,999	(30,605,895)
		<u>19,929,853</u>	<u>(18,543,443)</u>
(Decrease) / increase in operating liabilities			
Bills Payable		(262,041)	168,950
Borrowings from financial institutions		(40,474,953)	105,705,774
Deposits		28,983,603	35,014,689
Other liabilities (excluding current taxation)		(1,101,843)	3,035,405
		<u>(12,855,234)</u>	<u>143,924,818</u>
Payments on account of staff retirement benefits		(46,635)	89,093
Income tax paid		(596,514)	(351,476)
Net cash (used in) / generated from operating activities		<u>(1,342,973)</u>	<u>117,473,104</u>



CASH FLOW FROM INVESTING ACTIVITIESNote

2024	2023
----- (Rupees in '000) -----	

	2024	2023
Net Investments in securities classified as FVOCI	6,031,278	-
Net investments in available-for-sale securities	-	(126,022,987)
Dividends received	8,136	3,484
Investments in property and equipment	(292,860)	(272,822)
Investments in intangible assets	(108,758)	(142,789)
Proceeds from sale of property and equipment	100,876	741,834
Proceeds from sale of non-banking assets	1,213,512	-
Proceeds from partial sale of HFS property	-	302,877
Net cash generated from / (used in) investing activities	6,952,184	(125,390,403)

CASH FLOW FROM FINANCING ACTIVITIES

Payment of lease liability against right-of-use assets	(846,779)	(860,415)
Issue of share capital	-	10,000,014
Share issuance cost	-	(166,647)
Net cash (used in) / generated from financing activities	(846,779)	8,972,952
Increase in cash and cash equivalents	4,762,432	1,055,653
Cash and cash equivalents at beginning of the year	15,060,968	14,005,315
Cash and cash equivalents at end of the year	35 <u>19,823,400</u>	<u>15,060,968</u>

The annexed notes 1 to 47 and annexures I and II form an integral part of these consolidated financial statements.

YA

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President / Chief Executive_____
Chief Financial Officer_____
Director_____
Director_____
Director