

LDN/CA/25 31st July 2025

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Karachi

Financial Results for the 2nd Quarter/Half year ended 30th June 2025 of Bank Alfalah Limited

Dear Sir.

We have to inform you that the Board of Directors of Bank Alfalah Limited ("the Bank") in its meeting held on 31st July 2025 at 10:30 A.M. (UAE time) at Abu Dhabi and via Weblink, recommended the following:

(i) CASH DIVIDEND - A 2nd interim Cash Dividend for the Quarter ended 30th June 2025 at the rate

of PKR. 2.5/- per share i.e. 25%.

This is in addition to the 1st Interim Cash Dividend already paid at PKR. 2.5 per share i.e. 25%, cumulatively 50%, for the half year ended 30th June 2025.

(ii) BONUS SHARES - Nil (iii) RIGHT SHARES - Nil

(iv) ANY OTHER ENTITLEMENT/CORPORATE ACTION - Nil

(v) ANY OTHER PRICE-SENSITIVE INFORMATION - Nil

The unconsolidated and consolidated financial statements of the Bank, which comprise of the following along with notes thereon are attached:

a) Statement of Profit/Loss including Earning/(Loss) Per Share

b) Statement of Financial Position;

c) Statement of Changes in Equity; and

d) Statement of Cash Flows

The Share Transfer Books of the Bank for the purpose of interim cash dividend will be closed from 12th August 2025 to 13th August 2025 (both days inclusive). The above entitlement will be paid to the shareholders whose names appear in the Register of Members at the close of business on 11th August 2025. Transfers received at the office of Bank's Share Registrar F.D. Registrar Services (Pvt.) Ltd (1705, 17th Floor, Saima Trade Tower-A, I. I. Chundrigar Road, Karachi-74000) at the close of business on 11th August 2025 will be treated in time for the purpose of above entitlement to the transferees.

The Quarterly Report of the Bank will be transmitted through PUCARS, within the specified time.

Yours truly,

Mian EjadAamad Company Secretary

Encl: as above

c.c. Executive Director/HOD,

Offsite-II Department, Supervision Division. The SECP, 63, NIC Building, Jinnali Avenue, Blue Area, Islamabad

Bank Alfalah Limited, Legal and Corporate Affairs Group. B. A. Building, I. I. Chundrigar Road, Karachi-74000, Pakistan. T: +92 (21) 3241 4030-10 UAN: +92 (21) 111 777 786 FF: +92 (21) 3241 3945 P.O. Box 6773 bankaifalah.com

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (Un-audited) FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025

Mark-up / return / interest earned 26 93,294,595 128,443,100 188,388,172 258,387,207 Mark-up / return / interest expensed 27 58,921,983 97,171,408 120,803,285 195,831,367 Net mark-up / return / interest income 34,372,602 31,271,692 67,584,887 62,555,840 NON MARK-UP / INTEREST INCOME Fee and commission income 28 4,093,096 5,358,165 7,649,749 10,021,206 1,983,000 1,989,804		Note	Quarter ended June 30, 2025	Quarter ended June 30, 2024	Half year ended June 30, 2025 s in '000)	Half year ended June 30, 2024
Mark-up / return / interest expensed 27 58,921,983 97,171,408 120,803,285 195,831,367 34,372,602 31,271,692 67,584,887 62,555,840			,		is III 000)	
NON MARK-UP / INTEREST INCOME 34,372,602 31,271,692 67,584,887 62,555,840						
Fee and commission income 28		27				
Pee and commission income	Net mark-up / return / interest income		34,372,602	31,271,692	67,584,887	62,555,840
Dividend income	NON MARK-UP / INTEREST INCOME					
Foreign exchange income (Loss) / income from derivatives (713,914) (B29,102 (B38,566 1,373,514 (B39,102) (B38,566 1,373,514 (B39,102) (B38,566 1,373,514 (B39,102) (B39,102) (B38,566 1,373,514 (B39,102) (B39	Fee and commission income	28				
Closs / income from derivatives Gain on securities 30						
Sain on securities 30 7,767,949 2,252,703 8,394,351 2,320,379		29		1	1 1	
Net gain / (loss) on derecognition of financial assets measured at amortised cost Other income Total non-mark-up / interest income 114,970,104 Total income 49,342,706 A3,566,143 Porection of the financial assets measured at amortised cost 14,970,104 12,294,451 12,294,451 12,052,098 18,065,985 82,862,853 NON MARK-UP / INTEREST EXPENSES Operating expenses Workers' welfare fund 33 421,462 493,789 872 9,557 209,515 Total non-mark-up / interest expenses 29,431,411 20,947,070 56,809,509 40,757,591 Profit before credit loss allowance / provisions and write offs - net and write offs - net extra ordinary / unusual items PROFIT BEFORE TAXATION 18,546,633 10,312,154 10,410,135 18,656,250 20,200,064 (Restated) (Restated)		20		1 1	1	
Total non-mark-up / interest income 31 76,567 123,648 874,229 189,716 14,970,104 12,294,451 24,052,098 20,307,013 14,970,104 12,294,451 24,052,098 20,307,013 14,970,104 12,294,451 24,052,098 20,307,013 14,970,104 12,294,451 24,052,098 20,307,013 14,970,104 12,294,451 24,052,098 20,307,013 14,970,016 14,970,104 12,294,451 24,052,098 20,307,013 14,970,016		30	7,707,949	2,252,703	8,394,331	2,320,379
Total non-mark-up / interest income 31 76,567 123,648 874,229 189,716 14,970,104 12,294,451 24,052,098 20,307,013 20,307,013 24,052,098 20,307,013 24,052,098 20,307,013 24,052,098 24,052,098 20,307,013 24,052,098 24,052,098 20,307,013 24,052,098			.	.		_
Total non-mark-up / interest income 14,970,104 12,294,451 24,052,098 20,307,013 Total income 49,342,706 43,566,143 91,636,985 82,862,853 NON MARK-UP / INTEREST EXPENSES Operating expenses Workers' welfare fund 33 421,462 493,789 872 9,557 209,515 Total non-mark-up / interest expenses 19,911,295 Credit loss allowance / provisions and write offs - net Extra ordinary / unusual items PROFIT BEFORE TAXATION 18,546,633 10,312,154 10,410,135 18,656,250 20,307,013 24,452 24,052,098 29,435,410 20,452,409 43,566,143 91,636,985 82,862,853 39,629,066 919,010 919,01		31	76.567	123.648	874 229	189 716
NON MARK-UP / INTEREST EXPENSES Operating expenses Workers' welfare fund 33		-				
Operating expenses 32 29,004,603 20,452,409 55,978,382 39,629,066 Workers' welfare fund 33 421,462 493,789 821,570 919,010 Other charges 34 5,346 872 9,557 209,515 Total non-mark-up / interest expenses 29,431,411 20,947,070 56,809,509 40,757,591 Profit before credit loss allowance / provisions 19,911,295 22,619,073 34,827,476 42,105,262 Credit loss allowance / provisions 35 1,364,662 1,513,647 896,645 1,306,853 Extra ordinary / unusual items 18,546,633 21,105,426 33,930,831 40,798,409 Taxation 36 10,312,154 10,410,135 18,656,250 20,200,064 PROFIT AFTER TAXATION 8,234,479 10,695,291 15,274,581 20,598,345	Total income		49,342,706	43,566,143	91,636,985	82,862,853
Workers' welfare fund Other charges 33 421,462 5,346 872 9,557 209,515 919,010 209,515 Total non-mark-up / interest expenses 29,431,411 20,947,070 56,809,509 40,757,591 40,757,591 Profit before credit loss allowance / provisions Credit loss allowance / provisions and write offs - net Extra ordinary / unusual items 35 1,364,662 1,513,647 896,645 1,306,853 42,105,262 PROFIT BEFORE TAXATION 18,546,633 21,105,426 33,930,831 40,798,409 40,798,409 Taxation 36 10,312,154 10,410,135 18,656,250 20,200,064 PROFIT AFTER TAXATION 8,234,479 10,695,291 15,274,581 20,598,345 (Restated) (Restated)	NON MARK-UP / INTEREST EXPENSES					
Other charges Total non-mark-up / interest expenses 29,431,411 20,947,070 56,809,509 40,757,591 Profit before credit loss allowance / provisions Credit loss allowance / provisions and write offs - net Extra ordinary / unusual items PROFIT BEFORE TAXATION 36 10,312,154 10,410,135 15,274,581 20,598,345 (Restated)	Operating expenses	32	29,004,603	20,452,409	55,978,382	39,629,066
Total non-mark-up / interest expenses 29,431,411 20,947,070 56,809,509 40,757,591 Profit before credit loss allowance / provisions Credit loss allowance / provisions and write offs - net 35 1,364,662 1,513,647 896,645 1,306,853 Extra ordinary / unusual items 18,546,633 21,105,426 33,930,831 40,798,409 Taxation 36 10,312,154 10,410,135 18,656,250 20,200,064 PROFIT AFTER TAXATION 8,234,479 10,695,291 15,274,581 20,598,345	Workers' welfare fund		421,462	493,789	821,570	1
Profit before credit loss allowance / provisions Credit loss allowance / provisions and write offs - net and write offs - net Extra ordinary / unusual items PROFIT BEFORE TAXATION Taxation Taxation 19,911,295 19,911,295 1,364,662 1,513,647 1,306,853 1,306,853 21,105,426 33,930,831 40,798,409 18,546,633 10,312,154 10,410,135 18,656,250 20,200,064 PROFIT AFTER TAXATION 8,234,479 10,695,291 15,274,581 20,598,345 (Restated)		34			L	
Credit loss allowance / provisions and write offs - net and write offs - net Extra ordinary / unusual items 35 1,364,662 1,513,647 896,645 1,306,853 Extra ordinary / unusual items -	Total non-mark-up / interest expenses		29,431,411	20,947,070	56,809,509	40,757,591
and write offs - net			19,911,295	22,619,073	34,827,476	42,105,262
Extra ordinary / unusual items - <th< td=""><td>The state of the s</td><td></td><td></td><td></td><td></td><td></td></th<>	The state of the s					
PROFIT BEFORE TAXATION 18,546,633 21,105,426 33,930,831 40,798,409 Taxation 36 10,312,154 10,410,135 18,656,250 20,200,064 PROFIT AFTER TAXATION 8,234,479 10,695,291 15,274,581 20,598,345 (Restated) (Restated) (Restated)	THE STATE OF THE S	35	1,364,662	1,513,647	896,645	1,306,853
Taxation 36 10,312,154 10,410,135 18,656,250 20,200,064 PROFIT AFTER TAXATION 8,234,479 10,695,291 15,274,581 20,598,345 (Restated) (Restated) (Restated) (Restated)	Extra ordinary / unusual items		•	• ;	•	-
PROFIT AFTER TAXATION 8,234,479 10,695,291 15,274,581 20,598,345 (Rupees)(Restated) (Restated)	PROFIT BEFORE TAXATION		18,546,633	21,105,426	33,930,831	40,798,409
(Rupees)(Rupees) (Restated)	Taxation	36	10,312,154	10,410,135	18,656,250	20,200,064
(Restated) (Restated)	PROFIT AFTER TAXATION		8,234,479	10,695,291	15,274,581	20,598,345
(Restated) (Restated)						
			*****		ees)	
Basic and diluted earnings per share 37 5.22 '6.78 9.68 13.06				(Restated)		(Restated)
	Basic and diluted earnings per share	37	5.22	'6.78	9.68	13.06





BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

ASSETS	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 In '000)
N33E13			
Cash and balances with treasury banks	7	215,406,020	227,823,979
Balances with other banks	8	17,478,976	18,469,608
Lendings to financial institutions	9	153,895,071	100,998,323
Investments	10	1,632,473,718	1,991,232,454
Advances	11	1,010,496,226	1,109,376,154
Property and equipment	12	68,233,175	63,543,484
Right-of-use assets	13	25,648,582	25,290,607
Intangible assets	14	1,511,086	1,543,109
Deferred tax assets		-	*
Other assets	15	169,190,233	171,928,403
Total assets	,	3,294,333,087	3,710,206,121
LIABILITIES			
Bills payable	16	61,189,539	41,768,326
Borrowings	17	555,834,086	1,141,885,742
Deposits and other accounts	18	2,288,228,299	2,136,912,622
Lease liabilities	19	30,902,605	29,481,938
Subordinated debt	20	14,000,000	14,000,000
Deferred tax liabilities	21	10,853,296	16,515,641
Other liabilities	22	146,259,256	151,529,442
Total liabilities		3,107,267,081	3,532,093,711
•			
NET ASSETS	,	187,066,006	178,112,410
REPRESENTED BY			
Share capital		15,771,651	15,771,651
Reserves		45,255,069	43,466,925
Surplus on revaluation of assets	23	34,959,921	33,778,787
Unappropriated profit		91,079,365	85,095,047
		187,066,006	178,112,410
y .	,		
CONTINGENCIES AND COMMITMENTS	24		

 $The \ annexed \ notes \ 1 \ to \ 48 \ form \ an \ integral \ part \ of \ these \ unconsolidated \ condensed \ interim \ financial \ statements.$

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BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

				E	((alb)				
	Share	Capital	reserves	Statutory	ourplus / (d	eficit) on revi		Unappro-	1
	capital	Share premium	Exchange translation reserve	reserve	invest- ments	Property and equipment	Non banking assets	priated profit	Total
					(Rupees In	'000)			***********
Balance as at December 31, 2023 (audited)	15,771,651	4,731,049	14,191,974	22,478,107	(906,806)	12,088,444	86,726	69,481,688	137,922,833
Impact of adoption of IFRS 9 - net of tax (note 4.1.1)	*	•		-	5,002,695	•	*	(2,250,700)	2,751,995
Balance as at January 01, 2024 after adoption of IFRS 9	15,771,651	4,731,049	14,191,974	22,478,107	4,095,889	12,088,444	86,726	67,230,988	140,674,828
Changes in equity for the half year ended June 30, 2024									
Profit after taxation - (restated)		*	. *		*	. •	•	20,598,345	20,598,345
Other comprehensive (loss) / income - net of tax									
Effect of translation of net investment in foreign branches	1,		(1,655,279)	-				-	(1,655,279)
Movement in surplus / (deficit) on revaluation of investments in debt securities classified as FVOCI - net of tax		_			(123,683)	-			(123,683)
Gain on sale of debt securities classified as FVOCI	3 1	1		-	(123,003)		·		(123,003)
reclassified to profit and loss - net of tax				-	(361,382)	-		-	(361,382)
Movement in surplus on revaluation of equity securities									
classified as FVOCI - net of tax			-		589,596	-	-	-	589,596
Movement in surplus on revaluation of property and equipment - net of tax						(19,744)			(19,744)
Movement in surplus on revaluation of non-banking assets						(13,744)			(43,733)
- net of tax				.,		-	968		968
Total other comprehensive (loss) / income - net of tax	•	•	(1,655,279)	*	104,531	(19,744)	968	•	(1,569,524)
Transfer to statutory reserve	*		~	2,060,876	*		*	(2,060,876)	. "
Transfer from surplus on revaluation of assets to									
unappropriated profit - net of tax	*.	*	*	*	*	(44,116)	(9,180)	53,296	7
Gain on disposal of equity investments classified as FVOCI									*
transferred to unappropriated profit - net of tax		-			(22,941)	-		22,941	
Transactions with owners, recorded directly in equity				,					
Final cash dividend for the year ended									
December 31, 2023 - 50%	*	$\rho : \Psi \cap \Gamma$	*		*.	•	*	(7,885,826)	(7,885,826)
Interim cash dividend for the quarter ended								(2.164.220)	(2.154.330)
March 31, 2024 - 20%	*					-		(3,154,330)	(3,154,330)
Closing balance as at June 30, 2024 (un-audited) - restated	15,771,651	4,731,049	12,536,695	24,538,983	4,177,479	12,024,584	78,514	74,804,538	148,663,493
Changes in equity for half year ended December 31, 2024									
Profit after taxation	*	*		٠,	*	*	*1	17,719,786	17,719,786
Other comprehensive (loss) / income - net of tax		1							
Effect of translation of net investment in foreign branches			(110,739)				-		(110,739)
Movement in surplus on revaluation of investments in debt					10 025 003				10.035.007
securities classified as FVOCI - net of tax Gain on sale of debt securities classified as FVOCI	•			-	10,925,097	Ť	-	•	10,925,097
reclassified to profit and loss - net of tax		_			(538,564)				(538,564)
Movement in surplus on revaluation of equity securities					***********				
classified as FVOCI - net of tax				-	1,441,123	-		,	1,441,123
Remeasurement gain on defined benefit obligations -								456,187	456,187
net of tax Movement in surplus on revaluation of property and		*		-,	*	-		430,107	430,18/
equipment - net of tax	*					5,629,026			5,629,026
Movement in surplus on revaluation of non-banking assets				-					
- net of tax		<u> </u>					235,661	455.155	235,661
Total other comprehensive (loss) / income - net of tax	-	*	(110,739)	*	11,827,656	5,629,026	235,661	456,187	18,037,791
Balance carried forward	15,771,651	4,731,049	12,425,956	24,538,983	16,005,135	17,653,610	314,175	92,980,511	184,421,070

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BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

	Capital reserves		Surplus / (d	eficit) on revi	Unappro-				
	Share capital	Share premium	Exchange translation reserve	Statutory reserve	Invest- ments	Property and equipment	Non banking assets	priated profit	Total
	*********				(Rupees In	'000)			***********
Balance brought forward	15,771,651	4,731,049	12,425,956	24,538,983	16,005,135	17,653,610	314,175	92,980,511	184,421,070
Transfer to statutory reserve	*	•		1,770,937		*	•	(1,770,937)	
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax						(100,565)	540	100,025	
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax				*.	(94,108)		•	94,108	*
Transactions with owners, recorded directly in equity				*					
Interim cash dividend for the half year ended June 30, 2024 - 20%	*	*		*				(3,154,330)	(3,154,330)
Interim cash dividend for the nine months period ended September 30, 2024 - 20%	*	,			,			(3,154,330)	(3,154,330)
Balance as at December 31, 2024 (audited)	15,771,651	4,731,049	12,425,956	26,309,920	15,911,027	17,553,045	314,715	85,095,047	178,112,410
Impact of adoption of IFRS 9 - net of tax (note 4.1.2)		•	,	*	365,607	L	-	(81,096)	284,511
Balance as at January 01, 2025 after adoption of IFRS 9	15,771,651	4,731,049	12,425,956	26,309,920	16,276,634	17,553,045	314,715	85,013,951	178,396,921
Changes in equity for the half year ended June 30, 2025				,					
Profit after taxation	-	•				-	*	15,274,581	15,274,581
Other comprehensive income / (loss) - net of tax					1				
Effect of translation of net investment in foreign branches			260,686	•,	-	-		-	260,686
Movement in surplus / (deficit) on revaluation of investments in debt securities classified as FVOCI - net of tax			_		3,131,049		.		3,131,049
Gain on sale of debt securities classified as FVOCI			2						
reclassified to profit and loss - net of tax Movement in surplus on revaluation of equity securities	*		-		(2,532,212)	-	-	-	(2,532,212)
classified as FVOCI - net of tax		-		٠,	468,031	-	-	-	468,031
Movement in surplus on revaluation of property and									
equipment - net of tax Movement in surplus on revaluation of non-banking	*		.*		*	(36,814)	^	. *	(36,814)
assets - net of tax	*	*					(10,410)	-	(10,410)
Total other comprehensive income / (loss) - net of tax		*	260,686	*	1,066,868	(36,814)	(10,410)	*	1,280,330
Transfer to statutory reserve			•	1,527,458	-	-	•	(1,527,458)	*
Transfer from surplus on revaluation of assets to						(50.750)	(10.070)	70.030	
unappropriated profit - net of tax	*	•	•	*	*	(60,769)	(10,070)	70,839	-
Gain on disposal of equity investments classified as FVOCI				•					
transferred to unappropriated profit - net of tax	•	•	•	*	(133,278)	•	•	133,278	
Transactions with owners, recorded directly in equity									
Final cash dividend for the year ended December 31, 2024 - 25%	_	_						(3,942,913)	(3,942,913)
								1-1-1-1-1-1	
Interim cash dividend for the quarter ended March 31, 2025 - 25%	*		*		•	-	-	(3,942,913)	(3,942,913)
Closing balance as at June 30, 2025 (un-audited)	15,771,651	4,731,049	12,686,642	27,837,378	17,210,224	17,455,462	294,235	91,079,365	187,066,006



BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

June 30, 2024 2024		Note	Half year	ended
Restance (CASH FLOWS FROM OPERATING ACTIVITIES Profit before taxation 3,393,081 40,798,409 Less. Dividend income 3,393,081 40,798,09 Adjustment Depreciation 22 2,901,659 2,154,603 Depreciation on right-of-use assets 32 2,207,770 1,876,713 Amortisation or inght-of-use assets 32 199,057 1,721,714 Cedit loss allowance /provisions and write offs - net 35 896,645 1,306,853 Unrealised gloss / (gain) on revaluation of investments classified as FVPL 30 319,701 (149,044) Gain on sale of property and equipment - net 31 (56,548) (30,724) Gain on sale of property and equipment - net 31 (51,102) (52,540) Gain on sale of property and equipment - net 31 (52,102) (52,540) Gain on sale of property and equipment - net 31 (52,102) (52,102) Gain on sale of property and equipment - net 31 (52,102) (52,102) Gain on service of no banking assets - net 32 (52,			2025	2024
FASH FLOWS FROM OPERATING ACTIVITIES Profit before taxation 33,930,831 40,798,409 Less: Dividend income 32,475,328 30,808,005 Adjustments: 32,2475,328 30,808,005 Polystention 32 2,901,659 2,154,803 Depreciation on right-of-use assets 32 2,227,770 1,876,715 Amortisation 32 199,057 127,148 Credit loss allowance / provisions and write offs - net 36 399,701 (149,044) Gain on disposal of subsidiary 30 319,701 (149,044) Gain on disposal of subsidiary 30 399,701 (149,044) Gain on sale of property and equipment - net 31 (36,648) (30,724) Gain on sale of property and equipment - net 31 (36,618) (30,724) Gain on tarmination of leases - net 31 (46,171) (52,760) Gain on termination of leases - net 31 (46,171) (52,760) Charge for staff compensated absences 321 480,951 335,648 Charge for staff compensated abse			(Kupees I	
Less: Dividend income	CASH FLOWS FROM OPERATING ACTIVITIES			(**************************************
Adjustments: Nat mark-up / return / interest income Depreciation on right-of-use assets Depreciation Depreciat	Profit before taxation		33,930,831	40,798,409
Adjustments: Met mark-up / return / interest income (62,558,4087) (62,558,4081) (62,640,4081) (62,640,4081) (62,640,4081) (62,640,4081) (62,640,4081) (62,640,4081) (62,558,4081) (62,640,4081) (62,558,4081) </td <td>Less: Dividend income</td> <td>_</td> <td>(1,455,503)</td> <td>(1,159,804)</td>	Less: Dividend income	_	(1,455,503)	(1,159,804)
Net mark-up / return / interest income GF,584,887 GE,555,840 Depreciation 32		_	32,475,328	39,638,605
Depreciation	Adjustments:	-		
Depreciation on right-of-use assets 32 2,227,770 1,876,715	Net mark-up / return / interest income		(67,584,887)	(62,555,840)
Amortisation 32 199,057 172,174 Credit loss allowance / provisions and write offs - net 35 896,645 1,306,853 Unrealised loss / (gain) on revaluation of investments classified as FVPL 30 319,701 (149,044) Gain on disposal of subsidiary 30.1 (888,732) - (66,483) (30,724) Unrealised gain on advances classified as FVPL 31 (56,483) (30,724) Gain on sale of property and equipment - net 31 (26,726) (61,511) Gain on sale of property and equipment - net 31 (3,368) (27,800) Gain on termination of leases - net 31 (3,368) (27,800) Gain on termination of leases - net 31 (54,117) (52,740) Staff loans - notional cost 32.1 1,746,960 1,249,124 Finance charges on leased assets 27 (2,087,479) 1,621,407 Workers' welfare fund 32.1 480,951 335,649 Charge for defined benefit plan 32.1 480,951 335,649 Charge for staff compensated absences 32.1 176,000 105,000 Charge for defined benefit plan 32.1 480,951 335,649 Charge for staff compensated absences 32.1 176,000 105,000 Ecrease / (increase) in operating assets Lendings to financial institutions 2 (2,664,413) (3,498,319) Decrease / (increase) in operating assets Lendings to financial institutions 2 (2,664,413) (3,498,319) Securities classified as FVPL 159,600,150 (77,474,550) (3,490,851) (3,490,851) Gerease) / increase in operating liabilities Bills payable 19,421,213 (0,422,10) (57,599,313) (55,989,885) (57,599,318) (55,989,885) (57,599,318) (55,989,885) (57,599,318) (55,989,885) (57,599,318) (55,989,885) (57,599,318) (55,989,886) (64,332,338) (Depreciation	32	2,901,659	2,154,803
Credit loss allowance /provisions and write offs - net 35 896,645 1,306,853 Unrealised loss / (gain) on revaluation of investments classified as FVPL 30 319,701 (149,044) Gain on disposal of subsidiary 30.1 (388,732) - Unrealised gain on advances classified as FVPL 31 (56,483) (30,724) Gain on sale of property and equipment - net 31 (56,183) (27,800) Gain on sale of non banking assets - net 31 (54,117) (52,740) Staff loans - notional cost 32.1 1,746,960 1,249,124 Finance charges on leased assets 27 2,087,479 1,621,407 Workers' welfare fund 821,570 919,010 Charge for defined benefit plan 32.1 480,951 335,649 Charge for staff compensated absences 32.1 176,000 105,000 Decrease / (Increase) in operating assets Lendings to financial institutions (2,664,413) 65,889,993 Securities classified as FVPL 159,600,150 (77,474,550) Advances 98,640,569 (43,244,890)	Depreciation on right-of-use assets		2,227,770	1,876,715
Unrealised loss / (gain) on revaluation of investments classified as FVPL 30 319,701 (149,044) Gain on disposal of subsidiary 30.1 (388,732) (388,747) (388,747)	Amortisation	32	199,057	172,174
Cain on disposal of subsidiary 30.1 (388,732)	Credit loss allowance /provisions and write offs - net	35	896,645	1,306,853
Unrealised gain on advances classified as FVPL Gain on sale of property and equipment - net Gain on sale of non banking assets - net Gain on termination of leases - net Ji (52,740) Gain on termination of leases - net Ji (52,740) Gain on termination of leases - net Ji (52,740) Gain on termination of leases - net Ji (54,117) Staff loans - notional cost Ji (74,176,960) Li (74,9124) Finance charges on leased assets Ji (70,007) Workers' welfare fund Charge for defined benefit plan Ji (80,051) Charge for defined benefit plan Ji (80,051) Ji (80,05	Unrealised loss / (gain) on revaluation of investments classified as FVPL	30	319,701	(149,044)
Canin on sale of property and equipment - net Canin on sale of property and equipment - net Canin on sale of non banking assets - net Canin on sale of non banking assets - net Canin on termination of leases - net Canin on termination on termination of leases - net Canin on termination of leases - net Canin on termination on termination on termination on termination of leases - net Canin on termination of termination on termination of termination	Gain on disposal of subsidiary	30.1	(388,732)	
Cain on sale of non banking assets - net 31 (3,368) (27,800)	Unrealised gain on advances classified as FVPL	31	(56,483)	(30,724)
Gain on termination of leases - net 31 (\$4,117) (\$2,740) Staff loans - notional cost 32.1 1,746,960 1,249,124 Finance charges on leased assets 27 2,087,479 1,621,407 Workers' welfare fund 32.1 480,951 335,649 Charge for defined benefit plan 32.1 176,000 105,000 Charge for staff compensated absences 32.1 176,000 105,000 Charge for staff compensated absences (\$56,256,521) (\$3,36,924) Charge for staff compensated absences (\$52,56,521) (\$3,3498,319) Decrease / (Increase) in operating assets Lendings to financial institutions (\$2,664,413) 65,889,993 Securities classified as FVPL 159,600,150 (77,474,550) Advances 98,640,569 (43,244,890) Other assets (excluding advance taxation and mark-up receivable) 221,491,075) (9,490,851) Bills payable 19,421,213 (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payab	Gain on sale of property and equipment - net	. 31	(26,726)	(61,511)
Staff loans - notional cost 32.1 1,746,960 1,249,124 Finance charges on leased assets 27 2,087,479 1,621,407 Workers' welfare fund 32.1 480,951 335,649 Charge for defined benefit plan 32.1 176,000 105,000 Charge for staff compensated absences 32.1 176,000 105,000 Charge for staff compensated absences 32.1 176,000 105,000 Decrease / (Increase) in operating assets (25,256,251) (53,136,924) Lendings to financial institutions (2,664,413) 65,889,993 Securities classified as FVPL 159,600,150 (77,474,550) Advances 98,640,569 (43,244,890) Other assets (excluding advance taxation and mark-up receivable) 234,085,231 (64,320,338) (Decrease) / increase in operating liabilities Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (55,978,885) Deposits 19,421,213 10,242,210 Other liabilities (excluding current taxation and mark-up payable) (394,822,655) <td< td=""><td>Gain on sale of non banking assets - net</td><td>31</td><td>(3,368)</td><td>(27,800)</td></td<>	Gain on sale of non banking assets - net	31	(3,368)	(27,800)
Finance charges on leased assets 27 2,087,479 1,621,407 2,087,479 3,1621,407 3,107,509	Gain on termination of leases - net	31	(54,117)	(52,740)
Workers' welfare fund 821,570 919,010 Charge for defined benefit plan 32.1 480,951 335,649 Charge for staff compensated absences 32.1 176,000 105,000 Charge for staff compensated absences 32.1 176,000 105,000 Decrease / (Increase) in operating assets Lendings to financial institutions (2,664,413) 65,889,993 Securities classified as FVPL 159,600,150 (77,474,550) Advances 98,640,659 (43,244,890) (43,244,890) Other assets (excluding advance taxation and mark-up receivable) 234,085,231 64,320,338) (Decrease) / increase in operating liabilities Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 Other liabilities (excluding current taxation and mark-up payable) (394,822,655) (3512,640) Mark-up / interest received 205,192,252 246,758,124	Staff loans - notional cost	32.1	1,746,960	1,249,124
Charge for defined benefit plan 32.1 480,951 335,649 Charge for staff compensated absences 32.1 176,000 105,000 Lendings for financial institutions (56,256,521) (53,136,924) Decrease / (Increase) in operating assets (2,664,413) 65,889,993 Lendings to financial institutions (2,664,413) 65,889,993 Securities classified as FVPL 159,600,150 (77,474,550) Advances 98,640,569 (43,244,890) Other assets (excluding advance taxation and mark-up receivable) 234,085,231 (64,320,338) (Decrease) / Increase in operating liabilities 19,421,213 10,242,210 Borrowings (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 Other liabilities (excluding current taxation and mark-up payable) 394,822,655) (3,512,640) Mark-up / interest received 205,192,255 3,512,640 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,	Finance charges on leased assets	27	2,087,479	1,621,407
Charge for staff compensated absences 32.1 176,000 105,000 105,000 (56,256,521) (53,136,924) (23,781,193) (13,498,319) (1	Workers' welfare fund	1	821,570	919,010
(56,256,521) (53,136,924) (23,781,193) (13,498,319)	Charge for defined benefit plan	32.1	480,951	335,649
Canal Cana	Charge for staff compensated absences	32.1	176,000	105,000
Canal Cana			(56,256,521)	(53,136,924)
Lendings to financial institutions (2,664,413) 65,889,933 Securities classified as FVPL 159,600,150 (77,474,550) Advances 98,640,569 (43,244,890) Other assets (excluding advance taxation and mark-up receivable) (21,491,075) (9,490,851) Coercease) / increase in operating liabilities 19,421,213 (64,320,338) Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 (394,822,655) (3,512,640) Mark-up / interest received (184,518,617) (81,331,297) Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)				
Securities classified as FVPL	Decrease / (increase) in operating assets			
Advances 98,640,569 (43,244,890) Other assets (excluding advance taxation and mark-up receivable) (21,491,075) (9,490,851) 234,085,231 (64,320,338) (Decrease) / increase in operating liabilities Bills payable 19,421,213 (575,990,313) (55,978,885) Deposits (575,990,313) (55,978,885) Other liabilities (excluding current taxation and mark-up payable) 10,430,768 (25,412,966) (394,822,655) (3,512,640) (184,518,617) (81,331,297) Mark-up / interest received (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999)	Lendings to financial institutions	Γ	(2,664,413)	65,889,953
Other assets (excluding advance taxation and mark-up receivable) (21,491,075) (9,490,851) (Decrease) / Increase in operating liabilities 324,085,231 (64,320,338) Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 (394,822,655) (3,512,640) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)	Securities classified as FVPL		159,600,150	(77,474,550)
(Decrease) / increase in operating liabilities Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (555,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 (394,822,655) (3,512,640) (184,518,617) (81,331,297) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)	Advances		98,640,569	(43,244,890)
(Decrease) / Increase in operating liabilities Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (555,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 (394,822,655) (3,512,640) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999)	Other assets (excluding advance taxation and mark-up receivable)		(21,491,075)	(9,490,851)
Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 Mark-up / interest received (184,518,617) (81,331,297) Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999)		!	Control of the contro	All the state of t
Bills payable 19,421,213 10,242,210 Borrowings (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 Mark-up / interest received (184,518,617) (81,331,297) Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999)	(Decrease) / increase in operating liabilities	i.		
Borrowings (575,990,313) (55,978,885) Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 (394,822,655) (3,512,640) (184,518,617) (81,331,297) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999)		Γ	19,421,213	10,242,210
Deposits 151,315,677 16,811,069 Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 (394,822,655) (3,512,640) (184,518,617) (81,331,297) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)	* * *	l	1	
Other liabilities (excluding current taxation and mark-up payable) 10,430,768 25,412,966 (394,822,655) (3,512,640) (184,518,617) (81,331,297) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)		1		
(394,822,655) (3,512,640) (184,518,617) (81,331,297) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)				
Mark-up / interest received (184,518,617) (81,331,297) Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)	,		l	
Mark-up / interest received 205,192,252 246,758,124 Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)		-		
Mark-up / interest paid (138,163,944) (186,978,728) Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)	Mark-up / interest received			
Income tax paid (19,622,086) (25,524,098) Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)		*		
Net cash used in operating activities (137,112,395) (47,075,999) Balance carried forward (137,112,395) (47,075,999)				
1		-		***************************************
# 1 T T T T T T T T T T T T T T T T T T	Balance carried forward	-	(137 112 395)	(47 075 999)
			(() 4 4 5 1 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4 4	(11,01,0,00)

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BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

' Note	e Half year ended	
	June 30,	June 30,
	2025 (Pupper	2024 in '000)
	(Rupees	(Restated)
		•
Balance brought forward	(137,112,395)	(47,075,999)
CASH FLOWS FROM INVESTING ACTIVITIES		
Net investments in securities classified as FVOCI	203,577,759	116,586,073
Net (divestments) / investments in securities carried at amortised cost	(917,320)	2,865,822
Divestment from / (investment in) subsidiaries	388,732	(2,200,000)
Dividends received	1,455,503	1,170,235
Investments in property and equipment and intangible assets	(7,737,203)	(12,820,431)
Proceeds from sale of property and equipment	33,615	73,988
Proceeds from sale of non-banking assets	27,089	267,800
Effect of translation of net investment in foreign branches	260,686	(1,655,279)
Net cash generated from investing activities	197,088,861	104,288,208
CASH FLOWS FROM FINANCING ACTIVITIES		
Payments of lease obligations against right-of-use assets	(3,200,274)	(2,754,091)
Dividend paid	(7,873,675)	(15,413,168)
Net cash used in financing activities	(11,073,949)	(18,167,259)
Net increase in cash and cash equivalents	48,902,517	39,044,950
Cash and cash equivalents at the beginning of the period	229,857,147	249,771,602
Effects of exchange rate changes on cash and cash equivalents	2,092,890	(1,871,683)
Cirects of exchange rate changes on cash and cash equivalents	231,950,037	247,899,919
Constant and the second second and analysis to the		(35,901)
Expected credit loss allowance on cash and cash equivalents - net	(8,538)	(106,66)
Cash and cash equivalents at the end of the period 38	280,844,016	286,908,968





BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (Un-audited) FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025

	Note	Quarter ended June 30, 2025	Quarter ended June 30, 2024	Half year ended June 30, 2025	Half year ended June 30, 2024
			(Restated)	es in '000)	(Restated)
Mark-up / return / interest earned	26	93,299,420	128,608,469	188,398,347	258,530,947
Mark-up / return / interest expensed	27	58,918,064	97,353,124	120,789,900	196,016,843
Net mark-up / return / interest income		34,381,356	31,255,345	67,608,447	62,514,104
NON MARK-UP / INTEREST INCOME					
Fee and commission income	28	4,093,096	5,244,602	7,649,749	10,040,783
Dividend income		530,288	607,266	1,410,510	904,811
Foreign exchange income	29	3,207,633	2,974,051	5,351,308	5,242,871
(Loss) / income from derivatives		(713,914)	829,102	388,566	1,373,514
Gain on securities	30	7,379,217	2,299,293	8,005,619	2,365,016
Net gain / (loss) on derecognition of financial assets					
measured at amortised cost		450 030	390 343	714 074	
Share of profit from associates Other income	31	459,830 73,801	389,343 123,648	714,974 869,337	664,236 189,716
Total non-mark-up / interest income	31	15,029,951	12,467,305	24,390,063	20,780,947
Total income		49,411,307	43,722,650	91,998,510	83,295,051
NON MARK-UP / INTEREST EXPENSES	22	30,000,040	20 672 140	F6 132 036	40 010 010
Operating expenses Workers' welfare fund	32 33	29,088,940 421,462	20,672,140 494,288	56,122,936 821,570	40,018,818 919,944
Other charges	34	5,346	872	9,557	209,515
Total non-mark-up / interest expenses	31	29,515,748	21,167,300	56,954,063	41,148,277
Profit before credit loss allowance / provisions		19,895,559	22,555,350	35,044,447	42,146,774
Credit loss allowance / (reversal of credit loss allowance) / provisions and write offs - net Extra ordinary / unusual items	35	1,364,662	(25,199)	896,645	(231,993)
		10 520 007	22.500.540	24147.002	42 270 767
PROFIT BEFORE TAXATION FROM CONTINUING OPERATIONS Taxation	36	18,530,897 10,527,713	22,580,549 10,580,586	34,147,802 19,004,909	42,378,767 20,459,317
PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS		8,003,184	11,999,963	15,142,893	21,919,450
DISCONTINUED OPERATIONS					
LOSS FROM DISCONTINUED OPERATIONS - NET OF TAX	37.3	(16,497)	-	(83,517)	,
PROFIT AFTER TAXATION		7,986,687	11,999,963	15,059,376	21,919,450
Profit / (loss) attributable to:					
Equity holders of the Holding Company from continuing operations		8,003,184	11,971,927	15,142,893	21,917,916
from discontinued operations		(17,641)	-	(81,706)	-
nom alscontinuca operations		7,985,543	11,971,927	15,061,187	21,917,916
Non-controlling interest					
from continuing operations		-	28,036	-	1,534
from discontinued operations		1,144		(1,811)	
		1,144	28,036	(1,811)	1,534
		7,986,687	11,999,963	15,059,376	21,919,450
			•	pees)	
			(Restated)		(Restated)
Basic and diluted earnings per share - continuing operations	38	5.07	7.59	9.60	13.90
Basic and diluted earnings per share	38	5.07	7.59	9.55	13.90

The annexed notes 1 to 48 form an integral part of these consolidated condensed interim financial statements.

FINANCE DIVISION KARACHI Director

BANK ALFALAH LIMITED CONSOLIDATED CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
ASSETS			
Cash and balances with treasury banks	7	215,505,362	227,868,901
Balances with other banks	8	17,478,976	19,713,246
Lendings to financial institutions	9	153,895,071	100,998,323
Investments	10	1,638,023,285	1,996,182,261
Advances	11	1,010,496,226	1,109,376,542
Property and equipment	12	68,334,765	63,673,849
Right-of-use assets	13	25,734,567	25,365,699
Intangible assets	14	1,517,814	1,559,640
Deferred tax assets		-	-
Other assets	15	169,171,977	172,317,236
Total assets		3,300,158,043	3,717,055,697
LIABILITIES			
Bills payable	16	61,189,539	41,768,326
Borrowings	17	555,834,086	1,142,200,709
Deposits and other accounts	18	2,287,598,788	2,136,104,698
Lease liabilities	19	30,992,975	29,555,307
Subordinated debt	20	14,000,000	14,000,000
Deferred tax liabilities	21	14,180,760	19,459,032
Other liabilities	22	146,264,660	152,580,928
Total liabilities		3,110,060,808	3,535,669,000
NET ACCETC		100 007 225	101 200 007
NET ASSETS		190,097,235	181,386,697
REPRESENTED BY			
Share capital		15,771,651	15,771,651
Reserves		45,255,069	43,466,925
Surplus on revaluation of assets	23	34,993,652	33,820,479
Unappropriated profit		94,076,863	88,305,939
Total equity attributable to the equity holders of the Holding Company		190,097,235	181,364,994
No. 100 March 1980 Annual			21.702
Non-controlling interest		100 007 225	21,703
		190,097,235	181,386,697

CONTINGENCIES AND COMMITMENTS

The annexed notes 1 to 48 form an integral part of these consolidated condensed interim financial statements.



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BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

		Capital	reserves		Surplus / (d	eficit) on reva	luation of				
	Share capital	Share premium	Exchange translation reserve	Statutory reserve	Invest- ments	Property and equipment	Non banking assets	Unappro- priated profit	Sub-total	Non controlling interest	Total
						(Rupees in 'OC	00)				
Balance as at December 31, 2023 (audited) Impact of adoption of IFRS 9 - net of tax (note 4.1.1)	15,771,651	4,731,049	14,191,974	22,478,107	(902,400) 5,002,695	12,088,444	86,726	71,472,352 (2,250,700)	139,917,903 2,751,995	(294,665)	139,623,238 2,751,995
Balance as at January 01, 2024 after adoption of IFRS 9	15,771,651	4,731,049	14,191,974	22,478,107		12,088,444	86,726		142,669,898	(294,665)	142,375,233
Changes in equity for the half year ended June 30, 2024	13,771,031	1,731,013	14,131,374	22,470,107	1,100,233	12,000,111	00,720	03,221,032	112,003,030	(251,003)	112,575,235
Profit after taxation - (restated)	-	_	-	_	_	_	_	21,917,916	21,917,916	1,534	21,919,450
Other comprehensive (loss) / income - net of tax											
Effect of translation of net investment in foreign branches	-	-	(1,655,279)	· -	- 1	- 1		· -	(1,655,279)	-	(1,655,279)
Movement in surplus / (deficit) on revaluation of investments in debt securities classified as FVOCI - net of tax	_		_	-	(123,555)	_	_	-	(123,555)		(123,555)
Gain on sale of debt securities classified as FVOCI			1 1		(261 202)				(261 202)		(261 202)
reclassified to profit and loss - net of tax Movement in surplus on revaluation of equity securities	-	-	-	-	(361,382)	-			(361,382)	- 1	(361,382)
classified as FVOCI - net of tax	-	-	-	-	589,596	-	-	-	589,596	-	589,596
Movement in share of surplus on revaluation of investments of associates - net of tax	_		.	_	5,980	.			5,980		5,980
Remeasurement loss on defined benefit								(501)		(11.0)	
obligations - net of tax Movement in surplus on revaluation of property and	-	-	-	-	-	-		(691)	(691)	(414)	(1,105)
equipment - net of tax Movement in surplus on revaluation of non-banking assets	-	-	-	-	-	(19,744)	-		(19,744)	-	(19,744)
- net of tax				-			968	- (501)	968		968
Total other comprehensive (loss) / income - net of tax Transfer to statutory reserve	-	-	(1,655,279)	- 2,060,876	110,639	(19,744)	968	(691) (2,060,876)	(1,564,107)	(414)	(1,564,521)
Transfer from surplus on revaluation of assets to	-	-	•	2,060,676	•	•	-		-	-	-
unappropriated profit - net of tax Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(22,941)	(44,116)	(9,180)	53,296 22,941	-	-	-
Transactions with owners, recorded directly in equity					, , , ,						
Adjustment of non-controlling interest	-	-	-	-	-		-	(311,627)	(311,627)	311,627	-
Right Issuance cost - subsidiary	-	-	-	-	-	-	-	(8,314)	(8,314)	(4,988)	(13,302)
Final cash dividend for the year ended December 31, 2023 - 50%	-	-	-	-	_	-	-	(7,885,826)	(7,885,826)	-	(7,885,826)
Interim cash dividend for the quarter ended March 31, 2024 - 20%	-	-	_	-	-	-	-	(3,154,330)	(3,154,330)	-	(3,154,330)
Closing balance as at June 30, 2024 (un-audited) - restated	15,771,651	4,731,049	12,536,695	24,538,983	4,187,993	12,024,584	78,514	77,794,141	151,663,610	13,094	151,676,704
Changes in equity for half year ended December 31, 2024											
Profit after taxation	-	-	-	-	-	-	-	17,935,705	17,935,705	8,141	17,943,846
Other comprehensive (loss) / income - net of tax									((440 500)
Effect of translation of net investment in foreign branches	-	-	(110,739)	-	-	-	-	-	(110,739)	-	(110,739)
Movement in surplus on revaluation of investments in debt securities classified as FVOCI - net of tax	-	-	-	-	10,925,879	-	-	-	10,925,879	-	10,925,879
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	-	-	_	-	(538,564)	-	-	-	(538,564)	-	(538,564)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax		_		-	1,441,123		.		1,441,123	.	1,441,123
Movement in share of surplus on revaluation of investments of associates - net of tax	_	_	_		30,396				30,396	_	30,396
Remeasurement gain on defined benefit obligations - net of tax								461,557	461,557	468	462,025
Movement in surplus on revaluation of property and						5 620 026		101,537		-	5,629,026
equipment - net of tax Movement in surplus on revaluation of non-banking assets		-				5,629,026	225.55		5,629,026		
 net of tax Total other comprehensive (loss) / income - net of tax 	<u> </u>		(110,739)		11,858,834	5,629,026	235,661 235,661	461,557	235,661 18,074,339	468	235,661 18,074,807
Transfer to statutory reserve	-	-	-	1,770,937	-	-	-	(1,770,937)	-		-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	_	-	-	(100,565)	540	100,025	-	-	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	_	_			(94,108)		_	94,108	-		-
Transactions with owners, recorded directly in equity					/						
Interim cash dividend for the half year ended June 30, 2024 - 20%	_	-	-	-	-	-	-	(3,154,330)	(3,154,330)	_	(3,154,330)
Interim cash dividend for the nine months period ended September 30, 2024 - 20%						_	_	(3,154,330)	(3,154,330)	-	(3,154,330)
Balance as at December 31, 2024 (audited)	15,771,651	4,731,049	12,425,956	26,309,920	15,952,719	17,553,045	314,715	88,305,939	181,364,994	21,703	181,386,697
Impact of adoption of IFRS 9 - net of tax (note 4.1.2)	-	-	-	-	365,607	-	-	(81,096)	284,511	-	284,511
Balance as at January 01, 2025 after adoption of IFRS 9 / carried forward	15,771,651	4,731,049	12,425,956	26,309,920	16,318,326	17,553,045	314,715	88,224,843	181,649,505	21,703	181,671,208

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

		Capital reserves Sur		Surplus / (d	Surplus / (deficit) on revaluation of						
	Share capital	Share premium	Exchange translation reserve	Statutory reserve	Invest- ments	Property and equipment	Non banking assets	Unappro- priated profit	Sub-total	Non controlling interest	Total
						(Rupees in 'OC	0)				
Balance brought forward	15,771,651	4,731,049	12,425,956	26,309,920	16,318,326	17,553,045	314,715	88,224,843	181,649,505	21,703	181,671,208
Changes in equity for the half year ended June 30, 2025											
Profit / (loss) after taxation	-	-	-	-	-	-	-	15,061,187	15,061,187	(1,811)	15,059,376
Other comprehensive income / (loss) - net of tax											
Effect of translation of net investment in foreign branches Movement in surplus / (deficit) on revaluation of investments	-	-	260,686	-	-	-	-	-	260,686	- 1	260,686
in debt securities classified as FVOCI - net of tax		-	-	-	3,132,277	- 1	_		3,132,277	- 1	3,132,277
Gain on sale of debt securities classified as FVOCI					(2.522.242)				(2.522.242)		(2.522.212)
reclassified to profit and loss - net of tax Movement in surplus on revaluation of equity securities	-	-	-	-	(2,532,212)	-	-	-	(2,532,212)	-	(2,532,212)
classified as FVOCI - net of tax		_			468,031	1 . 1	_		468,031		468,031
Movement in share of surplus / (deficit) on revaluation of					100,031	1 1			100,000		100,000
investments of associates - net of tax	-	-	-	-	(9,189)	- 1	-	-	(9,189)	-	(9,189)
Movement in surplus on revaluation of property and						1 1		1			
equipment - net of tax	-	-	-	-	-	(36,814)	-	-	(36,814)	-	(36,814)
Movement in surplus on revaluation of non-banking						1 1	(10.410)		(10.410)		(10, 410)
assets - net of tax			260,686		1,058,907	(36,814)	(10,410)		(10,410) 1,272,369		(10,410)
Total other comprehensive income / (loss) - net of tax	-	-	200,080	-	1,056,907	(30,814)	(10,410)	-	1,272,309	-	1,272,309
Transfer to statutory reserve	-	-	-	1,527,458	-	-	, -	(1,527,458)	-	-	-
Transfer from surplus on revaluation of assets to											
unappropriated profit - net of tax	-	-	-	-	-	(60,769)	(10,070)	70,839	-	-	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(133,278)	-	-	133,278	-	-	-
Transactions with owners, recorded directly in equity											
Derecognition of subsidiary	-	-	-	-	-	-	-	-	-	(19,892)	(19,892)
Final cash dividend for the year ended December 31, 2024 - 25%	-	-	-		-		-	(3,942,913)	(3,942,913)	-	(3,942,913)
Interim cash dividend for the quarter ended March 31, 2025 - 25%	-	-				-	-	(3,942,913)	(3,942,913)	-	(3,942,913)
Closing balance as at June 30, 2025 (un-audited)	15,771,651	4,731,049	12,686,642	27,837,378	17,243,955	17,455,462	294,235	94,076,863	190,097,235		190,097,235



BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

	Note	Half year	ended
		June 30,	June 30,
		2025	2024
		(Rupees i	n '000)
			(Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation from continuing operations		34,147,802	42,378,767
Profit before taxation from discontinued operations	37.3	7,796	-
Less: Dividend income		(1,410,510)	(904,811)
Share of profit from associates		(714,974)	(664,236)
Adjustments:		32,030,114	40,809,720
Net mark-up / return / interest income		(67,628,316)	(62,514,104)
Depreciation		2,915,054	2,170,697
Depreciation on right-of-use assets		2,243,108	1,888,182
Amortisation		200,225	172,601
Credit loss allowance / (reversal of credit loss allowance) /provisions			· 1
and write offs - net		892,084	(231,993)
Unrealised loss / (gain) on revaluation of investments classified as FVPL		326,209	(215,538)
Unrealised gain on advances classified as FVPL	31	(56,483)	(30,724)
Gain on sale of property and equipment - net	31	(26,726)	(61,511)
Gain on sale of non banking assets - net	31	(3,368)	(27,800)
Gain on termination of leases - net	31	(54,117)	(52,740)
Staff loans - notional cost	32.1	1,746,960	1,249,124
Finance charges on leased assets		2,094,817	1,634,163
Workers' welfare fund		821,570	919,944
Charge for defined benefit plan	32.1	480,951	335,649
Charge for staff compensated absences	32.1	176,000	105,000
		(55,872,032)	(54,659,050)
		(23,841,918)	(13,849,330)
Decrease / (increase) in operating assets			
Lendings to financial institutions		(2,664,413)	65,889,953
Securities classified as FVPL		159,600,150	(77,760,808)
Advances		98,640,822	(43,241,589)
Other assets (excluding advance taxation and mark-up receivable)		(21,444,479)	(9,125,352)
(Decrease) / increase in operating liabilities		234,132,080	(64,237,796)
Bills payable		19,421,213	10,242,210
Borrowings		(576,005,280)	(55,978,885)
Deposits		151,494,090	16,001,254
Other liabilities (excluding current taxation and mark-up payable)		10,558,664	25,167,863
		(394,531,313)	(4,567,558)
		(184,241,151)	(82,654,684)
Mark-up / interest received		205,236,748	246,899,316
Mark-up / interest paid		(138,171,485)	(187,164,204)
Income tax paid		(19,642,364)	(25,544,355)
Net cash used in operating activities		(136,818,252)	(48,463,927)
Balance carried forward		(136,818,252)	(48,463,927)
tead Office.			

