



**Meezan Bank**  
The Premier Islamic Bank



Best Bank  
2018, 2020 & 2023  
Pakistan Banking Awards

**FORM-7**

April 21, 2025

MEBL/CS/PSX-20/035/2025

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

Dear Sir,

السلام عليكم

**FINANCIAL RESULTS FOR THE QUARTER ENDED MARCH 31, 2025**

We have to inform you that the Board of Directors of our Bank in their meeting held on April 21, 2025 at 10:00 a.m. (PST) at Karachi, Pakistan, recommended the following

**i. CASH DIVIDEND**

An interim Cash Dividend for the quarter ended March 31, 2025 at **Rs. 7/-** per share i.e. **70%**. This is in addition to interim Dividend(s) already paid at Rs. **NIL** per share i.e. **NIL%**.

**AND/OR**

**ii. BONUS SHARES**

It has been recommended by the Board of Directors to issue Bonus Shares in the proportion of **NIL** share(s) for every **NIL** share(s) held i.e. **NIL %**. This is in addition to the interim Bonus Shares already issued @ **NIL**.

**AND/OR**

**iii. RIGHT SHARES**

The Board has recommended to issue **NIL %** Right Shares at par/at a discount / premium of Rs. **NIL** per shares in proportion of **NIL** share(s) for every **NIL** share(s). The entitlement of right shares being declared simultaneously will be / will not be applicable on Bonus Shares as declared above.

**AND/OR**

**iv. ANY OTHER ENTITLEMENT/CORPORATE ACTION**

-----NIL-----

**AND/OR**

**v. ANY OTHER PRICE-SENSITIVE INFORMATION**

-----NIL-----

**Meezan Bank Ltd.**

**Head Office :** Meezan House, C-25, Estate Avenue, SITE, Karachi - Pakistan.  
**PABX:** (92-21) 38103500 **UAN:** 111-331-331 & 111-331-332 [www.meezanbank.com](http://www.meezanbank.com)

**Page No. 1**



*Reference: Letter No. MEBL/CS/PSX-20/035/2025 dated April 21, 2025*

The financial results of the Bank, comprising the Standalone and Consolidated Statements of Financial Position, Statements of Profit and Loss, Statements of Changes in Equity, and Statements of Cash Flows for the quarter ended March 31, 2025 are enclosed herewith as:

- **Annexure – ‘A’ (Standalone)**
- **Annexure – ‘B’ (Consolidated)**

The complete set of Unconsolidated and Consolidated Accounts as of March 31, 2025 are also enclosed herewith as **Annexure – ‘C’**

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on **April 30, 2025**.

The Share Transfer Books of the Bank will be closed from **May 2, 2025** to **May 4, 2025** (both days inclusive). Transfers received at our Shares Registrar, **M/s. THK Associates (Pvt.) Ltd., Plot No. 32-C, Jami Commercial Street 2, D.H.A Phase VII, Karachi, 75500, Pakistan**, at the close of business on **April 30, 2025** will be treated in time for the purpose of above entitlement to the transferees.

The Quarterly Report of the Bank for the period ended **March 31, 2025** will be transmitted through PUCARS separately, within the specified time.

Yours truly,

A handwritten signature in blue ink, appearing to read 'Muhammad Sohail Khan', is written over a horizontal line.

**Muhammad Sohail Khan**  
Company Secretary

**Cc:**

**Executive Director/HOD,**  
Offsite-II Department,  
Supervision Division,  
Securities & Exchange Commission of Pakistan,  
63, NIC Building, Jinnah Avenue, Blue Area,  
Islamabad.

Encls. As above

**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2025**

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
------(Rupees in '000)-----			
<b>ASSETS</b>			
Cash and balances with treasury banks	6	258,906,808	260,734,258
Balances with other banks	7	11,439,091	13,424,950
Due from financial institutions	8	36,464,297	34,964,299
Investments	9	2,050,138,755	1,870,535,620
Islamic financing and related assets	10	1,400,324,981	1,514,755,936
Property and equipment	11	47,594,178	46,847,734
Right-of-use assets	12	20,829,579	21,230,197
Intangible assets	13	2,889,072	2,896,880
Deferred tax asset		-	-
Other assets	14	197,825,901	135,021,456
<b>Total Assets</b>		<b>4,026,412,662</b>	<b>3,900,411,330</b>
<b>LIABILITIES</b>			
Bills payable	15	50,155,739	112,605,407
Due to financial institutions	16	611,209,160	722,286,318
Deposits and other accounts	17	2,880,267,566	2,584,871,300
Lease liability against right-of-use assets	18	26,000,941	25,848,322
Sub-ordinated sukuk	19	20,990,000	20,990,000
Deferred tax liabilities	20	1,888,884	14,211,335
Other liabilities	21	188,533,810	172,614,356
<b>Total Liabilities</b>		<b>3,779,046,100</b>	<b>3,653,427,038</b>
<b>NET ASSETS</b>		<b>247,366,562</b>	<b>246,984,292</b>
<b>REPRESENTED BY</b>			
Share capital		17,947,407	17,947,407
Reserves		50,364,326	48,002,267
Surplus on revaluation of assets - net of tax	22	12,662,937	22,141,192
Unappropriated profit		166,391,892	158,893,426
		<b>247,366,562</b>	<b>246,984,292</b>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	23		

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

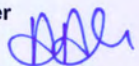
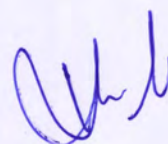
Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer




**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Note	Quarter ended March 31, 2025	Quarter ended March 31, 2024
----- (Rupees in '000) -----			
Profit / return earned on Islamic financing and related assets, investments and placements	24	107,616,529	119,204,838
Profit / return on deposits and other dues expensed	25	45,826,118	51,943,578
Net profit / return		61,790,411	67,261,260
<b>OTHER INCOME</b>			
Fee and Commission Income	26	5,530,562	5,048,904
Dividend income		707,136	442,647
Foreign Exchange Income / (Loss)		1,595,898	477,930
Gain / (loss) on securities	27	11,165	60,100
Net gains on derecognition of financial assets measured at amortised cost		-	-
Other income	28	333,041	327,973
Total other income		8,177,802	6,357,554
<b>Total income</b>		69,968,213	73,618,814
<b>OTHER EXPENSES</b>			
Operating expenses	29	18,610,639	19,956,911
Workers Welfare Fund		1,016,000	1,118,616
Other charges	30	4,606	132,596
Total other expenses		19,631,245	21,208,123
Profit before credit loss allowance / provisions		50,336,968	52,410,691
Credit loss allowance and write offs - net	31	1,858,380	263,010
Extra ordinary / unusual items		-	-
<b>PROFIT BEFORE TAXATION</b>		48,478,588	52,147,681
Taxation	32	26,430,990	27,205,006
<b>PROFIT AFTER TAXATION</b>		22,047,598	24,942,675
----- Rupees -----			
Basic earnings per share	33	12.28	14.01
Diluted earnings per share	34	12.22	13.95

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer





## Annexure 'A' - Standalone

Letter Reference No. MEBL/CS/PSX-20/035/2025 dated April 21, 2025

**MEEZAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Capital reserves					Revenue reserves	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
	Share capital	Share premium	Statutory reserve*	Non Distributable Capital Reserve - Gain on Bargain Purchase	Employee share option compensation reserve	General reserve	Investments	Non-banking Assets		
(Rupees in '000)										
Balance as at January 01, 2024	17,912,532	2,626,441	30,617,082	3,117,547	654,321	66,766	10,920,597	-	118,992,231	184,907,517
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	-	-	1,188,390	-	25,760	1,214,150
Profit after taxation for the quarter ended March 31, 2024	-	-	-	-	-	-	-	-	24,942,675	24,942,675
Other Comprehensive loss for the quarter ended March 31, 2024 - net of tax										
- Movement in deficit on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	(1,454,786)	-	-	(1,454,786)
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(30,651)	-	-	(30,651)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(61,393)	-	61,393	-
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	79,188	-	-	79,188
Total other comprehensive loss - net of tax	-	-	-	-	-	-	(1,467,642)	-	61,393	(1,406,249)
Recognition of share based compensation	-	-	-	-	108,854	-	-	-	-	108,854
Other appropriations										
Transfer to statutory reserve*	-	-	2,494,268	-	-	-	-	-	(2,494,268)	-
Transactions with owners recognised directly in equity										
Final cash dividend for the year 2023 @ Rs 8 per share	-	-	-	-	-	-	-	-	(14,330,026)	(14,330,026)
Balance as at March 31, 2024	17,912,532	2,626,441	33,111,350	3,117,547	763,175	66,766	10,641,345	-	127,197,765	195,436,921
Profit after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	-	-	76,564,849	76,564,849
Other Comprehensive income for the nine months period ended December 31, 2024 - net of tax										
- Movement in surplus on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	11,546,474	-	-	11,546,474
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(1,582,829)	-	-	(1,582,829)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(615,745)	-	615,745	-
Remeasurement loss on valuation of employee retirement benefits	-	-	-	-	-	-	-	-	(208,738)	(208,738)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	2,151,947	-	-	2,151,947
Total other comprehensive income - net of tax	-	-	-	-	-	-	11,499,847	-	407,007	11,906,854
Recognition of share based compensation	-	-	-	-	481,923	-	-	-	-	481,923
Other appropriations										
Transfer to statutory reserve*	-	-	7,656,484	-	-	-	-	-	(7,656,484)	-
Transactions with owners recognised directly in equity										
First interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,538,773)	(12,538,773)
Second interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	(12,563,185)
Third interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	(12,563,185)
	-	-	-	-	-	-	-	-	(37,665,143)	(37,665,143)
Issue of 3,487,520 shares under the Employees shares option scheme	34,875	477,812	-	-	(299,231)	-	-	-	45,432	258,888
Balance as at December 31, 2024	17,947,407	3,104,253	40,767,834	3,117,547	945,867	66,766	22,141,192	-	158,893,426	246,984,292







## Annexure 'A' - Standalone

Letter Reference No. MEBL/CS/PSX-20/035/2025 dated April 21, 2025

**MEEZAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

Share capital	Capital reserves				Revenue reserves	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
	Share premium	Statutory reserve*	Non Distributable Capital Reserve - Gain on Bargain Purchase	Employee share option compensation reserve	General reserve	Investments	Non-banking Assets		

(Rupees in '000)

Balance as at December 31, 2024 17,947,407 3,104,253 40,767,834 3,117,547 945,867 66,766 22,141,192 - 158,893,426 246,984,292

Profit after taxation for the quarter ended March 31, 2025 - - - - - - - - 22,047,598 22,047,598

Other Comprehensive loss for the quarter ended  
March 31, 2025 - net of tax

↳ Movement in deficit on revaluation of investments  
in debt instruments at FVOCI - net of tax

↳ Gain on derecognition of Debt investments at FVOCI  
- reclassified to profit or loss - net of tax

Transfer from revaluation of assets to unappropriated  
profit - net of tax

↳ Movement in surplus on revaluation of investments  
in equity instruments at FVOCI - net of tax

Total other comprehensive loss - net of tax

-	-	-	-	-	-	(9,371,091)	-	-	(9,371,091)
-	-	-	-	-	-	(5,180)	-	-	(5,180)
-	-	-	-	-	-	(218,813)	-	218,813	-
-	-	-	-	-	-	116,829	-	-	116,829
-	-	-	-	-	-	(9,478,255)	-	218,813	(9,259,442)

Recognition of share based compensation - - - - 157,299 - - - - 157,299

**Other appropriations**

Transfer to statutory reserve\* - - 2,204,760 - - - - (2,204,760) -

**Transactions with owners recognised directly in equity**

Final cash dividend for the year 2024 @ Rs 7 per share - - - - - - - (12,563,185) (12,563,185)

Balance as at March 31, 2025 17,947,407 3,104,253 42,972,594 3,117,547 1,103,166 66,766 12,662,937 - 166,391,892 247,366,562

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

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer





**MEEZAN BANK LIMITED****CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2025**

	Note	Quarter ended March 31, 2025	Quarter ended March 31, 2024
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before taxation		48,478,588	52,147,681
Less: Dividend income		(707,136)	(442,647)
		<u>47,771,452</u>	<u>51,705,034</u>
<b>Adjustments:</b>			
Depreciation	29	1,629,464	1,328,625
Net profit / return		(62,780,973)	(68,146,739)
Amortisation	29	174,676	154,995
Non cash items related to right-of-use assets	25 & 29	1,701,131	1,507,000
Credit loss allowance and write offs - net	31	1,858,380	263,010
Share based compensation expense	38	157,299	108,854
Unrealised gain - FVTPL	27	(144)	-
Gain on sale of property and equipment	28	(152,749)	(150,402)
		<u>(57,412,916)</u>	<u>(64,934,657)</u>
		<u>(9,641,464)</u>	<u>(13,229,623)</u>
<b>(Increase) / decrease in operating assets</b>			
Due from financial institutions		(1,500,000)	-
Islamic financings and related assets		112,286,504	61,134,897
Other assets		(9,533,839)	(5,906,876)
		<u>101,252,665</u>	<u>55,228,021</u>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		(62,449,668)	(385,912)
Due to financial institutions		(111,858,631)	(44,807,668)
Deposits and other accounts		295,396,266	52,597,630
Other liabilities		(12,305,903)	(6,562,493)
		<u>108,782,064</u>	<u>841,557</u>
		<u>200,393,265</u>	<u>42,839,955</u>
Net profit / return received		55,645,222	76,819,551
Net profit / return paid		(46,447,074)	(51,538,053)
Income tax paid		(11,862,759)	(20,654,838)
<b>Net cash generated from operating activities</b>		<u>197,728,654</u>	<u>47,466,615</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net (investments) / redemption in amortized cost securities		(33,209)	18,618
Net (investments) / redemption in securities classified as FVOCI		(201,994,398)	(54,125,726)
Net (investments) / redemption in securities classified as FVTPL		2,678,599	3,189,096
Net (investments) / redemption in subsidiaries		-	(1,000,000)
Dividends received		707,136	442,647
Investments in property and equipment		(2,826,972)	(4,286,505)
Investments in intangible assets		(166,868)	(61,702)
Proceeds from sale of property and equipment		323,188	246,876
<b>Net cash used in investing activities</b>		<u>(201,312,524)</u>	<u>(55,576,696)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Payment of lease liability against right-of-use assets		(1,147,894)	(996,129)
Dividend paid		(530)	(370)
<b>Net cash used in financing activities</b>		<u>(1,148,424)</u>	<u>(996,499)</u>
<b>Decrease in cash and cash equivalents</b>		<u>(4,732,294)</u>	<u>(9,106,580)</u>
ECL impact of IFRS 9 on cash and cash equivalents		(1,990)	(43,831)
Cash and cash equivalents at the beginning of the quarter	35	272,075,918	251,384,492
<b>Cash and cash equivalents at the end of the quarter</b>	35	<u>267,341,634</u>	<u>242,234,081</u>

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer





**MEEZAN BANK LIMITED****CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION****AS AT MARCH 31, 2025**

March 31, 2025 (Unaudited) 2025	December 31, 2024 (Audited) 2024
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(Rupees in '000)

**ASSETS**

Cash and balances with treasury banks	259,164,353	260,873,367
Balances with other banks	11,322,871	13,290,726
Due from financial institutions	36,464,297	34,964,299
Investments	2,058,700,752	1,878,852,841
Islamic financing and related assets	1,400,324,981	1,514,755,936
Property and equipment	47,988,240	47,226,503
Right-of-use assets	21,219,825	21,622,622
Intangible assets	2,952,946	2,960,432
Deferred tax asset	-	-
Other assets	198,524,182	135,980,074
<b>Total Assets</b>	<b>4,036,662,447</b>	<b>3,910,526,800</b>

**LIABILITIES**

Bills payable	50,155,739	112,605,407
Due to financial institutions	611,209,160	722,286,318
Deposits and other accounts	2,879,975,431	2,584,583,671
Lease liability against right-of-use assets	26,434,194	26,286,276
Sub-ordinated sukuk	20,990,000	20,990,000
Deferred tax liabilities	3,188,424	15,530,758
Other liabilities	190,676,316	174,614,150
<b>Total Liabilities</b>	<b>3,782,629,264</b>	<b>3,656,896,580</b>

**NET ASSETS**

254,033,183	253,630,220
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**REPRESENTED BY**

Share capital	17,947,407	17,947,407
Reserves	50,388,642	48,026,583
Surplus on revaluation of assets - net of tax	12,662,937	22,141,192
Unappropriated profit	171,159,100	163,601,395
	<b>252,158,086</b>	<b>251,716,577</b>
<b>Non- Controlling Interest</b>	<b>1,875,097</b>	<b>1,913,643</b>
	<b>254,033,183</b>	<b>253,630,220</b>

