BML

بنک مکرمہ
Bank Makramah Ltd.

Ref: BML/CSD/2025/04-06

Form-3

Date: 30.04.2025

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

Subject: **FINANCIAL RESULTS FOR THE PERIOD ENDED MARCH 31, 2025**

Dear Sir,

We have to inform you that the Board of Directors of Bank Makramah Limited ('the Bank') in their 149th meeting held on Wednesday, April 30, 2025 at 11:00 a.m. at Karachi recommended the following:

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

The financial results of the Bank as 31st March 2025 are enclosed as Annexure "A".

The quarterly report of the Bank for the period ended March 31, 2025 will be transmitted through PUCARS, within the specified time.

You may please inform the members of the Exchange accordingly.

Thanking you,

Yours truly,

For and on behalf of
Bank Makramah Limited

Bank Makramah Ltd. Karachi Head Office

Assad Rabbani
Company Secretary

Encl.: ANNEXURE A

Head Office:
Plot # G-2, Block # 2, Scheme # 5, Clifton, Karachi - Pakistan.
PABX: (021) 32402924 Email: info@bankmakramah.com, Website: www.bankmakramah.com

ANNEXURE - A

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

	Note	(Un-audited) March 31, 2025	(Audited) December 31, 2024
		---------- (Rupees in '000) ----------	
ASSETS			
Cash and balances with treasury banks	6	15,704,203	18,352,154
Balances with other banks	7	2,352,835	1,472,849
Lendings to financial institutions	8	4,967,846	9,697,187
Investments	9	147,558,985	175,012,164
Advances	10	14,501,432	15,618,918
Property and equipment	11	6,946,973	7,026,125
Right-of-use assets	12	2,665,005	2,601,271
Intangible assets	13	318,189	331,085
Deferred tax assets	14	26,396,052	25,668,564
Other assets	15	15,686,076	14,818,156
Total Assets		237,097,596	270,598,473
LIABILITIES			
Bills payable	17	1,631,223	1,900,496
Borrowings	18	72,541,801	89,892,925
Deposits and other accounts	19	172,336,873	186,014,625
Lease liabilities	20	3,404,019	3,284,402
Subordinated debt	21	1,495,515	1,495,515
Deferred tax liabilities		-	-
Other liabilities	22	5,611,451	6,159,847
Total Liabilities		257,020,882	288,747,810
NET ASSETS		(19,923,286)	(18,149,337)
REPRESENTED BY			
Share capital - net		30,500,208	30,500,208
Reserves		(425,043)	(425,043)
Surplus / (deficit) on revaluation of assets	23	3,421,654	4,290,745
Accumulated losses		(53,420,105)	(52,515,247)
		(19,923,286)	(18,149,337)
CONTINGENCIES AND COMMITMENTS	24		

The annexed notes 1 to 41 form an integral part of these unconsolidated condensed interim financial statements.

Bank Makramah Ltd. Karachi Finance

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

BANK MAKRAMAH LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2025

	Note	March 31, 2025	March 31, 2024
		---------- (Rupees in '000) ----------	
Mark-up / return / interest earned	25	5,934,361	10,752,037
Mark-up / return / interest expensed	26	5,878,196	11,693,205
Net mark-up / interest income / (expense)		56,165	(941,168)
NON MARK-UP / INTEREST INCOME			
Fee and commission income	27	332,491	268,122
Dividend income		412	-
Foreign exchange income		87,922	142,130
Income / (loss) from derivatives		-	-
Gain on securities	28	599,078	174,468
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-
Other income	29	3,606	21,523
Total non-markup / interest income		1,023,509	606,243
Total income		1,079,674	(334,925)
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	30	2,003,516	1,850,225
Workers welfare fund		-	-
Other charges		112	-
Total non-markup / interest expenses		2,003,628	1,850,225
Loss before credit loss allowance		(923,954)	(2,185,150)
Credit loss allowance and write offs - net	32	(201,077)	(1,092,292)
Extra ordinary / unusual items		-	-
LOSS BEFORE TAXATION		(722,877)	(1,092,858)
Taxation	33	141,275	(281,024)
LOSS AFTER TAXATION		(864,152)	(811,834)
		--------------- (Rupee) ---------------	
Basic loss per share	34	(0.13)	(0.12)
Diluted loss per share	34	(0.13)	(0.12)

The annexed notes 1 to 41 form an integral part of these unconsolidated condensed interim financial statements.