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

	Note	Half year ended	
		June 30,	June 30,
		2025	2024
		(Rupees i	n '000)
			(Restated)
Balance brought forward		(136,818,252)	(48,463,927)
CASH FLOWS FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI		203,577,759	116,438,486
Net (divestments) / investments in securities carried at amortised cost		(917,320)	2,865,822
Dividends received from associates		44,993	254,993
Dividends received from other investments		1,410,510	915,242
Divestment from subsidiary	37.2	388,732	_
Investments in property and equipment and intangible assets		(7,771,870)	(12,897,974)
Proceeds from sale of property and equipment		33,615	73,988
Proceeds from sale of non-banking assets		27,089	267,800
Effect of translation of net investment in foreign branches		260,686	(1,655,279)
Net cash generated from investing activities		197,054,194	106,263,078
CASH FLOWS FROM FINANCING ACTIVITIES			
CASH FLOWS FROM FINANCING ACTIVITIES Payments of lease obligations against right-of-use assets		(3,206,391)	(2,773,947)
Payment of right issuance cost		(3,206,391)	(13,302)
		(7.072.675)	
Dividend paid		(7,873,675)	(15,413,168)
Net cash used in financing activities		(11,080,066)	(18,200,417)
Net increase in cash and cash equivalents		49,155,876	39,598,734
	1		<u></u>
Cash and cash equivalents at beginning of the period		231,145,707	249,771,375
Effects of exchange rate changes on cash and cash equivalents		2,092,890	(1,871,683)
		233,238,597	247,899,692
Expected credit loss allowance on cash and cash equivalents - net		(8,538)	(35,901)
Cash and cash equivalents of discontinued operations		(1,442,577)	- -
Cash and cash equivalents at end of the period	39	280,943,358	287,462,525





Bank Alfalah Limited Unconsolidated Condensed Interim Financial Statements Half year ended June 30, 2025

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

	2025 (Rupees	December 31, 2024 in '000)
ASSETS		
Cash and balances with treasury banks 7	215,406,020	227,823,979
Balances with other banks 8	17,478,976	18,469,608
Lendings to financial institutions 9	153,895,071	100,998,323
Investments 10	1,632,473,718	1,991,232,454
Advances 11	1,010,496,226	1,109,376,154
Property and equipment 12	68,233,175	63,543,484
Right-of-use assets 13	25,648,582	25,290,607
Intangible assets 14	1,511,086	1,543,109
Deferred tax assets	-	- 1
Other assets 15	. 169,190,233	171,928,403
Total assets	3,294,333,087	3,710,206,121
LIABILITIES		
Bills payable 16	61,189,539	41,768,326
Borrowings 17	555,834,086	1,141,885,742
Deposits and other accounts 18	2,288,228,299	2,136,912,622
Lease liabilities 19	30,902,605	29,481,938
Subordinated debt 20	14,000,000	14,000,000
Deferred tax liabilities 21	10,853,296	16,515,641
Other liabilities 22	146,259,256	151,529,442
Total liabilities	3,107,267,081	3,532,093,711
NET ASSETS	187,066,006	178,112,410
REPRESENTED BY		
Share capital	15,771,651	15,771,651
Reserves	45,255,069	43,466,925
Surplus on revaluation of assets 23	34,959,921	33,778,787
Unappropriated profit	91,079,365	85,095,047
	187,066,006	178,112,410
CONTINGENCIES AND COMMITMENTS 24		

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (Un-audited) FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025

	Note	Quarter ended June 30, 2025	Quarter ended June 30, 2024	Half year ended June 30, 2025 s in '000)	June 30, 2024
			(Restated)	s iii 000j	(Restated)
Mark-up / return / interest earned	26	93,294,585	128,443,100	188,388,172	258,387,207
Mark-up / return / interest expensed	27	58,921,983	97,171,408	120,803,285	195,831,367
Net mark-up / return / interest income		34,372,602	31,271,692	67,584,887	62,555,840
NON MARK-UP / INTEREST INCOME					
Fee and commission income	28	4,093,096	5,358,165	7,649,749	10,021,206
Dividend income		575,281	757,259	1,455,503	1,159,804
Foreign exchange income	29	3,171,125	2,973,574	5,289,700	5,242,394
(Loss) / income from derivatives		(713,914)	829,102	388,566	1,373,514
Gain on securities	30	7,767,949	2,252,703	8,394,351	2,320,379
Net gain / (loss) on derecognition of financial assets measured at amortised cost			_		
Other income	31	76,567	123,648	874,229	189,716
Total non-mark-up / interest income	31	14,970,104	12,294,451	24,052,098	20,307,013
Total income		49,342,706	43,566,143	91,636,985	82,862,853
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	32	29,004,603	20,452,409	55,978,382	39,629,066
Workers' welfare fund	33	421,462	493,789	821,570	919,010
Other charges	34	5,346	872	9,557	209,515
Total non-mark-up / interest expenses		29,431,411	20,947,070	56,809,509	40,757,591
Profit before credit loss allowance / provisions Credit loss allowance / provisions		19,911,295	22,619,073	34,827,476	42,105,262
and write offs - net	35	1,364,662	1,513,647	896,645	1,306,853
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		18,546,633	21,105,426	33,930,831	40,798,409
Taxation	36	10,312,154	10,410,135	18,656,250	20,200,064
PROFIT AFTER TAXATION		8,234,479	10,695,291	15,274,581	20,598,345
			(Rup		
		**********	(Restated)		
			(Restated)		
Basic and diluted earnings per share	37	5.22	6.78	9.68	13.06

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited) FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025

	Quarter ended June 30, 2025	Quarter ended June 30, 2024	June 30, 2025	June 30, 2024
		(Rupees	in '000)	
		(Restated)		(Restated)
Profit after taxation for the period	8,234,479	10,695,291	15,274,581	20,598,345
Other comprehensive income / (loss)				
Items that may be reclassified to the statement of profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branches	281,468	(949,118)	260,686	(1,655,279)
Movement in surplus / (deficit) on revaluation of investments in debt securities classified as FVOCI - net of tax	5,260,791	1,439,821	3,131,049	(123,683)
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	(2,163,792)	(80,237)	(2,532,212)	(361,382)
reclassified to profit and loss - fiet of tax	3,378,467	410,466	859,523	(2,140,344)
Items that will not be reclassified to the statement of profit and loss account in subsequent periods:				
Movement in surplus on revaluation of equity				
investments classified as FVOCI - net of tax	414,420	467,885	468,031	589,596
Movement in surplus on revaluation of				
property and equipment - net of tax	(17,970)	(9,920)	(36,814)	(19,744)
Movement in surplus on revaluation of				
non-banking assets - net of tax	(5,516)	1,146	(10,410)	968
	390,934	459,111	420,807	570,820
Total comprehensive income	12,003,880	11,564,868	16,554,911	19,028,821

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

	Capital reserves			Surplus / (d	Surplus / (deficit) on revaluation of				
	Share capital	Share premium	Exchange translation reserve	Statutory reserve	Invest- ments	Property and equipment	Non banking assets	Unappro- priated profit	Total
Balance as at December 31, 2023 (audited)	15,771,651	4,731,049	14,191,974	22,478,107	(Rupees in (906,806)	12,088,444	86,726	69,481,688	137,922,833
Impact of adoption of IFRS 9 - net of tax (note 4.1.1)	-	_	-	-	5,002,695	-	-	(2,250,700)	2,751,995
Balance as at January 01, 2024 after adoption of IFRS 9	15,771,651	4,731,049	14,191,974	22,478,107	4,095,889	12,088,444	86,726	67,230,988	140,674,828
Changes in equity for the half year ended June 30, 2024									
Profit after taxation - (restated)	-	-	-	-	-	-	-	20,598,345	20,598,345
Other comprehensive (loss) / income - net of tax				 1	r				
Effect of translation of net investment in foreign branches	-	-	(1,655,279)	-	-	-	-	-	(1,655,279)
Movement in surplus / (deficit) on revaluation of investments in debt securities classified as FVOCI - net of tax	-	-	-	-	(123,683)	-	-	-	(123,683)
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	_	-	_	-	(361,382)	_	-	-	(361,382)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax	_	_	_	_	589,596		_	_	589,596
Movement in surplus on revaluation of property and	-	_	_	_	303,330				
equipment - net of tax Movement in surplus on revaluation of non-banking assets	-	-	-	-	-	(19,744)	-	-	(19,744)
- net of tax Total other comprehensive (loss) / income - net of tax	<u> </u>	<u> </u>	(1,655,279)		- 104,531	(19,744)	968 968		968 (1,569,524)
Transfer to statutory reserve	_	_	-	2,060,876	-	-	_	(2,060,876)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(44,116)	(9,180)	53,296	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(22,941)	-	_	22,941	-
Transactions with owners, recorded directly in equity									
Final cash dividend for the year ended December 31, 2023 - 50%	-	-	-	-	*	-	-	(7,885,826)	(7,885,826)
Interim cash dividend for the quarter ended March 31, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)	(3,154,330)
Closing balance as at June 30, 2024 (un-audited) - restated	15,771,651	4,731,049	12,536,695	24,538,983	4,177,479	12,024,584	78,514	74,804,538	148,663,493
Changes in equity for half year ended December 31, 2024									
Profit after taxation	-	-	-	-	-	-	-	17,719,786	17,719,786
Other comprehensive (loss) / income - net of tax	<u></u>	l		l					
Effect of translation of net investment in foreign branches Movement in surplus on revaluation of investments in debt	-	-	(110,739)	-	-	-	-	-	(110,739)
securities classified as FVOCI - net of tax	-	-	-	-	10,925,097	-	-	-	10,925,097
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	-	-	-	-	(538,564)	-	-	-	(538,564)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax	_	-	-	-	1,441,123	-	-	-	1,441,123
Remeasurement gain on defined benefit obligations - net of tax	_	_	-	_		_	-	456,187	456,187
Movement in surplus on revaluation of property and	_	_		_		5,629,026		_	5,629,026
equipment - net of tax Movement in surplus on revaluation of non-banking assets		-	-	_	-	3,023,026	- -		
 net of tax Total other comprehensive (loss) / income - net of tax 		-	(110,739)		- 11,827,656	5,629,026	235,661 235,661	- 456,187	235,661 18,037,791
Balance carried forward	15,771,651	4,731,049	12,425,956	24,538,983	16,005,135	17,653,610	314,175	92,980,511	184,421,070

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

	Capital reserves		Surplus / (d	eficit) on reva	Unappro-				
	Share capital	Share premium	Exchange translation reserve	Statutory reserve	Invest- ments	Property and equipment	Non banking assets	priated profit	Total
		***************************************			(Rupees in	'000)			
Balance brought forward	15,771,651	4,731,049	12,425,956	24,538,983	16,005,135	17,653,610	314,175	92,980,511	184,421,070
Transfer to statutory reserve	-:	-	-	1,770,937	-	-	-	(1,770,937)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(100,565)	540	100,025	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(94,108)	-	-	94,108	-
Transactions with owners, recorded directly in equity									
Interim cash dividend for the half year ended June 30, 2024 - 20%	_	-	-	-	-	-	-	(3,154,330)	(3,154,330)
Interim cash dividend for the nine months period ended September 30, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)	(3,154,330)
Balance as at December 31, 2024 (audited)	15,771,651	4,731,049	12,425,956	26,309,920	15,911,027	17,553,045	314,715	85,095,047	178,112,410
Impact of adoption of IFRS 9 - net of tax (note 4.1.2)		-		-	365,607		-	(81,096)	284,511
Balance as at January 01, 2025 after adoption of IFRS 9	15,771,651	4,731,049	12,425,956	26,309,920	16,276,634	17,553,045	314,715	85,013,951	178,396,921
Changes in equity for the half year ended June 30, 2025									
Profit after taxation	-	-	-	-	-	-	-	15,274,581	15,274,581
Other comprehensive income / (loss) - net of tax									
Effect of translation of net investment in foreign branches Movement in surplus / (deficit) on revaluation of investments	-	-	260,686	-	- 121.040	-	<u>۔</u>	-	260,686
in debt securities classified as FVOCI - net of tax Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	-	-	-	-	3,131,049 (2,532,212)	-	-	-	3,131,049 (2,532,212)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax	-	-	-	-	468,031	-	-	-	468,031
Movement in surplus on revaluation of property and equipment - net of tax	-	_	-	-	-	(36,814)	-	-	(36,814)
Movement in surplus on revaluation of non-banking assets - net of tax	_		_	_	_	_	(10,410)	_	(10,410)
Total other comprehensive income / (loss) - net of tax		-	260,686	-	1,066,868	(36,814)	(10,410)	-	1,280,330
Transfer to statutory reserve	-	-	-	1,527,458	-	-	-	(1,527,458)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(60,769)	(10,070)	70,839	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(133,278)	-	-	133,278	-
Transactions with owners, recorded directly in equity									
Final cash dividend for the year ended December 31, 2024 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)
Interim cash dividend for the quarter ended March 31, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)
Closing balance as at June 30, 2025 (un-audited)	15,771,651	4,731,049	12,686,642	27,837,378	17,210,224	17,455,462	294,235	91,079,365	187,066,006

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

	Note	Half yea	ended	
		June 30, 2025	June 30, 2024	
		(Rupees	in '000) (Restated)	
CASH FLOWS FROM OPERATING ACTIVITIES		·	(,	
Due fit had an account.		22.020.024	40 700 400	
Profit before taxation		33,930,831	40,798,409	
Less: Dividend income		(1,455,503)	(1,159,804)	
Adjustments:		32,475,328	39,638,605	
Net mark-up / return / interest income		(67,584,887)	(62,555,840)	
Depreciation	32	2,901,659	2,154,803	
Depreciation on right-of-use assets	32	2,227,770	1,876,715	
Amortisation	32	199,057	172,174	
Credit loss allowance /provisions and write offs - net	35	896,645	1,306,853	
Unrealised loss / (gain) on revaluation of investments classified as FVPL	30	319,701	(149,044)	
Gain on disposal of subsidiary	30.1	(388,732)	-	
Unrealised gain on advances classified as FVPL	31	(56,483)	(30,724)	
Gain on sale of property and equipment - net	31	(26,726)	(61,511)	
Gain on sale of non banking assets - net	31	(3,368)	(27,800)	
Gain on termination of leases - net	31	(54,117)	(52,740)	
Staff loans - notional cost	32.1	1,746,960	1,249,124	
Finance charges on leased assets	27	2,087,479	1,621,407	
Workers' welfare fund		821,570	919,010	
Charge for defined benefit plan	32.1	480,951	335,649	
Charge for staff compensated absences	32.1	176,000	105,000	
		(56,256,521)	(53,136,924)	
		(23,781,193)	(13,498,319)	
Decrease / (increase) in operating assets				
Lendings to financial institutions		(2,664,413)	65,889,953	
Securities classified as FVPL		159,600,150	(77,474,550)	
Advances		98,640,569	(43,244,890)	
Other assets (excluding advance taxation and mark-up receivable)		(21,491,075)	(9,490,851)	
		234,085,231	(64,320,338)	
(Decrease) / increase in operating liabilities			·	
Bills payable		19,421,213	10,242,210	
Borrowings		(575,990,313)	(55,978,885)	
Deposits		151,315,677	16,811,069	
Other liabilities (excluding current taxation and mark-up payable)		10,430,768	25,412,966	
		(394,822,655)	(3,512,640)	
Made on Atabasah saadind		(184,518,617) 205,192,252	(81,331,297)	
Mark-up / interest received		205,192,252 (138,163,944)	246,758,124 (186,978,728)	
Mark-up / interest paid		(136,163,944)	(25,524,098)	
Income tax paid Net cash used in operating activities		(137,112,395)	(47,075,999)	
wer casu asea ui obei aruid arriairies		(15,112,151)	(47,073,333)	
Balance carried forward		(137,112,395)	(47,075,999)	

BANK ALFALAH LIMITED UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

N	ote	Half yea	r ended
	-	June 30, 2025	June 30, 2024
		(Rupees	in '000)
			(Restated)
Balance brought forward		(137,112,395)	(47,075,999)
CASH FLOWS FROM INVESTING ACTIVITIES			
Net investments in securities classified as FVOCI	Ī	203,577,759	116,586,073
Net (divestments) / investments in securities carried at amortised cost		(917,320)	2,865,822
Divestment from / (investment in) subsidiaries	l	388,732	(2,200,000)
Dividends received	l	1,455,503	1,170,235
Investments in property and equipment and intangible assets	İ	(7,737,203)	(12,820,431)
Proceeds from sale of property and equipment	ļ	33,615	73,988
Proceeds from sale of non-banking assets	İ	27,089	267,800
Effect of translation of net investment in foreign branches	į	260,686	(1,655,279)
Net cash generated from investing activities		197,088,861	104,288,208
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments of lease obligations against right-of-use assets	Ī	(3,200,274)	(2,754,091)
Dividend paid		(7,873,675)	(15,413,168)
Net cash used in financing activities	•	(11,073,949)	(18,167,259)
Net increase in cash and cash equivalents	-	48,902,517	39,044,950
Cash and cash equivalents at the beginning of the period	Ī	229,857,147	249,771,602
Effects of exchange rate changes on cash and cash equivalents		2,092,890	(1,871,683)
	-	231,950,037	247,899,919
Expected credit loss allowance on cash and cash equivalents - net		(8,538)	(35,901)
Cash and cash equivalents at the end of the period	38	280,844,016	286,908,968

BANK ALFALAH LIMITED

NOTES TO AND FORMING PART OF THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

1 STATUS AND NATURE OF BUSINESS

Bank Alfalah Limited (the Bank) is a banking company incorporated in Pakistan and is engaged in commercial banking and related services in Pakistan and overseas. The Bank's registered office is located at B.A. Building, I.I. Chundrigar Road, Karachi and its shares are listed on the Pakistan Stock Exchange. The Bank is engaged in banking services as described in the Banking Companies Ordinance, 1962. The Bank is operating through 1,172 branches (December 31, 2024: 1,141 branches) and 12 subbranches (December 31, 2024: 12 sub-branches). Out of the 1,172 branches, 713 (December 31, 2024: 707) are conventional, 448 (December 31, 2024: 423) are Islamic, 10 (December 31, 2024: 10) are overseas and 1 (December 31 2024: 1) is an offshore banking unit

The Pakistan Credit Rating Agency Limited has reaffirmed the Bank's long-term rating as 'AAA' and short-term rating as 'A1+' with stable outlook on June 28, 2025.

2 BASIS OF PRESENTATION

2.1 STATEMENT OF COMPLIANCE

These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34 "Interim Financial Reporting" and International Financial Reporting Standards (IFRS
 Accounting Standards) issued by the International Accounting Standards Board (IASB) as are notified under the Companies
 Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Wherever 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, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives have been followed.

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification S.R.O 411(I)/2008 dated April 28, 2008. The SBP through BPRD Circular No. 04 of 2015 dated February 25, 2015 had deferred the applicability of Islamic Financial Accounting Standard-3 for Profit and Loss Sharing on Deposits (IFAS-3) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and notified by the SECP, vide their SRO No. 571 of 2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.

- 2.1.1 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". These 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.
- **2.1.2** These unconsolidated condensed interim financial statements represent separate financial statements of Bank Alfalah Limited in which investment in subsidiaries and associates are accounted for on the basis of cost less accumulated impairment losses, if any.
- **2.1.3** Key financial figures of the Islamic Banking branches are disclosed in note 43 to these unconsolidated condensed interim financial statements.
- **2.1.4** The Bank believes that there is no significant doubt on the Bank's ability to continue as a going concern. Therefore, these unconsolidated condensed interim financial statements have been prepared on a going concern basis.

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

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2025 but are considered not relevant or do not have any material effect on the Bank's operations and are therefore not detailed in these unconsolidated condensed interim financial statements. The impact of IFRS 9 for the current period is disclosed in note 4.1.2 of these unconsolidated condensed interim financial statements. Further, the comparative period has been restated to incorporate the impact of adoption of IFRS 9 as disclosed in note 4.1.1.

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

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2026 but are considered not to be relevant or will not have any material effect on the Bank's financial statements except for:

- the new standard IFRS 18 'Presentation and Disclosure in Financial Statements' (published in April 2024) with applicability date of January 01, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in the unconsolidated condensed interim financial statements.
- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers.
 The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.
- amendment to IAS 21 'The Effects of Changes in Foreign Exchange Rates' which will require Banks to apply a consistent
 approach in assessing whether a currency can be exchanged into another currency and, when it cannot, in determining the
 exchange rate to use and the disclosures to provide.

3 BASIS OF MEASUREMENT

3.1 Accounting convention

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except that certain property and equipment and non banking assets acquired in satisfaction of claims are stated at revalued amounts; investments classified at fair value through profit and loss and fair value through other comprehensive income; advances classified at fair value through profit and loss, foreign exchange contracts and derivative financial instruments are measured at fair value; defined benefit obligations are carried at present value; right of use of asset and related lease liability are measured at present value on initial recognition; and staff loans are measured at fair value on initial recognition.

3.2 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of the annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2024. Impacts of adoption of IFRS 9 for the comparative and current period are disclosed in note 4.1.

4.1 IFRS 9 - 'Financial Instruments'

4.1.1 The Bank had adopted IFRS 9 effective from January 01, 2024 with modified retrospective approach for restatement permitted under IFRS 9. The cumulative impact of initial application amounting to Rs. 2,751.995 million was recorded as an adjustment to equity at the beginning of the previous accounting period.