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

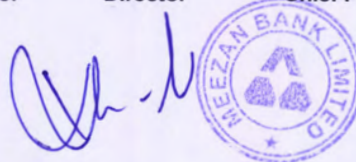
Chairman

President and  
Chief Executive Officer

Director

Director

Chief Financial Officer





**MEEZAN BANK LIMITED****CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2025**

	Quarter ended March 31, 2025	Quarter ended March 31, 2024
	-----Rupees in '000-----	
Profit / return earned on Islamic financing and related assets, investments and placements	107,619,969	119,204,166
Profit / return on deposits and other dues expensed	45,837,453	51,950,713
Net profit / return	61,782,516	67,253,453
<b>OTHER INCOME</b>		
Fee and commission income	7,211,977	5,914,978
Dividend income	57,136	182,647
Foreign Exchange Income	1,597,750	477,930
Gain / (loss) on securities	11,165	60,100
Other income	364,089	329,270
Total other income	9,242,117	6,964,925
<b>Total income</b>	71,024,633	74,218,378
<b>OTHER EXPENSES</b>		
Operating expenses	19,167,397	20,598,165
Workers Welfare Fund	1,043,979	1,128,469
Other charges	8,763	132,596
Total other expenses	20,220,139	21,859,230
	50,804,494	52,359,148
Share of profit of associates	338,492	374,589
Profit before credit loss allowance / provisions	51,142,986	52,733,737
Credit loss allowance / provisions and write offs - net	1,858,380	263,010
Extra ordinary / unusual items	-	-
<b>PROFIT BEFORE TAXATION</b>	49,284,606	52,470,727
Taxation	26,866,315	27,390,550
<b>PROFIT AFTER TAXATION</b>	22,418,291	25,080,177
<b>Attributable to:</b>		
Shareholders of the Holding company	22,106,837	24,956,287
Non-controlling interest	311,454	123,890
	22,418,291	25,080,177
	<b>Rupees</b>	
Basic earnings per share	12.32	13.93
Diluted earnings per share	12.26	13.87

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer





**MEEZAN BANK LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

Annexure 'B' - Consolidated  
Letter Reference No. MEBL/CS/PSX-20/035/2025 dated April 21, 2025

	Share capital		Capital reserves			Revenue reserves	Surplus / (deficit) on revaluation of		Unappro- priated profit	Non controlling Interest	Total
		Share Premium	Statutory reserve *	Non Distributable Capital Reserve - Gain on Bargain	Employee share option compensation reserve	General reserve	Investments	Non-banking assets			
(Rupees in '000)											
Balance as at January 01, 2024	17,912,532	2,626,441	30,617,082	3,117,547	654,321	91,082	10,920,597	-	122,528,058	1,549,609	190,017,269
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	-	-	1,188,390	-	25,760	-	1,214,150
Profit after taxation for the quarter ended March 31, 2024	-	-	-	-	-	-	-	-	24,956,287	123,890	25,080,177
Other Comprehensive loss for the quarter ended March 31, 2024 - net of tax											
- Movement in deficit on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	(1,454,786)	-	-	-	(1,454,786)
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(30,651)	-	-	-	(30,651)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(61,393)	-	61,393	-	-
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	79,188	-	-	-	79,188
	-	-	-	-	-	-	(1,467,642)	-	61,393	-	(1,406,249)
Recognition of share based compensation	-	-	-	-	108,854	-	-	-	-	-	108,854
Other appropriations											
Transfer to statutory reserve*	-	-	2,494,268	-	-	-	-	-	(2,494,268)	-	-
Transactions with owners recognised directly in equity											
Final cash dividend for the year 2023 @ Rs 8 per share	-	-	-	-	-	-	-	-	(14,330,026)	-	(14,330,026)
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	(140,000)	(140,000)
Balance as at March 31, 2024	17,912,532	2,626,441	33,111,350	3,117,547	763,175	91,082	10,641,345	-	130,747,204	1,533,499	200,544,175
Profit after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	-	-	77,732,794	906,364	78,639,158
Other Comprehensive income for the nine months period ended December 31, 2024 - net of tax											
- Movement in surplus on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	11,546,474	-	-	-	11,546,474
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(1,582,829)	-	-	-	(1,582,829)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(615,745)	-	615,745	-	-
Remeasurement loss on valuation of employee retirement benefits	-	-	-	-	-	-	-	-	(218,153)	(5,070)	(223,223)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	2,151,947	-	-	-	2,151,947
Total other comprehensive income / (loss) - net of tax	-	-	-	-	-	-	11,499,847	-	397,592	(5,070)	11,892,369
Recognition of share based compensation	-	-	-	-	481,923	-	-	-	-	-	481,923
Other appropriations											
Transfer to statutory reserve*	-	-	7,656,484	-	-	-	-	-	(7,656,484)	-	-
Transactions with owners recognised directly in equity											
First interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,538,773)	-	(12,538,773)
Second interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
Third interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
	-	-	-	-	-	-	-	-	(37,665,143)	-	(37,665,143)
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	(521,150)	(521,150)
Issue of 3,487,520 shares under the Employees shares option scheme	34,875	477,812	-	-	(299,231)	-	-	-	45,432	-	258,888
Balance as at December 31, 2024	17,947,407	3,104,253	40,767,834	3,117,547	945,867	91,082	22,141,192	-	163,601,395	1,913,643	253,630,220
Profit after taxation for the quarter ended March 31, 2025	-	-	-	-	-	-	-	-	22,106,837	311,454	22,418,291
Other Comprehensive loss for the quarter ended March 31, 2025 - net of tax											
- Movement in deficit on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	(9,371,091)	-	-	-	(9,371,091)
- Gain on derecognition of Debt investments at FVOCI - reclassified to profit or loss - net of tax	-	-	-	-	-	-	(5,180)	-	-	-	(5,180)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(218,813)	-	218,813	-	-
- Movement in surplus on revaluation of investments in equity instruments at FVOCI - net of tax	-	-	-	-	-	-	116,829	-	-	-	116,829
Total other comprehensive loss - net of tax	-	-	-	-	-	-	(9,478,255)	-	218,813	-	(9,259,442)
Recognition of share based compensation	-	-	-	-	157,299	-	-	-	-	-	157,299
Other appropriations											
Transfer to statutory reserve*	-	-	2,204,760	-	-	-	-	-	(2,204,760)	-	-
Transactions with owners recognised directly in equity											
Final cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	(350,000)	(350,000)
Balance as at March 31, 2025	17,947,407	3,104,253	42,972,594	3,117,547	1,103,166	91,082	12,662,937	-	171,159,100	1,875,097	254,033,183

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

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman

President and Chief Executive Officer

Director

Director

Chief Financial Officer



**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Quarter ended March 31, 2025	Quarter ended March 31, 2024
	------(Rupees in '000)-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	49,284,606	52,470,727
Less: Dividend income	(57,136)	(182,647)
	49,227,470	52,288,080
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation	1,660,772	1,350,305
Net profit / return	(62,787,295)	(68,451,535)
Amortization	185,899	165,435
Non cash items related to right-of-use assets	1,741,762	1,536,943
Credit loss allowance and write offs - net	1,858,380	263,010
Share based compensation expense	157,299	108,854
Gain on sale of property and equipment	(154,129)	(151,061)
Unrealised gain - FVTPL	(144)	-
Share of results of associates	(338,492)	(374,589)
	(57,675,948)	(65,552,638)
	(8,448,478)	(13,264,558)
<b>Increase in operating assets</b>		
Due from financial institutions	(1,500,000)	-
Islamic financing and related assets	112,286,504	61,134,897
Other assets	(9,273,502)	(5,982,221)
	101,513,002	55,152,676
<b>Increase in operating liabilities</b>		
Bills payable	(62,449,668)	(385,912)
Due to financial institutions	(111,858,631)	(44,807,668)
Deposits and other accounts	295,391,760	51,592,937
Other liabilities	(11,986,017)	(5,981,387)
	109,097,444	417,970
	202,161,968	42,306,088
		-
Net profit / return received	55,648,662	76,760,033
Net profit / return paid	(46,458,409)	(51,183,470)
Income tax paid	(12,480,919)	(20,770,278)
<b>Net cash generated from operating activities</b>	198,871,302	47,112,373
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments in amortised cost securities	(33,211)	18,618
Net investments in securities classified as FVOCI	(201,994,398)	(54,123,426)
Net divestment in securities classified as FVTPL	2,678,599	3,189,096
Net investments in associates	93,713	(209,860)
Dividends received	57,136	182,647
Investments in property and equipment	(2,875,170)	(4,306,077)
Investments in intangible assets	(178,413)	(66,007)
Proceeds from sale of property and equipment	326,165	247,683
<b>Net cash used in investing activities</b>	(201,925,579)	(55,067,326)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Payment of lease liability against right-of-use assets	(1,191,047)	(1,014,789)
Dividend paid to equity shareholders of the Bank	(530)	(370)
Dividend paid to non-controlling interest	(350,000)	(140,000)
<b>Net cash used in financing activities</b>	(1,541,577)	(1,155,159)
<b>Increase in cash and cash equivalents</b>	(4,595,854)	(9,110,112)
ECL impact of IFRS 9 on cash and cash equivalents	(1,990)	(43,831)
Cash and cash equivalents at the beginning of the quarter	272,080,803	251,391,156
<b>Cash and cash equivalents at the end of the period</b>	267,482,959	242,237,213

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman

President and  
Chief Executive Officer

Director

Director

Chief Financial Officer

## **Annexure C**

Reference: Letter No. MEBL/CS/PSX-20/035/2025 dated April 21, 2025



**MEEZAN BANK LIMITED**

**FINANCIAL STATEMENT  
FOR THE QUARTER ENDED MARCH 31, 2025**





**MEEZAN BANK LIMITED**

**UNCONSOLIDATED FINANCIAL STATEMENT  
FOR THE QUARTER ENDED MARCH 31, 2025**

**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2025**

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
		------(Rupees in '000)-----	
<b>ASSETS</b>			
Cash and balances with treasury banks	6	258,906,808	260,734,258
Balances with other banks	7	11,439,091	13,424,950
Due from financial institutions	8	36,464,297	34,964,299
Investments	9	2,050,138,755	1,870,535,620
Islamic financing and related assets	10	1,400,324,981	1,514,755,936
Property and equipment	11	47,594,178	46,847,734
Right-of-use assets	12	20,829,579	21,230,197
Intangible assets	13	2,889,072	2,896,880
Deferred tax asset		-	-
Other assets	14	197,825,901	135,021,456
<b>Total Assets</b>		4,026,412,662	3,900,411,330
<b>LIABILITIES</b>			
Bills payable	15	50,155,739	112,605,407
Due to financial institutions	16	611,209,160	722,286,318
Deposits and other accounts	17	2,880,267,566	2,584,871,300
Lease liability against right-of-use assets	18	26,000,941	25,848,322
Sub-ordinated sukuk	19	20,990,000	20,990,000
Deferred tax liabilities	20	1,888,884	14,211,335
Other liabilities	21	188,533,810	172,614,356
<b>Total Liabilities</b>		3,779,046,100	3,653,427,038
<b>NET ASSETS</b>		<u>247,366,562</u>	<u>246,984,292</u>
<b>REPRESENTED BY</b>			
Share capital		17,947,407	17,947,407
Reserves		50,364,326	48,002,267
Surplus on revaluation of assets - net of tax	22	12,662,937	22,141,192
Unappropriated profit		166,391,892	158,893,426
		<u>247,366,562</u>	<u>246,984,292</u>
<b>CONTINGENCIES AND COMMITMENTS</b>			
	23		

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer



**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Note	Quarter ended March 31, 2025	Quarter ended March 31, 2024
------(Rupees in '000)-----			
Profit / return earned on Islamic financing and related assets, investments and placements	24	107,616,529	119,204,838
Profit / return on deposits and other dues expensed	25	45,826,118	51,943,578
Net profit / return		61,790,411	67,261,260
<b>OTHER INCOME</b>			
Fee and Commission Income	26	5,530,562	5,048,904
Dividend income		707,136	442,647
Foreign Exchange Income / (Loss)		1,595,898	477,930
Gain / (loss) on securities	27	11,165	60,100
Net gains on derecognition of financial assets measured at amortised cost		-	-
Other income	28	333,041	327,973
Total other income		8,177,802	6,357,554
<b>Total income</b>		69,968,213	73,618,814
<b>OTHER EXPENSES</b>			
Operating expenses	29	18,610,639	19,956,911
Workers Welfare Fund		1,016,000	1,118,616
Other charges	30	4,606	132,596
Total other expenses		19,631,245	21,208,123
Profit before credit loss allowance / provisions		50,336,968	52,410,691
Credit loss allowance and write offs - net	31	1,858,380	263,010
Extra ordinary / unusual items		-	-
<b>PROFIT BEFORE TAXATION</b>		48,478,588	52,147,681
Taxation	32	26,430,990	27,205,006
<b>PROFIT AFTER TAXATION</b>		22,047,598	24,942,675
----- Rupees -----			
Basic earnings per share	33	12.28	14.01
Diluted earnings per share	34	12.22	13.95

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer

**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Note	Quarter ended March 31, 2025	Quarter ended March 31, 2024
		------(Rupees in '000)-----	
Profit after taxation for the quarter		22,047,598	24,942,675
<b>Other comprehensive income / (loss)</b>			
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>			
- Movement in deficit on revaluation of debt investments through FVOCI - net of tax		(9,371,091)	(1,454,786)
- Gain on derecognition of Debt investments at FVOCI – reclassified to profit or loss - net of tax		(5,180)	(30,651)
<b>Items that will not be reclassified to profit and loss account in subsequent periods:</b>			
- Movement in surplus on revaluation of equity investments through FVOCI - net of tax		116,829	79,188
<b>Total Comprehensive Income for the quarter</b>		<u>12,788,156</u>	<u>23,536,426</u>

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

_____ Chairman	_____ President and Chief Executive	_____ Director	_____ Director	_____ Chief Financial Officer
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**MEEZAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Capital reserves					Revenue reserves	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
	Share capital	Share premium	Statutory reserve*	Non Distributable Capital Reserve - Gain on Bargain Purchase	Employee share option compensation reserve	General reserve	Investments	Non-banking Assets		
(Rupees in '000)										
Balance as at January 01, 2024	17,912,532	2,626,441	30,617,082	3,117,547	654,321	66,766	10,920,597	-	118,992,231	184,907,517
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	-	-	1,188,390	-	25,760	1,214,150
Profit after taxation for the quarter ended March 31, 2024	-	-	-	-	-	-	-	-	24,942,675	24,942,675
Other Comprehensive loss for the quarter ended March 31, 2024 - net of tax										
- Movement in deficit on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	(1,454,786)	-	-	(1,454,786)
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(30,651)	-	-	(30,651)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(61,393)	-	61,393	-
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	79,188	-	-	79,188
Total other comprehensive loss - net of tax	-	-	-	-	-	-	(1,467,642)	-	61,393	(1,406,249)
Recognition of share based compensation	-	-	-	-	108,854	-	-	-	-	108,854
Other appropriations										
Transfer to statutory reserve*	-	-	2,494,268	-	-	-	-	-	(2,494,268)	-
Transactions with owners recognised directly in equity										
Final cash dividend for the year 2023 @ Rs 8 per share	-	-	-	-	-	-	-	-	(14,330,026)	(14,330,026)
Balance as at March 31, 2024	17,912,532	2,626,441	33,111,350	3,117,547	763,175	66,766	10,641,345	-	127,197,765	195,436,921
Profit after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	-	-	76,564,849	76,564,849
Other Comprehensive income for the nine months period ended December 31, 2024 - net of tax										
- Movement in surplus on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	11,546,474	-	-	11,546,474
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(1,582,829)	-	-	(1,582,829)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(615,745)	-	615,745	-
Remeasurement loss on valuation of employee retirement benefits	-	-	-	-	-	-	-	-	(208,738)	(208,738)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	2,151,947	-	-	2,151,947
Total other comprehensive income - net of tax	-	-	-	-	-	-	11,499,847	-	407,007	11,906,854
Recognition of share based compensation	-	-	-	-	481,923	-	-	-	-	481,923
Other appropriations										
Transfer to statutory reserve*	-	-	7,656,484	-	-	-	-	-	(7,656,484)	-
Transactions with owners recognised directly in equity										
First interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,538,773)	(12,538,773)
Second interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	(12,563,185)
Third interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	(12,563,185)
	-	-	-	-	-	-	-	-	(37,665,143)	(37,665,143)
Issue of 3,487,520 shares under the Employees shares option scheme	34,875	477,812	-	-	(299,231)		-	-	45,432	258,888
Balance as at December 31, 2024	17,947,407	3,104,253	40,767,834	3,117,547	945,867	66,766	22,141,192	-	158,893,426	246,984,292

**MEEZAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

Share capital	Capital reserves				Revenue reserves	Surplus / (deficit) on revaluation of		Unappropriated profit	Total
	Share premium	Statutory reserve*	Non Distributable Capital Reserve - Gain on Bargain Purchase	Employee share option compensation reserve	General reserve	Investments	Non-banking Assets		

(Rupees in '000)

Balance as at December 31, 2024 17,947,407 3,104,253 40,767,834 3,117,547 945,867 66,766 22,141,192 - 158,893,426 246,984,292

Profit after taxation for the quarter ended March 31, 2025 - - - - - - - - 22,047,598 22,047,598

Other Comprehensive loss for the quarter ended  
March 31, 2025 - net of tax

<sup>1</sup> - Movement in deficit on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	(9,371,091)	-	-	(9,371,091)
<sup>1</sup> - Gain on derecognition of Debt investments at FVOCI – reclassified to profit or loss - net of tax	-	-	-	-	-	(5,180)	-	-	(5,180)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(218,813)	-	218,813	-
<sup>1</sup> - Movement in surplus on revaluation of investments in equity instruments at FVOCI - net of tax	-	-	-	-	-	116,829	-	-	116,829
Total other comprehensive loss - net of tax	-	-	-	-	-	(9,478,255)	-	218,813	(9,259,442)

Recognition of share based compensation - - - - 157,299 - - - - 157,299

**Other appropriations**

Transfer to statutory reserve\* - - 2,204,760 - - - - (2,204,760) -

**Transactions with owners recognised directly in equity**

Final cash dividend for the year 2024 @ Rs 7 per share - - - - - - - (12,563,185) (12,563,185)

Balance as at March 31, 2025 17,947,407 3,104,253 42,972,594 3,117,547 1,103,166 66,766 12,662,937 - 166,391,892 247,366,562

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

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer



**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Note	Quarter ended March 31, 2025	Quarter ended March 31, 2024
		------(Rupees in '000)-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>			
Profit before taxation		48,478,588	52,147,681
Less: Dividend income		(707,136)	(442,647)
		<u>47,771,452</u>	<u>51,705,034</u>
<b>Adjustments:</b>			
Depreciation	29	1,629,464	1,328,625
Net profit / return		(62,780,973)	(68,146,739)
Amortisation	29	174,676	154,995
Non cash items related to right-of-use assets	25 & 29	1,701,131	1,507,000
Credit loss allowance and write offs - net	31	1,858,380	263,010
Share based compensation expense	38	157,299	108,854
Unrealised gain - FVTPL	27	(144)	-
Gain on sale of property and equipment	28	(152,749)	(150,402)
		<u>(57,412,916)</u>	<u>(64,934,657)</u>
		<u>(9,641,464)</u>	<u>(13,229,623)</u>
<b>(Increase) / decrease in operating assets</b>			
Due from financial institutions		(1,500,000)	-
Islamic financings and related assets		112,286,504	61,134,897
Other assets		(9,533,839)	(5,906,876)
		<u>101,252,665</u>	<u>55,228,021</u>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		(62,449,668)	(385,912)
Due to financial institutions		(111,858,631)	(44,807,668)
Deposits and other accounts		295,396,266	52,597,630
Other liabilities		(12,305,903)	(6,562,493)
		<u>108,782,064</u>	<u>841,557</u>
		<u>200,393,265</u>	<u>42,839,955</u>
Net profit / return received		55,645,222	76,819,551
Net profit / return paid		(46,447,074)	(51,538,053)
Income tax paid		(11,862,759)	(20,654,838)
<b>Net cash generated from operating activities</b>		<u>197,728,654</u>	<u>47,466,615</u>
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>			
Net (investments) / redemption in amortized cost securities		(33,209)	18,618
Net (investments) / redemption in securities classified as FVOCI		(201,994,398)	(54,125,726)
Net (investments) / redemption in securities classified as FVTPL		2,678,599	3,189,096
Net (investments) / redemption in subsidiaries		-	(1,000,000)
Dividends received		707,136	442,647
Investments in property and equipment		(2,826,972)	(4,286,505)
Investments in intangible assets		(166,868)	(61,702)
Proceeds from sale of property and equipment		323,188	246,876
<b>Net cash used in investing activities</b>		<u>(201,312,524)</u>	<u>(55,576,696)</u>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>			
Payment of lease liability against right-of-use assets		(1,147,894)	(996,129)
Dividend paid		(530)	(370)
<b>Net cash used in financing activities</b>		<u>(1,148,424)</u>	<u>(996,499)</u>
<b>Decrease in cash and cash equivalents</b>		<u>(4,732,294)</u>	<u>(9,106,580)</u>
ECL impact of IFRS 9 on cash and cash equivalents		(1,990)	(43,831)
Cash and cash equivalents at the beginning of the quarter	35	<u>272,075,918</u>	<u>251,384,492</u>
<b>Cash and cash equivalents at the end of the quarter</b>	35	<u>267,341,634</u>	<u>242,234,081</u>

The annexed notes 1 to 42 form an integral part of this condensed interim unconsolidated financial information.

Chairman

President and  
Chief Executive

Director

Director

Chief Financial Officer

**MEEZAN BANK LIMITED**  
**NOTES TO AND FORMING PART OF THE CONDENSED INTERIM UNCONSOLIDATED**  
**FINANCIAL INFORMATION (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

**1. LEGAL STATUS AND NATURE OF BUSINESS**

- 1.1** Meezan Bank Limited (the Bank) was incorporated in Pakistan on January 27, 1997, as a public limited company under the Companies Act, 2017 (previously Companies Ordinance, 1984), and its shares are quoted on the Pakistan Stock Exchange Limited. The Bank was registered as an 'Investment Finance Company' on August 8, 1997, and carried on the business of investment banking as permitted under SRO 585(I)/87 dated July 13, 1987, in accordance and in conformity with the principles of Islamic Shariah. A 'Certificate of Commencement of Business' was issued to the Bank on September 29, 1997.
- 1.2** The Bank was granted a 'Scheduled Islamic Commercial Bank' license on January 31, 2002 and formally commenced operations as a Scheduled Islamic Commercial Bank with effect from March 20, 2002, on receiving notification in this regard from the State Bank of Pakistan (the SBP) under section 37 of the State Bank of Pakistan Act, 1956. Currently, the Bank is engaged in corporate, commercial, consumer, investment and retail banking activities.
- 1.3** The Bank was operating through One thousand and fifty two branches as at March 31, 2025 (December 31, 2024: One thousand and fifty one branches). Its registered office is at Meezan House, C-25, Estate Avenue, SITE, Karachi,
- 1.4** The VIS Credit Rating Company Limited (VIS) has reaffirmed the Bank's medium to long-term rating as 'AAA' and short-term rating as 'A1+' on July 09, 2024 based on unconsolidated financial statements for the year ended December 31, 2023.

**2. BASIS OF PRESENTATION**

The Bank provides Islamic financing and related assets mainly through Murabaha, Istisna, Tijarah, Ijarah, Diminishing Musharakah, Running Musharakah, Bai Muajjal, Musawammah, Service Ijarah, Wakalah, Wakalah Tul Istithmar including under Islamic Export Refinance Scheme and various long term islamic refinancing facilities of the State Bank of Pakistan respectively.

The purchases and sales arising under these arrangements are not reflected in these unconsolidated financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of profit thereon. The income on such financing is recognised in accordance with the principles of Islamic Shariah. However, income, if any, received which does not comply with the principles of Islamic Shariah is recognised as charity payable if so directed by the Resident Shariah Board Member (RSBM) of the Bank.

**3. STATEMENT OF COMPLIANCE**

- 3.1** This condensed interim financial information (here-in-after referred to as "financial information") has been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:
- International Accounting Standard (IAS) 34, International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;
  - Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
  - Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
  - Directives issued by the State Bank of Pakistan (SBP) and the Securities Exchange Commission of Pakistan (SECP).

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

- 3.2** The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP through BPRD Circular Letter No. 02 dated February 09, 2023 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". They do not include all the information and disclosures required for annual financial statements, and therefore should be read in conjunction with the annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2024.

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

**3.3.1** There are certain new and amended standards, interpretations and amendments that have become applicable for the Bank's accounting periods beginning on January 1, 2025 but are considered not to be relevant or do not have any significant effect on the Bank's operations and are therefore not detailed in these condensed interim unconsolidated financial statements.

**3.4 Standards, interpretations of and amendments to the published accounting and reporting standards that are not yet effective:**

**3.4.1** The following revised standards, amendments and interpretations with respect to the accounting and reporting standards would be effective from the dates mentioned below against the respective standards, amendments or

<b>Standards, interpretations or amendments</b>	<b>Effective date (annual periods beginning on or after)</b>
- IFRS 1- 'First-time Adoption of International Financial Reporting Standards' (amendments)	January 1, 2026
- IFRS 9 - 'Financial Instruments' (amendments)	January 1, 2026
- IAS 7 - 'Statement of Cash Flows' (amendments)	January 1, 2026
- IFRS 18 - 'Presentation and Disclosure in Financial Statements'	January 1, 2027

The management is in the process of assessing the impact of these standards and amendments on the condensed interim unconsolidated financial statements of the Bank.

**4. BASIS OF MEASUREMENT**

**4.1** These unconsolidated financial statements have been prepared under the historical cost convention, except for certain non banking assets acquired in satisfaction of claims which are stated at revalued amounts, investment classified at fair value through profit or loss and fair value through other comprehensive income, commitments in respect of certain foreign exchange contracts which are measured at fair value, staff retirement benefits and compensated absences which are carried at present value.

**4.2 Functional and presentation currency**

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

**4.3 Rounding off**

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

**4.4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS**

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

**5 SUMMARY OF SIGNIFICANT ACCOUNTING AND FINANCIAL RISK MANAGEMENT POLICIES**

The accounting policies applied in the preparation of these condensed interim unconsolidated financial statements are the same as applied in the preparation of the annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2024.

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



	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
------(Rupees in '000)-----			
<b>6 CASH AND BALANCES WITH TREASURY BANKS</b>			
In hand			
- local currency		65,165,297	54,273,193
- foreign currencies		4,663,661	4,243,363
		69,828,958	58,516,556
With the State Bank of Pakistan in			
- local currency current accounts		135,622,748	147,811,687
- foreign currency current accounts		16,159,587	15,694,215
	6.1	151,782,335	163,505,902
With the National Bank of Pakistan in			
- local currency current accounts		37,300,650	38,694,972
National Prize Bonds	6.2	344	22,945
Less: Credit loss allowance held against cash and balances with treasury banks		(5,480)	(6,117)
Cash and balances with treasury banks - net of credit loss allowance		<u>258,906,807</u>	<u>260,734,258</u>
<b>6.1</b> 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.			
<b>6.2</b> These represent the national prize bonds received from customers for onward surrendering to SBP. The Bank, as a matter of Shariah principle, does not deal in prize bonds.			

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
------(Rupees in '000)-----			
<b>7. BALANCES WITH OTHER BANKS</b>			
In Pakistan			
- in current accounts		8,561,827	10,723,532
Outside Pakistan			
- in current accounts		2,896,436	2,437,740
- in deposit accounts		-	280,223
		2,896,436	2,717,963
Less: Credit loss allowance held against balances with other banks		(19,172)	(16,545)
Balances with other banks - net of credit loss allowance		<u>11,439,091</u>	<u>13,424,950</u>

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
------(Rupees in '000)-----			
<b>8. DUE FROM FINANCIAL INSTITUTIONS</b>			
Bai Muajjal receivable:			
- from scheduled banks / financial institutions - Secured	8.1	34,964,299	34,964,299
- from other Financial Institution		15,500	15,500
		34,979,799	34,979,799
Musharakah Placement	8.2	1,500,000	-
		36,479,799	34,979,799
Less: Credit loss allowance held against due from financial institutions	8.3	(15,502)	(15,500)
Due from financial institutions - net of provision		<u>36,464,297</u>	<u>34,964,299</u>
<b>8.1</b> The effective average return on this product is 12.33% (December 31, 2024: 12.17%) per annum. The balances have maturities in July 2025 (December 31, 2024: July 2025).			
<b>8.2</b> The effective average return on this product is 12.50% (December 31, 2024: Nil) per annum. The balance has matured in April 2025.			

	March 31, 2025 (Unaudited)		December 31, 2024 (Audited)	
	Due from financial institutions	Credit loss allowance held	Due from financial institutions	Credit loss allowance held
------(Rupees in '000)-----				
<b>8.3 Category of classification</b>				
Performing - Stage 1	36,464,299	2	34,964,299	-
Under performing - Stage 2	-	-	-	-
Non-performing - Stage 3 (Loss)	15,500	15,500	15,500	15,500
Total	<u>36,479,799</u>	<u>15,502</u>	<u>34,979,799</u>	<u>15,500</u>

## 9. INVESTMENTS

### 9.1 Investments by types

	March 31, 2025 (Unaudited)				December 31, 2024 (Audited)			
	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying value
(Rupees in '000)								
<b>FVTPL securities</b>								
- Federal Government securities	2,099,039	-	-	2,099,039	4,778,499	-	-	4,778,499
- Units of mutual funds	60,011	-	8,193	68,204	59,150	-	7,483	66,633
- Non Government Sukuk	933,000	-	500	933,500	933,000	-	1,066	934,066
	3,092,050	-	8,693	3,100,743	5,770,649	-	8,549	5,779,198
<b>FVOCI securities</b>								
- Federal Government Securities	1,762,734,821	-	17,773,958	1,780,508,779	1,317,019,755	-	37,668,822	1,354,688,577
- Shares	5,574,441	-	4,605,385	10,179,826	6,323,475	-	4,817,853	11,141,328
- Non Government Sukuk	126,600,218	344,132	4,044,836	130,300,922	126,953,624	344,437	3,711,417	130,320,604
- Foreign Securities	4,063,382	386	(43,060)	4,019,936	4,028,707	429	(70,608)	3,957,670
	1,898,972,862	344,518	26,381,119	1,925,009,463	1,454,325,561	344,866	46,127,484	1,500,108,179
<b>Amortized Cost securities</b>								
- Federal Government Securities	120,106,216	-	-	120,106,216	362,725,910	-	-	362,725,910

#### In related parties

##### Associates

- Units of mutual funds	859,283	-	-	859,283	859,283	-	-	859,283
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##### Subsidiaries

- Shares	1,063,050	-	-	1,063,050	1,063,050	-	-	1,063,050
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<b>Total Investments</b>	<b>2,024,093,461</b>	<b>344,518</b>	<b>26,389,812</b>	<b>2,050,138,755</b>	<b>1,824,744,453</b>	<b>344,866</b>	<b>46,136,033</b>	<b>1,870,535,620</b>
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During the quarter, the Bank has reclassified a certain portfolio of government ijarah sukuk amounting to Rs 242.6 billion from amortized cost to FVOCI due to reassessment of business model of the Bank with effect from January 01, 2025. These sukuk were originally classified at amortized cost on January 01, 2024 upon adoption of IFRS 9. Impact of this reclassification has resulted in revaluation gain of Rs 1.1 billion (gross of tax) which been routed through other comprehensive income. Reclassification has resulted in changes in CAR from 22.35% to 22.39% as of January 01, 2025.