President / Chief Executive — Chief Financial Officer — Director — Director — Director

BANK MAKRAMAH LIMITED
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED MARCH 31, 2025

	Share capital		Capital reserves			Surplus / (deficit) on revaluation of				
	Issued, subscribed and paid up	Discount on issue of shares	Share premium	Reserve arising on amalgamation	Statutory reserve	Investments	Property and equipment / Non banking assets	Property held for sale	Accumulated losses	Total
	(Rupees in '000)									
Balance as at January 01, 2024 (Audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	182,002	3,105,178	683,657	(46,858,568)	(12,812,566)
Effect of adoption of IFRS 9 - ECL (net of tax)	-	-	-	-	-	(60,943)	-	-	(525,616)	(586,559)
Loss after taxation for the quarter ended March 31, 2024	-	-	-	-	-	-	-	-	(811,834)	(811,834)
Other comprehensive income - net of tax	-	-	-	-	-	(633,166)	11,704	-	-	(621,462)
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(24,059)	-	24,059	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(5,953)	-	5,953	-
Balance as at April 01, 2024 (Un-audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	(512,107)	3,086,870	683,657	(48,166,006)	(14,832,421)
Effect of adoption of IFRS 9 - ECL (net of tax)	-	-	-	-	-	-	-	-	(59,453)	(59,453)
Loss after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	-	-	(4,404,086)	(4,404,086)
Other comprehensive income - net of tax	-	-	-	-	-	1,290,261	(118,256)	(33,622)	8,240	1,146,623
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(31,531)	-	31,531	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(7,831)	-	7,831	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(13,418)	-	13,418	-
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	(53,278)	-	53,278	-
Balance as at January 01, 2025 (Audited)	**66,222,205**	**(35,721,997)**	**1,000,000**	**(1,579,205)**	**154,162**	**778,154**	**2,862,556**	**650,035**	**(52,515,247)**	**(18,149,337)**
Loss after taxation for the quarter ended March 31, 2025	-	-	-	-	-	-	-	-	**(864,152)**	**(864,152)**
Effect of reclassification from listed to unlisted due to delisting of securities	-	-	-	-	-	**57,945**	-	-	**(57,945)**	-
Other comprehensive income - net of tax	-	-	-	-	-	**(909,797)**	-	-	-	**(909,797)**
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	**(13,855)**	-	**13,855**	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	**(3,384)**	-	**3,384**	-
Balance as at March 31, 2025 (Un-audited)	**66,222,205**	**(35,721,997)**	**1,000,000**	**(1,579,205)**	**154,162**	**(73,698)**	**2,845,317**	**650,035**	**(53,420,105)**	**(19,923,286)**

The annexed notes 1 to 41 form an integral part of these unconsolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director

BANK MAKRAMAH LIMITED

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)