The Bank, in compliance with extended timelines prescribed in SBP's BPRD Circular Letter No. 16 dated July 29, 2024 and BPRD Circular Letter No. 01 dated January 22, 2025 had incorporated certain IFRS 9 related impacts in the last quarter of 2024. Therefore the unconsolidated condensed interim statement of profit and loss account (un-audited) for the half year ended June 30, 2024 have been restated to incorporate these impacts. Had the restatement not been incorporated the profit after tax and total comprehensive income for the half year ended June 30, 2024 would have been higher by Rs. 10.416 million. The details are tabulated below:

Head		(Rupees in '000)	Description
Mark-up / return / interest earned	Increase	1,345,058	Fair value impact of subsidised advances and modification of advances
Mark-up / return / interest earned	Increase	1,249,124	Fair value impact on staff loans
Other income	Increase	30,724	Fair value impact of advances measured at fair value through profit and loss
		2,624,906	
Mark-up / return / interest expensed Operating expenses	Increase Increase	1,396,206 1,249,124 2,645,330	Fair value impact of subsidised borrowings Fair value impact on staff loans
Taxation	Decrease	10,008 Rupees	Tax impact of restatement
Basic and diluted earnings per share	Decrease	0.01	EPS impact of restatement

- 4.1.2 During the current period, in accordance with BPRD Circular No. 03 of 2022 dated July 05, 2022 and BPRD Circular Letter No. 16 dated July 29, 2024 the Bank has applied IFRS 9 'Financial Instruments' for Bangladesh Operations and measured unquoted equity securities at fair value. The cumulative impact of application in current period amounting to Rs. 284.511 million net of tax has been recorded as an adjustment to equity at the beginning of the current period.
- **4.1.3** The SBP has directed the Banks through its BPRD Circular Letter No. 1 dated January 22, 2025 to continue the existing revenue recognition methodology for Islamic Operations, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 been adopted in its entirety for revenue recognition from Islamic operations, the profit after tax of the Bank would have been higher by Rs. 134.636 million.
- **4.1.4** The SBP in a separate instruction SBPHOK-BPRD-RPD-BAF-834424 dated January 22, 2025 has allowed extension for application of Effective Interest Rate upto December 31, 2025.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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

The significant judgments made by the management in applying the Bank's accounting policies and the key sources of estimation were the same as those applied in the preparation of annual audited financial statements for the year ended December 31, 2024 except for matters related to IFRS 9 which have been disclosed in note 4.1 to these unconsolidated condensed interim financial statements.

6 FINANCIAL RISK MANAGEMENT

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.

			(Un-audited) June 30,	(Audited) December 31,
			2025	2024
7	CASH AND BALANCES WITH TREASURY BANKS	Note	(Rupees	in '000)
	In hand			
	- local currency		48,391,658	48,323,420
	- foreign currency		4,564,694	5,594,597
	,		52,956,352	53,918,017
	With State Bank of Pakistan in		•	• •
	- local currency current accounts		65,884,748	92,348,385
	- foreign currency current accounts		7,926,927	7,192,719
	- foreign currency deposit accounts		12,772,008	10,832,548
			86,583,683	110,373,652
	With other central banks in			
	- foreign currency current accounts		63,356,120	60,980,202
	- foreign currency deposit accounts		1,557,796	1,820,112 62,800,314
	With National Bank of Dakistan in local surrougy surrout assount		64,913,916 10,868,492	628,396
	With National Bank of Pakistan in local currency current account Prize bonds		99,814	119,605
	Filze Bolius		215,422,257	227,839,984
	Less: Credit loss allowance held against cash and balances with treasury banks		(16,237)	(16,005)
	Cash and balances with treasury banks - net of credit loss allowance		215,406,020	227,823,979
	Cash and Dalances with treasury Danks - Het of Credit 1055 allowance		215,400,020	221,023,313
8	BALANCES WITH OTHER BANKS			
	In Pakistan in current accounts		35,165	37,316
	Outside Pakistan			
	- in current accounts		17,425,953	18,406,200
	- in deposit accounts		32,054	31,982
			17,458,007	18,438,182
	Long Confliction allows are held a select belongs of the ather boules		17,493,172 (14,196)	18,475,498 (5,890)
	Less: Credit loss allowance held against balances with other banks			
	Balances with other banks - net of credit loss allowance		17,478,976	18,469,608
9	LENDINGS TO FINANCIAL INSTITUTIONS			
	Call / clean money lendings		51,624,880	1,792,764
	Repurchase agreement lendings (Reverse Repo)		102,270,862	94,208,913
	Bai Muajjal receivable - other financial institution			4,997,525
			153,895,742	100,999,202
	Less: Credit loss allowance held against lending to financial institutions		(671)	(879)
	Lending to financial institutions - net of credit loss allowance	9.1	153,895,071	100,998,323

June 30 (Un-au	•		r 31, 2024 lited)
Lending	Credit loss allowance held	Lending	Credit loss allowance held
	/Dunga	- i '0000\	

9.1 Lending to Financial Institutions - Particulars of credit loss allowance

Domestic Performing	Stage 1	152,970,862	595	99,606,438	754
Overseas Performing	Stage 1	924,880	76	1,392,764	125
Total		153,895,742	671	100,999,202	879

10 INVESTMENTS

		June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
10.1	Investments by type:	Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value
					(Rupee	s in '000)			
	Fair value through profit and loss								
	Federal Government Securities						l		
	- Market Treasury Bills	42,060,822	_	(11,351)	42,049,471	74,055,824	1	(5,499)	74,050,325
	- Pakistan Investment Bonds	56,814,754	_	53,544	56,868,298	183,913,135	· -	47,072	183,960,207
	- Ijarah Sukuks	260,372	-	716	261,088	1,733,628	_	10,084	1,743,712
	- Naya Pakistan Certificates	1,009,002	-	_ :	1,009,002	2,651,621	-	-	2,651,621

- market treasury Bills	42,000,822	-	(11,551)	42,049,4/1	/4,055,824	-	(5,499)	/4,050,325
- Pakistan Investment Bonds	56,814,754	-	53,544	56,868,298	183,913,135	-	47,072	183,960,207
- Ijarah Sukuks	260,372	-	716	261,088	1,733,628	-	10,084	1,743,712
- Naya Pakistan Certificates	1,009,002	-	- 1	1,009,002	2,651,621	-	-	2,651,621
Shares								
- Ordinary Shares - Listed	4,693,696	-	(124,974)	4,568,722	2,432,428	-	1,099,694	3,532,122
- Preference Shares - Unlisted	-	-	-	-	-	-	500,000	500,000
Non Government Debt Securities	١,							
- Term Finance Certificates	1,450,000	-	-	1,450,000	1,450,000	-	-	1,450,000
- Sukuks	422,444	-	957	423,401	422,000	-	444	422,444
Foreign Securities		ŀ						
- Overseas Bonds - Sovereign	15,095,846	_	(16,938)	15,078,908	13,043,880	-	(6,799)	13,037,081
 Redeemable Participating Certificates 	8,255,474	-	(221,655)	8,033,819	5,913,093	-	2,401,955	8,315,048
	130,062,410	-	(319,701)	129,742,709	285,615,609	-	4,046,951	289,662,560

Fair value through other comprehensive income

Balance carried forward

Federal Government Securities								
- Market Treasury Bills	12,759,353	-	75,315	12,834,668	22,007,486	-	428,380	22,435,866
- Pakistan Investment Bonds	840,938,935	-	18,731,847	859,670,782	1,009,681,395	-	14,952,851	1,024,634,246
- Ijarah Sukuks	217,773,294	-	6,764,086	224,537,380	241,695,919	-	9,230,018	250,925,937
- Government of Pakistan Euro Bonds	12,178,653	(1,947,664)	1,178,820	11,409,809	12,368,725	(2,145,627)	922,305	11,145,403
Shares								
- Ordinary Shares - Listed	13,158,541	-	5,733,660	18,892,201	10,202,508	-	4,768,790	14,971,298
- Ordinary Shares - Unlisted	1,319,051	-	2,080,704	3,399,755	1,351,363	-	1,471,825	2,823,188
- Preference Shares - Unlisted	25,000	(25,000)	-	-	25,000	(25,000)	-	- 1
Non Government Debt Securities								
- Term Finance Certificates	1,942,200	(108,526)	-	1,833,674	2,076,398	(111,745)	-	1,964,653
- Sukuks	15,361,416	(96,511)	(92,228)	15,172,677	15,584,244	(96,511)	140,246	15,627,979
Foreign Securities								
- Overseas Bonds - Sovereign	49,102,235	(71,070)	(872,353)	48,158,812	50,691,578	(77,534)	(1,417,964)	49,196,080
- Overseas Bonds - Others	24,023,296	(5,992)	(678,330)	23,338,974	26,231,004	(7,505)	(1,030,029)	25,193,470
- Equity Securities - Listed	270,436	-	(15,754)	254,682	265,427	-	(8,246)	257,181
- Preference Shares - Unlisted	567,545	-	-	567,545	557,108	-	=	557,108
REIT Fund - listed	1,072,965	-	407,336	1,480,301	1,000,489	-	514,493	1,514,982
	1,190,492,920	(2,254,763)	33,313,103	1,221,551,260	1,393,738,644	(2,463,922)	29,972,669	1,421,247,391

(2,254,763) 32,993,402 1,351,293,969 1,679,354,253

(2,463,922)

34,019,620 1,710,909,951

1,320,555,330

			June 30, 2025	(Un-audited)			December 31,	2024 (Audited)	
10.1	Investments by type:	Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value
					(Rupee	s in '000)			
	Balance brought forward	1,320,555,330	(2,254,763)	32,993,402	1,351,293,969	1,679,354,253	(2,463,922)	34,019,620	1,710,909,951
	Amortised cost								
	Federal Government Securities								
	- Pakistan Investment Bonds	217,132,123	_	_	217,132,123	218,414,195	_	_	218,414,195
	- Ijarah Sukuks	40,427,531	-	-	40,427,531	40,376,451	-	-	40,376,451
	Non Government Debt Securities								
	- Term Finance Certificates	387,180	(24,724)	-	362,456	324,680	(24,715)	_	299,965
	- Sukuks	3,250,645	(56,413)	-	3,194,232	3,509,612	(56,421)	-	3,453,191
	Foreign Securities								İ
	- Overseas Bonds - Sovereign	17,939,771	(53,970)	-	17,885,801	15,601,311	(216)	-	15,601,095
		279,137,250	(135,107)	-	279,002,143	278,226,249	(81,352)	-	278,144,897
	Associates	1,177,606	-	-	1,177,606	1,177,606	-	-	1,177,606
	Subsidiaries	1,000,000	-	-	1,000,000	2,505,217	(1,505,217)	-	1,000,000
	Total investments	1,601,870,186	(2,389,870)	32,993,402	1,632,473,718	1,961,263,325	(4,050,491)	34,019,620	1,991,232,454

10.2 Particulars of assets and liabilities of subsidiaries and associates

					June 3	0, 2025 (Un-aı	ıdited)	
	Subsidiary / Associate	Country of incorporation	Percentage of holding	Assets	Liabilities	Revenue	(Loss) / profit for the period	Total comprehensive (loss) / income
					(I	Supees in '000)}	
Alfalah Currency Exchange (Private) Limited	Subsidiary	Pakistan	100.00%	1,093,074	133,434	89,982	(64,531)	(63,303)
Alfalah Insurance Company Limited	Associate	Pakistan	30.00%	9,067,098	5,652,907	1,547,909	332,611	268,801
Sapphire Wind Power Company Limited	Associate	Pakistan	30.00%	19,794,137	2,503,947	2,919,833	1,613,250	1,613,250
Alfalah Asset Management Limited	Associate	Pakistan	40.22%	3,647,374	862,169	1,438,243	341,143	341,143
				December 31, 2	024 (Audited)	June	30, 2024 (Un-a	udited)
	Subsidiary / Associate	Country of incorporation	Percentage of holding	Assets	Liabilities	Revenue	(Loss) / profit for the period	Total comprehensive (loss) / income
	•							
					(I	lupees in 'OUL)}	
Alfalah Securities (Private) Limited	Subsidiary	Pakistan	95.59%	1,850,958	1,358,817	402,659	(178,710)	(178,710)
Alfalah Securities (Private) Limited Alfalah Currency Exchange (Private) Limited	Subsidiary Subsidiary	Pakistan Pakistan	95.59% 100.00%	1,850,958 1,081,681	•	•	•	(178,710)
• •	•				1,358,817	402,659	(178,710)	
Alfalah Currency Exchange (Private) Limited	Subsidiary	Pakistan	100.00%	1,081,681	1,358,817 58,738	402,659 80,024	(178,710) 15,299	15,427

^{10.2.1} The shareholders of the Bank in annual general meeting held on March 20, 2025 approved to sell entire shareholding in its subsidiary, Alfalah Securities (Private) Limited. The sale transaction was completed during the period in accordance with the applicable legal and regulatory requirements against a consideration of Rs. 388.732 million.

(Un-audited) (Audited)
June 30, December 31,
2025 2024
------(Rupees in '000)------

10.3 Investments given as collateral

- Market Treasury Bills
- Pakistan Investment Bonds
- Overseas Bonds

-	18,948,162
409,993,123	952,096,877
11,762,845	8,759,125
421,755,968	979,804,164

10.3.1 The market value of securities given as collateral is Rs. 426,304.813 million (December 31, 2024: Rs. 993,194.012 million).

		Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
10.4	Credit loss allowance / provision for diminution in value of investments			
10.4.1	Opening balance		4,050,491	3,660,630
	Impact of adoption of IFRS 9		60,074	(437,729)
	Balance as at January 01 after adopting IFRS 9		4,110,565	3,222,901
	Exchange and other adjustments		42,146	(29,753)
	Charge / (reversals)			
	Charge for the period / year		80,531	1,436,742
	Reversals for the period / year		(144,830)	(578,980)
	Reversal on disposals		(193,325)	(419)
			(257,624)	857,343
	Adjustment of provision on disposal of subsidiary	10.2.1	(1,505,217)	
	Closing balance		2,389,870	4,050,491

10.4.2 Particulars of credit loss allowance / provision against debt securities

Category of classification		June 30), 2025	Decembe	r 31, 2024
		(Un-au	ıdited)	(Aud	lited)
		Outstanding amount	Credit loss allowance / Provision held	Outstanding amount	Credit loss allowance / Provision held
Domestic			(Rupees	in '000)	
Performing	Stage 1	806,250	85	806,250	85
Underperforming	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		311,089	311,089	314,307	314,307
		1,117,339	311,174	1,120,557	314,392
Overseas					
Performing	Stage 1	91,065,302	131,032	78,312,741	85,255
Performing		-	-	14,211,152	-
Underperforming	Stage 2	12,178,653	1,947,664	12,368,725	2,145,627
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
Total		104,361,294	2,389,870	106,013,175	2,545,274

^{10.4.3} The market value of securities classified at amortised cost as at June 30, 2025 amounted to Rs. 282,053.215 million (December 31, 2024: Rs. 279,284.570 million).

11 ADVANCES

Note	Perfor	ming	Non Peri	forming	To	tal
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
			(Rupee	s in '000)		
Classified at amortised cost						
Loans, cash credits, running finances, etc.	781,181,370	929,992,559	38,228,807	36,402,132	819,410,177	966,394,691
Islamic financing and related assets 43.3	205,936,454	166,361,932	5,458,170	5,688,223	211,394,624	172,050,155
Bills discounted and purchased	24,192,002	16,129,793	198,704	269,602	24,390,706	16,399,395
	1,011,309,826	1,112,484,284	43,885,681	42,359,957	1,055,195,507	1,154,844,241
Classified at FVPL						
Loans, cash credits, running finances, etc.	2,250,000	1,200,000	-	-	2,250,000	1,200,000
Fair value adjustment on loans - FVPL	270,218	213,735	-	-	270,218	213,735
	2,520,218	1,413,735	-	-	2,520,218	1,413,735
Advances - gross	1,013,830,044	1,113,898,019	43,885,681	42,359,957	1,057,715,725	1,156,257,976
Credit loss allowance / provision against advances						
- Stage 1 11.4	(1,778,969)	(2,232,954)	- 1	-	(1,778,969)	(2,232,954)
- Stage 2 11.4	(1,206,374)	(1,388,083)	-	-	(1,206,374)	(1,388,083)
- Stage 3 11.4	-	-	(40,122,979)	(38,436,013)	(40,122,979)	(38,436,013)
- Specific 11.4	-	-	-	(587,690)	-	(587,690)
- General 11.4	(4,111,177)	(4,237,082)	- [-	(4,111,177)	(4,237,082)
	(7,096,520)	(7,858,119)	(40,122,979)	(39,023,703)	(47,219,499)	(46,881,822)
Advances - net of credit loss						
allowance / provision	1,006,733,524	1,106,039,900	3,762,702	3,336,254	1,010,496,226	1,109,376,154

11.1 Advances include an amount of Rs. 425.928 million (December 31, 2024: Rs. 395.404 million), being Employee Loan facilities allowed to Citibank, N.A, Pakistan's employees, which were either taken over by the Bank, or were granted afresh, under a specific arrangement executed between the Bank and Citibank, N.A, Pakistan. The said arrangement is subject to certain relaxations as specified vide SBP Letter BPRD/BRD/Citi/2017/21089 dated September 11, 2017.

The said arrangement covers only existing employees of Citibank, N.A, Pakistan, and the relaxations allowed by the SBP are on continual basis, but subject to review by the SBP's BID and OSED departments. These loans carry mark-up at the rates ranging from 13.94% to 33.69% (December 31, 2024: 14.83% to 33.69%) per annum with maturities up to October 2043 (December 31, 2024: October 2043).

(Un-audited)

(Audited)

		June 30,	December 31,
		2025	2024
11.2	Particulars of advances (gross)	(Rupee:	s in '000)
	In local currency	965,076,069	1,038,683,097
	In foreign currencies	92,639,656	117,574,879
	•	1.057,715,725	1,156,257,976

11.3 Advances include Rs. 43,885.681 million (December 31, 2024: Rs. 42,359.957 million) which have been placed under non-performing status as detailed below:

Category of classification in stage 3	June 30	· .	1	31, 2024 ited)
	(Un-au Non-	Credit loss	Non-	Credit loss
	Performing	allowance	Performing	allowance
	Loans	/provision	Loans	/provision
		(Rupee	s in '000)	
Domestic				
Other Assets Especially Mentioned (OAEM)	269,574	-	237,808	-
Substandard	2,404,019	947,201	2,991,264	1,260,906
Doubtful	3,706,756	1,835,308	2,311,039	1,103,457
Loss	36,832,335	36,728,566	36,164,401	36,071,650
	43,212,684	39,511,075	41,704,512	38,436,013
Overseas				
Substandard	-	-	38,700	23,355
Doubtful	- 1	-	- 1	-
Loss	672,997	611,904	616,745	564,335
	672,997	611,904	655,445	587,690
Total	43,885,681	40,122,979	42,359,957	39,023,703

11.4 Particulars of credit loss allowance / provision against advances

			June 30, 2025	(Un-audited)					December 31, 2024 (Audited))24 (Audited)		
	Exp	Expected Credit Loss	SS				Expe	Expected Credit Loss	Si			
	Stage 1	Stage 2	Stage 3	Specific	General	Total	Stage 1	Stage 2	Stage 3	Specific	General	otal
		***************************************	1			(Rupees in '000)	(000, 1			111111111111111111111111111111111111111		
Opening balance	2,232,954	1,388,083	38,436,013	587,690	4,237,082	46,881,822	1	•	,	32,373,670	9,861,797	42,235,467
Impact of adoption of IFRS 9	50,662	49,899	587,751	(587,690)	r	100,622	3,383,875	1,941,645	33,603,839	(31,883,354)	(1,715,503)	5,330,502
Balance as at January 01 after	2,283,616	1,437,982	39,023,764	,	4,237,082	46,982,444	3,383,875	1,941,645	33,603,839	490,316	8,146,294	47,565,969
adopting IFRS 9												
Exchange and other adjustments	2,199	,	(4,713)	t	(3,449)	(5,963)	(249)	1	1	(49,929)	(35,775)	(85,953)
Charge for the period / year	264,689	434,011	5,024,607	•		5,723,307	589,912	228,688	14,209,301	148,294	ı	15,176,195
Reversals for the period / year	(703,294)	(624,139)	(3,359,807)	1	(122,456)	(4,809,696)	(1,576,721)	(680,132)	(7,187,019)	(166)	(3,873,437)	(13,318,300)
	(438,605)	(190,128)	1,664,800	t	(122,456)	913,611	(608'986)	(451,444)	7,022,282	147,303	(3,873,437)	1,857,895
						•						
Transfer	(68,241)	(41,480)	122,201	1	1	1	(163,863)	(102,118)	265,981	,	1	,
Amounts written off	,	,	(9,465)	,	r	(9,465)	1	•	(19,688)	1	1	(19,688)
Amounts charged off	,	ı	(635,382)	1	1	(635,382)	•		(2,310,924)	1	,	(2,310,924)
Amounts charged												
off - agriculture financing	1	t	(25,746)	1	1	(25,746)	1	1	(125,477)	1	•	(125,477)
	(68,241)	(41,480)	(560,872)	ī	1	(670,593)	(163,863)	(102,118)	(2,190,108)	•	•	(2,456,089)
Closing balance	1,778,969	1,206,374	40,122,979	•	4,111,177	47,219,499	2,232,954	1,388,083	38,436,013	587,690	4,237,082	46,881,822

- 11.4.1 The additional profit arising from availing the forced sales value (FSV) benefit net of tax as at June 30, 2025 which is not available for distribution as either cash or stock dividend to shareholders / bonus to employees amounted to Rs. 85.883 million (December 31, 2024; Rs. 79.607 million).
- 11.4.2 During the period, non performing loans and provisions were reduced by Rs. 442.462 million (December 31, 2024: Rs. 5,317.765 million) due to debt property swap transactions.

11.4.3 General provision includes:

- (i) Provision held at overseas branches to meet the requirements of the regulatory authorities of the respective countries in which overseas branches operate; and
- (ii) Provision of Rs. 3,878.000 million (December 31, 2024: Rs. 3,878.000 million) against the high risk portfolio, which is showing higher economic vulnerability. The portfolio excludes GoP backed exposure, staff loans and loans secured against liquid collaterals.

11.4.4 Although the Bank has made provision against its non-performing portfolio as per the category of classification of the loan, the Bank holds enforceable collateral in the event of recovery through litigation. These securities comprise of charge against various tangible assets of the borrower including land, building and machinery, stock in trade etc.