#### 9.1.1 Details of investment in subsidiary and associates

		March 31, 2025					
	Percentage of holding	Assets	Liabilities	Revenue	Profit / (loss) after taxation	Total comprehensive income / (loss)	Market value / net asset share
(Rupees in '000)							
<b>Subsidiaries (unlisted)</b>							
Al Meezan Investment Management Limited	65.00%	8,109,779	2,752,358	2,136,680	889,868	889,868	N/A
Meezan Exchange Company (Private) Limited	100.00%	1,062,418	22,132	43,894	9,686	9,686	N/A
<b>Associates (open ended - listed)</b>							
Meezan Balanced Fund	14.92%	3,174,942	118,258	71,716	34,425	34,425	456,074
Al Meezan Mutual Fund	7.76%	11,805,437	429,394	412,016	299,780	299,780	882,675
Meezan Islamic Fund	3.67%	43,599,106	917,429	854,776	411,837	411,837	1,567,165
Meezan Sovereign Fund	0.00%	57,121,578	3,886,561	3,028,907	2,114,590	2,114,590	575
Meezan Gold Fund	5.13%	4,974,763	257,290	572,839	536,543	536,543	241,852
KSE Meezan Index Fund	5.69%	5,454,615	65,384	94,649	65,621	65,621	306,694
Meezan Cash Fund	0.00%	249,111,825	1,385,214	3,695,726	3,243,799	3,243,799	5,558
Meezan Islamic Income Fund	0.02%	33,237,108	1,512,195	852,172	655,181	655,181	5,551
		408,479,374	8,571,724	9,582,801	7,361,776	7,361,776	3,466,144

	Percentage of holding	December 31, 2024		March 31, 2024			
		Assets	Liabilities	Revenue	Profit / (loss) after taxation	Total comprehensive income / (loss)	Market value / net asset share
<b>Subsidiary (unlisted)</b>							
AI Meezan Investment Management Limited	65.00%	8,130,073	2,662,520	560,725	41,415	41,415	N/A
Meezan Exchange Company (Private) Limited	100.00%	1,057,295	23,447	(15,691)	(15,435)	(15,435)	N/A
<b>Associates (open ended - listed)</b>							
Meezan Balanced Fund	13.40%	3,606,799	257,557	23,194	82,333	82,333	394,960
AI Meezan Mutual Fund	8.42%	10,430,810	235,289	(104,259)	237,837	237,837	570,385
Meezan Islamic Fund	3.55%	44,842,591	1,115,789	(282,504)	892,714	892,714	1,063,560
Meezan Sovereign Fund	0.00%	272,303,981	2,755,188	267,844	3,221,741	3,221,741	560
Meezan Gold Fund	7.49%	2,787,923	20,177	210,806	112,800	112,800	178,341
KSE Meezan Index Fund	4.49%	6,804,275	115,925	46,170	228,572	228,572	214,501
Meezan Cash Fund	0.01%	90,343,436	423,819	2,085,793	1,967,312	1,967,312	N/A
Meezan Islamic Income Fund	0.01%	46,775,350	516,945	693,144	644,063	644,063	N/A
		477,895,165	5,440,690	2,940,188	7,387,373	7,387,373	2,422,307

Subsidiary and associates are incorporated / registered in Pakistan. Shares in subsidiary are placed in custody account with Central Depository of Pakistan and cannot be sold without the prior approval of SECP in accordance with the SECP's circular No. 9 of 2006 dated June 15, 2006.

#### 9.1.2 Investments given as collateral

	March 31, 2025 (Unaudited)		December 31, 2024 (Audited)	
	Cost / amortised cost	Market value	Cost / amortised cost	Market value
<b>Federal Government Securities</b>				
- Sukuk	<u>469,000,000</u>	<u>473,992,700</u>	<u>485,500,000</u>	<u>503,414,750</u>

#### 9.2 Credit loss allowance / Provision for diminution in value of investments

	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
<b>Opening balance</b>		
	344,866	2,632,709
Impact of adoption of IFRS 9 - reversal of provision held	-	(2,562,068)
Impact of adoption of IFRS 9 - ECL	-	52,035
	-	(2,510,033)
<b>Charge / (reversals)</b>		
ECL charge for the quarter / year	41	239,996
ECL reversals for the quarter / year	(389)	(17,806)
Reversals of provision for diminution against shares	-	-
	(348)	222,190
<b>Closing balance</b>		
	<u>344,518</u>	<u>344,866</u>

#### 9.3 Particulars of provision against Debt securities

	March 31, 2025 (Unaudited)		December 31, 2024 (Audited)	
	Investment - Cost / amortised cost	Credit loss allowance	Investment - Cost / amortised cost	Credit loss allowance
<b>Category of classification</b>				
<b>Domestic</b>				
Performing - Stage 1	5,284,953	4,868	5,604,416	5,216
Under performing - Stage 2	-	-	-	-
<b>Non-performing - Stage 3</b>				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	339,650	339,650	339,650	339,650
	<u>339,650</u>	<u>339,650</u>	<u>339,650</u>	<u>339,650</u>
	<u>5,624,603</u>	<u>344,518</u>	<u>5,944,066</u>	<u>344,866</u>

The debt securities amounting to Rs 1,882,841 million (December 2024: Rs 1,679,746 million) and Rs 125,029 million (December 2024: Rs 125,038 million) pertains to Government securities and Government guaranteed exposure respectively. The exposure is exempted for the calculation of ECL by the SBP.



	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
-----Rupees in '000-----			
<b>10. ISLAMIC FINANCING AND RELATED ASSETS</b>			
<b>In Pakistan:</b>			
<b>Murabaha financing and related assets</b>			
- Murabaha financing	10.1	4,911,373	5,552,574
- Financing under Islamic Export Refinance - Murabaha	10.1	128,878	303,924
- Financing against Islamic SME Asaan Finance	10.1	1,423,260	1,818,265
- Advances against Murabaha		15,599,713	22,450,689
- Murabaha inventory		3,324,435	1,484,181
- Advance against Islamic SME Asaan Finance		212,681	354,722
- Advance against Islamic Export Refinance - Murabaha		815,072	770,105
- Inventory under Islamic SME Asaan Finance		-	2,852
- Financing against Islamic Working Capital Finance		6,000	-
		26,421,412	32,737,312
<b>Running Musharakah financing</b>			
- Running Musharakah financing		657,319,074	676,407,577
- Financing under Islamic Export Refinance - Running Musharakah		33,409,097	36,943,954
		690,728,171	713,351,531
<b>Istisna financing and related assets</b>			
- Istisna financing		52,342,141	24,178,898
- Advances against Istisna		49,784,810	75,741,840
- Istisna inventory		18,351,979	57,719,292
- Financing under Islamic Export Refinance - Istisna		877,508	419,234
- Advances under Islamic Export Refinance - Istisna		11,037,394	10,612,565
- Inventory under Islamic Export Refinance - Istisna		3,351,960	4,193,560
		135,745,792	172,865,389
<b>Tijarah financing and related assets</b>			
- Tijarah financing		3,944,670	4,876,050
- Tijarah inventory		13,575,148	14,434,733
- Financing under Islamic Export Refinance - Tijarah		1,340,818	1,086,970
- Inventory under Islamic SME Asaan Finance		382,113	311,241
- Inventory under Islamic Export Refinance - Tijarah		968,924	855,201
		20,211,673	21,564,195
<b>Musawammah financing and related assets</b>			
- Musawammah financing	10.2	16,188,348	23,777,208
- Financing under Islamic Export Refinance - Musawammah	10.2	706,954	669,459
- Financing under SBP's Islamic Financing Facility for Renewable Energy (IFRE) - Musawammah	10.2	424,769	428,575
- Financing against Islamic SME Asaan Finance	10.2	6,244	26,508
- Advances against Musawammah		11,819,169	12,317,484
- Musawammah Inventory		6,432,742	13,320,611
- Advance against Islamic SME Asaan Finance		10,000	11,853
- Advances under Islamic Export Refinance - Musawammah		321,052	879,245
- Inventory under Islamic Export Refinance - Musawammah		120,000	28,000
		36,029,278	51,458,943

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
-----Rupees in '000-----			
<b>Salam Financing and related assets</b>			
- Salam Financing		543,942	1,569,320
- Advances against Salam		24,646,780	25,511,879
- Salam Inventory		1,346,152	2,625,049
		26,536,874	29,706,248
<b>Financing against bills</b>			
- Financing against bills - Salam		579,044	1,196,715
- Advance against bills - Salam		1,738	1,738
		580,782	1,198,453
<b>- Bai Muajjal financing</b>	10.3	8,398,919	43,662,372
<b>Ijarah financing and related assets</b>			
- Net investment in Ijarah		48,758	48,758
- Net book value of assets/investment in Ijarah under IFAS 2		68,647,121	61,624,855
	10.4	68,695,879	61,673,613
- Advances against Ijarah		9,648,858	7,857,788
		78,344,737	69,531,401
<b>Diminishing Musharakah financing and related assets</b>			
- Diminishing Musharakah financing		203,463,346	219,903,211
- Diminishing Musharakah financing - housing		16,609,531	16,873,015
- Diminishing Musharakah financing - SBP's Islamic Financing Facility for Storage of Agricultural Produce (IFFSAP)		405,529	399,281
- Diminishing Musharakah financing - SBP's Islamic Financing Facility for Renewable Energy (IFRE)		14,650,257	15,153,734
- Diminishing Musharakah financing - SBP's Islamic Refinance Facility for Combating COVID – 19 (IRFCC)		107,606	107,606
- Diminishing Musharakah financing - SBP's Islamic SME Asaan Finance (I-SAAF) Scheme		3,367,157	3,190,659
- Diminishing Musharakah financing - SBP's Islamic Long Term Financing Facility (ILTFF) for Plant & Machinery		16,114,184	16,898,044
- Diminishing Musharakah financing - SBP's Islamic Temporary Economic Refinance Facility (ITERF)		12,307,997	12,790,555
- Diminishing Musharakah financing - under SBP's Islamic Refinance Facility for Modernization of SMEs (IRFMS)		196,237	190,903
- Diminishing Musharakah financing - SBP's Islamic Refinance and Credit Guarantee Scheme for Women Entrepreneurs (IRCGSWE)		19,951	10,327
- Advances against Diminishing Musharakah		73,194,875	55,505,976
- Advances against Diminishing Musharakah under SBP's IFFSAP		776,696	693,503
- Advances against Diminishing Musharakah under SBP's IFRE		2,166,382	2,228,906
- Advances against Diminishing Musharakah under SBP's IRFCC		97,066	109,029
- Advances against Diminishing Musharakah under SBP's ISAAF		417,141	560,712
- Advances against Diminishing Musharakah under SBP's ITERF		427,230	427,647
- Advances against Diminishing Musharakah under SBP's IRFMS		201,127	14,903
- Advances against Diminishing Musharakah under SBP's IRCGSWE		8,426	5,000
- Advances against Diminishing Musharakah under SBP's ILTFF		3,163,911	3,151,948
		347,694,649	348,214,959

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
-----Rupees in '000-----			
- Musharakah financing		1,300,000	1,300,000
- Advances against Wakalah Tul Istithmar		30,602,133	30,602,133
- Advance against Service Ijarah		29,976,414	30,508,677
- Qard financing under SBP's IRFCC		82,502	114,803
- Labbaik (Qard for Hajj and Umrah)		5,188	5,547
- Staff financing (including under SBP's IFRE)	10.5	8,674,125	8,321,137
- Other financing		2,211,408	1,219,218
<b>Gross Islamic Financing and Related Assets</b>	10.6	<u>1,443,544,057</u>	<u>1,556,362,318</u>
Less: Credit Loss Allowance - Stage 1	10.7.1	(2,586,574)	(2,609,888)
Less: Credit Loss Allowance - Stage 2	10.7.1	(1,509,352)	(1,511,416)
Less: Credit Loss Allowance - Stage 3	10.7.1	(25,523,150)	(23,885,078)
Less: Provision against non-performing Islamic financing and related assets - General	10.7.1	(13,600,000)	(13,600,000)
<b>Islamic financing and related assets - net of credit loss allowance</b>		<u><u>1,400,324,981</u></u>	<u><u>1,514,755,936</u></u>
<b>10.1</b> Murabaha receivable - gross	10.1.1	5,235,076	8,091,467
Less: Deferred murabaha income	10.1.3	(137,403)	(145,025)
Profit receivable shown in other assets		(186,300)	(271,679)
Murabaha financing	10.1.2	<u><u>4,911,373</u></u>	<u><u>7,674,763</u></u>
<b>10.1.1</b> Murabaha Sale Price		5,235,076	8,091,467
Murabaha Purchase Price		<u><u>(4,911,373)</u></u>	<u><u>(7,674,763)</u></u>
		<u><u>323,703</u></u>	<u><u>416,704</u></u>
<b>10.1.2</b> The movement in Murabaha financing during the quarter / year is as follows:			
Opening balance		7,674,763	7,177,526
Sales during the quarter / year		18,103,346	53,863,021
Adjusted during the quarter / year		<u><u>(20,866,736)</u></u>	<u><u>(53,365,784)</u></u>
Closing balance		<u><u>4,911,373</u></u>	<u><u>7,674,763</u></u>



March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
------(Rupees in '000)-----	

### 10.1.3 Deferred murabaha income

Opening balance	145,025	248,064
Arising during the quarter / year	856,341	3,416,239
Recognised during the quarter / year	(863,963)	(3,519,278)
Closing balance	137,403	145,025

### 10.2 Musawammah financing - gross

Less: Deferred income

Profit receivable shown in other assets

Musawammah financing

17,003,262	26,413,197
(446,745)	(627,968)
(368,169)	(883,479)
16,188,348	24,901,750

### 10.3 Bai Muajjal financing - gross

Less: Deferred income

Profit receivable shown in other assets

Bai Muajjal financing

9,337,163	45,392,716
(836,010)	(1,103,526)
(102,234)	(626,818)
8,398,919	43,662,372

### 10.4 Net book value of assets / investments in Ijarah under IFAS 2 is net of depreciation of Rs 52,866 million (December 31, 2024: Rs 51,119 million).

### 10.5 This includes Rs 987 million (December 31, 2024: Rs 973 million) representing profit free financing to staff advanced under the Bank's Human Resource Policies.

March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
------(Rupees in '000)-----	

### 10.6 Particulars of financing - Gross

- in local currency	1,365,142,266	1,464,872,537
- in foreign currencies	78,401,791	91,489,781
	1,443,544,057	1,556,362,318

### 10.7 Islamic financing and related assets include Rs 30,296 million (December 31, 2024: Rs 25,243 million) which have been placed under non-performing status (Stage 3 under IFRS 9) as detailed below:

Category of classification - Stage 3 under IFRS 9	March 31, 2025 (Unaudited)		December 31, 2024 (Audited)	
	Non performing amount	Credit loss allowance	Non performing amount	Credit loss allowance
------(Rupees in '000)-----				
<b>Domestic</b>				
Other Assets Especially Mentioned	-	-	388	176
Substandard	7,119,702	3,636,614	962,362	763,303
Doubtful	4,880,279	4,005,308	4,765,274	4,001,247
Loss	18,295,739	17,881,228	19,515,149	19,120,352
Total	30,295,720	25,523,150	25,243,173	23,885,078

### 10.7.1 Particulars of credit loss allowance against Islamic financing and related assets:

	March 2025 (Unaudited)					December 2024 (Audited)					
	Expected credit loss			General	Total	Expected credit loss			Specific	General	Total
	Stage 1	Stage 2	Stage 3			Stage 1	Stage 2	Stage 3			
(Rupees in '000)											
Opening balance	2,609,888	1,511,416	23,885,078	13,600,000	41,606,382	-	-	-	16,107,097	14,247,354	30,354,451
Implementation of IFRS 9	-	-	-	-	-	-	-	16,107,097	(16,107,097)	-	-
Impact of adoption of IFRS 9											
- credit loss allowance	-	-	-	-	-	2,419,726	1,034,559	550,553	-	-	4,004,838
Impact of adoption of IFRS 9 - reversal of provision	-	-	-	-	-	-	-	-	-	(647,354)	(647,354)
	-	-	-	-	-	2,419,726	1,034,559	550,553	-	(647,354)	3,357,484
Exchange adjustment for the quarter / year	-	-	3,321	-	3,321	-	-	(6,806)	-	-	(6,806)
Net ECL Charge / (reversal) for the quarter / year:		-			-	-	-				
Charge for the quarter / year	512,737	145,723	3,143,227	-	3,801,687	1,114,242	1,023,586	10,070,673	-	-	12,208,501
Less: Reversals for the quarter / year	(536,051)	(147,787)	(1,508,476)	-	(2,192,314)	(924,080)	(546,729)	(1,904,128)	-	-	(3,374,937)
	(23,314)	(2,064)	1,634,751	-	1,609,373	190,162	476,857	8,166,545	-	-	8,833,564
Transfer to other liabilities	-	-	-	-	-	-	-	(749,988)	-	-	(749,988)
Amount written off	-	-	-	-	-	-	-	(182,323)	-	-	(182,323)
Closing balance	2,586,574	1,509,352	25,523,150	13,600,000	43,219,076	2,609,888	1,511,416	23,885,078	-	13,600,000	41,606,382

**10.7.2** It includes reversal on account of settlement of exposure amounting to Rs 244 million (December 2024: Rs 590 million) against acquisition of non-banking asset amounting to Rs 281 million (December 2024: Rs 471 million). Remaining amount has been parked in other liabilities as per SBP instructions.

**10.7.3** In addition, the Bank has also maintained a general provision of Rs 13,600 million (December 31, 2024: Rs 13,600 million) against financing made on prudent basis, in view of prevailing economic conditions. This general provision is in addition to the requirements of IFRS 9. This general provision can be maintained till December 31, 2026 under BPRD circular No. 1 of 2025 dated January 22, 2025.