FOR THE QUARTER ENDED MARCH 31, 2025

	Note	March 31, 2025	March 31, 2024
		---------- (Rupees in '000) ----------	
CASH FLOW FROM OPERATING ACTIVITIES			
Loss before taxation		(722,877)	(1,092,858)
Less: Dividend income		(412)	-
		(723,289)	(1,092,858)
Adjustments:			
Depreciation on property and equipment		108,646	105,293
Depreciation on right-of-use assets		133,985	136,699
Depreciation on non-banking assets		15,163	16,255
Finance charges on leased assets		128,442	111,531
Amortization		17,011	7,465
Credit loss allowance and write offs - net		(201,077)	(1,091,725)
Gain on forward exchange contracts		(36,074)	(29,238)
Charge for defined benefit plan		21,509	19,862
Charge for employees compensated absences		5,669	5,999
Gain on termination of lease contracts under IFRS 16		(2,562)	-
Gain on sale of property and equipment		(5)	(19,039)
		190,707	(736,898)
		(532,582)	(1,829,756)
Decrease in operating assets			
Lendings to financial institutions		4,730,008	-
Advances		1,267,012	2,021,995
Others assets (excluding advance taxation)		(800,778)	21,961,714
		5,196,242	23,983,709
Decrease in operating liabilities			
Bills payable		(269,273)	(500,522)
Borrowings from financial institutions		(17,351,213)	(21,901,216)
Deposits		(13,677,752)	2,166,656
Other liabilities (excluding current taxation)		(505,827)	(452,637)
		(31,804,065)	(20,687,719)
Payment on account of staff retirement benefits		(86,391)	(8,684)
Income tax paid		(212,931)	(139,681)
Net cash (used in) / generated from operating activities		(27,439,727)	1,317,869
CASH FLOW FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI		25,912,722	2,197,267
Dividend received		412	-
Investments in property and equipment		(29,621)	(69,752)
Investments in intangible assets		(4,116)	(22,659)
Proceeds from sale of property and equipment		5	19,914
Net cash generated from investing activities		25,879,402	2,124,770
CASH FLOW FROM FINANCING ACTIVITIES			
Payments of lease obligations against right-of-use assets		(207,033)	(160,494)
Net cash used in financing activities		(207,033)	(160,494)
(Decrease) / increase in cash and cash equivalents		(1,767,358)	3,282,145
Cash and cash equivalents at beginning of the year		19,821,146	15,058,899
Cash and cash equivalents at end of the period	35	18,053,788	18,341,044

The annexed notes 1 to 41 form an integral part of these unconsolidated condensed interim financial statements.

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

BANK MAKRAMAH LIMTED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT MARCH 31, 2025

	Note	(Un-audited) March 31, 2025	(Audited) December 31, 2024
		---------- (Rupees in '000) ----------	
ASSETS			
Cash and balances with treasury banks	6	**15,704,205**	18,352,157
Balances with other banks	7	**2,357,287**	1,475,100
Lendings to financial institutions	8	**4,967,846**	9,697,187
Investments	9	**147,439,838**	174,858,629
Advances	10	**14,479,844**	15,574,078
Property and equipment	11	**6,992,346**	7,072,251
Right-of-use assets	12	**2,665,005**	2,601,271
Intangible assets	13	**320,702**	333,599
Deferred tax assets	14	**26,328,216**	25,600,837
Other assets	15	**15,818,773**	15,031,166
Total Assets		**237,074,062**	270,596,275
LIABILITIES			
Bills payable	17	**1,631,223**	1,900,496
Borrowings	18	**72,541,801**	89,892,925
Deposits and other accounts	19	**172,167,310**	185,859,754
Lease liabilities	20	**3,404,019**	3,284,402
Subordinated debt	21	**1,495,515**	1,495,515
Deferred tax liabilities		**-**	-
Other liabilities	22	**5,821,057**	6,373,767
Total Liabilities		**257,060,925**	288,806,859
NET ASSETS		**(19,986,863)**	(18,210,584)
REPRESENTED BY			
Share capital - net		**30,500,208**	30,500,208
Reserves		**(425,043)**	(425,043)
Surplus / (deficit) on revaluation of assets	23	**3,461,711**	4,334,869
Accumulated losses		**(53,523,739)**	(52,620,618)
		(19,986,863)	(18,210,584)
CONTINGENCIES AND COMMITMENTS	24		