11.5 Advances - particulars of credit loss allowance / provision against advances

			June 30, 2025 (U	(Un-audited)				1	December 31, 2024 (Audited)	024 (Audited)		
	Exp	Expected Credit Loss	550		7		Exp	Expected Credit Loss	55		-	
	Stage 1	Stage 2	Stage 3	Decuir		5	Stage 1	Stage 2	Stage 3	obecilic.		
						(Rupees in '000)	(000, u					
lance	2,232,954	1,388,083	38,436,013	587,690	4,237,082	46,881,822		ı	i	32,373,670	9,861,797	42,235,467
doption of IFRS 9	50,662	49,899	587,751	(587,690)		100,622	3,383,875	1,941,645	33,603,839	(31,883,354)	(1,715,503)	5,330,502

Opening balance	2,232,954	1,388,083	38,436,013	587,690	4,237,082	46,881,822			i	32,373,670	9,861,797	42,235,467
Impact of adoption of IFRS 9	50,662	49,899	587,751	(587,690)	•	100,622	3,383,875	1,941,645	33,603,839	(31,883,354)	(1,715,503)	5,330,502
Balance as at January 01 after	2,283,616	1,437,982	39,023,764		4,237,082	46,982,444	3,383,875	1,941,645	33,603,839	490,316	8,146,294	47,565,969
adopting IFRS 9												
Exchange and other adjustments	2,199		(4,713)		(3,449)	(5,963)	(249)			(49,929)	(35,775)	(85,953)
New advances	264,689	434,011	3,725,672		ı	4,424,372	589,912	228,688	10,736,585	55,479	1	11,610,664
Due to credit deterioration	,		1,298,935	1	•	1,298,935	ı		3,472,716	92,815	1	3,565,531
Advances derecognised or					•							
repaid / reversal	(694,713)	(304,245)	(3,236,276)	ı	(122,456)	(4,357,690)	(1,348,975)	(337,218)	(6,805,825)	(991)	(3,873,437)	(12,366,446)
Transfer to stage 1	43,421	(43,421)	1	1	1		209,329	(209,329)	ı	1		
Transfer to stage 2	(105,876)	105,876		1		1	(342,027)	342,027	1	•		1
Transfer to stage 3	(5,786)	(103,935)	109,721		1		(31,165)	(234,816)	265,981		1	
Changes in risk parameters	(8,581)	(319,894)	(123,531)	1		(452,006)	(227,746)	(342,914)	(381,194)	ı		(951,854)
	(506,846)	(231,608)	1,774,521	1	(122,456)	913,611	(1,150,672)	(553,562)	7,288,263	147,303	(3,873,437)	1,857,895
Amounts written off		1	(9,465)			(9,465)	İ	•	(19,688)	1	•	(19,688)
Amounts charged off	•		(661,128)			(661,128)	ı	ı	(2,436,401)	•	•	(2,436,401)
Closing balance	1,778,969	1,206,374	40,122,979		4,111,177	47,219,499	2,232,954	1,388,083	38,436,013	587,690	4,237,082	46,881,822

11.6 Particulars of charged-off loans/ advances / finances

		I	June 30, 2025	(Un-audited)	December 31, 2	024 (Audited)
			No of	Rupees in	No of	Rupees in
			borrowers	000	borrowers	,000
		•				
	Corporate, Commercial and SME					
	Opening balance of charged-off		186	2,982,475	44	2,267,137
	Charge-off during the period / year		160	152,889	145	1,331,003
	Sub total		346	3,135,364	189	3,598,140
	Recoveries made during the period / already charged-off cases	year against	12	175,281	2	247,585
	Amount written off from already char	god off loans	-	173,201	_	247,303
	Other movement	ged on loans		- -	1	368,080
	Closing balance of charged-offs		334	2,960,083	186	2,982,475
	3					
11.7	Advances - category of classification		June 30	, 2025	December	31, 2024
	<u> </u>			Credit loss		Credit loss
			Outstanding	allowance	Outstanding	aliowance
				/provision		/provision
				(Rupees	in '000)	
	Domestic	Chance 1	042,002,070	1634.444	050 200 222	2 101 05 4
	Performing Underperforming	Stage 1 Stage 2	843,002,879 132,246,040	1,634,444 1,138,076	950,300,223 112,325,725	2,101,954 1,388,083
	Non-performing	Stage 2 Stage 3	132,240,040	1,130,076	112,323,723	1,300,003
	Other Assets Especially	Stage S	269,574	_	237,808	_
	Mentioned (OAEM)		203,374	_	237,000	_
	Substandard		2,404,019	947,201	2,991,264	1,260,906
	Doubtful		3,706,756	1,835,308	2,311,039	1,103,457
	Loss		36,832,335	36,728,566	36,164,401	36,071,650
	General provision		-	3,878,000	-	3,878,000
			1,018,461,603	46,161,595	1,104,330,460	45,804,050
	Overseas	5 11	25 152 052	444 555	F4 272 074	121 000 1
	Performing Underperforming	Stage 1 Stage 2	35,163,062 3,418,064	144,525 68,298	51,272,071	131,000
	Non-performing	Stage 3	3,410,004	00,236	-	-
	Other Assets Especially	Juge 5	_ [_	_ [_
	Mentioned (OAEM)					
	Substandard		_	-	38,700	23,355
	Doubtful		-	-	-	-
	Loss		672,996	611,904	616,745	564,335
	General provision		-	233,177	-	359,082
			39,254,122	1,057,904	51,927,516	1,077,772
	Total		1,057,715,725	47,219,499	1,156,257,976	46,881,822
				Note	(Un-audited)	(Audited)
					June 30,	December 31,
12	PROPERTY AND EQUIPMENT				2025 (Rupees i	2024
12	PROPERTI AND EQUIPMENT				(kupees	n 000)
	Capital work-in-progress			12.1	4,572,208	3,471,199
	Property and equipment			12.2	63,660,967	60,072,285
					68,233,175	63,543,484
12.1	Capital work-in-progress					
	Civil works				2 67 4 221	2 107 7 40
	Equipment				3,674,231 868,885	3,187,748 252,122
	Others				¹ 29,092	252,122 31,329
					4,572,208	3,471,199
					1,312,200	3,711,133

	11		
		(Un-au	dited)
		Half yea	-
		June 30,	June 30,
		2025	2024
12.3	Additions to property and equipment		in '000)
	The following additions were made to property and equipment during the period:	(····Pood	555,
	· · · · · · · · · · · · · · · · · · ·	4404.000	
	Capital work-in-progress - net of transferred out for capitalisation	1,101,009	251,909
	Property and equipment		
	Freehold land	283,710	1,244,879
	Leasehold land	-	5,604,974
	Buildings on freehold land	234,372	565,440
	Buildings on leasehold land	204,571	355,244
	Leasehold improvements	1,876,629	1,464,151
	Furniture and fixtures	460,860	430,502
	Office equipments	2,189,474	2,181,109
	Vehicles	1,219,504	429,346
		6,469,120	12,275,645
	Total additions to property and equipment	7,570,129	12,527,554
12.4	Disposals of property and equipment		
	The net book values of property and equipment disposed off during the period are as fo	ollows:	
	Leasehold improvements	- 1	1,181
	Furniture and fixtures	376	219
	Office equipments	6,513	10,861
	Vehicles	-	216
	Total disposals of property and equipment	6,889	12,477
		/o.s	(a m. 1)
		(Un-audited)	(Audited)
		June 30,	December 31,
12	DICUT OF LICE ACCETS	2025	2024
13	RIGHT-OF-USE ASSETS		in '000)
	A& In	Buildings	Buildings
	At January 1 Cost	26 600 160	20 012 726
	Accumulated depreciation	36,609,168	28,813,726
	Net carrying amount at January 01	(11,318,561) 25,290,607	(8,862,155) 19,951,571
	Net can ying amount at January Of	25,290,007	15,551,571
	Additions / renewals / amendments / (terminations)		
	- net during the period / year	2,580,596	9,309,533
	Depreciation charge during the period / year	(2,227,770)	(3,923,093)
	Exchange rate adjustments	5,149	(47,404)
	Closing net carrying amount	25,648,582	25,290,607
14	INTANGIBLE ASSETS		
	Capital work-in-progress / advance payment to suppliers	422,635	396,879
	Software	1,088,451 1,511,086	1,146,230 1,543,109
		(Un-au Half yea	-
		June 30,	June 30,
		2025	2024
14.1	Additions to intangible assets	(Rupees i	
	The following additions were made to intangible assets during the period:	, , ,	-
		OF 750	100.00.0
	Capital work-in-progress - net; of transferred out for capitalisation	25,756	(26,694)
	Directly purchased	141,318	328,890
	Total additions to intangible assets	167,074	302,196

14.2 There were no disposals of intangible assets during the periods ended June 30, 2025 and June 30, 2024.

	12			
		Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
			(Rupees i	n '000)
15	OTHER ASSETS)		
	Income / mark-up accrued in local currency - net		62,293,044	82,067,618
	Income / mark-up accrued in foreign currencies - net		2,013,623	2,724,193
	Advances, deposits, advance rent and other prepayments		6,473,830	4,582,638
	Advance taxation (payments less provisions)		-	3,673,656
	Advance against subscription of share		55,343	-
	Non-banking assets acquired in satisfaction of claims	15.1	8,322,091	7,830,251
	Mark to market gain on forward foreign exchange contracts		1,417,928	1,288,538
	Mark to market gain on derivatives		2,290,603	3,128,782
	Stationery and stamps on hand		25,731	28,155
	Defined benefit plan		851,040	1,331,990
	Branch adjustment account	45.5	260,002	29,195
	Alternative Delivery Channel (ADC) settlement accounts	15.3	5,456,513	2 017 00 4
	Due from card issuing banks		3,445,952	2,817,994
	Accounts receivable		14,298,850	10,613,225
	Claims against fraud and forgeries		119,812 42,907,503	108,907
	Acceptances			33,015,615
	Receivable against Government of Pakistan and overseas government securities		65,234	44,928
	Receivable against marketable securities			400,576
	Deferred cost on staff loans Others		22,296,456	21,080,743
	Others		114,875	135,539
	Land Conditions allowers / annulation hald analyst ather annula	15.2	172,708,430	174,902,543
	Less: Credit loss allowance / provision held against other assets	15.2	(3,998,230)	(3,466,022)
	Other assets (net of credit loss allowance / provision)		168,710,200	171,436,521
	Surplus on revaluation of non-banking assets acquired in	45.4	400.022	404.000
	satisfaction of claims - net Other assets - total	15.1	480,033 169,190,233	491,882
	Other assets - total		103,130,233	171,928,403
15.1	The revalued amount of non-banking assets acquired in satisfaction of claims i $8,322.133 $ million).	s Rs. 8,8	02.124 million (Dece	mber 31, 2024: Rs.
			(Un-audited)	(Audited)
			June 30,	December 31,
			2025	2024
15.2	Conditions allowed a consistent hold and other access.		(Rupees	in '000)
15.2	Credit loss allowance / provision held against other assets			
	Impairment against overseas operations		3,345,731	2,708,477
	Expected credit loss		99,652	181,325
	Fraud and forgeries		119,812	108,907
	Accounts receivable		67,083	67,326
	Others		365,952	399,987
			3,998,230	3,466,022
15.2.1	Movement in credit loss allowance / provision held against other assets			
	Opening balance		3,466,022	2,984,277
	Impact of adoption of IFRS 9		862	370,152
	Balance as at January 01 after adopting IFRS 9		3,466,884	3,354,429
	Exchange and other adjustments		(3,843)	(2,777)
	Charge for the period / year		685,737	531,375
	Reversals for the period / year		(148,270)	(372,333)
	•		537,467	159,042
	Amount written off		(2,278)	(44,672)
	Closing balance		3,998,230	3,466,022

^{15.3} This represents settlement arising from alternate delivery channel transactions at the cut off date.

		(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
16	BILLS PAYABLE		
	In Pakistan		
	Outside Pakistan	60,712,307	41,462,676
	Outside Pakistali	477,232	305,650
		61,189,539	41,768,326
17	BORROWINGS		
	Secured		
	Borrowings from the State Bank of Pakistan under:		
	Export Refinance Scheme	22,277,833	26,867,803
	Long-Term Finance Facility	18,070,342	20,278,409
	Financing Facility for Renewable Energy Projects	12,899,788	13,762,263
	Financing Facility for Storage of Agriculture Produce (FFSAP)	787,450	698,919
	Temporary Economic Refinance Facility (TERF)	23,922,342	25,697,206
	Export Refinance under Bill Discounting	13,479,847	14,253,363
	SME Asaan Finance (SAAF)	3,950,800	7,073,103
	Refinance Facility for Combating COVID (RFCC)	990,571	932,258
	Refinance and Credit Guarantee Scheme for Women Entrepreneurs	428,341	172,604
	Modernization of Small and Medium Entities (MSMES)	2,207,727	1,855,749
	Other refinance schemes	968	232
	Repurchase agreement borrowings	355,585,500	911,260,540
		454,601,509	1,022,852,449
	Repurchase agreement borrowings	21,928,158	32,209,792
	Bai Muajjal	50,720,362	48,654,565
	Total secured	527,250,029	1,103,716,806
	Unsecured		
	Call borrowings	11,350,580	11,414,695
	Overdrawn nostro accounts	3,665,860	15,736,314
	Borrowings of overseas branches	3,947,677	5,750,351
	Others		
	- Pakistan Mortgage Refinance Company	6,257,616	2,464,030
	- Karandaaz Risk Participation	3,362,324	2,803,546
	Total unsecured	28,584,057	38,168,936
		555,834,086	1,141,885,742

18 **DEPOSITS AND OTHER ACCOUNTS**

Customers - Current deposits - Savings deposits - Term deposits - Others

Financial Institutions - Current deposits - Savings deposits - Term deposits - Others

June 30, 2025 (Un-audited)			December 31, 2024 (Audited)			
in Local	in Foreign	Total	In Local	In Foreign	Total	
Currency	Currencies	lotai	Currency	Currencies	IOLAI	
		(Rupee:	s in '000)			
781,343,826	159,346,436	940,690,262	644,305,838	165,613,660	809,919,498	
621,551,492	32,926,059	654,477,551	607,199,365	34,755,471	641,954,836	
359,715,079	86,148,628	445,863,707	315,007,439	69,798,774	384,806,213	
53,814,235	13,022,712	66,836,947	35,232,274	12,915,513	48,147,787	
1,816,424,632	291,443,835	2,107,868,467	1,601,744,916	283,083,418	1,884,828,334	
6,079,735	3,033,647	9,113,382	4,387,043	2,747,963	7,135,006	
121,214,114	1,296,540	122,510,654	186,276,613	2,372,391	188,649,004	
40,462,363	8,163,178	48,625,541	47,797,204	8,366,800	56,164,004	
110,157	98	110,255	136,154	120	136,274	
167,866,369	12,493,463	180,359,832	238,597,014	13,487,274	252,084,288	
1,984,291,001	303,937,298	2,288,228,299	1,840,341,930	296,570,692	2,136,912,622	

19	LEASE LIABILITIES	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
	Opening as at January 01		29,481,938	22,894,533
	Additions / renewals / amendments / (terminations) - net		2,526,479	9,245,802
	Finance charges		2,087,479	3,503,522
	Lease payments including interest		(3,200,274)	(6,108,213)
	Exchange rate / other adjustment		6,983	(53,706)
	Closing net carrying amount		30,902,605	29,481,938
19.1	Liabilities outstanding Not later than one year Later than one year and upto five years Over five years Total as at period / year end For the purpose of discounting PKRV rates are being used.		2,239,421 12,106,352 16,556,832 30,902,605	2,045,816 11,045,465 16,390,657 29,481,938
20	SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-1) Term Finance Certificates VIII - Additional Tier-I (ADT-1)	20.1 20.2	7,000,000 7,000,000 14,000,000	7,000,000

20.1 Term Finance Certificates VI - Additional Tier-I (ADT-1) - Quoted, Unsecured

The Bank issued listed, fully paid up, rated, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (ADT 1) as outlined by the SBP under BPRD Circular No. 6 dated August 15, 2013. Summary of terms and conditions of the issue are:

<i>,</i>	
Issue amount	Rs. 7,000,000,000
Issue date	March 2018
Maturity date	Perpetual
Rating	"AA+" (Double A plus) by the Pakistan Credit Rating Agency Limited.
Security	Unsecured
Ranking	Subordinated to all other indebtedness of the Bank including deposits but superior to equity.
Profit payment frequency	Payable semi-annually in arrears.
Redemption	Perpetual
Mark-up	For the period at end of which the Bank is in compliance with Minimum Capital Requirement (MCR) and Capital Adequacy Ratio (CAR) requirements of the SBP, mark-up rate will be Base Rate \pm 1.50% with no step up feature.
	Base Rate is defined as the six months KIBOR (ask side) prevailing on one (1) business day prior to previous profit payment date.
Lock-in-clause	Mark-up will only be paid from the Bank's current year's earning and if the Bank is in compliance of regulatory MCR and CAR requirements set by the SBP from time to time.
Loss absorbency clause	In conformity with the SBP Basel III Guidelines, the TFCs shall, if directed by the SBP, be permanently converted into ordinary shares upon: (i) the CET 1 Trigger Event; (ii) the point of non-viability Trigger Event; or (iii) failure by the Bank to comply with the Lock-In Clause. The SBP will have full discretion in declaring the point of non-viability Trigger Event.
Call Option	The Bank may, at its sole discretion, exercise call option any time after five years from the issue date, subject to prior approval of the SBP and instrument is replaced with capital of same and better quality.

20.2 Term Finance Certificates VIII - Additional Tier-I (ADT-1) - Quoted, Unsecured

The Bank issued Rs. 7,000 million of privately placed, listed, fully paid up, rated, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (ADT 1) as outlined by the SBP under BPRD circular No. 06 dated August 15, 2013. Summary of key terms and conditions of the issue are as follows:

Issue amount

Rs. 7,000,000,000

Issue date

December 2022

Maturity date

Perpetual

Rating

"AA+" (Double A plus) by the Pakistan Credit Rating Agency Limited.

Security

Unsecured

Ranking

Subordinated to all other indebtedness of the Bank including deposits but superior to equity.

Profit payment frequency

Payable semi-annually in arrears.

Redemption

Perpetual

Mark-up

For the period at end of which the Bank is in compliance with Minimum Capital Requirement (MCR) and Capital Adequacy Ratio (CAR) requirements of the SBP, mark-up rate will be Base Rate + 2.00% with

no step up feature.

Base Rate is defined as the six months KIBOR (ask side) prevailing on one (1) business day prior to

previous profit payment date.

Lock-in-clause

Mark-up will only be paid from the Bank's current year's earning and if the Bank is in compliance of

regulatory MCR and CAR requirements set by the SBP from time to time.

Loss absorbency clause

In conformity with the SBP Basel III Guidelines, the TFCs shall, if directed by the SBP, be permanently converted into ordinary shares upon: (i) the CET 1 Trigger Event; (ii) the point of non-viability Trigger Event; or (iii) failure by the Bank to comply with the Lock-In Clause. The SBP will have full discretion in

declaring the point of non-viability Trigger Event.

Call Option

The Bank may, at its sole discretion, exercise call option any time after five years from the issue date, subject to prior approval of the SBP and instrument is replaced with capital of same and better

quality.

(Un-audited)	(Audited)
June 30,	December 31,
2025	2024
(Rupees	in '000)

21 DEFERRED TAX LIABILITIES

Deductible Temporary Differences on:

- Credit loss allowance / provision against investments
- Credit loss allowance / provision against advances
- Modification of advances
- Credit loss allowance / provision against other assets
- Lease liabilities
- Credit loss allowance against balances with treasury banks
- Credit loss allowance against balances with other banks
- Credit loss allowance against lendings to financial institutions
- Unrealised loss on FVPL investments
- Workers' welfare fund

Taxable Temporary Differences on:

- Unrealised gain on FVPL investments
- Unrealised gain on FVPL advances
- Unrealised net gain on fair value of refinancing
- Right-of-use assets
- Surplus on revaluation of FVOCI investments
- Surplus on revaluation of property and equipments
- Surplus on revaluation of non banking assets
- Accelerated tax depreciation

(2,448,487)	(2,375,374)
(4,185,427)	(4,857,280)
(42,935)	(49,009)
(1,903,500)	(1,534,994)
(17,886,012)	-
(8,743)	(8,679)
(6,368)	(2,082)
(197)	(311)
(133,580)	-
(2,931,282)	(2,504,065)
(29,546,531)	(11,331,794)

-	2,087,729
140,514	111,143
598,135	643,213
13,337,263	-
18,644,410	17,236,946
2,423,721	2,386,906
185,798	177,167
5,069,986	5,204,331
40,399,827	27,847,435
10,853,296	16,515,641

		Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
			(Rupees i	
22	OTHER LIABILITIES			
	Mark-up / return / interest payable in local currency		15,635,755	35,004,706
	Mark-up / return / interest payable in foreign currencies		1,714,821	1,715,640
	Unearned fee commission and income on bills discounted and guarantees		4,716,727	4,063,795
	Accrued expenses		18,483,769	17,275,667
	Current taxation		2,546,261	-
	Acceptances		42,907,503	33,015,615
	Dividends payable		319,860	307,709
	Mark to market loss on forward foreign exchange contracts		483,371	1,090,874
	Mark to market loss on derivatives		80,822	69,063
	Alternative Delivery Channel (ADC) settlement accounts	22.2	-	1,719,649
	Provision for compensated absences		1,466,476	1,290,476
	Payable against redemption of customer loyalty / reward points		1,422,507	1,041,845
	Charity payable		174,129	176,604
	Credit loss allowance / provision against off-balance sheet obligations	22.1	909,236	780,711
	Security deposits against leases, lockers and others		17,026,080	13,058,856
	Workers' welfare fund		7,611,094	6,789,523
	Payable to vendors and suppliers		786,149	630,070
	Margin deposits on derivatives		1,719,927	2,415,337
	Payable to merchants (card acquiring)		1,500,372	959,295
	Indirect taxes payable		5,684,093	6,453,825
	Payable against marketable securities		111,321	-
	Liability against share based payment		609,012	870,000
	Trading liability		10,732,703	15,600,626
	Others		9,617,268	7,199,556
			146,259,256	151,529,442
22.1	Credit loss allowance / provision against off-balance sheet obligations			
	Opening balance		780,711	78,624
	Impact of adoption of IFRS 9		2,714	1,085,673
	Balance as at January 01 after adopting IFRS 9		783,425	1,164,297
	Exchange and other adjustments		6,216	(4,925)
	Charge for the period / year		343,990	472,414
	Reversals for the period / year		(224,395)	(851,075)
			119,595	(378,661)
	Closing balance		909,236	780,711
	-		300,200	

		Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
23	SURPLUS ON REVALUATION OF ASSETS		(Rupees	in '000)
	Surplus on revaluation of:			
	- Securities measured at FVOCI - debt	10.1	25,107,157	23,225,807
	 Securities measured at FVOCI - equity Property and equipment 	10.1	8,205,946 19,879,183	6,746,862 19,939,951
	- Non-banking assets acquired in satisfaction of claims		480,033	491,882
			53,672,319	50,404,502
	Less: Deferred tax liability on surplus on revaluation of:			
	- Securities measured at FVOCI - debt		(13,055,722)	(12,077,420)
	- Securities measured at FVOCI - equity		(4,267,092)	(3,508,368)
	 Property and equipment Non-banking assets acquired in satisfaction of claims 		(2,423,721) (185,798)	(2,386,906) (177,167)
	non painting appear acquired in patienteen or claims		(19,932,333)	(18,149,861)
	Derivatives deficit		(2,541,531)	(3,175,304)
	Less: Deferred tax asset on derivative		1,321,596	1,651,158
			(1,219,935)	(1,524,146)
			34,959,921	33,778,787
24	CONTINGENCIES AND COMMITMENTS			
	- Guarantees	24.1	188,447,081	181,819,233
	- Commitments - Other contingent liabilities	24.2 24.3.1	808,663,588 23,774,654	693,195,425 23,153,037
	- Other Contingent Habilities	24.3.1	1,020,885,323	898,167,695
24.1	Guarantees:			
	Financial guarantees		6,229,564	6,048,920
	Performance guarantees		67,981,851	66,136,458
	Other guarantees		114,235,666 188,447,081	109,633,855 181,819,233
24.2	Commitments:			
	•			
	Documentary credits and short-term trade-related transactions - Letters of credit		247,385,477	220,709,466
	Commitments in respect of: - forward foreign exchange contracts	24.2.1	425,709,303	266,938,066
	- forward foreign exchange contracts - forward government securities transactions	24.2.2	80,133,205	149,529,384
	- derivatives	24.2.3	31,582,038	33,466,502
	- forward lending	24.2.4	17,421,614	16,490,171
	Commitments for acquisition of:			
	- property and equipment		5,723,518	5,448,017 317,819
	- intangible assets		427,433	1 1
	Commitments in respect of donations		281,000 <u>8</u> 08,663,588	296,000 693,195,425
24.2.1	Commitments in respect of forward foreign exchange contracts		000,000,000	033,133,123
,	Purchase		242,669,029	144,906,210
	Sale		183,040,274	122,031,856
			425,709,303	266,938,066
24.2.2	Commitments in respect of forward government securities transactions			
	Purchase		77,484,125	55,393,978
	Sale		2,649,080 80,133,205	94,135,406
			00,133,203	143,323,304

24.2.3	Commitments in respect of derivatives	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
	Interest rate swaps	a= 4	24 005 750	22.054.250
	Purchase Sale	25.1	21,805,769	23,054,358
	Sale		21,805,769	23,054,358
	Cross currency swaps			
	Purchase		-	-
	Sale	25.1	9,776,269	10,412,144
			9,776,269	10,412,144
	Total commitments in respect of derivatives		31,582,038	33,466,502
24.2.4	Commitments in respect of forward lending			
	Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.4.1	17,421,614	16,490,171

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

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
24.3	Other contingent liabilities	(Rupees	in '000)
24.3.1	Claims against the Bank not acknowledged as debts	23,774,654	23,153,037

These mainly represent counter claims filed by the borrowers for restricting the Bank from disposal of collateral assets (such as hypothecated / mortgaged / pledged assets kept as security), damage to reputation and cases filed by ex-employees of the Bank for damages. Based on legal advices and / or internal assessments, management is confident that the matters will be decided in the Bank's favour and the possibility of any outcome against the Bank is remote and accordingly no provision has been made in these unconsolidated condensed interim financial statements.

24.4 Contingency for tax payable

24.4.1 There were no tax related contingencies other than as disclosed in note 36.1.

25 DERIVATIVE INSTRUMENTS

Derivatives are a type of financial contract, the value of which is determined by reference to one or more underlying assets or indices. The major categories of such contracts include futures, swaps and options. Derivatives also include structured financial products that have one or more characteristics of forwards, futures, swaps and options.