**10.7.4** In accordance with BSD Circular No. 2 dated January 27, 2009 issued by the SBP, the Bank has availed the benefit of Forced Sales Value (FSV) of collaterals against the non-performing financing. Since under the instructions from the SBP, the Bank considers the higher of IFRS 9 stage 3 provision and provision under Prudential regulations, the FSV benefit availed is not applicable for all non-performing financing. The accumulated benefit availed amounts to Rs 456.3 million (December 31, 2024: Rs 438.45 million). The additional profit arising from availing the FSV benefit - net of tax amounts to Rs 214.5 million (December 31, 2024: Rs 201.69 million). The increase in profit, due to availing of the benefit, is not available for distribution of cash and stock dividend to share holders.

**10.7.5 Islamic financing and related assets - particulars of credit loss allowance**

	March 2025 (Unaudited)					December 2024 (Audited)					
	Expected Credit Loss			General	Total	Expected Credit Loss			Specific	General	Total
	Stage 1	Stage 2	Stage 3			Stage 1	Stage 2	Stage 3			
(Rupees in '000)											
Opening balance	2,609,888	1,511,416	23,885,078	13,600,000	41,606,382	-	-	-	16,107,097	14,247,354	30,354,451
Implementation of IFRS 9			-					16,107,097	(16,107,097)		
Impact of adoption of IFRS 9	-	-	-	-	-	2,419,726	1,034,559	550,553	-	(647,354)	3,357,484
Balance as at January 01 after adopting IFRS 9	2,609,888	1,511,416	23,885,078	13,600,000	41,606,382	2,419,726	1,034,559	16,657,650	-	13,600,000	33,711,935
Fresh disbursements	127,093	14,598	2,318	-	144,009	1,421,726	20,799	9,760	-	-	1,452,285
Amount derecognised / repaid	(368,579)	(41,413)	(1,257,183)	-	(1,667,175)	(407,019)	(156,162)	(1,977,819)	-	-	(2,541,000)
Transfer to stage 1	8,240	(8,240)	-	-	-	19,553	(19,542)	(11)	-	-	-
Transfer to stage 2	(28,602)	29,258	(656)	-	-	(515,067)	515,092	(25)	-	-	-
Transfer to stage 3	(2,317)	(26,851)	29,169	-	1	(73,067)	(50,983)	124,050	-	-	-
Exchange adjustment for the year	-	-	-	-	-	-	-	-	-	-	-
	(264,165)	(32,648)	(1,226,352)	-	(1,523,165)	446,126	309,204	(1,844,045)	-	-	(1,088,715)
Transfer to Other liability	-	-	-	-	-	-	-	(749,988)	-	-	(749,988)
Amounts written off / charged off	-	-	-	-	-	-	-	(182,323)	-	-	(182,323)
Changes in risk parameters	240,851	30,584	2,861,105	-	3,132,540	(255,964)	167,653	10,010,590	-	-	9,922,279
Other changes	-	-	3,319	-	3,319	-	-	(6,806)	-	-	(6,806)
Closing balance	2,586,574	1,509,352	25,523,150	13,600,000	43,219,076	2,609,888	1,511,416	23,885,078	-	13,600,000	41,606,382

**10.7.6 Category of classification under IFRS 9**

	March 31, 2025 (Unaudited)		December 31, 2024 (Audited)	
	Gross Amount	Credit loss allowance	Gross Amount	Credit loss allowance
(Rupees in '000)				
<b>Domestic</b>				
Performing - Stage 1 under IFRS 9	1,363,839,862	2,586,574	1,469,603,905	2,609,888
Underperforming - Stage 2 under IFRS 9	49,408,475	1,509,352	61,515,240	1,511,416
<b>Non-Performing - including Stage 3 under IFRS 9</b>				
Other Assets Especially Mentioned	-	-	388	176
Substandard	7,119,702	3,636,614	962,362	763,303
Doubtful	4,880,279	4,005,308	4,765,274	4,001,247
Loss	18,295,739	17,881,228	19,515,149	19,120,352
	30,295,720	25,523,150	25,243,173	23,885,078
<b>Total</b>	<b>1,443,544,057</b>	<b>29,619,076</b>	<b>1,556,362,318</b>	<b>28,006,382</b>

	Note	March 31, 2025 (Unaudited) ------(Rupees in '000)-----	December 31, 2024 (Audited)
<b>11. FIXED ASSETS</b>			
Capital work-in-progress	11.1	12,447,049	12,577,705
Property and equipment		35,447,129	34,570,029
		<u>47,894,178</u>	<u>47,147,734</u>
Less: Provision against capital work-in-progress		(300,000)	(300,000)
		<u><u>47,594,178</u></u>	<u><u>46,847,734</u></u>
<b>11.1 Capital work-in-progress</b>			
Advances to suppliers and contractors for:			
- civil works		8,495,996	7,967,486
- computer hardware		953,387	1,074,750
- purchase of vehicles		631,054	731,613
- office machines		1,880,368	2,045,000
- furniture and fixtures		486,244	758,856
		<u>12,447,049</u>	<u>12,577,705</u>
<b>11.2 Additions / transfers to fixed assets</b>		March 31, 2025 (Unaudited) ------(Rupees in '000)-----	March 31, 2024 (Unaudited)
The following additions / transfers from non banking assets have been made to fixed assets during the quarter:			
Capital work-in-progress		(130,656)	694,269
<b>Property and equipment</b>			
Leasehold land		51,851	696,101
Building on leasehold land		370,535	160,499
Leasehold improvements		457,194	779,367
Furniture and fixture		441,750	53,647
Electrical, office and computer equipment		735,273	1,493,649
Vehicles		620,400	408,973
		<u>2,677,003</u>	<u>3,592,236</u>
		<u><u>2,546,347</u></u>	<u><u>4,286,505</u></u>
<b>11.3 Disposal of fixed assets</b>			
The net book value of fixed assets disposed off during the quarter is as follows:			
Leasehold improvements		391	-
Furniture and fixture		34	77
Electrical, office and computer equipment		2,415	2,226
Vehicles		167,599	94,171
		<u>170,439</u>	<u>96,474</u>



## 12. RIGHT-OF-USE ASSETS

At January 1,  
Additions during the quarter  
Adjusted upon reassessment of useful life  
Depreciation Charge  
Derecognition during the quarter  
At March 31,

March 31, 2025 (Unaudited)		
Cost	Accumulated Depreciation	Net Book Value
----- (Rupees in '000) -----		
33,624,561	(12,394,364)	21,230,197
309,951	-	309,951
-	-	-
-	(710,569)	(710,569)
-	-	-
<u>33,934,512</u>	<u>(13,104,933)</u>	<u>20,829,579</u>

At January 1,  
Additions during the year  
Adjusted upon reassessment of useful life  
Depreciation Charge  
Derecognition during the year  
At December 31,

December 31, 2024 (Audited)		
Cost	Accumulated Depreciation	Net Book Value
----- (Rupees in '000) -----		
29,812,340	(10,240,488)	19,571,852
4,280,598	-	4,280,598
-	-	-
-	(2,622,253)	(2,622,253)
(468,377)	468,377	-
<u>33,624,561</u>	<u>(12,394,364)</u>	<u>21,230,197</u>

## 13. INTANGIBLE ASSETS

Computer Software  
Advance against computer software

March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
----- (Rupees in '000) -----	
2,185,588	2,227,368
703,484	669,512
<u>2,889,072</u>	<u>2,896,880</u>

### 13.1 Additions to intangible assets

Additions (Net) during the quarter

March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
----- (Rupees in '000) -----	
<u>166,868</u>	<u>61,702</u>

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
		------(Rupees in '000)-----	
<b>14. OTHER ASSETS</b>			
Profit / return accrued in local currency - net of provisions		137,678,726	86,337,594
Profit / return accrued in foreign currencies - net of provisions		1,214,575	770,387
Acceptances		20,717,489	28,322,450
Advances, deposits, and other prepayments		13,561,472	12,243,159
Non-banking assets acquired in satisfaction of claims		521,392	521,392
Mark to market gain on forward foreign exchange contracts		239,106	-
Receivables on account of sale of securities		-	-
Dividends receivable		261	261
Stamps		28,548	28,644
Security deposits		556,963	556,929
Advance for Investments		-	-
Receivable under alternate delivery channel		17,555,882	1,772,365
Other		6,097,723	4,813,008
		<u>198,172,137</u>	<u>135,366,189</u>
Less: Credit loss allowance / provision held against other assets	14.1.1	<u>(346,236)</u>	<u>(344,733)</u>
Other Assets (net of provision)		<u>197,825,901</u>	<u>135,021,456</u>
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	22	-	-
Other assets - total		<u><u>197,825,901</u></u>	<u><u>135,021,456</u></u>

#### 14.1 Credit loss allowance / provision held against other assets

Profit / return accrued & Others	ECL	92,395	101,252
Acceptances	ECL	59,708	45,127
Non-banking assets acquired in satisfaction of claims	Other provision	22,942	22,942
Others	Other provision	171,191	175,412
		<u>346,236</u>	<u>344,733</u>

##### 14.1.1 Movement in credit loss allowance / provision held against other assets

Opening balance	344,733	152,364
Impact of adoption of IFRS 9	-	162,964
Charge for the quarter / year (including ECL)	77,300	164,222
Reversals for the quarter / year	(59,310)	(107,145)
Amount adjusted / written off	<u>(16,487)</u>	<u>(27,672)</u>
Closing balance	<u>346,236</u>	<u>344,733</u>

#### 15. BILLS PAYABLE

In Pakistan	50,155,739	112,605,407
Outside Pakistan	-	-
	<u>50,155,739</u>	<u>112,605,407</u>

#### 16. DUE TO FINANCIAL INSTITUTIONS

In Pakistan	611,209,159	722,286,318
Outside Pakistan	-	-
	<u>611,209,159</u>	<u>722,286,318</u>

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
<b>16.1 Details of due to financial institutions secured / unsecured</b>			
<b>Secured</b>			
<b>With State Bank of Pakistan</b>			
Musharakah under Islamic Export Refinance Scheme		52,782,665	58,932,838
Investment under Islamic Long Term Financing Facility		18,899,783	19,743,040
Investment under Islamic Refinance Facility for Combating COVID-19		303,560	331,437
Investment under Islamic Financing for Renewal Energy		16,973,887	17,508,943
Investment under Islamic Temporary Economic Refinance Facility for Plant and Machinery		12,235,729	12,742,132
Investment under Islamic Refinance Scheme for storage of agriculture produce		969,032	896,789
Investment under Islamic Refinance and Credit Guarantee Scheme for Women Entrepreneurs (IRCGSWE)		14,676	10,327
Investment under Islamic Refinance Scheme for modernization of SMEs (IRFMS)		181,334	181,818
Investment under Islamic Refinance Scheme for SME Asaan Finance		5,983,287	6,192,179
Investment under Shariah Compliant Open Market Operations	16.1.1	471,835,530	390,321,306
Investment under Shariah Compliant Standing Ceiling Facility	16.1.1	-	47,627,464
<b>Total secured</b>		<b>580,179,483</b>	<b>554,488,273</b>
<b>With Scheduled Bank</b>		-	60,500,000
<b>Other financial institutions</b>		8,045,411	6,434,755
<b>Unsecured</b>			
Overdrawn nostro accounts		3,004,265	2,083,290
Musharakah with scheduled banks / financial institutions	16.1.2	19,980,000	98,780,000
		<u>611,209,159</u>	<u>722,286,318</u>

**16.1.1** These represent acceptance of funds by the Bank on Mudarabah basis which has been invested in special pools of the Bank and are secured against lien of the Bank's investment in Federal Government securities. The expected average return on Open Market Operations is 12.12% (December 2024: 13.08%) per annum and Standing Ceiling Facility is Nil (December 2024: 14.00) per annum.

**16.1.2** These represents acceptance of funds by the Bank on Musharakah basis. The expected average return on these Musharakah is around 11.35% (December 31, 2024: 12.23%) per annum. These balances have matured in April 2025 (December 31, 2024: January 2025).



## 17. DEPOSITS AND OTHER ACCOUNTS

	March 31, 2025 (Unaudited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
(Rupees in '000)						
<b>Customers</b>						
- Current accounts - non-remunerative	1,309,789,783	70,632,464	1,380,422,247	1,135,625,316	66,726,436	1,202,351,752
- Savings deposits	1,183,725,695	81,022,731	1,264,748,426	1,083,985,583	80,885,820	1,164,871,403
- Fixed deposits	181,768,868	14,640,138	196,409,006	164,386,854	15,146,642	179,533,496
- Margin	17,458,221	1,354,739	18,812,960	19,147,349	1,987,535	21,134,884
	2,692,742,567	167,650,072	2,860,392,639	2,403,145,102	164,746,433	2,567,891,535
<b>Financial institutions</b>						
- Current accounts - non-remunerative	6,342,551	230,381	6,572,932	4,692,359	611,371	5,303,730
- Savings deposits	11,778,124	73,771	11,851,895	11,539,703	46,492	11,586,195
- Fixed deposits	1,450,100	-	1,450,100	89,840	-	89,840
	19,570,775	304,152	19,874,927	16,321,902	657,863	16,979,765
	<u>2,712,313,342</u>	<u>167,954,224</u>	<u>2,880,267,566</u>	<u>2,419,467,004</u>	<u>165,404,296</u>	<u>2,584,871,300</u>

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
(Rupees in '000)			
<b>18. LEASE LIABILITY AGAINST RIGHT-OF-USE ASSETS</b>			
As at January 1,		25,848,322	22,093,855
Additions		309,951	4,280,598
Adjustment upon reassessment of useful life		-	-
Amortisation of lease liability against right-of-use assets		990,562	3,822,277
Derecognition during the quarter / year		-	-
Payments		(1,147,894)	(4,348,408)
As at March 31 / December 31,		<u>26,000,941</u>	<u>25,848,322</u>

## 19. SUB-ORDINATED SUKUK

Additional Tier I Sukuk	19.1	7,000,000	7,000,000
Tier II Sukuk	19.2	13,990,000	13,990,000
		<u>20,990,000</u>	<u>20,990,000</u>

- 19.1** In August 2018, the Bank issued regulatory Shariah compliant unsecured, sub-ordinated privately placed Additional Tier I Sukuk based on Mudaraba of Rs. 7,000 million as instrument of redeemable capital under section 66 of the Companies Act, 2017. The brief description of Additional Tier I sukuk is as follows:

Credit Rating	AA+ (Double A plus) by VIS Credit Rating Company Limited.
Issue Date	August 01, 2018
Tenor	Perpetual
Profit payment frequency	Monthly in arrears
Redemption	Perpetual. However, the Bank has call option which can be exercised with prior approval of SBP.
Expected Periodic Profit Amount (Mudaraba Profit Amount) - Non-discretionary subject to actual profit of the pool	The Mudaraba Profit is computed under General Pool on the basis of profit sharing ratio and monthly weightages announced by the Bank under the SBP guidelines of pool management. Last announced profit rate on the Sukuk is 15.68% per annum.
Call Option	The Bank may call Additional Tier I Sukuk with prior approval of SBP on or after five years from the date of issue.
Loss Absorbency	The Additional Tier I Sukuk, at the option of the SBP, will be fully and permanently converted into common shares (variable) upon the occurrence of a point of non-viability 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 Additional Tier I Sukuk, upon directive of the SBP, if such payment will result in a shortfall in the Bank's minimum capital requirement, capital adequacy ratio requirement or leverage ratio requirement.

- 19.2** In January 2020 and December 2021, the Bank issued regulatory Shariah compliant unsecured, subordinated privately placed Tier II Sukuk based on Mudaraba of Rs. 4,000 million and Rs 9,990 million respectively as instrument of redeemable capital under section 66 of the Companies Act, 2017. The Bank is in the process of redeeming Tier II Sukuk of Rs 4,000 million through exercise of call option. The brief description of Tier II sukuk is as follows:

Credit Rating	AAA (Triple A) by VIS Credit Rating Company Limited.
Issue Date	January 09, 2020 and December 16, 2021
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) - Non-discretionary subject to actual profit of the pool	The Mudaraba Profit is computed under General Pool on the basis of profit sharing ratio and monthly weightages announced by the Bank under the SBP guidelines of pool management. Last announced profit rate on the Sukuk are 14.94% and 15.21% per annum respectively.
Call Option	The Bank may call Tier II Sukuk with prior approval of SBP on or after 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 (variable) upon the occurrence of a point of non-viability 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 upon directive of the SBP, if such payment will result in a shortfall in the Bank's minimum capital requirement, capital adequacy ratio requirement or leverage ratio requirement.