The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

Bank Makramah Ltd. Karachi Finance

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

BANK MAKRAMAH LIMITED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2025

	Note	March 31, 2025	March 31, 2024
		---------- (Rupees in '000) ----------	
Mark-up / return / interest earned	25	5,931,652	10,750,113
Mark-up / return / interest expensed	26	5,875,117	11,688,313
Net Mark-up / interest income / (expense)		56,535	(938,200)
NON MARK-UP / INTEREST INCOME			
Fee and commission income	27	363,539	287,472
Dividend income		633	8
Foreign exchange income		87,922	142,130
Income / (loss) from derivatives		-	-
Gain on securities	28	601,142	175,787
Net gains / (loss) on derecognition of financial assets measured at amortised cost		-	-
Other income	29	4,326	21,036
Total non-markup / interest income		1,057,562	626,433
Total income		1,114,097	(311,767)
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	30	2,033,713	1,872,693
Workers welfare fund		-	-
Other charges	31	112	-
Total non-markup / interest expenses		2,033,825	1,872,693
Loss before credit loss allowance		(919,728)	(2,184,460)
Credit loss allowance and write offs - net	32	(201,322)	(1,092,292)
Extra ordinary / unusual items		-	-
LOSS BEFORE TAXATION		(718,406)	(1,092,168)
Taxation	33	144,009	(279,479)
LOSS AFTER TAXATION		(862,415)	(812,689)
		-------------- (Rupee) --------------	
Basic loss per share	34	(0.13)	(0.12)
Diluted loss per share	34	(0.13)	(0.12)

Bank Makramah Ltd. Karachi Finance

The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director

BANK MAKRAMAH LIMTED
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY
FOR THE QUARTER ENDED MARCH 31, 2025

	Share capital		Capital reserves			Surplus / (deficit) on revaluation of				
	Issued, subscribed and paid up	Discount on issue of shares	Share premium account	Reserve arising on amalgamation	Statutory reserve	Investments	Property and equipment / Non Banking Assets	Property held for sale	Accumulated losses	Total
	(Rupees in '000)									
Balance as at January 01, 2024 (Audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	189,012	3,105,178	683,657	(46,979,561)	(12,926,549)
Effect of adoption of IFRS 9 - ECL (net of tax)	-	-	-	-	-	(60,943)	-	-	(525,616)	(586,559)
Loss after taxation for the quarter ended March 31, 2024	-	-	-	-	-	-	-	-	(812,689)	(812,689)
Other comprehensive income - net of tax	-	-	-	-	-	(635,016)	11,704	-	-	(623,312)
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(24,059)	-	24,059	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(5,953)	-	5,953	-
Balance as at April 01, 2024 (Un-audited)	66,222,205	(35,721,997)	1,000,000	(1,579,205)	154,162	(506,947)	3,086,870	683,657	(48,287,854)	(14,949,109)
Effect of adoption of IFRS 9 - ECL (net of tax)	-	-	-	-	-	-	-	-	(59,253)	(59,253)
Loss after taxation for the nine months period ended December 31, 2024	-	-	-	-	-	-	-	-	(4,388,758)	(4,388,758)
Other comprehensive income - net of tax	-	-	-	-	-	1,329,597	(118,256)	(33,622)	8,817	1,186,536
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of investment at FVOCI on sale to accumulated losses	-	-	-	-	-	(372)	-	-	372	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	(31,531)	-	31,531	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	(7,831)	-	7,831	-
Transfer from surplus on revaluation of property and equipment on disposal to accumulated losses	-	-	-	-	-	-	(13,418)	-	13,418	-
Transfer from surplus on revaluation of non-banking assets on disposal to accumulated losses	-	-	-	-	-	-	(53,278)	-	53,278	-
Balance as at January 01, 2025 (Audited)	**66,222,205**	**(35,721,997)**	**1,000,000**	**(1,579,205)**	**154,162**	**822,278**	**2,862,556**	**650,035**	**(52,620,618)**	**(18,210,584)**
Loss after taxation for the quarter ended March 31, 2025	-	-	-	-	-	-	-	-	**(862,415)**	**(862,415)**
Effect of reclassification from listed to unlisted due to delisting of securities	-	-	-	-	-	**57,945**	-	-	**(57,945)**	-
Other comprehensive income - net of tax	-	-	-	-	-	**(913,864)**	-	-	-	**(913,864)**
Transfer to statutory reserve	-	-	-	-	-	-	-	-	-	-
Transfer in respect of incremental depreciation from surplus on revaluation of property and equipment to accumulated losses	-	-	-	-	-	-	**(13,855)**	-	**13,855**	-
Transfer in respect of incremental depreciation from surplus on revaluation of non-banking assets to accumulated losses	-	-	-	-	-	-	**(3,384)**	-	**3,384**	-
Balance as at March 31, 2025 (Un-audited)	**66,222,205**	**(35,721,997)**	**1,000,000**	**(1,579,205)**	**154,162**	**(33,641)**	**2,845,317**	**650,035**	**(53,523,739)**	**(19,986,863)**