25.1	Product Analysis			June 30, 2025	(Un-audited)		
		İt	iterest Rate Swaps		Cro	oss Currency Swap	5
		No. of	Notional	Mark to market	No. of	Notional	Mark to market
		contracts	Principal	gain - net	contracts	Principal	gain - net
	Counterparties With Banks for		(Rupees	in '000)		(Rupees	in '000)
	Hedging	23	21,805,769	1,554,245	-	-	-
	With other entities						
	Market making	-	-		6	9,776,269	655,536
		23	21,805,769	1,554,245	6	9,776,269	655,536
				December 31, 2	O24 (Audited)		
		is	iterest Rate Swaps			oss Currency Swap	s
		No. of	Notional	Mark to market	No. of	Notional	Mark to market
		contracts	Principal	gain - net	contracts	Principal	gain - net
	Counterparties With Banks for		(Rupees	in '000)		(Rupees	in '000)
1	Hedging	27	23,054,358	2,172,667	-	-	-
	With other entities Market making				6	10 412 144	007.053
	riai ket making		23,054,358	2,172,667	<u>6</u> -	10,412,144 10,412,144	<u>887,052</u> 887,052
			0,000	2,112,001		10,412,144	007,032

			(Un-aud	ited)
			Half year	ended
		,	June 30,	June 30,
			2025 	2024 1 '000)
		,	(Rupees II	(Restated)
26	MARK-UP / RETURN / INTEREST EARNED			
	On:			
	a) Loans and advances		58,553,231	64,328,260
	b) Investments c) Lendings to financial institutions		125,186,597 1,776,555	188,426,571
	d) Balances with banks		150,550	3,251,077 81,342
	e) On securities purchased under resale agreements		2,721,239	2,299,957
	-, on termine parameter and result agreements		188,388,172	258,387,207
27	MARK-UP / RETURN / INTEREST EXPENSED			
	On:			
	a) Deposits		58,854,416	118,075,021
	b) Borrowings		10,148,616	9,500,454
	c) Securities sold under repurchase agreements		47,132,511	60,493,416
	d) Subordinated debt		1,027,076	1,643,707
	e) Cost of foreign currency swaps against foreign currency deposits / borrowing	JS	1,068,066	4,267,313
	f) Leased assets		2,087,479	1,621,407
	g) Reward points / customer loyalty	•	485,121 120,803,285	230,049 195,831,367
		Note	(Un-aud	ited)
			Half year	ended
	•		June 30, 2025	June 30, 2024
			2025 (Rupees ii	
28	FEE & COMMISSION INCOME		(Kapees II	
	Branch banking customer fees		898,512	753,959
	Consumer finance related fees		396,286	305,871
	Card related fees (debit and credit cards)		1,433,013	2,046,083
	Credit related fees		295,107	459,208
	Investment banking fees		230,384	28,433
	Commission on trade		1,640,455 437,394	1,500,094 373,907
	Commission on guarantees Commission on cash management		36,433	27,244
	Commission on remittances including home remittances		204,720	1,501,685
	Commission on bancassurance		327,817	295,548
	Card acquiring business		464,504	855,107
	Wealth management fee		288,958	154,789
	Commission on Benazir Income Support Programme (BISP)		149,699	934,549
	Alternative Delivery Channel (ADC) settlement accounts		702,504	654,451
	Others		143,963	130,278
			7,649,749	10,021,206
29	FOREIGN EXCHANGE INCOME			
	Foreign exchange income		5,262,389	6,151,625
	Foreign exchange gain / (loss) related to derivatives		27,311	(909,231)
			5,289,700	5,242,394
30	GAIN ON SECURITIES			
	Realised gain	30.1	8,651,236	2,174,031
	Unrealised (loss) / gain - measured at FVPL	10.1	(319,701)	149,044
	Unrealised gain / (loss) on trading liabilities - net	20.2	62,816	(2,696)
		30.2	8,394,351	2,320,379

		Note	(Un-aud Half year	-
		_	June 30,	June 30,
			2025	2024
30.1	Realised gain on:	-	(Rupees in	· '000)
	Federal government securities	Г	7,838,557	1,916,514
	Shares		31,521	80,886
	Non government debt securities		49,990	-
	Foreign securities		342,436	176,631
	Subsidiary	L	388,732	-
		=	8,651,236	2,174,031
30.2	Net gain / (loss) on financial assets / liabilities measured:			
	At FVPL	_		
	Designated upon initial recognition		2,737,076	790,347
	Mandatorily measured at FVPL	L	(119,142) 2,617,934	821,439 1,611,786
			2,017,554	1,011,760
	Net gain on financial assets measured at FVOCI - Debt		5,387,685	708,593
	Gain on disposal of subsidiary	10.2.1	388,732	<u> </u>
		=	8,394,351	2,320,379
		Note	(Un-aud	-
		-	Half year June 30,	June 30,
			2025	2024
		•=	(Rupees in	1 '000)
31	OTHER INCOME			(Restated)
	Rent on property		7,786	15,466
	Gain on sale of property and equipment - net		26,726	61,511
	Gain on sale of non banking assets - net		3,368	27,800
	Profit on termination of leased contracts (Ijarah)		3	7
	Gain on termination of leases		54,117	52,740
	Unrealised gain on advances classified at FVPL Insurance premium of overseas recovered		56,483	30,724
	Others		719,128 6,618	- 1,468
	others.	-	874,229	189,716
		=		
32	OPERATING EXPENSES			
	Total compensation expense	32.1	23,795,451	18,417,849
	Property expense	-		
	Rates and taxes Utilities cost		92,975	152,195
	Security (including quards)	1	1,669,717 1,092,907	1,602,032 770,539
	Repair and maintenance (including janitorial charges)		1,167,662	913,866
	Depreciation on right-of-use assets		2,227,770	1,876,715
	Depreciation on non-banking assets acquired in satisfaction of claims	ļ	35,535	15,170
	Depreciation on owned assets		642,500	477,243
			6,929,066	5,807,760
	Information technology expenses			
	Software maintenance	Γ	1,773,976	1,605,064
	Hardware maintenance		524,507	369,758
	Depreciation	}	874,908	654,852
	Amortisation	1	199,057	172,174
	Network charges Consultancy and support services	1	361,960 36,557	397,097 99,354
	and support settices	Ł	3,770,965	3,298,299
	Balance carried forward	-	34,495,482	27,523,908

(Un-audited)

	Half year	•
	June 30, 2025	June 30, 2024
	(Rupees i	n '000)
		(Restated)
Balance brought forward	34,495,482	27,523,908
Other operating expenses		
Directors' fees and allowances	76,480	69,600
Fees and allowances to Shariah Board	15,311	9,986
Legal and professional charges	486,351	225,408
Outsourced services costs	836,442	725,674
Travelling and conveyance	1,036,424	718,916
Clearing and custodian charges	120,150	70,135
Depreciation	1,348,716	1,007,538
Training and development	131,415	150,564
Postage and courier charges	232,269	239,621
Communication	1,944,937	1,306,582
Stationery and printing	1,076,329	869,611
Marketing, advertisement and publicity	9,097,749	2,341,627
Donations	154,201	181,870
Auditors' remuneration	120,526	65,448
Brokerage and commission	809,218	583,957
Entertainment	448,597	397,417
Repairs and maintenance	557,586	446,877
Insurance	1,146,962	1,027,824
Cash handling charges	1,048,353	993,704
CNIC verification	359,428	256,071
Others	435,456	416,728
	21,482,900	12,105,158
	55,978,382	39,629,066
Total compensation expense		
Managerial remuneration		
i) Fixed	13,673,832	11,514,272
ii) Variable:		
a) Cash bonus / awards etc.	3,347,227	2,527,891
b) Bonus and awards in shares etc.	461,143	287,500
Charge for defined benefit plan	480,951	335,649
Contribution to defined contribution plan	560,514	432,505
Medical	1,417,235	1,082,295
Conveyance	1,613,107	698,657
Staff compensated absences	176,000	105,000
Staff life insurance	86,251	94,907
Staff welfare	34,239	48,325
Club subscription	10,672	2,225
Sub-total	21,861,171	17,129,226
Sign-on bonus	33,421	39,499
Staff loans - notional cost	1,746,960	1,249,124
Severance allowance	153,899	<u>-</u>
Grand total	23,795,451	18,417,849

32.1

33 WORKERS' WELFARE FUND

The Supreme Court of Pakistan vide its order dated November 10, 2016 has held that the amendments made in the law introduced by the Federal Government through the Finance Act, 2008 for the levy of Workers' Welfare Fund (WWF) on banks were not lawful. The Federal Board of Revenue has filed review petitions against this order, which are currently pending. A legal advice was obtained by the Pakistan Banking Association which highlights that consequent to filing of these review petitions, a risk has risen and the judgment is not conclusive until the review petitions are decided. Accordingly, the amount charged for WWF since 2008 has not been reversed.

		Note	(Un-aud Half year	
			June 30,	June 30,
			2025	2024
		•	(Rupees i	n '000)
34	OTHER CHARGES			
	Penalties imposed by the State Bank of Pakistan	:	9,557	209,515
35	CREDIT LOSS ALLOWANCE / PROVISIONS AND WRITE OFFS - NET			
	Reversal of credit loss allowance against cash with treasury banks		(3,653)	(33,686)
	Credit loss allowance against balance with other banks		7,340	5,556
	Reversal of credit loss allowance against lending to financial institutions		(219)	(12,639)
	(Reversal of) / credit loss allowance / provision against diminution in			
	value of investments	10.4.1	(257,624)	747,831
	Credit loss allowance / provision against loans & advances	11.4	913,611	845,369
	Credit loss allowance against other assets	15.2.1	537,467	133,667
	Credit loss allowance / (reversal) against off-balance			
	sheet obligations	22.1	119,595	(30,743)
	Credit loss allowance / (reversal of other credit loss allowance) / write off - net		22,066	(48,458)
	Recovery of written off / charged off bad debts		(441,938)	(300,044)
		:	896,645	1,306,853
36	TAXATION			
	Charge / (reversal) :	•		
	Current		21,705,312	22,515,747
	Prior years		3,986,399	(54,047)
	Deferred		(7,035,461)	(2,261,636)
			18,656,250	20,200,064
			- 13	

- 36.1 a) The income tax assessments of the Bank have been finalised upto and including tax year 2024. In respect of tax years 2008, 2014, 2017, 2019 and 2021 to 2024, the tax authority has raised certain issues including default in payment of WWF, allocation of expenses to dividend and capital gains, dividend income from mutual funds not being taken under income from business and disallowance of leasehold improvements resulting in tax demand of Rs. 1,217.274 million (December 31, 2024: Rs. 1,217.274 million) net of relief provided in appeal. The Bank has filed an appeal which is pending before the Tribunal. The management is confident that the matter will be decided in favour of the Bank and consequently has not made any provision in this respect.
 - The Bank had received orders from a provincial tax authority for the periods from July 2011 to December 2020 wherein tax authority demanded sales tax on banking services and penalty amounting to Rs. 763.312 million (excluding default surcharge) by disallowing certain exemptions of sales tax on banking services and allegedly for short payment of sales tax. For periods from July 2011 to June 2014, appeals against orders are pending before Commissioner Appeals whereas for periods July 2014 to December 2020, Appellate Tribunal has decided the matters against the Bank. The Bank has filed appeals against these orders before Sindh High Court after consultation with the tax consultant.

The Bank has not made any provision against these orders and the management is of the view that these matters will be settled in Bank's favour through appellate process.

c) The Bank had received two different orders for the same accounting year 2016 from a tax authority wherein sales tax, further tax and penalty amounting to Rs. 5.191 million and Rs. 8.601 million (excluding default surcharge) were demanded allegedly for non-payment of sales tax on certain transactions. Appeals against these orders are pending before Commissioner Appeals and Appellate Tribunal.

A similar order for the accounting years 2017 and 2018 was issued with a tax demand of Rs. 11.536 million (excluding default surcharge) which is pending before the Commissioner Appeals.

The Bank has not made any provision against these orders and the management is of the view that these matters will be favourably settled through appellate process.

d) Certain other addbacks made by tax authorities for various assessment years, appeals against which are pending with the Commissioner of Inland Revenue (Appeals), Appellate Tribunal Inland Revenue (ATIR), High Court of Sindh and Supreme Court of Pakistan.

		(Un-aud	lited)
		Half year	ended
		June 30,	June 30,
		2025	2024
		(Rupees i	1 '000)
37	BASIC AND DILUTED EARNINGS PER SHARE		(Restated)
	Profit for the period	15,274,581	20,598,345
		(Number of sha	res in '000)
	Weighted average number of ordinary shares	1,577,165	1,577,165
		(Rupe	es)
	Basic and diluted earnings per share	9.68	13.06

37.1 Diluted earnings per share has not been presented separately as the Bank does not have any convertible instruments in issue.

		Note	(Un-au	dited)
			Half yea	r ended
			June 30,	June 30,
			2025	2024
38	CASH AND CASH EQUIVALENTS		(Rupees	in '000)
	Cash and balances with treasury banks	7	215,422,257	235,392,781
	Balances with other banks	8	17,493,172	16,280,113
	Call / clean money lendings	9	51,624,880	36,278,623
	Overdrawn nostro accounts	17	(3,665,860)	(1,006,648)
	Less: Expected credit loss		(30,433)	(35,901)
			280,844,016	286,908,968

39 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 subsidiary, is determined on the basis of valuation methodologies. The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

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

39.1 Fair value of financial instruments

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

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

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

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

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

		June 30, 2025 (l	Jn-audited)	
	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments		(Rupees in	'000)	
Financial assets - measured at fair value				
Investments				
- Federal government securities	60,171,844	1,148,468,654	_	1,208,640,498
- Shares - listed companies	23,460,923	-	_	23,460,923
- Shares - unlisted companies	_	-	3,399,755	3,399,755
- REIT Fund - listed	1,480,301	_	 -	1,480,301
- Non-government debt securities	14,750,000	4,129,752	-	18,879,752
- Foreign government securities	-	63,237,720	-	63,237,720
- Foreign equity securities	254,682	-	-	254,682
- Foreign preference shares - unlisted	-	-	567,545	567,545
 Foreign non-government debt securities 	-	23,338,974	8,033,819	31,372,793
Fluored and disclosed but not many at fall and				
Financial assets - disclosed but not measured at fair value Investments - amortised cost	_	282,053,215	_	282,053,215
investments - amortisea cost	_	202,033,213	_	202,033,213
Financial assets - measured at fair value				
Advances				
- Loans, cash credits, running finances, etc.	-	-	2,520,218	2,520,218
Off-balance sheet financial instruments - measured at fair v	<i>r</i> alue			
- Forward purchase of foreign exchange	_	1,417,928	_	1,417,928
- Forward sale of foreign exchange	_	(483,371)	_	(483,371)
- Forward purchase of government securities	_	(256,351)	-	(256,351)
- Forward sale of government securities	_	9,062	_	9,062
- Derivatives purchases	_	1,554,245	-	1,554,245
- Derivatives sales	-	655,536	_	655,536
	Level 1	December 31, 20		Tatal
On balance sheet financial instruments	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments -	Level 1		Level 3	
Financial assets - measured at fair value	Level 1	Level 2	Level 3	
Financial assets - measured at fair value Investments		Level 2 (Rupees in	Level 3	
Financial assets - measured at fair value Investments - Federal government securities	67,225,943	Level 2	Level 3	
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies		Level 2 (Rupees in	Level 3 '000)	1,571,547,317 18,503,420
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies	67,225,943	Level 2 (Rupees in	Level 3 '000)	1,571,547,317 18,503,420 2,333,188
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies	67,225,943 18,503,420 - -	Level 2 (Rupees in	Level 3 '000)	1,571,547,317 18,503,420 2,333,188 500,000
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed	67,225,943 18,503,420 - - 1,514,982	Level 2 (Rupees in 1,504,321,374 - - - -	Level 3 '000)	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities	67,225,943 18,503,420 - -	Level 2 (Rupees in 1,504,321,374 - - - - 4,473,526	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2 (Rupees in 1,504,321,374 - - - -	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities	67,225,943 18,503,420 - - 1,514,982	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 -	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2 (Rupees in 1,504,321,374 - - - - 4,473,526	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 -	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 -	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value investments - amortised cost Financial assets - measured at fair value	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470	Level 3 '000) 2,333,188 500,000 8,315,048	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value investments - amortised cost Financial assets - measured at fair value	67,225,943 18,503,420 - - 1,514,982 14,991,550 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470	Level 3 '000) 2,333,188 500,000	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc.	67,225,943 18,503,420 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470	Level 3 '000) 2,333,188 500,000 8,315,048	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value - Forward purchase of foreign exchange	67,225,943 18,503,420 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470 279,284,570 - 1,288,538	Level 3 '000) 2,333,188 500,000 8,315,048	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value Forward purchase of foreign exchange - Forward sale of foreign exchange	67,225,943 18,503,420 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470 279,284,570	Level 3 '000) 2,333,188 500,000 8,315,048	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 279,284,570
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value investments - measured at fair valu	67,225,943 18,503,420 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470 279,284,570 - 1,288,538	Level 3 '000) 2,333,188 500,000 8,315,048	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 279,284,570 1,413,735
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value Forward purchase of foreign exchange - Forward purchase of government securities - Forward sale of government securities	67,225,943 18,503,420 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,321,374	Level 3 '000) 2,333,188 500,000 8,315,048	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 279,284,570 1,413,735 1,288,538 (1,090,874)
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value investments - measured at fair valu	67,225,943 18,503,420 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,321,374 4,473,526 62,233,161 - 25,193,470 279,284,570 - 1,288,538 (1,090,874) (12,708)	Level 3 '000) 2,333,188 500,000 8,315,048	1,571,547,317 18,503,420 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 279,284,570 1,413,735 1,288,538 (1,090,874) (12,708)

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

39.3 Valuation techniques used in determination of fair values:

39.3.1 Fair value of financial assets

(a) Financial instruments in level 1

Financial instruments included in level 1 comprise of investments in ordinary shares of listed companies, listed GoP Sukuks and listed non government debt securities.

(b) Financial instruments in level 2

Financial instruments included in level 2 comprise of Market Treasury Bills, Pakistan Investment Bonds, GoP Sukuks, GoP Euro Bonds, Overseas Government Sukuks, Overseas Bonds, Term Finance Certificates, and other than Government Sukuks, forward foreign exchange contracts, forward government securities contracts, cross currency swaps and interest rate swaps.

(c) Financial instruments in level 3

Financial instruments included in level 3 comprise of unlisted ordinary shares, unlisted preference shares, redeemable participating certificates and advances measured at fair value through profit and loss. Valuation techniques are mentioned in the table below.

The fair value of fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

39.3.2 Fair value of non-financial assets

Certain categories of property and equipment (land and buildings) and non banking assets acquired in satisfaction of claims are carried at revalued amounts (level 3 measurement) determined by professional valuers based on their assessment of the market values as disclosed in notes 12 and 15. The valuations are conducted by the valuation experts appointed by the Bank which are also on the panel of the State Bank of Pakistan.

39.3.3 Valuation techniques

ltem	Valuation approach and input used					
Market Treasury Bills (MTB) / Pakistan Investment Bonds (PIB), and GoP Sukuks (GIS) including their forward contracts	The fair value of MTBs and PIBs are derived using PKRV rates. Floating rate PIBs are revalued using PKFRV rates. The fair value of GoP sukuks listed on the Pakistan Stock Exchange has been determined through closing rates of the Pakistan Stock Exchange. The fair value of other GIS are revalued using PKISRV rates.					
Overseas Sukuks, Overseas and GoP Euro Bonds	The fair value of overseas government sukuks, and overseas bonds are determined on the basis of price available on Bloomberg.					
Debt Securities (TFCs and Sukuk other than Government)	Investment in sukuks, debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.					
Ordinary shares - listed The fair value of investments in listed equity securities are valued on the basis of c market price available at the Pakistan Stock Exchange.						
Ordinary shares - unlisted	The fair value of investments in unlisted equity securities are valued on the basis of income and market approach.					
Preference shares - unlisted	The fair value of investment in unlisted preference shares are valued at market approach.					
Foreign preference shares - unlisted	The fair value of investment in unlisted preference shares are valued at market approach.					
Redeemable participating certificates	The fair value of investment in redeemable participating certificates are valued at net asset value.					
Advances	The fair value of advances are valued on the basis of Discounted Cashflow Method (DCF).					
Forward foreign exchange contracts	The valuation has been determined by interpolating the FX revaluation rates announced by the SBP.					
Derivative instruments	Derivatives that are valued using valuation techniques based on market observable inputs are mainly interest rate swaps and cross currency swaps. The most frequently applied valuation techniques include forward pricing and swap models using present value calculations.					

ltem

Property and equipment and non banking assets acquired in satisfaction of claims

Valuation approach and input used

The valuation experts used a market based approach to arrive at the fair value of the Bank's properties. The market approach used prices and other relevant information generated by market transactions involving identical, comparable or similar properties. These values are adjusted to reflect the current condition of the properties. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty accordingly a qualitative disclosure of sensitivity has not been presented in these unconsolidated condensed interim financial statements.

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements of investment and advances, (The valuation techniques are stated above):

Description	Fair value as at June 30, 2025 (Un-audited)	Fair value as at December 31, 2024 (Audited)	Unobservable inputs*	Discount rate	Relationship of unobservable inputs to fair value
	(Rupees in	'000)			
Ordinary shares - unlisted (income approach)	2,550,451	2,333,188	Discount rate	16.58% - 19.00%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 114.540 million and Rs. 124.822 million (December 31, 2024: Rs. 90.457 million and Rs. 97.873 million) respectively.
Ordinary shares – unlisted (market approach)	849,304	-	Market multiple / transaction price	Not applicable	Not applicable
Foreign preference shares - unlisted (market approach)	567,545	-	Transaction price	Not applicable	Not applicable
Preference shares - unlisted	-	500,000	Transaction price	Not applicable	Not applicable
Redeemable participating certificates	8,033,819	8,315,048	Net asset value	Not applicable	Not applicable
Advances classified at FVPL	2,520,218	1,413,735	Discount rate	25.00% - 30.00%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 1.148 million and Rs. 1.157 million (December 31, 2024: Rs. 14.903 million and Rs. 15.134 million) respectively.

^{*} There were no significant inter-relationships between unobservable inputs that materially affect fair values.

The following table shows reconciliation of investments and advances Level 3 fair value movement:

	June 30, 2025	(Un-audited)	December 31, 2	024 (Audited)
	Investments	Advances	Investments	Advances
	(Rupees	in '000)	(Rupees i	n '000)
Opening balance	11,148,236	1,413,735	6,283,601	1,200,000
Impact of adoption of IFRS 9	761,681		2,271,824	122,135
Balance as at January 01 after adopting IFRS 9	11,909,917	1,413,735	8,555,425	1,322,135
Additions / (disposals) / transfers - net	341,621	1,050,000	-	-
Remeasurement recognised in OCI or profit and				
loss / adjustments	(250,419)	56,483	2,592,811	91,600
Closing balance	12,001,119	2,520,218	11,148,236	1,413,735

40 SEGMENT INFORMATION

40.1 Segment details with respect to Business Activities

Segment details with respect to business Activities	IVICIES								
			Fo	For the half year ended June 30, 2025 (Un-audited)	ded June 30, 202	5 (Un-audited)			
	Retail	Corporate	Islamic (Domestic)	Treasury	(Dirigos in 1000)	Overseas	Others**	Elimination	Total
Unconsolidated statement of profit and					-/000 III esselv			•	
loss account							1		
Net mark-up / return/ profit*	(20,347,065)	15,115,359		54,258,787	(197,296)	4,003,787	(540,097)	1 (67,584,887
Inter segment revenue - net	57,030,175	(11,187,516)		(45,372,362)	3,895,164	(222,344)	(44,045)	(2,850,500)	1 (
Non mark-up / return / interest income*	5,463,936	3,949,662	1,528,708	14,274,982	1,815,607	1,083,886	476,998	(4,541,681)	24,052,098
Total income / (loss)	42,147,046	7,877,505	15,571,548	23,161,407	5,513,475	4,865,329	(107,144)	(7,392,181)	91,636,985
Segment direct expenses	18,989,881	8,473,618	8,743,711	704,969	2,761,204	2,113,425	15,370,888	(348,187)	56,809,509
Inter segment expense allocation	9,404,102	942,358	3,164,417	578,322	1,190,579	510,029	(15,370,888)	(418,919)	ı
Total expenses	28,393,983	9,415,976	11,908,128	1,283,291	3,951,783	2,623,454		(767,106)	56,809,509
Credit loss allowance / provision / (reversals)	1,361,319	(481,531)	(128,796)	4,508	2,957	245,332	(107,144)	1	896,645
Profit / (loss) before tax	12,391,744	(1,056,940)	3,792,216	21,873,608	1,558,735	1,996,543	1	(6,625,075)	33,930,831
				Ar at Imp	Ar nt line 30 202E (Ilm_midited)	المطال			
				AS at Julie	שיווט) בטבי טכ	mreu/			
	Retail	Corporate	Islamic (Domestic)	Treasury	Digital	Overseas	Others**	Elimination	Total
Inconsolidated statement of financial position				(R	(Kupees in '000)				
Cash and bank balances	99,432,784	13,968,545	45,632,769	1	2,833,843	71,239,054		(221,999)	232,884,996
Investments	1	4,399,575	213,829,278	1,285,728,998		124,739,418	3,776,449	•	1,632,473,718
Inter segment lending - net	1,060,355,913		•	1	43,039,277		100,365,145	(1,203,760,335)	1
Lendings to financial institutions	1	•	68,177,296	107,378,623	1	6,605,108		(28,265,956)	153,895,071
Advances - performing	253,144,769	493,812,714	205,554,980		75,507	38,101,064	16,044,490	1	1,006,733,524
- non-performing	1,904,319	850,652	832,680	1	1,723	102,317	71,011	1	3,762,702
Others	58,169,234	58,477,298	54,105,940	18,693,878	2,057,366	5,545,479	65,257,466	2,276,415	264,583,076
Total assets	1,473,007,019	571,508,784	588,132,943	1,411,801,499	48,007,716	246,332,440	185,514,561	(1,229,971,875)	3,294,333,087
Borrowings	20,992,732	67,350,970	33,337,597	437,410,136	1	25,838,089		(29,095,438)	555,834,086
Subordinated debt					ı		14,000,000		14,000,000
Deposits and other accounts	1,377,933,674	260,896,486	428,336,347	1	47,206,276	173,350,878	617,422	(112,784)	2,288,228,299
Inter segment borrowing - net		196,477,816	32,638,050	940,362,891	•	34,281,577		(1,203,760,334)	
Others	74,080,613	46,783,512	88,700,139	21,782,671	801,440	11,828,001	2,231,639	2,996,681	249,204,696
Total liabilities	1,473,007,019	571,508,784	583,012,133	1,399,555,698	48,007,716	245,298,545	16,849,061	(1,229,971,875)	3,107,267,081
Net assets	1		5,120,810	12,245,801	-	1,033,895	168,665,500		187,066,006
Equity								H	187,066,006
Contingencies and commitments	156,478,613	243,833,635	80,448,847	482,288,675	769	52,738,514	5,096,270	1	1,020,885,323

The segment statement of profit and loss account illustrates revenue based on customer, channel, and product ownership. Consequently, revenue might appear in multiple segments since each one plays a role in capturing that income stream.