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
		------(Rupees in '000)-----	
<b>20. DEFERRED TAX LIABILITIES</b>			
<b>Taxable temporary differences on:</b>			
Excess of accounting book values over tax written down values of owned assets		948,821	1,128,110
Surplus on revaluation of FVOCI investments		13,718,182	23,986,292
Surplus on revaluation of FVTPL investments		4,607	4,616
Surplus on revaluation of non-banking assets acquired in satisfaction of claims		-	-
		14,671,610	25,119,018
<b>Deductible temporary differences on:</b>			
Net credit loss allowance against investments		(179,149)	(179,330)
Income not accrued due to non-culmination of financing		(6,148,334)	(5,759,073)
Net credit loss allowance against non-performing Islamic financing and related assets		(6,103,681)	(4,620,736)
Others		(351,562)	(348,544)
		(12,782,726)	(10,907,683)
		<u>1,888,884</u>	<u>14,211,335</u>
<b>21. OTHER LIABILITIES</b>			
Return on deposits and other dues			
- payable in local currency		12,194,598	12,658,579
- payable in foreign currencies		302,486	319,959
Unearned income		5,094,063	4,301,617
Accrued expenses		34,799,743	40,269,608
Current taxation (provision less payments)		34,319,872	17,450,552
Acceptances		20,717,489	28,322,450
Dividend payable (including unclaimed dividend)		12,604,029	41,374
Payable to defined benefit plan		1,262,286	2,153,351
Credit loss allowance against off-balance sheet obligations	21.1	533,947	302,882
Charity payable		18,419	31,527
Security deposits against Ijarah		23,658,029	20,777,476
Payable on account of credit murabaha / ijarah / musawammah		433,062	662,558
Security deposits against lockers		237,841	232,090
Mark to market loss on forward foreign exchange commitments - net		-	685,420
Withholding taxes payable		1,807,737	461,208
Workers Welfare Fund payable		14,909,019	13,893,019
Payable under Alternate Delivery Channel		22,564,230	26,625,633
Others		3,076,960	3,425,053
		<u>188,533,810</u>	<u>172,614,356</u>
<b>21.1 ECL against off-balance sheet obligations</b>			
Opening balance		302,882	55,167
Impact of adoption of IFRS 9		-	269,835
Charge for the quarter / year		328,607	169,393
Reversals for the quarter / year		(97,542)	(191,513)
Closing balance		<u>533,947</u>	<u>302,882</u>

March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
----- (Rupees in '000) -----	

22. SURPLUS ON REVALUATION OF ASSETS - NET OF TAX

Securities measured at FVOCI-Debt	21,775,734	41,309,631
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Securities measured at FVOCI-Equity	4,605,385	4,817,853
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Non-banking assets acquired in satisfaction of claims	-	-
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Reference: Letter No. MEBL/CS/PSX-20/035/2025 dated April 21, 2025

Less: Deferred tax asset / (liability) on	20,381,119	46,127,484
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- Securities measured at FVOCI-Debt	(11,323,382)	(21,481,008)
- Securities measured at FVOCI-Equity	(2,394,800)	(2,505,284)
- Non-banking assets acquired in satisfaction of claims	-	-
	(13,718,182)	(23,986,292)
	<u>12,662,937</u>	<u>22,141,192</u>

	Note	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
------(Rupees in '000)-----			
<b>23. CONTINGENCIES AND COMMITMENTS</b>			
-Guarantees	23.1	86,738,327	78,286,827
-Commitments	23.2	1,775,452,770	1,810,593,972
-Other contingent liabilities	23.3	1,802,000	1,802,000
		<u>1,863,993,097</u>	<u>1,890,682,799</u>
<b>23.1 Guarantees:</b>			
Financial guarantees		30,395	30,395
Performance guarantees		57,313,028	53,520,467
Other guarantees		29,394,904	24,735,965
		<u>86,738,327</u>	<u>78,286,827</u>
<b>23.2 Commitments:</b>			
Documentary letters of credit		296,065,395	369,351,453
Commitments in respect of:			
- forward foreign exchange transactions	23.2.1	300,547,049	280,886,420
Commitments for acquisition of:			
- fixed assets		716,785	799,899
- intangible assets		880,184	904,732
Other commitments	23.2.2	1,177,243,357	1,158,651,468
		<u>1,775,452,770</u>	<u>1,810,593,972</u>
<b>23.2.1 Commitments in respect of forward foreign exchange contracts</b>			
Purchase		183,261,652	163,944,780
Sale		117,285,397	116,941,640
		<u>300,547,049</u>	<u>280,886,420</u>
<b>23.2.2 Other Commitments</b>			
Commitments in respect of financing (including irrevocable commitments)		<u>1,177,243,357</u>	<u>1,158,651,468</u>

### 23.3 Other contingent liabilities

The Income Tax Department amended the deemed assessment orders of the Bank for prior years including the tax year 2024. The additions / disallowances were mainly due to allocation of expenses relating to dividends and capital gain, allowability of provision against Islamic financing and related assets, provision against investments and provision against other assets. In the amended order for tax year 2015, additional issues with respect to the taxability of gain on bargain purchase, non-adjustment of loss pertaining to HSBC Bank Middle East – Pakistan Branches and the levy of super tax were also raised. The matter has been decided in Bank's favour by Appellate Tribunal Inland Revenue. Both the Bank and the tax department filed a reference with the High Court of Sindh in respect of the aforementioned matters.

The management of the Bank, in consultation with its tax advisors, is confident that the decision in respect of the above matters would be in Bank's favour and accordingly no provision has been made in these unconsolidated financial statements with respect thereto. The additional tax liability in respect of gain on bargain purchase and non-adjustment of loss pertaining to HSBC Bank Middle East – Pakistan Branches is Rs 1,096 million and Rs 706 million respectively.



	Note	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
		----- (Rupees in '000) -----	
<b>24. PROFIT / RETURN EARNED ON ISLAMIC FINANCING AND RELATED ASSETS, INVESTMENTS AND PLACEMENTS</b>			
On financing	24.1	43,686,706	40,223,327
On investments		62,816,897	77,929,824
On deposits / placements with financial institutions		1,112,926	1,051,687
		<u>107,616,529</u>	<u>119,204,838</u>
<b>24.1</b>	The income on Ijarah under IFAS 2 is net of takaful of Rs 773 million (March 31, 2024: Rs 443 million) recovered from customers.		
		March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
		----- (Rupees in '000) -----	
<b>24.2</b>	Profit / return recorded on financial assets measured at:		
- Fair Value through Profit and Loss		62,805	175,700
- Fair Value through OCI		59,838,080	66,486,700
- Amortized Cost		47,715,644	52,542,438
		<u>107,616,529</u>	<u>119,204,838</u>
	Note	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
		----- (Rupees in '000) -----	
<b>25. PROFIT / RETURN ON DEPOSITS AND OTHER DUES EXPENSED</b>			
Deposits and other accounts	25.1	26,292,902	36,523,193
Sub-ordinated Sukuk		625,872	1,185,616
Shariah Compliant Open Market Operations and Standing Ceiling Facility from the State Bank of Pakistan		14,736,227	7,582,111
Other Musharakahs / Mudarabas		3,180,555	5,767,179
Amortisation of lease liability against right-of-use assets		990,562	885,479
		<u>45,826,118</u>	<u>51,943,578</u>
<b>25.1</b>	This includes conversion cost of Rs 253 million (March 31, 2024: conversion cost of Rs 715 million) against foreign currency deposits.		
		March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
		----- (Rupees in '000) -----	
<b>26. FEE AND COMMISSION INCOME</b>			
Trade related fees and commissions		1,503,033	1,240,717
Commission on guarantees		86,316	58,530
Branch banking customer fees		948,742	817,740
Credit related fees		25,809	18,565
Debit card related fees		2,222,389	2,309,432
Investment banking related fees		74,726	160,665
Commission on cash management		129,469	103,190
Commission on home remittances		233,618	46,208
Others (including wealth management related fees)		306,460	293,857
		<u>5,530,562</u>	<u>5,048,904</u>
	Note	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)
		----- (Rupees in '000) -----	
<b>27. GAIN / (LOSS) ON SECURITIES</b>			
Realised - net	27.1	11,021	60,100
Unrealised - FVTPL / held for trading - net		144	-
		<u>11,165</u>	<u>60,100</u>

	Note	March 31, 2025 (Unaudited) ------(Rupees in '000)-----	March 31, 2024 (Unaudited)
<b>27.1 Realised gain on:</b>			
Federal Government Securities		11,021	60,100
Listed Shares		-	-
		<u>11,021</u>	<u>60,100</u>
<b>27.1.1</b> Net gain / (loss) on financial assets measured at FVOCI under IFRS 9		11,021	60,100
Net gain / (loss) on financial assets measured at FVTPL under IFRS 9		144	-
		<u>11,165</u>	<u>60,100</u>
<b>28. OTHER INCOME</b>			
Gain on termination of Islamic financing		179,850	175,649
Gain on sale of operating fixed assets		152,749	150,402
Others		442	1,922
		<u>333,041</u>	<u>327,973</u>
<b>29. OPERATING EXPENSES</b>			
Total compensation expense		8,901,009	12,066,114
<b>Property expense</b>			
Depreciation on right-of-use assets		710,569	621,521
Rent and taxes		40,858	49,211
Utilities cost (including electricity and diesel)		567,290	636,291
Security (including guards)		607,383	545,449
Repair and maintenance (including janitorial charges)		417,829	338,694
Depreciation		326,892	311,026
Others (including takaful expense)		5,260	33,877
		<u>2,676,081</u>	<u>2,536,069</u>
<b>Information technology expenses</b>			
Software maintenance		661,369	569,294
Hardware maintenance		117,779	88,950
Depreciation		488,979	369,548
Amortisation		174,676	154,995
Network charges		89,197	76,437
		<u>1,532,000</u>	<u>1,259,224</u>
<b>Other operating expenses</b>			
Stationery and printing (including debit card related cost)		730,849	547,281
Repairs and maintenance		376,656	155,744
Local transportation and car running		503,618	466,126
Depreciation on vehicles, equipment etc.		813,593	648,051
Legal and professional charges		72,524	20,376
NIFT and other clearing charges		91,374	91,526
Marketing, advertisement and publicity		578,820	511,849
Security charges - cash transportation		480,104	342,043
Communication (including courier)		1,005,074	598,663
Travelling and conveyance		116,740	85,000
Training and Development		27,177	27,321
Donation		-	1,241
Fees, subscription and other charges		273,712	173,478
Brokerage and bank charges		114,909	85,465
Office supplies		149,544	177,505
Entertainment		22,064	19,745
Takaful expense		84,121	99,850
Outsourced services costs		7,294	6,707
Auditors' Remuneration		21,500	9,035
Fees and allowances to Shariah Board		16,534	10,643
Directors' fees and allowances		15,160	17,760
Others		182	95
		<u>5,501,549</u>	<u>4,095,504</u>
		<u>18,610,639</u>	<u>19,956,911</u>

	Note	March 31, 2025 (Unaudited) ------(Rupees in '000)-----	March 31, 2024 (Unaudited) ------(Rupees in '000)-----
<b>30. OTHER CHARGES</b>			
Penalties imposed by the State Bank of Pakistan		4,606	132,596
<b>31. CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET</b>			
Net Credit loss allowance against			
Islamic financing and related assets - net	10.7.1	1,609,373	(21,347)
Net Credit loss allowance against diminution			
in value of investments	9.2	(348)	21,309
Net Credit loss allowance against cash and balance with treasury banks		(637)	8,202
Net Credit loss allowance against due from financial institutions		2	-
Net Credit loss allowance against balances with other banks		2,627	(698)
Net Credit loss allowance / provision / reversals against other assets	14.1.1	17,990	178,686
Bad debts written off directly		-	-
Net Credit loss allowance against off-balance sheet obligations	21.1	231,065	77,538
Provision / reversals against other liabilities		34,333	-
Recoveries of written off financings		(36,025)	(680)
		<u>1,858,380</u>	<u>263,010</u>
<b>32. TAXATION</b>			
Current	32.1	28,485,331	27,762,574
Deferred		(2,054,341)	(557,568)
		<u>26,430,990</u>	<u>27,205,006</u>
<b>32.1</b>	The Bank has recognised super tax charge of Rs 5,279 million (Q1 2024: Rs 5,443 million) in the current quarter based on taxable income for the quarter.		
		<b>March 31, 2025 (Unaudited) ------(Rupees in '000)-----</b>	<b>March 31, 2024 (Unaudited) ------(Rupees in '000)-----</b>
<b>33. BASIC EARNINGS PER SHARE</b>			
Profit for the quarter		<u>22,047,598</u>	<u>24,942,675</u>
		<b>------(Number)-----</b>	<b>------(Number)-----</b>
Weighted average number of ordinary shares		<u>1,794,740,700</u>	<u>1,791,253,200</u>
		<b>------(Rupees)-----</b>	<b>------(Rupees)-----</b>
Basic earnings per share		<u>12.28</u>	<u>14.18</u>
		<b>March 31, 2025 (Unaudited) ------(Rupees in '000)-----</b>	<b>March 31, 2024 (Unaudited) ------(Rupees in '000)-----</b>
<b>34. DILUTED EARNINGS PER SHARE</b>			
Profit for the quarter		<u>22,047,598</u>	<u>24,942,675</u>
		<b>------(Number)-----</b>	<b>------(Number)-----</b>
Weighted average number of ordinary shares	34.1	<u>1,803,833,914</u>	<u>1,799,242,599</u>
		<b>------(Rupees)-----</b>	<b>------(Rupees)-----</b>
Diluted earnings per share		<u>12.22</u>	<u>13.86</u>
<b>34.1 Reconciliation of basic and diluted earning per share</b>		<b>------(Number)-----</b>	<b>------(Number)-----</b>
Weighted average number of ordinary shares		1,794,740,700	1,791,253,200
Add: Diluted impact of Employee stock option scheme		9,093,214	7,989,399
Dilutive potential ordinary shares		<u>1,803,833,914</u>	<u>1,799,242,599</u>
	Note	<b>March 31, 2025 (Unaudited) ------(Rupees in '000)-----</b>	<b>March 31, 2024 (Unaudited) ------(Rupees in '000)-----</b>
<b>35. CASH AND CASH EQUIVALENTS</b>			
Cash and balances with treasury banks	6	258,906,808	231,685,428
Balances with other banks	7	11,439,091	13,380,314
Overdrawn Nostros	16	(3,004,265)	(2,831,661)
		<u>267,341,634</u>	<u>242,234,081</u>

### 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 as amortised cost, is based on quoted market price. Quoted debt securities classified as amortised cost are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of valuation methodologies. The fair value of unquoted debt securities, fixed term financings, other assets, other liabilities, fixed term deposits and due to financial institutions 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 are not significantly different from their carrying values since these are either short-term in nature or, in the case of customer financings and deposits, are frequently repriced.

#### 36.1 Fair value of financial assets

The Bank measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

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

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

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

March 31, 2025 (Unaudited)				
Carrying value	Fair value			
	Level 1	Level 2	Level 3	Total

(Rupees in '000)

#### On balance sheet financial instruments

##### Financial assets - measured at fair value

##### Investments

- Federal Government securities	1,782,607,818	612,873,457	1,169,734,361	2,099,039	1,784,706,857
- Shares	10,248,030	9,509,243	68,204	670,583	10,248,030
- Non Government Sukuk	131,234,422	118,375,156	2,817,657	10,041,609	131,234,422
- Foreign Securities	4,019,936	-	4,009,547	10,389	4,019,936
	1,928,110,206	740,757,856	1,176,629,769	12,821,620	1,930,209,245

##### Financial assets - disclosed but not measured at fair value

##### Investments

- Federal Government securities	120,106,216	-	99,280,850	21,053,574	120,334,424
	120,106,216	-	99,280,850	21,053,574	120,334,424
	2,048,216,422	740,757,856	1,275,910,619	33,875,194	2,050,543,669

##### Off-balance sheet financial instruments - measured at fair value

##### Forward purchase and sale of foreign exchange contracts

	239,106	-	239,106	-	239,106
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December 31, 2024 (Audited)				
Carrying value	Fair value			
	Level 1	Level 2	Level 3	Total

(Rupees in '000)

#### On balance sheet financial instruments

##### Financial assets - measured at fair value

##### Investments

- Federal Government securities	1,359,467,076	555,352,527	799,336,050	4,778,499	1,359,467,076
- Shares	11,197,572	10,513,112	66,633	617,827	11,197,572
- Non Government Sukuk	131,254,670	118,045,677	2,897,726	10,311,267	131,254,670
- Foreign Securities	3,968,059	-	3,957,670	10,389	3,968,059
	1,505,887,377	683,911,316	806,258,079	15,717,982	1,505,887,377

##### Financial assets - disclosed but not measured at fair value

##### Investments

- Federal Government securities	362,725,910	-	343,031,635	21,053,574	364,085,209
	362,725,910	-	343,031,635	21,053,574	364,085,209
	1,868,613,287	683,911,316	1,149,289,714	36,771,556	1,869,972,586

##### Off-balance sheet financial instruments - measured at fair value

##### Forward purchase and sale of foreign exchange contracts

	685,420	-	685,420	-	685,420
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### 36.2 Fair Value of non-financial assets

March 31, 2025 (Unaudited)				
Carrying value	Fair value			
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
Non-banking assets acquired in satisfaction of claims	498,450	-	498,450	498,450
	498,450	-	498,450	498,450

December 31, 2024 (Audited)				
Carrying value	Fair value			
	Level 1	Level 2	Level 3	Total
(Rupees in '000)				
Non-banking assets acquired in satisfaction of claims	498,450	-	498,450	498,450
	498,450	-	498,450	498,450

Non-banking assets acquired in satisfactions of claims are carried at revalued amounts (level 3 measurement) determined by professional valuers based on their assessment of the market values.