The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director

BANK MAKRAMAH LIMTED
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE QUARTER ENDED MARCH 31, 2025

	Note	March 31, 2025	March 31, 2024
		---------- (Rupees in '000) ----------	
CASH FLOW FROM OPERATING ACTIVITIES			
Loss before taxation		(718,406)	(1,092,168)
Less: Dividend income		(633)	(8)
		(719,039)	(1,092,176)
Adjustments:			
Depreciation on property and equipment		109,399	105,389
Depreciation on right-of-use assets		133,985	136,699
Depreciation on non-banking assets		15,248	16,343
Finance charges on leased assets		128,442	111,531
Amortization		17,012	7,467
Credit loss allowance and write offs - net		(201,322)	(1,091,725)
Gain on forward exchange contracts		(36,074)	(29,238)
Charge for defined benefit plan		21,809	20,162
Charge for employees compensated absences		5,894	6,399
Gain on termination of lease contracts under IFRS 16		(2,562)	-
Gain on sale of property and equipment		(5)	(19,039)
Unrealised (gain) / loss - FVTPL		(2,064)	203
		189,762	(735,809)
		(529,277)	(1,827,985)
Decrease in operating assets			
Lendings to financial institutions		4,730,008	-
Securities classified as FVTPL		(36,391)	8,995
Advances		1,244,020	1,988,828
Others assets (excluding advance taxation)		(719,487)	21,993,692
		5,218,150	23,991,515
Decrease in operating liabilities			
Bills payable		(269,273)	(500,522)
Borrowings from financial institutions		(17,351,213)	(21,901,216)
Deposits		(13,692,444)	2,150,726
Other liabilities (excluding current taxation)		(510,366)	(438,264)
		(31,823,296)	(20,689,276)
Payment on account of staff retirement benefits		(86,691)	(9,224)
Income tax paid		(216,634)	(142,969)
Net cash (used in) / generated from operating activities		(27,437,748)	1,322,061
CASH FLOW FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI		25,912,722	2,197,267
Dividend received		633	8
Investments in property and equipment		(29,621)	(69,751)
Investments in intangible assets		(4,116)	(22,659)
Proceeds from sale of property and equipment		5	19,914
Net cash generated from investing activities		25,879,623	2,124,779
CASH FLOW FROM FINANCING ACTIVITIES			
Payments of lease obligations against right-of-use assets		(207,033)	(160,494)
Net cash used in financing activities		(207,033)	(160,494)
(Decrease) / increase in cash and cash equivalents		(1,765,158)	3,286,346
Cash and cash equivalents at beginning of the year		19,823,400	15,060,968
Cash and cash equivalents at end of the period	35	18,058,242	18,347,314

Bank Makramah Ltd. Karachi Finance

The annexed notes 1 to 40 form an integral part of these consolidated condensed interim financial statements.

President / Chief Executive	Chief Financial Officer	Director	Director	Director