^{*} Net mark-up and non mark-up income includes Rs. 289.274 million and Rs. 288.417 million respectively of investment banking.

^{**} Others include head office related activities.

Note and count traces incomediated statement of porfit and ballocated count traces incomediated statement of francial posterior increases incomediated statement of francial posterior increases incomediated statement of francial posterior income				For the	For the half year ended June 30, 2024 (Un-audited) - Restated	ıne 30, 2024 (Ur	-audited) - Resta	ated		
CSB.781.566 5.841.426 16.172.072 95.686.250 44.17.309 326.022 650.680 1.00.257.485 1.269.760 7.591.687 1.00.257.485 1.269.760 7.591.687 1.269.760 7.591.697 1.269.760		Retail	Corporate	Islamic (Domestic)	Treasury	Digital	Overseas	Others**	Elimination	Total
Compact Comp	Unconsolidated statement of profit and				(R	mbees in '000)—				
Conne* 125,397,495 44,130 44,130 44,130 44,130 44,130 44,130 44,130 44,130 105,397,495 44,130	loss account									
102,597,455 4,511,423 (739,07) (105,662,490) 4,417,309 3,506,025 1,398,248 650,662 4,117.12 4,517,545 1,269,760 4,517,743 4,507,735 1,269,760 4,117.12 4,517,735 1,269,731 1,269,760 4,117.12 1,126,699 1,176,999 1,17	Net mark-up / return/ profit*	(58,261,566)	5,841,426	16,172,072	95,688,250	191'64	4,165,052	(1,098,585)	1	62,555,840
Si,71,630 2,663,462 1,265,760 7,514,166 1,039,065 1,396,248 650,662	Inter segment revenue - net	102,597,495	4,511,493	(739,097)	(105,862,490)	4,417,309	326,022	860,980	(6,111,712)	1
15,304,597 1,638,426 6,111,455 492,893 1,973,199 1,969,166 13,245,915 (6,111,712) 15,304,597 1,638,426 6,111,455 1,90,801 1,176,899 2,79,884 (12,832,898) (666,465) 23,472,185 2,626,137 2,98,520 (9,917) 5,737 (86,007) 1,636,465 26,388,774 8,538,734 7,545,310 2,98,520 1,975,199 3,76,527 (6,927,200 1,27,48,77) 36,398,774 8,538,734 7,545,310 1,975,212 1,00,612 1,27,130 1,00,617 1,27,130 1,00,617 1,27,130 1,00,617 1,27,130 1,00,617 1,27,130 1,00,617 1,27,130 1,00,617 1,27,130 1,00,617 1,27,130 1,266,917 1,266,917 1,266,917 1,266,917 1,266,917 1,266,917 1,27,130 1,27,130 1,27,130 1,27,130 1,266,917 1,27,130 1,27,130 1,27,130 1,27,130 1,27,130 1,27,130 1,27,130 1,27,130 1,27,130 1,27,130 1,266,917 1,27,130 1,27,130 1,266,917 1,27,130 1,27,130 1,266,917 1,27,130 1,27,130 1,266,917 1,27,130 1,27,130 1,266,917	Non mark-up / return / interest income*	5,171,630	2,863,462	1,269,760	7,914,166	1,039,065	1,398,248	650,682	1.	20,307,013
Fig. 1658,426 G.111,455 G.111,455 G.15,613 G.	Total income / (loss)	49,507,559	13,216,381	16,702,735	(2,260,074)	5,505,565	5,889,322	413,077	(6,111,712)	82,862,853
Cartion Cart	Segment direct expenses	15,304,597	1,658,426	6,111,455	492,893	1,975,139	1,969,166	13,245,915	1	40,757,591
Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille Carporate Sasa,740 Cachille	Inter segment expense allocation	8,167,588	967,731	2,746,420	180,801	1,176,899	279,884	(12,832,838)	(686,485)	1
CF-04-15-14-16-16-16-16-16-16-16-16-16-16-16-16-16-	Total expenses	23,472,185	2,626,157	8,857,875	673,694	3,152,038	2,249,050	413,077	(686,485)	40,757,591
Retail Corporate 1,538,734 7,545,910 12,923,851) 2,347,790 3,726,279 - (5,425,227) - (5,425,227) - (4,424,152 1,40,010 1,072,573 2,421,199 2,451,6991 39,838,680 2,456,498,737 165,966,977 165,966,977 13,66,408,133 698,527,388 39,739,884 39,739,884 39,139,571 39,239,681 39,398,680 39,739,884 39,139,687 13,96,408,133 39,143,267 39,143,687 39,143,6	Credit loss allowance / provision / (reversals)	(953,400)	2,051,490	298,950	(9,917)	5,737	(86,007)	1	•	1,306,853
Retail Corporate Islamic (Domestic) Treasury Digital Overseas Others** Elimination Ing.749,398 Inj.976,222 41,944,162 1617,562,126 105,62,483 1,140,010 1,072,573 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010 140,010	Profit / (loss) before tax	26,988,774	8,538,734	7,545,910	(2,923,851)	2,347,790	3,726,279	1	(5,425,227)	40,798,409
National position Corporate Islamic (Domestic) Treasury					Ac at Docor	A) ACOC 15	uditod)			
Netaii Corporate Islamic Inchination					אס פר חפרפו	110cl 31, 2024 (M	nairea			
1997,49,938 17,976,222 41,944,162 1617,562,126 19,652,483 17,976,223 1,944,162 19,894,435 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,162 1,944,142,172 1,944,162 1,944,162 1,944,162 1,944,162 1,944,142,172 1,944,142,172 1,944,142,172 1,944,142,172 1,944,142,172 1,944,142 1,944,		Retail	Corporate	Islamic (Domestic)	. 1	Digital	Overseas	Others**	Elimination	Total
109,749,388 17,376,222 41,944,162 1,617,562,126 775,190 66,937,500 - 8,910,575 24 109,749,388 5,492,251 242,118,099 1,617,562,126 - 10,562,483 2,746,444 1,95 1,95 242,468,773 634,142,772 165,966,972 1,617,562,126 - 1,966 7,753,060 1,06,117 2,933,884 - 1,966 67,753 1,565,039 1,06,117 2,966 1,06,117 2,963 1,577,000 1,106,117 2,993 1,140,000 1,072,574 1,06,117 2,993 1,257,000 1,106,117 2,993 1,257,000 1,114 2,065,639 5,757,000 1,106,117 2,993 1,144 2,065,632 2,843,261 1,06,117 2,993 1,144 2,065,632 5,757,000 1,144 3,757,038,641 13,494,455 256,588,106 1,06,117 2,993 1,144 3,757,038,641 1,037,179,867 1,236,578 1,444,657,539 1,144 1,144,485,733 1,144 1,144,148 1,144,148 1,144,148 1,144,148<	Inconcolidated statement of financial nosition				(R	(000, ui səədn				
1,000,000		L	CCC 270 71	C21 NNO 1N		775 100	GG 027 EOO 1		0 010 575	746 703 507
988,532,481 2,742,7271 243,283,519 97,393,884 10,562,483 1,103,006 1,104,010 1,104,010 1,1072,573 1,104,010 1,1072,573 1,104,010 1,1072,573	לאינים לא	000'04 /'001	17,070,11 E 402 DE1	707,445,44	301 000 100	OCT 'C / /	עכבי גבה כרו	774C 444	טיסיסים	100,233,767
242,468,773 - 43,283,519 97,393,884 - 10,302,483 - 64,782,086 10,000 1,000 </th <th>ווועפארווופוורא</th> <td>, ,,,</td> <td>J, 492, 23I</td> <td>242,110,039</td> <td>מאדישמכי וזמיד</td> <td>107.01</td> <td>+cc,c1c,c21</td> <td>2,746,444</td> <td>, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,</td> <td>1,331,232,434</td>	ווועפארווופוורא	, ,,,	J, 492, 23I	242,110,039	מאדישמכי וזמיד	107.01	+cc,c1c,c21	2,746,444	, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,, ,	1,331,232,434
242,468,73 634,142,72 143,000 1,000	Inter segment lending - net	988,532,481	•	- 000 07	700 000 40	10,562,483	7100.006	83,946,238	(1,083,041,202)	. 000 001
242,408,773 694,142,272 105,196,972 - 59,194 56,323,050 12,650,639 (5,57,000) 1,100 1,140,010 1,072,573 917,894 - 1,966 67,755 1,002,01,974 (2,637,573) 26,939 1,366,408,103 698,521,998 547,594,663 1,757,038,641 13,494,455 256,588,106 199,651,412 (1,129,091,347) 3,7 1,366,408,103 66,732,348 35,770,158 1,037,179,587 - 28,681,197 - (44,485,753) 1,14 1,277,413,227 262,957,681 398,788,680 1,237,445 2,861,193 - (1,000,000 - 1,14 2,18 - 1,14 2,800 (1,129,091,347) 3,13 - 1,14 - 1,14 - 1,14 - 1,14 - 1,14 -	Lendings to rinancial institutions	1 1	1 0	43,283,219	4,333,864		000,501,7		(46,764,086)	100,338,323
1,140,000 1,072,573 917,894 - 1,966 67,755 106,117 29,339 28,939 24,516,991 39,838,680 53,364,017 42,082,631 2,095,622 2,843,261 100,201,974 (2,637,573) 26 1,366,408,193 66,732,348 35,770,158 1,037,179,587 - 28,681,197 - 14,000,000 - 14,000,000 - 14,000,000 - 14,000,000 - - 12,936,578 13,961,837 2,800 (380,214) 2,13 1,14 2,14	Advances - performing	242,468,773	634,142,272	165,966,972	1	59,194	56,323,050	12,650,639	(5,571,000)	1,106,039,900
24,516,991 39,836,680 53,364,017 42,082,631 2,095,622 2,843,261 100,201,974 (2,637,573) 1,366,408,193 698,521,98 547,594,663 1,757,038,641 13,494,455 256,588,106 199,651,412 (1,129,091,347) 366,488,195 1,277,413,227 262,957,681 398,788,680 - 23,961,745 2,936,578 185,193,870 2,800 (1,044,485,753) 1 1,277,413,227 262,957,681 398,788,680 - 12,936,578 185,193,870 2,800 (1,083,018,053) 1 70,986,761 38,143,963 76,483,156 18,960,678 557,877 9,902,659 25,467,580 (1,207,327) 1,366,408,193 698,521,998 541,418,459 1,746,132,010 13,494,455 255,739,563 39,470,380 (1,129,091,347) 3 137,249,361 230,283,930 79,773,852 391,608,905 718 54,966,306 4,284,623 -		1,140,010	1,072,573	917,894	t	1,966	67,755	106,117	29,939	3,336,254
1,366,408,193 698,521,998 547,594,663 1,757,038,641 13,494,455 256,588,106 199,651,412 (1,129,091,347) 3 1,8,008,205 66,732,348 35,770,158 1,037,179,587 - 28,681,197 - (44,485,753) 1 1,277,413,227 262,957,681 398,788,680 - 12,936,578 185,193,870 2,800 (380,214) 2 1,366,408,193 36,376,465 689,991,745 - 11,966,493 25,467,580 (1,083,018,053) 1 1,366,408,193 698,521,998 541,418,459 1,746,132,010 13,494,455 255,739,563 39,470,380 (1,129,091,347) 3 - - - 6,176,204 10,906,631 - 848,543 160,181,032 - - - - 6,176,204 10,906,631 - 848,543 160,181,032 -	Others	24,516,991	39,838,680	53,364,017	42,082,631	2,095,622	2,843,261	100,201,974	(2,637,573)	262,305,603
18,008,205 66,732,348 35,770,158 1,037,179,587 - 28,681,197 - (44,485,753) 1, 1,277,413,227 262,957,681 398,786,680 398,786,680 399,745 12,936,578 185,193,870 2,800 (380,214) 2 1,277,413,227 39,688,006 30,376,465 18,960,678 557,877 39,902,659 25,467,580 (1,207,327) 3 1,366,408,193 698,521,998 541,418,459 17,46,132,010 13,494,455 255,739,563 39,470,380 (1,129,091,347) 3 - 6,176,204 10,906,631 - 848,543 160,181,032 - - - 6,176,204 10,906,631 - 84,284,623 4,284,623 - -	Total assets	1,366,408,193	698,521,998	547,594,663	1,757,038,641	13,494,455	256,588,106	199,651,412	(1,129,091,347)	3,710,206,121
1,277,413,227	Borrowings	18.008.205	66.732.348	35.770.158	1.037 179.587	1	28.681.197	1	(44.485.753)	1.141.885.742
1,277,413,227 262,957,681 398,788,680 - 12,936,578 185,193,870 2,800 (380,214) 2 390,688,006 30,376,465 689,991,745 - 31,961,837 - 31,961,837 - (1,083,018,053) - (1,083,018,053) - (1,083,018,053) - (1,083,018,053) - (1,083,018,053) - - - (1,129,091,347) - <th>Subordinated debt</th> <td>•</td> <td></td> <td>1</td> <td>•</td> <td>ı</td> <td>•</td> <td>14,000,000</td> <td>-</td> <td>14,000,000</td>	Subordinated debt	•		1	•	ı	•	14,000,000	-	14,000,000
- 330,688,006 30,376,465 689,991,745 - 31,961,837 - (1,083,018,053) - 70,986,761 38,143,963 76,483,156 18,960,678 557,877 9,902,659 25,467,580 (1,207,327) - 6,176,204 10,906,631 - 848,543 160,181,032 - 137,249,361 230,283,930 79,773,852 391,608,905 718 54,966,306 4,284,623 -	Deposits and other accounts	1,277,413,227	262,957,681	398,788,680	•	12,936,578	185,193,870	2,800	(380,214)	2,136,912,622
70,986,761 38,143,963 76,483,156 18,960,678 557,877 9,902,659 25,467,580 (1,207,327) 1,366,408,193 698,521,998 541,418,459 1,746,132,010 13,494,455 255,739,563 39,470,380 (1,129,091,347) 33 - 6,176,204 10,906,631 - 848,543 160,181,032 - 137,249,361 230,283,930 79,773,852 391,608,905 718 54,966,306 4,284,623 -	Inter segment borrowing - net	,	330,688,006	30,376,465	689,991,745		31,961,837	,	(1,083,018,053)	ı
1,366,408,193 698,521,998 541,418,459 1,746,132,010 13,494,455 255,739,563 39,470,380 (1,129,091,347) 3 - 6,176,204 10,906,631 - 848,543 160,181,032 - 137,249,361 230,283,930 79,773,852 391,608,905 718 54,966,306 4,284,623 -	Others	70,986,761	38,143,963	76,483,156	18,960,678	557,877	9,902,659	25,467,580	(1,207,327)	239,295,347
6,176,204 10,906,631 - 848,543 160,181,032 137,249,361 230,283,930 79,773,852 391,608,905 718 54,966,306 4,284,623	Total liabilities	1,366,408,193	698,521,998	541,418,459	1,746,132,010	13,494,455	255,739,563	39,470,380	(1,129,091,347)	3,532,093,711
	Net assets	ı	1	6,176,204	10,906,631	1	848,543	160,181,032	T	178,112,410
137,249,361 230,283,930 79,773,852 391,608,905 718 54,966,306 4,284,623 -	Equity									178,112,410
	Contingencies and commitments	137,249,361	230,283,930	79,773,852	391,608,905	718	54,966,306	4,284,623	7	898,167,695

The segment statement of profit and loss account illustrates revenue based on customer, channel, and product ownership. Consequently, revenue might appear in multiple segments since each one

plays a role in capturing that income stream. * Net mark-up and non mark-up income includes Rs. 179.016 million and Rs. 76.129 million respectively of investment banking.

^{**} Others include head office related activities.

RELATED PARTY TRANSACTIONS 4

The Bank has related party transactions with its subsidiary, associates, joint ventures, employee benefit plans, its directors, key management personnel and other related parties.

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 to 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. the executives / officers is determined in accordance with the terms of their appointment.

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

		As at Ju	As at June 30, 2025 (Un-audited)	ndited)			As at Dec	As at December 31, 2024 (Audited)	Audited)	
	Directors/ CEO	Key management personnel	Subsidiaries	Associates	Other related parties	Directors/ CEO	Key management personnel	Subsidiaries	Associates	Other related parties
			-(Rupees in '000)-				Ш	(Rupees in '000)		
Investments										
Opening balance	1	•	2,505,217	1,177,606	2,923,188	•		305,217	1,177,606	1,802,909
Investment made during the period / year	•	•	i		286,441		1	2,200,000	1	511,863
Investment redeemed / disposed off during the period / year		•	(1,505,217)	•	(286,441)	ā		٠	ı	(331,613)
Revaluation of investment during the period / year		1	1	•	576,567	i		1	•	2,190,383
Transfer in / (out) - net				1	•	1				(1,250,354)
Closing balance	1	1	1,000,000	1,177,606	3,499,755			2,505,217	1,177,606	2,923,188
Credit loss allowance / provision for diminution										
in value of investments	•			1	1	1	1	1,505,217	1	1
Advances										
Opening balance	11,225	971.469		•	1.052.432	14,918	935,186	•		1,925,526
Addition during the period / year	930	127,348	316,665	ı	6,340,086	1,715	232,432	16,288,652		43,510,218
Repaid during the period / year	(1,664)	(224,119)	(316,665)	•	(5,763,379)	(5,408)		(16,288,652)	•	(44,383,312)
Transfer in / (out) - net	•	43			1,864		(1,988)	ı	٠	
Closing balance	10,191	874,741	,	•	1,631,003	11,225	971,469			1,052,432
Credit loss allowance held against advances	7	325	1	,	6,111	34	3,690	ı	1	1,524
Other assets										
Interest / mark-up accrued	4,993	83,857		•	36,013	4,593	81,687	ı	•	22,681
Receivable from staff retirement fund	•	•		•	851,040		•	ı		1,331,990
Prepayment / rent and other receivable	•	٠	33,727	•	159,683		1	3,139		
Advance against shares	•			•	55,343	•		i		1
Acceptances	1		•	•	2,153,448			i		17,081
Credit loss allowance against other assets	ı	i	•		135	•	ı	ı	1	14
Borrowings										
Opening balance	•	•		•	2,464,030	i			•	2,605,576
Borrowings during the period / year		•		•	5,100,000		•		•	1,149,273
Settled during the period / year	1	1	1	1	(1,306,414)			1	•	(1,290,819)
Closing balance				4	6,257,616	1		1	ı	2,464,030

L		As at Jun	As at June 30, 2025 (Un-audited)	ıdited)			As at Dec	As at December 31, 2024 (Audited)	udited)	
	Directors/ CEO	Key management personnel	Subsidiaries	Associates	Other related parties	Directors/ CEO	Key management personnel	Subsidiaries	Associates	Other related parties
:	***************************************		(Rupees in '000)-		111111111111111111111111111111111111111		***************************************	(Rupees in '000)-		***************************************
Deposits and other accounts Opening balance Received during the period / year Withdrawn during the period / year Transfer in / (out) - net	185,847 810,697 (953,274)	392,643 2,931,391 (2,730,846) (8,977)	807,925 37,620,713 (37,459,965) (339,161)	60,026,664 1,031,861,288 (1,071,405,623)	12,533,349 62,498,342 (60,762,496) 261	406,959 5,668,276 (5,889,395) 7	340,757 4,582,080 (4,524,294) (5,900)	55,874 47,640,608 (46,888,557)	17,153,420 1,211,982,771 (1,169,109,527)	18,550,205 276,598,239 (278,997,497) (3,617,598)
Closing balance	43,270	584,211	629,512	20,482,329	14,269,456	185,847	392,643	807,925	60,026,664	12,533,349
Subordinated debt Opening balance Transfer in / (out) - net							1 1	, ,	τ τ	300,000
Closing balance	1	1	-	,	;	:	1		1	T
Other liabilities Interest / mark-up payable	25	1,992	r	•	236,352	226	248	1	1	126,062
Dividend payable	•	1	•	, gg	# ,	7	1	•	, , ,	6
Unearned rent Others		1 1	1 1		35,166		1 1	2,657	755,7	32,786
Contingencies and commitments	1	•	•	Ī	8,928,298	1	1	•	•	559,419
		For the haif year e	nalf year ended June 30, 2025 (Un-audited	25 (Un-audited)			For the half year	For the half year ended June 30, 2024 (Un-audited	24 (Un-audited)	
cmcon)	9		(Kupees in '000)	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1				-(NOO, ur saedny)-	1	
Mark-up / return / interest earned	459	14,726	ω	, 000	53,206	927	15,168	51,037		212,035
ree and commission income Dividend income	47 1			44,993	439.597	₽,	1/7		254.993	591.804
Gain / (loss) on sale of securities	ľ	7	388,732	'	10,790	•	4	1	 	(4,864)
Rent on property	7007	· 5	4,892	1,950	•	ī	1	391	1,950	t
vain on sale of property and equipment - net	7,034	751	•	3,042	t	T	1	ı	9,000	T
Expenses Mark-up / return / interest paid	2,300	10,572	18,267	338,879	791,112	14,802	16,708	76,315	413,343	1,193,362
Operating expenses Fee and remuneration	431,974	1,390,753	•	•	ı	359,559	1,103,864	i	•	•
Clearing and custodian charges	Ť	ı	٠	•	1 0	1	1	1	1	61,237
Software maintenance Communication cost		' '			45,000 306,938	1 1		1 1	1 1	55,050 254.056
Brokerage and commission	ŧ	•	1,307	1	1	•	•	3,604	ı	'
Charge for defined benefit plan	i	•	•	•	480,951	•	i	•	•	335,649
Contribution to defined contribution plan Training and subscription					560,514					432,505
Provision charge for diminution in value of investments	,	,	•	,	,	•	•	1.200.000	,	
(Reversal of) credit loss allowance / credit loss allowance against loans & advances	(27)	(3,380)	•	1	4,207	ın	1,524	,	•	(6,100)
Credit loss allowance / (reversal of) credit loss allowance against off-	•	•								(99)
balance sneet oblidations Credit loss allowance against other assets		. ,		1 1	135					(99) 15
Other information		1		;			;			
Dividend paid Insurance premium paid	1,851,866	7,736		11,694	1,863,329	3,831,825	12,685		9,260 1,321,174	3,815,932
insurance premium para Insurance claims settled	•	•	•	473,812	•	1	•	•	411,554	•

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS	(Rupee	s in '000)
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	15,771,651	15,771,651
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	151,170,204	143,542,085
Eligible Additional Tier 1 (ADT 1) Capital	13,550,000	13,550,000
Total eliqible tier 1 capital	164,720,204	157,092,085
Eligible tier 2 capital	40,735,896	43,822,367
Total eligible capital (tier 1 + tier 2)	205,456,100	200,914,452
Risk weighted assets (RWAs):		
Credit risk	877,565,732	828,663,610
Market risk	42,798,750	47,806,075
Operational risk	242,467,238	242,467,238
Total	1,162,831,720	1,118,936,923
· 	1,102,034,720	1,110,550,525
Common equity tier 1 capital adequacy ratio	13.00%	12.83%
Tier 1 capital adequacy ratio		14.04%
Total capital adequacy ratio	17.67%	17.96%
In line with Basel III capital adequacy guidelines, the following capital re	quirements are applicable to the Bank	:
	equirements are applicable to the Bank	
Common Equity Tier 1 Capital Adequacy ratio		6.00%
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio	6.00%	6.00%
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A	6.00% 7.50% 11.50%	6.00% 7.50% 11.50%
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk.	6.00% 7.50% 11.50% Approach for credit and market risk re	6.00% 7.50% 11.50%
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR):	6.00% 7.50% 11.50% Approach for credit and market risk re	6.00% 7.50% 11.50% elated exposures and
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490	6.00% 7.50% 11.50% elated exposures and 157,092,085 4,071,667,095
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital Adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures	6.00% 7.50% 11.50% Approach for credit and market risk re	6.00% 7.50% 11.50% elated exposures and
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital Adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures Leverage ratio	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490	6.00% 7.50% 11.50% elated exposures and 157,092,085 4,071,667,095
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures Leverage ratio Liquidity Coverage Ratio (LCR):	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490	6.00% 7.50% 11.50% elated exposures and 157,092,085 4,071,667,095 3.86%
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital Adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures Leverage ratio Liquidity Coverage Ratio (LCR): Total high quality liquid assets	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490 4.18%	6.00% 7.50% 11.50% 11.50% 157,092,085 4,071,667,095 3.86% 1,197,167,258
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures Leverage ratio Liquidity Coverage Ratio (LCR): Total high quality liquid assets Total net cash outflow	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490 4.18% 1,040,705,419	6.00% 7.50% 11.50% 11.50% 157,092,085 4,071,667,095 3.86%
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures Leverage ratio Liquidity Coverage Ratio (LCR): Total high quality liquid assets Total net cash outflow Liquidity coverage ratio	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490 4.18% 1,040,705,419 581,475,008	6.00% 7.50% 11.50% elated exposures and 157,092,085 4,071,667,095 3.86% 1,197,167,258 626,056,805
Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio Total Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures Leverage ratio Liquidity Coverage Ratio (LCR): Total high quality liquid assets Total net cash outflow Liquidity coverage ratio Net Stable Funding Ratio (NSFR):	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490 4.18% 1,040,705,419 581,475,008	6.00% 7.50% 11.50% elated exposures and 157,092,085 4,071,667,095 3.86% 1,197,167,258 626,056,805
In line with Basel III capital adequacy guidelines, the following capital re Common Equity Tier 1 Capital Adequacy ratio Tier 1 Capital Adequacy Ratio For Capital Adequacy Ratio For Capital adequacy calculation, the Bank has adopted Standardised A Alternate Standardised Approach (ASA) for operational risk. Leverage Ratio (LR): Eligible tier-1 capital Total exposures Leverage ratio Liquidity Coverage Ratio (LCR): Total high quality liquid assets Total net cash outflow Liquidity coverage ratio Net Stable Funding Ratio (NSFR): Total available stable funding Total required stable funding	6.00% 7.50% 11.50% Approach for credit and market risk re 164,720,204 3,938,683,490 4.18% 1,040,705,419 581,475,008 179%	6.00% 7.50% 11.50% slated exposures and 157,092,085 4,071,667,095 3.86% 1,197,167,258 626,056,805 191%

42.1 The Bank has opted for transition arrangement to phase in ECL impact as permitted by SBP vide BPRD Circular No. 03 of 2022 dated July 05, 2022. Had the transitional arrangement not applied, CAR and Leverage ratio would have been 17.86% and 4.12% respectively.