#### Valuation techniques used in determination of fair values

Item	Valuation approach and input used
Listed Securities	The valuation has been determined through closing rates of Pakistan Stock Exchange.
GoP Ijarah Sukuk	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 Sukuk	These are measured at fair value using the rates published by the valuation expert (Bloomberg)
Forward foreign exchange contracts	The valuation has been determined by interpolating the mid rates announced by SBP.
Non-banking assets acquired in satisfaction of claims	NBAs are valued by professionally qualified valuers as per the accounting policy disclosed in the unconsolidated financial statements of the Bank for the year ended December 31, 2024.
Mutual Funds	The valuation has been determined based on Net asset values declared by respective funds.
Unquoted Equity Securities	The value of unquoted equity securities are determined by using different methods for different securities.  Fair value of investment in Sapphire Electric Company Limited has been determined by Dividend Discount Model (DDM) by using constant dividends streams of the entity by using various key assumptions considering economic and market conditions. Key assumptions include discount rate and terminal growth rate (if applicable).
Corporate Sukuk	The valuation has been determined through closing rates announced by FMA (Financial Market Association) through Reuters.

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 quarter.

Fair value of Islamic financing and related assets, unquoted sukuk, other assets, other liabilities and fixed term deposits and other accounts and due to financial institutions cannot be calculated with sufficient reliability due to absence of current and active market for such 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 are not significantly different from their carrying values since these assets and liabilities are short term in nature or in the case of financings and deposits are frequently repriced.



## 37. SEGMENT INFORMATION

### 37.1 Segment Details with respect to Business Activities

	2025				
	Corporate and Commercial banking	Retail banking	Trading and sales	Others	Inter-segment Eliminations
(Rupees in '000)					
<b>Profit and loss account for the quarter ended March 31, 2025 (Unaudited)</b>					
External funded revenue	41,101,056	3,049,802	63,465,671	-	-
External non funded revenue	1,745,697	1,588,865	2,314,764	2,528,476	-
Inter segment revenue - net	-	78,726,497	-	74,388	(78,800,885)
<b>Total Income</b>	<b>42,846,753</b>	<b>83,365,164</b>	<b>65,780,435</b>	<b>2,602,864</b>	<b>(78,800,885)</b>
External cost of funds	1,620,769	27,539,540	16,665,809	-	-
Segment direct expenses	511,656	16,897,309	242,067	1,980,213	-
Inter segment expense allocation	36,513,718	-	42,287,167	-	(78,800,885)
<b>Total expenses</b>	<b>38,646,143</b>	<b>44,436,849</b>	<b>59,195,043</b>	<b>1,980,213</b>	<b>(78,800,885)</b>
Net ECL / Provisions / (Reversals) and write offs - net	1,839,664	(16,119)	2,427	32,408	-
<b>Profit before tax</b>	<b>2,360,946</b>	<b>38,944,434</b>	<b>6,582,965</b>	<b>590,243</b>	<b>-</b>
<b>Statement of financial position as at March 31, 2025 (Unaudited)</b>					
Cash and bank balances	2,877,264	271,406,011	-	(3,937,376)	-
Due from financial institutions - net	-	-	36,464,297	-	-
Investments - net	12,858,878	-	2,037,279,877	-	-
Net inter segment lending	-	2,678,443,604	-	7,285,640	(2,685,729,244)
Islamic financings and related assets - net	1,305,605,605	94,719,376	-	-	-
Others	44,869,061	95,358,493	111,073,517	17,837,659	-
<b>Total Assets</b>	<b>1,366,210,808</b>	<b>3,139,927,484</b>	<b>2,184,817,691</b>	<b>21,185,923</b>	<b>(2,685,729,244)</b>
Due to financial institutions	101,908,285	14,481,083	494,819,792	-	-
Deposits and other accounts	-	2,880,267,566	-	-	-
Subordinated sukuk	20,990,000	-	-	-	-
Net inter segment borrowing	1,130,851,034	-	1,554,878,210	-	(2,685,729,244)
Others	28,527,004	216,827,126	893,298	20,331,946	-
<b>Total liabilities</b>	<b>1,282,276,323</b>	<b>3,111,575,775</b>	<b>2,050,591,300</b>	<b>20,331,946</b>	<b>(2,685,729,244)</b>
<b>Equity</b>	<b>83,934,485</b>	<b>28,351,709</b>	<b>134,226,391</b>	<b>853,977</b>	<b>-</b>
<b>Total Equity and liabilities</b>	<b>1,366,210,808</b>	<b>3,139,927,484</b>	<b>2,184,817,691</b>	<b>21,185,923</b>	<b>(2,685,729,244)</b>
<b>Contingencies and Commitments</b>	<b>1,560,047,079</b>	<b>3,398,969</b>	<b>300,547,049</b>	<b>-</b>	<b>-</b>
<b>2024</b>					
	Corporate and Commercial banking	Retail banking	Trading and sales	Others	Inter-segment Eliminations
(Rupees in '000)					
<b>Profit and loss account for the quarter ended March 31, 2024 (Unaudited)</b>					
External funded revenue	38,511,303	2,613,360	78,080,175	-	-
External non funded revenue	1,539,225	1,235,024	980,678	2,602,627	-
Inter segment revenue - net	-	110,564,239	-	-	(110,564,239)
<b>Total Income</b>	<b>40,050,528</b>	<b>114,412,623</b>	<b>79,060,853</b>	<b>2,602,627</b>	<b>(110,564,239)</b>
External cost of funds	4,226,918	37,611,447	10,105,213	-	-
Segment direct expenses	608,729	19,327,372	245,191	1,026,831	-
Inter segment expense allocation	33,106,873	-	77,393,431	63,935	(110,564,239)
<b>Total expenses</b>	<b>37,942,520</b>	<b>56,938,819</b>	<b>87,743,835</b>	<b>1,090,766</b>	<b>(110,564,239)</b>
Provisions and write offs - net	202,498	(65,877)	(55,628)	182,017	-
<b>Profit before tax</b>	<b>1,905,510</b>	<b>57,539,681</b>	<b>(8,627,354)</b>	<b>1,329,844</b>	<b>-</b>
<b>Statement of financial position as at December 31, 2024 (Audited)</b>					
Cash and bank balances	2,701,418	259,368,426	-	12,089,364	-
Due from financial institutions - net	-	-	34,964,299	-	-
Investments - net	13,208,564	-	1,857,327,056	-	-
Net inter segment lending	-	2,447,257,940	-	16,951,850	(2,464,209,790)
Islamic financings and related assets - net	1,432,227,514	82,528,422	-	-	-
Others	51,394,838	92,412,523	60,257,206	1,931,700	-
<b>Total Assets</b>	<b>1,499,532,334</b>	<b>2,881,567,311</b>	<b>1,952,548,561</b>	<b>30,972,914</b>	<b>(2,464,209,790)</b>
Due to financial institutions	109,871,661	13,102,601	599,312,056	-	-
Deposits and other accounts	-	2,584,871,300	-	-	-
Subordinated sukuk	20,990,000	-	-	-	-
Net inter segment borrowing	1,236,595,417	-	1,227,614,373	-	(2,464,209,790)
Others	37,120,929	256,091,800	1,981,628	30,085,063	-
<b>Total liabilities</b>	<b>1,404,578,007</b>	<b>2,854,065,701</b>	<b>1,828,908,057</b>	<b>30,085,063</b>	<b>(2,464,209,790)</b>
<b>Equity</b>	<b>94,954,327</b>	<b>27,501,610</b>	<b>123,640,504</b>	<b>887,851</b>	<b>-</b>
<b>Total Equity and liabilities</b>	<b>1,499,532,334</b>	<b>2,881,567,311</b>	<b>1,952,548,561</b>	<b>30,972,914</b>	<b>(2,464,209,790)</b>
<b>Contingencies and Commitments</b>	<b>1,522,044,807</b>	<b>87,751,572</b>	<b>280,886,420</b>	<b>-</b>	<b>-</b>

### 38. RELATED PARTY TRANSACTIONS

**38.1** Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and includes a subsidiary company, associated companies, retirement benefit funds, directors, and key management personnel and their close family members.

**38.2** 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 and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration and other benefit to the key management personnel is determined in accordance with the terms of their appointment.

#### 38.3 Subsidiary companies

- Al Meezan Investment Management Limited
- Meezan Exchange Company (Private) Limited

#### 38.4 Associates

Associates include mutual funds managed by Al Meezan Investment Management Limited and entities having common directorship with the Board. However, entities are not considered related party only if common director is an independent director working on both the Boards.

#### 38.5 Key management personnel

- President and Chief Executive Officer
- Deputy Chief Executive Officer

**38.6** Details of transactions with related parties and balances with them as at the quarter-end as are follows. Balances pertaining to parties that were related at the beginning of the year but ceased to be related during any part of the current quarter are not reflected as part of the closing balance. However, new related parties (as applicable) have been added during the quarter. The same are accounted for through the movement presented above.

	Total		Subsidiary		Associates		Directors and close family members		Key management personnel and close family		Other related parties	
	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
(Rupees in '000)												
<b>Islamic financing and related assets</b>												
At January 1,	82,900	33,002,164	-	-	-	32,914,968	-	-	82,900	87,196	-	-
Addition during the quarter / year	-	3,522,664	-	-	-	3,522,664	-	-	-	-	-	-
Repayment / redemption / deletion during the quarter / year	(1,125)	(36,441,928)	-	-	-	(36,437,632)	-	-	(1,125)	(4,296)	-	-
At March 31 / December 31	<u>81,775</u>	<u>82,900</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,775</u>	<u>82,900</u>	<u>-</u>	<u>-</u>
<b>Investments</b>												
At January 1,	1,922,333	908,302	1,063,050	63,050	859,283	845,252	-	-	-	-	-	-
Addition during the quarter / year	-	1,015,000	-	1,000,000	-	15,000	-	-	-	-	-	-
Repayment / redemption / deletion during the quarter / year	-	(969)	-	-	-	(969)	-	-	-	-	-	-
At March 31 / December 31	<u>1,922,333</u>	<u>1,922,333</u>	<u>1,063,050</u>	<u>1,063,050</u>	<u>859,283</u>	<u>859,283</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

	Total		Subsidiary		Associates		Directors and close family members		Key management personnel and close family		Other related parties	
	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
	(Rupees in '000)											
<b>Deposits</b>	13,497,286	8,477,554	292,135	287,629	9,622,946	6,758,697	186,092	251,138	166,020	75,745	3,230,093	1,104,345
<b>Other Assets</b>												
Profit receivable on financing / investments / placements	45	44	-	-	-	-	-	-	45	44	-	-
Fee and Other Receivable	250,287	294,119	167,490	235,786	82,797	58,333	-	-	-	-	-	-
Provision against ECL	352	45	23	32	318	8	-	-	11	5	-	-
<b>Due to financial institutions</b>												
At January 1,	47,130,000	-	-	-	47,130,000	-	-	-	-	-	-	-
Addition during the quarter / year	146,300,000	643,630,000	-	-	146,300,000	643,630,000	-	-	-	-	-	-
Repayment / redemption / deletion during the quarter / year	(182,730,000)	(596,500,000)	-	-	(182,730,000)	(596,500,000)	-	-	-	-	-	-
At March 31 / December 31	<u>10,700,000</u>	<u>47,130,000</u>	<u>-</u>	<u>-</u>	<u>10,700,000</u>	<u>47,130,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Sub-ordinated Sukuk</b>												
At January 1,	210,000	210,000	-	-	210,000	210,000	-	-	-	-	-	-
Addition during the quarter / year	-	-	-	-	-	-	-	-	-	-	-	-
Repayment / redemption / deletion during the quarter / year	-	-	-	-	-	-	-	-	-	-	-	-
At March 31 / December 31	<u>210,000</u>	<u>210,000</u>	<u>-</u>	<u>-</u>	<u>210,000</u>	<u>210,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Other Liabilities</b>												
Payable to defined benefit plan	1,262,286	2,153,351	-	-	-	-	-	-	839,140	808,528	423,146	1,344,823
Accrued Expenses	14,010	4,550	6,600	2,200	-	-	7,410	2,350	-	-	-	-
Profit payable on musharakah acceptance	16,553	256,364	-	-	16,553	256,364	-	-	-	-	-	-
<b>Contingencies and Commitments</b>												
Letters of Guarantee (unfunded)	2,500,100	100	100	100	2,500,000	-	-	-	-	-	-	-

Total		Subsidiary		Associates		Directors and close family members		Key management personnel and close family		Other related parties	
March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)	March 31, 2025 (Unaudited)	March 31, 2024 (Unaudited)

(Rupees in '000)

**Transactions, income and expenses**

Profit earned on financing / investments / placements	1,018	1,790,505	-	-	-	1,789,423	-	-	1,018	1,082	-	-
Fees and other income earned	296,446	289,872	211,029	110,461	85,309	179,303	1	1	47	67	60	40
Dividend income earned	650,000	260,000	650,000	260,000	-	-	-	-	-	-	-	-
Return on deposits / acceptance expensed	541,818	416,253	2,739	2,596	514,151	389,896	1,241	1,130	1,367	4,370	22,320	18,261
Charge for defined benefit plan	423,147	186,467	-	-	-	-	-	-	-	-	423,147	186,467
Contribution to defined contribution plan	256,086	175,863	-	-	-	-	-	-	-	-	256,086	175,863
Contribution to staff benevolent fund	95,751	68,712	-	-	-	-	-	-	-	-	95,751	68,712
ECL charge / (reversals)	306	3,617	(9)	22	310	3,584	-	-	5	11	-	-
Fees expensed	7,401	7,281	7,294	6,707	107	574	-	-	-	-	-	-
Recovery of expenses	7,250	32,474	7,250	32,474	-	-	-	-	-	-	-	-
Purchase of fixed assets	-	32,845	-	-	-	32,845	-	-	-	-	-	-
Remuneration to key management personnel	90,434	97,952	-	-	-	-	-	-	90,434	97,952	-	-
Fee to non-executive directors	15,160	17,760	-	-	-	-	15,160	17,760	-	-	-	-

**39. CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS**

	March 31, 2025 (Unaudited)	December 31, 2024 (Audited)
	------(Rupees in '000)-----	
<b>Minimum Capital Requirement (MCR)</b>		
Paid-up capital (net of losses)	17,947,407	17,947,407
<b>Capital Adequacy Ratio</b>		
Eligible Common Equity Tier 1 (CET 1) Capital	231,579,888	221,804,077
Eligible Additional Tier 1 (ADT 1) Capital	7,000,000	7,000,000
Total Eligible Tier 1 Capital	238,579,888	228,804,077
Eligible Tier 2 Capital	34,678,979	47,135,239
Total Eligible Capital (Tier 1 + Tier 2)	273,258,867	275,939,316
<b>Risk weighted assets (RWAs):</b>		
Credit Risk	706,083,372	880,323,774
Market Risk	32,127,595	36,391,197
Operational Risk	439,129,711	439,129,711
Total	1,177,340,678	1,355,844,682
Common Equity Tier 1 Capital Adequacy ratio	19.67%	16.36%
Tier 1 Capital Adequacy Ratio	20.26%	16.88%
Total Capital Adequacy Ratio	23.21%	20.35%
<b>Leverage ratio (LR):</b>		
Tier-1 Capital	238,579,888	228,804,077
Total Exposures	4,548,449,793	4,186,333,675
Leverage Ratio	5.25%	5.47%
<b>Liquidity coverage ratio (LCR):</b>		
Total High Quality Liquid Assets	1,560,449,721	1,320,749,145
Total Net Cash Outflow	534,338,468	433,217,397
Liquidity Coverage Ratio	292%	305%
<b>Net stable funding ratio (NSFR):</b>		
Total Available Stable Funding	2,800,921,958	2,572,046,020
Total Required Stable Funding	1,173,901,948	1,453,475,186
Net Stable Funding Ratio	239%	177%



**40. RECLASSIFICATIONS**

Corresponding figures have been rearranged and reclassified where necessary for better presentation.

**41. NON-ADJUSTING EVENT**

The Board of Directors in their meeting held on April 21, 2025 has announced interim cash dividend of Rs 7/- per share (70%). This condensed interim unconsolidated financial information does not include the effect of this appropriation which will be accounted for subsequent to the quarter end.

**42. DATE OF AUTHORISATION**

This condensed interim financial information were authorised for issue on April 21, 2025 by the Board of Directors of the Bank.

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**Chairman**

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**President and  
Chief Executive**

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**Director**

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**Director**

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**Chief Financial Officer**



**MEEZAN BANK LIMITED**

**CONSOLIDATED FINANCIAL STATEMENT  
FOR THE QUARTER ENDED MARCH 31, 2025**

**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT MARCH 31, 2025**

	<b>March 31, 2025 (Unaudited) 2025</b>	<b>December 31, 2024 (Audited) 2024</b>
<b>ASSETS</b>		
<b>------(Rupees in '000)-----</b>		
Cash and balances with treasury banks	259,164,353	260,873,367
Balances with other banks	11,322,871	13,290,726
Due from financial institutions	36,464,297	34,964,299
Investments	2,058,700,752	1,878,852,841
Islamic financing and related assets	1,400,324,981	1,514,755,936
Property and equipment	47,988,240	47,226,503
Right-of-use assets	21,219,825	21,622,622
Intangible assets	2,952,946	2,960,432
Deferred tax asset	-	-
Other assets	198,524,182	135,980,074
<b>Total Assets</b>	<b>4,036,662,447</b>	<b>3,910,526,800</b>
<b>LIABILITIES</b>		
Bills payable	50,155,739	112,605,407
Due to financial institutions	611,209,160	722,286,318
Deposits and other accounts	2,879,975,431	2,584,583,671
Lease liability against right-of-use assets	26,434,194	26,286,276
Sub-ordinated sukuk	20,990,000	20,990,000
Deferred tax liabilities	3,188,424	15,530,758
Other liabilities	190,676,316	174,614,150
<b>Total Liabilities</b>	<b>3,782,629,264</b>	<b>3,656,896,580</b>
<b>NET ASSETS</b>	<b>254,033,183</b>	<b>253,630,220</b>
<b>REPRESENTED BY</b>		
Share capital	17,947,407	17,947,407
Reserves	50,388,642	48,026,583
Surplus on revaluation of assets - net of tax	12,662,937	22,141,192
Unappropriated profit	171,159,100	163,601,395
	<b>252,158,086</b>	<b>251,716,577</b>
<b>Non- Controlling Interest</b>	<b>1,875,097</b>	<b>1,913,643</b>
	<b>254,033,183</b>	<b>253,630,220</b>

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman

President and  
Chief Executive Officer

Director

Director

Chief Financial Officer

**MEEZAN BANK LIMITED****CONDENSED INTERIM CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)  
FOR THE QUARTER ENDED MARCH 31, 2025**

	Quarter ended March 31, 2025	Quarter ended March 31, 2024
	-----Rupees in '000-----	
Profit / return earned on Islamic financing and related assets, investments and placements	107,619,969	119,204,166
Profit / return on deposits and other dues expensed	45,837,453	51,950,713
Net profit / return	61,782,516	67,253,453
<b>OTHER INCOME</b>		
Fee and commission income	7,211,977	5,914,978
Dividend income	57,136	182,647
Foreign Exchange Income	1,597,750	477,930
Gain / (loss) on securities	11,165	60,100
Other income	364,089	329,270
Total other income	9,242,117	6,964,925
<b>Total income</b>	71,024,633	74,218,378
<b>OTHER EXPENSES</b>		
Operating expenses	19,167,397	20,598,165
Workers Welfare Fund	1,043,979	1,128,469
Other charges	8,763	132,596
Total other expenses	20,220,139	21,859,230
	50,804,494	52,359,148
Share of profit of associates	338,492	374,589
Profit before credit loss allowance / provisions	51,142,986	52,733,737
Credit loss allowance / provisions and write offs - net	1,858,380	263,010
Extra ordinary / unusual items	-	-
<b>PROFIT BEFORE TAXATION</b>	49,284,606	52,470,727
Taxation	26,866,315	27,390,550
<b>PROFIT AFTER TAXATION</b>	22,418,291	25,080,177
<b>Attributable to:</b>		
Shareholders of the Holding company	22,106,837	24,956,287
Non-controlling interest	311,454	123,890
	22,418,291	25,080,177
	<b>Rupees</b>	
Basic earnings per share	12.32	13.93
Diluted earnings per share	12.26	13.87

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman

President and  
Chief Executive Officer

Director

Director

Chief Financial Officer

**MEEZAN BANK LIMITED**

**CONDENSED INTERIM CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Quarter ended March 31, 2025	Quarter ended March 31, 2024
	-----Rupees in '000-----	
<b>Profit after taxation for the period attributable to:</b>		
Shareholders of the Holding company	22,106,837	24,956,287
Non-controlling interest	311,454	123,890
	<u>22,418,291</u>	<u>25,080,177</u>
<b>Other Comprehensive Income / (loss)</b>		
<b>Items that may be reclassified to profit and loss account in subsequent periods:</b>		
- Movement in deficit on revaluation of debt investments through FVOCI - net of tax	(9,371,091)	(1,454,786)
- Gain on derecognition of Debt investments at FVOCI – reclassified to profit or loss account - net of tax	(5,180)	(30,651)
<b>Items that will not be reclassified to statement of profit and loss account in subsequent periods:</b>		
- Movement in surplus on revaluation of equity investments through FVOCI - net of tax	116,829	79,188
<b>Total comprehensive income for the period</b>	<u>13,158,849</u>	<u>23,673,928</u>
<b>Attributable to:</b>		
Shareholders of the Holding company	12,847,395	23,550,038
Non-controlling interest	311,454	123,890
	<u>13,158,849</u>	<u>23,673,928</u>

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman

President and  
Chief Executive Officer

Director

Director

Chief Financial Officer



**MEEZAN BANK LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Share capital	Capital reserves				Revenue reserves	Surplus / (deficit) on revaluation of		Unappro- priated profit	Non controlling interest	Total
		Share Premium	Statutory reserve *	Non Distributable Capital Reserve - Gain on Bargain	Employee share option compensation reserve	General reserve	Investments	Non-banking assets			
(Rupees in '000)											
Balance as at January 01, 2024	17,912,532	2,626,441	30,617,082	3,117,547	654,321	91,082	10,920,597	-	122,528,058	1,549,609	190,017,269
Impact of adoption of IFRS 9 - net of tax							1,188,390		25,760		1,214,150
Profit after taxation for the quarter ended March 31, 2024	-	-	-	-	-	-	-	-	24,956,287	123,890	25,080,177
Other Comprehensive loss for the quarter ended March 31, 2024 - net of tax											
- Movement in deficit on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	(1,454,786)	-	-	-	(1,454,786)
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(30,651)	-	-	-	(30,651)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(61,393)	-	61,393	-	-
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	79,188	-	-	-	79,188
	-	-	-	-	-	-	(1,467,642)	-	61,393	-	(1,406,249)
Recognition of share based compensation	-	-	-	-	108,854	-	-	-	-	-	108,854
Other appropriations											
Transfer to statutory reserve*	-	-	2,494,268	-	-	-	-	-	(2,494,268)	-	-
Transactions with owners recognised directly in equity											
Final cash dividend for the year 2023 @ Rs 8 per share	-	-	-	-	-	-	-	-	(14,330,026)	-	(14,330,026)
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	(140,000)	(140,000)
Balance as at March 31, 2024	17,912,532	2,626,441	33,111,350	3,117,547	763,175	91,082	10,641,345	-	130,747,204	1,533,499	200,544,175
Profit after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	-	-	77,732,794	906,364	78,639,158
Other Comprehensive income for the nine months period ended December 31, 2024 - net of tax											
- Movement in surplus on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	11,546,474	-	-	-	11,546,474
- Gain on sale of debt investments carried at FVOCI reclassified to profit or loss account - net of tax	-	-	-	-	-	-	(1,582,829)	-	-	-	(1,582,829)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(615,745)	-	615,745	-	-
Remeasurement loss on valuation of employee retirement benefits	-	-	-	-	-	-	-	-	(218,153)	(5,070)	(223,223)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	2,151,947	-	-	-	2,151,947
Total other comprehensive income / (loss) - net of tax	-	-	-	-	-	-	11,499,847	-	397,592	(5,070)	11,892,369
Recognition of share based compensation	-	-	-	-	481,923	-	-	-	-	-	481,923
Other appropriations											
Transfer to statutory reserve*	-	-	7,656,484	-	-	-	-	-	(7,656,484)	-	-
Transactions with owners recognised directly in equity											
First interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,538,773)	-	(12,538,773)
Second interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
Third interim cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
	-	-	-	-	-	-	-	-	(37,665,143)	-	(37,665,143)
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	(521,150)	(521,150)
Issue of 3,487,520 shares under the Employees shares option scheme	34,875	477,812	-	-	(299,231)	-	-	-	45,432	-	258,888
Balance as at December 31, 2024	17,947,407	3,104,253	40,767,834	3,117,547	945,867	91,082	22,141,192	-	163,601,395	1,913,643	253,630,220
Profit after taxation for the quarter ended March 31, 2025	-	-	-	-	-	-	-	-	22,106,837	311,454	22,418,291
Other Comprehensive loss for the quarter ended March 31, 2025 - net of tax											
- Movement in deficit on revaluation of investments in debt instruments at FVOCI - net of tax	-	-	-	-	-	-	(9,371,091)	-	-	-	(9,371,091)
- Gain on derecognition of Debt investments at FVOCI - reclassified to profit or loss - net of tax	-	-	-	-	-	-	(5,180)	-	-	-	(5,180)
Transfer from revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	(218,813)	-	218,813	-	-
- Movement in surplus on revaluation of investments in equity instruments at FVOCI - net of tax	-	-	-	-	-	-	116,829	-	-	-	116,829
Total other comprehensive loss - net of tax	-	-	-	-	-	-	(9,478,255)	-	218,813	-	(9,259,442)
Recognition of share based compensation	-	-	-	-	157,299	-	-	-	-	-	157,299
Other appropriations											
Transfer to statutory reserve*	-	-	2,204,760	-	-	-	-	-	(2,204,760)	-	-
Transactions with owners recognised directly in equity											
Final cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	(350,000)	(350,000)
Balance as at March 31, 2025	17,947,407	3,104,253	42,972,594	3,117,547	1,103,166	91,082	12,662,937	-	171,159,100	1,875,097	254,033,183

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

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman	President and Chief Executive Officer	Director	Director	Chief Financial Officer
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**MEEZAN BANK LIMITED**  
**CONDENSED INTERIM CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

	Quarter ended March 31, 2025	Quarter ended March 31, 2024
	------(Rupees in '000)-----	
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>		
Profit before taxation	49,284,606	52,470,727
Less: Dividend income	(57,136)	(182,647)
	49,227,470	52,288,080
<b>Adjustments for non-cash charges and other items:</b>		
Depreciation	1,660,772	1,350,305
Net profit / return	(62,787,295)	(68,451,535)
Amortization	185,899	165,435
Non cash items related to right-of-use assets	1,741,762	1,536,943
Credit loss allowance and write offs - net	1,858,380	263,010
Share based compensation expense	157,299	108,854
Gain on sale of property and equipment	(154,129)	(151,061)
Unrealised gain - FVTPL	(144)	-
Share of results of associates	(338,492)	(374,589)
	(57,675,948)	(65,552,638)
	(8,448,478)	(13,264,558)
<b>Increase in operating assets</b>		
Due from financial institutions	(1,500,000)	-
Islamic financing and related assets	112,286,504	61,134,897
Other assets	(9,273,502)	(5,982,221)
	101,513,002	55,152,676
<b>Increase in operating liabilities</b>		
Bills payable	(62,449,668)	(385,912)
Due to financial institutions	(111,858,631)	(44,807,668)
Deposits and other accounts	295,391,760	51,592,937
Other liabilities	(11,986,017)	(5,981,387)
	109,097,444	417,970
	202,161,968	42,306,088
		-
Net profit / return received	55,648,662	76,760,033
Net profit / return paid	(46,458,409)	(51,183,470)
Income tax paid	(12,480,919)	(20,770,278)
<b>Net cash generated from operating activities</b>	198,871,302	47,112,373
<b>CASH FLOW FROM INVESTING ACTIVITIES</b>		
Net investments in amortised cost securities	(33,211)	18,618
Net investments in securities classified as FVOCI	(201,994,398)	(54,123,426)
Net divestment in securities classified as FVTPL	2,678,599	3,189,096
Net investments in associates	93,713	(209,860)
Dividends received	57,136	182,647
Investments in property and equipment	(2,875,170)	(4,306,077)
Investments in intangible assets	(178,413)	(66,007)
Proceeds from sale of property and equipment	326,165	247,683
<b>Net cash used in investing activities</b>	(201,925,579)	(55,067,326)
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>		
Payment of lease liability against right-of-use assets	(1,191,047)	(1,014,789)
Dividend paid to equity shareholders of the Bank	(530)	(370)
Dividend paid to non-controlling interest	(350,000)	(140,000)
<b>Net cash used in financing activities</b>	(1,541,577)	(1,155,159)
<b>Increase in cash and cash equivalents</b>	(4,595,854)	(9,110,112)
ECL impact of IFRS 9 on cash and cash equivalents	(1,990)	(43,831)
Cash and cash equivalents at the beginning of the quarter	272,080,803	251,391,156
<b>Cash and cash equivalents at the end of the period</b>	267,482,959	242,237,213

The annexed notes 1 to 3 form an integral part of these condensed interim consolidated financial statements.

Chairman	President and Chief Executive Officer	Director	Director	Chief Financial Officer
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**MEEZAN BANK LIMITED**  
**NOTES TO AND FORMING PART OF CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)**  
**FOR THE QUARTER ENDED MARCH 31, 2025**

**1 BASIS OF PRESENTATION**

- 1.1** These condensed interim consolidated financial statements include the unaudited financial statements of Meezan Bank Limited (MBL) (the holding company), Al-Meezan Investment Management Limited (subsidiary) and Meezan Exchange Company (Private) Limited (subsidiary) collectively referred as the 'Group' and associates namely, Al-Meezan Mutual Fund, Meezan Islamic Fund, Meezan Islamic Income Fund, Meezan Sovereign Fund, KSE Meezan Index Fund, Meezan Balanced Fund, Meezan GOKP Pension Fund-Debt Sub Fund, Meezan GOKP Pension Fund-Equity Index Sub Fund, Meezan Gold Fund, Meezan Cash Fund, Meezan Rozana Amdani Fund, Meezan Pakistan Exchange Traded Fund, Meezan Tahaffuz Pension Fund-Equity, Meezan Tahaffuz Pension Fund-Gold Sub Fund, Meezan Rozana Amdani Fund and Meezan GOKP Pension Fund.
- 1.2** These condensed interim consolidated financial statements has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 'Interim Financial Reporting'.
- 1.3** These condensed interim consolidated financial statements comprise of the statement of financial position as at March 31, 2025 and the profit and loss account, statement of comprehensive income, statement of changes in equity and the cash flow statement for the period ended March 31, 2025.

**1.4 BASIS OF MEASUREMENT**

These condensed interim consolidated financial statements have been prepared under the historical cost convention, except for certain non banking assets acquired in satisfaction of claims which are stated at revalued amounts, investment classified at fair value through profit or loss and fair value through other comprehensive income, commitments in respect of certain foreign exchange contracts which are measured at fair value, staff retirement benefits and compensated absences which are carried at present value.

**1.5 Functional and presentation currency**

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

**1.6 Rounding off**

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

**2 ACCOUNTING POLICIES**

- 2.1** The accounting policies and the methods of computation adopted in the preparation of these condensed interim consolidated financial statements are the same as those applied in the preparation of the Group for the year ended December 31, 2024.

**3 DATE OF AUTHORISATION**

These condensed interim consolidated financial statements were authorized for issue on April 21, 2025 by the Board of Directors of the Holding company.

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Chairman

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President and  
Chief Executive Officer

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Director

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Director

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Chief Financial Officer