43 ISLAMIC BANKING BUSINESS

The Bank operates 448 Islamic banking branches (December 31, 2024: 423 branches) and 4 sub branches (December 31, 2024: 4 sub branch) as at June 30, 2025.

STATEMENT OF FINANCIAL POSITION	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		(Rupees i	n '000)
ASSETS Cash and balances with treasury banks	1	35,959,060	37,669,937
Balances with other banks		9,673,709	4,274,225
Due from financial institutions	43.1	68,177,296	43,283,519
Investments	43.2	213,829,278	242,118,099
Islamic financing and related assets - net	43.3	206,387,660	166,884,866
Property and equipment		14,664,618	13,455,659
Right-of-use assets Intangible assets		11,056,912 31,994	10,805,081 36,315
Deferred tax assets		31,334	30,313
Other assets		28,352,416	29,066,962
Total assets		588,132,943	547,594,663
LIABILITIES			
Bills payable		14,406,876	9,532,140
Due to financial institutions		33,337,597	35,770,158
Deposits and other accounts	43.4	428,336,347	398,788,680
Lease liabilities		13,329,779	12,456,340
Deferred tax liabilities		1,351,806	4,080,920
Other liabilities		59,611,678	50,413,756
Total liabilities		550,374,083	511,041,994
NET ASSETS		37,758,860	36,552,669
REPRESENTED BY			
Islamic banking fund		3,950,000	3,950,000
Surplus on revaluation of assets		5,120,825	6,176,202
Unappropriated / unremitted profit	43.5	28,688,035	26,426,467
		37,758,860	36,552,669
CONTINGENCIES AND COMMITMENTS	43.6		
CONTINGENCIES AND COMMITMENTS PROFIT AND LOSS ACCOUNT	43.6	(Un-aud	
	43.6	Half year	ended
	43.6 Note		
		Half year June 30, 2025	ended June 30, 2024 n '000)
PROFIT AND LOSS ACCOUNT		Half year June 30, 2025	June 30, 2024
Profit / return earned on Islamic financing and related assets,	Note	Half year June 30, 2025 (Rupees i	rended June 30, 2024 n '000) (Restated)
Profit / return earned on Islamic financing and related assets, investments and placements	Note 43.7	Half year June 30, 2025(Rupees i	rended June 30, 2024 n '000) (Restated)
Profit / return earned on Islamic financing and related assets,	Note	Half year June 30, 2025(Rupees i 28,734,510 13,443,098	rended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412	yended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412	yended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037	yended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412	yended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 -	June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037	yended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 - 18,179	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total income	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 - 18,179 1,528,708	June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 - 18,179 1,528,708 16,820,120	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359 1,269,760 17,441,832
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total income	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 - 18,179 1,528,708	June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES Operating expenses	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 - 18,179 1,528,708 16,820,120	June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES Operating expenses Workers' welfare fund Other charges Total other expenses	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 - 18,179 1,528,708 16,820,120 11,786,426 116,725	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359 1,269,760 17,441,832 8,681,449 169,082
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES Operating expenses Workers' welfare fund Other charges Total other expenses Profit before credit loss allowance	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 18,179 1,528,708 16,820,120 11,786,426 116,725 4,977 11,908,128 4,911,992	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359 1,269,760 17,441,832 8,681,449 169,082 7,344 8,857,875 8,583,957
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES Operating expenses Workers' welfare fund Other charges Total other expenses	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 18,179 1,528,708 16,820,120 11,786,426 116,725 4,977 11,908,128	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359 1,269,760 17,441,832 8,681,449 169,082 7,344 8,857,875
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES Operating expenses Workers' welfare fund Other charges Total other expenses Profit before credit loss allowance Credit loss allowance and write offs - net PROFIT BEFORE TAXATION	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 18,179 1,528,708 16,820,120 11,786,426 116,725 4,977 11,908,128 4,911,992	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359 1,269,760 17,441,832 8,681,449 169,082 7,344 8,857,875 8,583,957
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES Operating expenses Workers' welfare fund Other charges Total other expenses Profit before credit loss allowance Credit loss allowance and write offs - net	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 18,179 1,528,708 16,820,120 11,786,426 116,725 4,977 11,908,128 4,911,992 (128,796)	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359 1,269,760 17,441,832 8,681,449 169,082 7,344 8,857,875 8,583,957 298,950
Profit / return earned on Islamic financing and related assets, investments and placements Profit / return expensed on deposits and other dues expensed Net profit / return Fee and commission income Foreign exchange income Gain on securities Net gain on derecognition of financial assets measured at amortised cost Other income Total other income Total income OTHER EXPENSES Operating expenses Workers' welfare fund Other charges Total other expenses Profit before credit loss allowance Credit loss allowance and write offs - net PROFIT BEFORE TAXATION	Note 43.7	Half year June 30, 2025(Rupees i 28,734,510 13,443,098 15,291,412 1,039,406 465,037 6,086 - 18,179 1,528,708 16,820,120 11,786,426 116,725 4,977 11,908,128 4,911,992 (128,796) 5,040,788	Tended June 30, 2024 n '000) (Restated) 39,585,177 23,413,105 16,172,072 1,033,173 229,239 989 - 6,359 1,269,760 17,441,832 8,681,449 169,082 7,344 8,857,875 8,583,957 298,950 8,285,007

		June 30), 2025 (Un-a	udited)	Decemb	er 31, 2024 (Audited)
		In Local Currency	In Foreign Currencies	I Total	in Local Currency	In Foreign Currencies	Total
43.1	Due from financial institutions			(Rupees	in '000)		
	Musharaka Placements	50,700,000	_	50,700,000	-	-	_
	Bai Muajjal Receivables	17,477,892	-	17,477,892	43,283,744	-	43,283,744
		68,177,892	-	68,177,892	43,283,744	-	43,283,744
	Less: Credit loss allowance						
	Stage 1	(596)	-	(596)	(225)	-	(225)
		68,177,296	-	68,177,296	43,283,519	_	43,283,519

43.2 Investments

		June 30, 202	5 (Un-audited)			December 31, 2	024 (Audited)	
	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
By segment & type:				(Rupees	in '000)			
Fair value through profit and loss								
Federal Government Securities								
ijarah Sukuk	-	-	_	_	-	-	_	-
Naya Pakistan Certificates	1,009,002	-	_	1,009,002	2,651,621		_	2,651,621
Non Government Debt Securities								
Sukuks - Unlisted	200,000	-	-	200,000	200,000	_	_	200,000
	1,209,002	_	-	1,209,002	2,851,621	-	-	2,851,621
Fair value through other comprehensive incom	e	,						
Federal Government Securities								
ljarah Sukuks	178,879,185	-	3,807,295	182,686,480	202,848,571	-	5,765,368	208,613,939
Non Government Debt Securities								
Sukuks - Unlisted	15,264,905		(92,228)	15,172,677	15,487,734	-	140,246	15,627,980
	194,144,090	-	3,715,067	197,859,157	218,336,305	-	5,905,614	224,241,919
Amortised cost								
Federal Government Securities								
ljarah Sukuks	11,566,886	-	-	11,566,886	11,571,369	-	_	11,571,369
Non Government Debt Securities								
Sukuks - Unlisted	3,250,646	(56,413)	-	3,194,233	3,509,611	(56,421)	_	3,453,190
	14,817,532	(56,413)	-	14,761,119	15,080,980	(56,421)	-	15,024,559
Total investments	210,170,624	(56,413)	3,715,067	213,829,278	236,268,906	(56,421)	5,905,614	242,118,099

43.2.1 Particulars of credit loss allowance

Sukuks - Unlisted

	June 30, 202	5 (Un-audited)		De	cember 31, 2	024 (Audited	1)
Ехр	ected Credit	Loss	Total	Ехре	cted Credit l	Loss	Total
Stage 1	Stage 2	Stage 3	iotai	Stage 1	Stage 2	Stage 3	IULAI
			(Rupees	in '000)			
42		56,371	56,413	50	-	56,371	56,421

(Un-audited)

(Audited)

43.3	Islamic financing and r	elated assets				June 30, 2025 (Rupees i	December 31, 2024 n '000)
	Classified at amortised co	ost					
	ljarah					24,614,818	18,999,774
	Murabaha					2,832,586	3,381,416
	Musharaka					26,715,038	33,759,137
	Diminishing musharaka					32,129,513	22,632,822
	Salam					2,398,848	1,144,902
	Bai muajjal financing					29,996,884	-
	Musawama financing					2,929,199	3,920,834
	Tijarah financing					5,081,523	5,144,193
	Islamic staff financing					5,885,381	4,584,066
	SBP islamic export refir	nance				170,131	36,718
	Islamic long term financ	ce facility plant &	machinery			4,245,607	4,583,214
	Islamic refinance renew	able energy				2,316,691	2,398,333
	Islamic temporary econ	omic refinance fa	cility (ITERF)			6,444,962	7,021,800
	Naya Pakistan home fir	nancing				4,042,272	3,115,734
	Islamic refinance facilit	y for combating C	OVID			715,180	919,253
	Refinance facility under	r bills discounting				18,094,337	17,192,728
	Advances against islam	ic assets				26,282,431	27,919,555
	Inventory related to isla	amic financing				16,208,429	14,483,301
	Other Islamic modes					290,794	812,375
	Gross Islamic financing	and related asset	is .			211,394,624	172,050,155
	Less: Credit loss allowa	nce against Islam	ic financings				
	- Stage 1					(277,964)	(297,387)
	- Stage 2					(102,161)	(97,574)
	- Stage 3					(4,626,839)	(4,770,328)
						(5,006,964)	(5,165,289)
	Islamic financing and re	elated assets - ne	t of credit loss all	owance		206,387,660	166,884,866
43.4	Deposits	luno	30, 2025 (Un-au	ditad\	Doc	ember 31, 2024 (Au	ditad\
43.4	Pehosica	in Local	In Foreign		In Local	In Foreign	
		Currency	Currencies	Total	Currency	Currencies	Total
				(Rupe	es in '000)		s may free time time that goes that time time time time time time time
	Customers		4				

.4 Deposits	June 3	0, 2025 (Un-au	dited)	December 31, 2024 (Audited)						
	in Local	In Foreign	Total	in Local	In Foreign	Total				
	Currency	Currencies	IULAI	Currency	Currencies	IVLai				
	(Rupees in '000)									
Customers										
- Current deposits	175,726,301	10,337,154	186,063,455	160,930,379	9,107,965	170,038,344				
- Savings deposits	106,619,723	4,471,091	111,090,814	102,440,702	4,374,103	106,814,805				
- Term deposits	58,792,970	826,402	59,619,372	65,010,578	443,177	65,453,755				
- Other deposits	2,909,635	2,556,188	5,465,823	2,518,243	1,814,136	4,332,379				
	344,048,629	18,190,835	362,239,464	330,899,902	15,739,381	346,639,283				
Financial Institutions										
- Current deposits	1,702,940	43,582	1,746,522	1,852,268	152	1,852,420				
- Savings deposits	24,040,361	-	24,040,361	2,161,977	-	2,161,977				
- Term deposits	40,310,000	-	40,310,000	48,135,000	-	48,135,000				
	66,053,301	43,582	66,096,883	52,149,245	152	52,149,397				
,	410,101,930	18,234,417	428,336,347	383,049,147	15,739,533	398,788,680				

43.5	Islamic banking business unappropriated profit	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
	Opening balance	26,426,467	18,664,167
	Impact of adopting IFRS 9	20,420,407	- 414,335
	Balance at January 01 on adopting IFRS 9	26,426,467	18,249,832
	Add: Islamic Banking profit before taxation for the period / year	5,040,788	17,921,026
	Less: Taxation for the period / year	(2,780,807)	(9,745,771)
	Add: Transfer from surplus on revaluation of assets to unappropriated profit - net	1,587	1,380
	Closing balance	28,688,035	26,426,467
43.6	Contingencies and commitments		
	- Guarantees	6,985,450	6,089,005
	- Commitments	73,463,397	73,684,847
		80,448,847	79,773,852
		(Un-au For the half	•
		June 30, 2025	June 30, 2024
		(Rupees i	in '000)
43.7	Profit / return earned on Islamic financing and related assets, investments and placements		(Restated)
	Profit earned on:		
	- Islamic financing and related assets	10,441,024	12,914,988
	- Investments	15,304,643	23,474,389
	- Placements	2,988,843	3,195,800
		28,734,510	39,585,177
43.8	Profit on deposits and other dues expensed		
	Deposits and other accounts	10,936,927	20,607,402
	Due to financial institutions	1,328,505	1,855,041
	Securities sold under repurchase agreements	160,914	-
	Cost of foreign currency swaps against foreign currency deposits / borrowings	32,513	303,639
	Finance charges on lease liability	911,509	629,497
	Reward points / customer loyalty	72,730	17,526
		13,443,098	23,413,105

43.9 PLS Pool Management-Islamic Banking Group (IBG)

43.9.1 The pools, their key features and risk and reward characteristics.

The profit and loss sharing between the Rabbul Maal (depositor) and Mudarib (Bank - IBG) is based upon the underlying principles of Mudaraba, where the Bank also contributes its equity to general pool of funds, and becomes the capital provider.

Currently IBG is managing following pools:

- 1) General Pool for LCY Depositors
- 2) FCY Pool for Foreign Currency (USD, GBP, EURO, AED, SAR and CAD) depositors
- 3) Fls Pool for Treasury Purposes
- 4) IERS Pool for Islamic Export Refinance Scheme facilities
- 5) Special pool
- 6) PMRC Musharikah Pool

All the Mudaraba based remunerative deposits shall be considered as an investment from Rabbul Maal in the pool, along with IBG's own share of equity, which is also commingled in the pool. The applications of these funds are on Islamic financing and related assets, investments, and placements for generating profits to be shared among the depositors as per the weightage system.

The IERS pool is maintained as per the guideline under the SBP IERS Scheme.

The assets, liabilities, equities, income and expenses are segregated for each of the pool. No pool investment is intermingled with each other. All pools are usually exposed to general credit risk, asset ownership risk and profit rate risk of the underlying assets involved in pool.

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
43.9.2 Avenues / sectors where Mudaraba based deposits have been deployed.	(Rupees	in '000)
Agriculture, Forestry, Hunting and Fishing	30,803,338	726,781
Automobile and transportation equipment	1,902,535	3,860,359
Cement	1,482,780	1,009,611
Chemical and Pharmaceuticals	10,995,481	11,133,965
Construction	2,932,890	2,511,288
Electronics and electrical appliances	3,164,383	5,334,659
Food & Allied Products	9,563,940	10,179,543
Footwear and Leather garments	1,969,368	1,390,032
Glass and Ceramics	808,882	358,052
Individuals	46,445,479	34,367,473
Metal & Allied industries	3,815,223	3,457,419
Mining and Quarrying	417,901	454,714
Oil and Allied	4,194,710	2,175,309
Paper and Board	890,553	806,473
Plastic and Allied Industries	5,732,552	5,302,071
Power (electricity), Gas, Water, Sanitary	9,945,143	11,004,109
Services	3,949,332	3,061,744
Sugar	2,933,198	1,955,464
Technology and Related services	45,879	16,531
Textile	49,551,771	56,828,136
Transport, Storage and Communication	8,074,644	7,563,322
Wholesale and Retail Trade	7,591,520	6,017,248
Others	4,183,121	2,535,852
Total gross islamic financing and related assets	211,394,623	172,050,155
Total gross investments (cost)	210,170,624	236,268,906
Total islamic placements	68,177,892	43,283,744
Total invested funds	489,743,139	451,602,805

43.9.3 The major components of Profit distribution and charging of the expenses.

Profit is distributed among the Mudaraba deposits on the basis of underlying profit is distributed among the Mudaraba deposits on the basis of underlying principles of weightage mechanism which are announced before the beginning of the relevant period. Only direct attributable expenses such as depreciation on ijarah assets, brokerage, CIB Charges, bad debts write off and credit loss allowance on advances and loss on sale of investments etc are charged to the pool.

43.9.4 The Bank managed the following general and specific pools during the period:

Remunerative Depositors' Pools	Profit rate and weightage announcement period	Profit rate return earned			Mudarib share	Profit rate return distributed to remunerative deposits (savings and fixed)	Percentage of Mudarib share transferred through Hiba	Amount of Mudarib Share transferred through Hiba
		%	Mudarib Share / Fee	Rabbul Maal Share	(Rupees in 'OOO)	%	%	(Rupees in '000)
General Pools								
PKR Pool	Monthly	11.36%	50.00%	50.00%	5,255,157	6.96%	2.22%	222,695
USD Pool	Monthly	5.89%	88.89%	11.11%	104,092	1.89%	14.97%	37,651
GBP Pool	Monthly	6.61%	88.89%	% 11.11% 15,777		0.68%	0.00%	-
EUR Pool	Monthly	6.79%	88.89%	11.11%	10,294	0.74%	0.00%	-
AED Pool	Monthly	4.34%	.34% 88.89% 11.11% 819		819	0.34%	0.00%	-
SAR Pool	Monthly	5.08%	88.89%	39% 11.11% 553		0.27%	0.00%	-
CAD Pool	Monthly	9.36%	88.89%	11.11%	418	0.27%	0.00%	-
Specific Pools								
Special Pool (Saving & TDRs)	Monthly	11.85%	5.00%	95.00%	286,252	11,20%	10.08%	60,153
SBP Refinance Borrowing Pool	Profit rate and weightage announcement period	Profit rate return earned	Profit sharing ratio		Mudarib share	Profit rate return distributed to remunerative deposits (savings and fixed)	Percentage of Mudarib share transferred through Hiba	Amount of Mudarib Share transferred through Hiba
		%	Mudarib Share / Fee	Rabbul Maal Share	(Rupees in '000)	%	%	(Rupees in '000)
Islamic Export Refinance (IERS/BD) Pool	Monthly	13.43%	44.33%	5.67%	1,948,092	Nil	0.00%	-

44 AFGHANISTAN OPERATIONS

Bank Alfalah maintains a two-branch presence in Afghanistan. The Board and the management of the Bank continue to closely monitor the evolving situation in Afghanistan which has been hampered due to the country's frozen reserves and uncertainty regarding international recognition which prevent normal flows in and out of Afghanistan. The Bank has taken impairment against net assets where there is an indication that carrying amount may be higher than its recoverable amount. The Bank remains focused on maintaining its control standards i.e. both onshore and through Head Office oversight.

45 BANGLADESH OPERATIONS

During the year 2024, a non-binding indicative offer was received from Bank Asia Limited, Dhaka, Bangladesh ("Bank Asia") to acquire the Bank's Bangladesh Operations (assets and liabilities). In this regard, the Bank was granted an in-principle approval by the State Bank of Pakistan to facilitate conduct of due diligence exercise by Bank Asia.

Subsequently, during the period ended June 30, 2025, the Board of Directors of Bank Alfalah Limited ("the Bank") has accorded its approval to sell the Bank's Bangladesh Operations to Bank Asia subject to approval of the State Bank of Pakistan, the Central Bank of Bangladesh, and /or any other regulatory and legal compliance and execution of definitive agreement.

Further, a non-binding offer was also received in year 2024 from Hatton National Bank of Sri Lanka ("HNB") to acquire the Bank's Bangladesh Operations. However, HNB has decided not to proceed with acquisition.

46 NON-ADJUSTING EVENT

The Board of Directors in its meeting held on July 31, 2025 has declared an interim cash dividend of 25% i.e. Rs. 2.5 per share for the quarter ended June 30, 2025 (June 30, 2024: Rs. 2.0 per share i.e. 20%). These unconsolidated condensed interim financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end. The Board had earlier declared an interim cash dividend bringing the total cash dividend for the half year ended June 30, 2025 to Rs. 5.0 per share (June 30, 2024: Rs. 4.0 per share).

47 DATE OF AUTHORISATION

These unconsolidated condensed interim financial statements were authorised for issue on July 31, 2025 by the Board of Directors of the Bank.

48 GENERAL

- **48.1** Comparative information has been re-classified, re-arranged, restated or additionally incorporated in these unconsolidated condensed interim financial statements, wherever necessary to facilitate comparison.
- **48.2** The effects of reclassification, rearrangement in the comparative information presented in these unconsolidated condensed interim financial statements are as follows:

Description of item	Nature	(Rupees in '000)	From	То
Agent commission	Expense	337,992	Commission on Benazir Income Support Programme (BISP)	Brokerage and commission
Verification cost	Expense	84,793	Commission on Benazir Income Support Programme (BISP)	CNIC verification
Optional issuer fee	Income	383,464	Foreign exchange income	Card related fees (debit and credit cards)
Conversion fee	Expense	170,947	Foreign exchange income	Card related fees (debit and credit cards)
Conversion fee	Expense	119,570	Foreign exchange income	Card acquiring business

48.3 The effects of restatement due to adoption of IFRS 9 is mentioned in note **4.1.1** of these unconsolidated condensed interim financial statements.



Bank Alfalah Limited Consolidated Condensed Interim Financial Statements Half year ended June 30, 2025

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION AS AT JUNE 30, 2025

	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
ASSETS			
Cash and balances with treasury banks	7	215,505,362	227,868,901
Balances with other banks	8	17,478,976	19,713,246
Lendings to financial institutions	9	153,895,071	100,998,323
Investments	10	1,638,023,285	1,996,182,261
Advances	11	1,010,496,226	1,109,376,542
Property and equipment	12	68,334,765	63,673,849
Right-of-use assets	13	25,734,567	25,365,699
Intangible assets	14	1,517,814	1,559,640
Deferred tax assets		-	-
Other assets	15	169,171,977	172,317,236
Total assets		3,300,158,043	3,717,055,697
LIABILITIES			
Bills payable	16	61,189,539	41,768,326
Borrowings	17	555,834,086	1,142,200,709
Deposits and other accounts	18	2,287,598,788	2,136,104,698
Lease liabilities	19	30,992,975	29,555,307
Subordinated debt	20	14,000,000	14,000,000
Deferred tax liabilities	21	14,180,760	19,459,032
Other liabilities	22	146,264,660	152,580,928
Total liabilities		3,110,060,808	3,535,669,000
NET ASSETS		190,097,235	181,386,697
REPRESENTED BY			
Share capital		15,771,651	15,771,651
Reserves		45,255,069	43,466,925
Surplus on revaluation of assets	23	34,993,652	33,820,479
Unappropriated profit		94,076,863	88,305,939
Total equity attributable to the equity holders of the Holding Company		190,097,235	181,364,994
Non-controlling interest		190,097,235	21,703 181,386,697
		- · · · · · · · · · · · · · · · · · · ·	

CONTINGENCIES AND COMMITMENTS

The annexed notes 1 to 48 form an integral part of these consolidated condensed interim financial statements.

24

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (Un-audited) FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025

	Note	Quarter ended June 30, 2025	Quarter ended June 30, 2024	Half year ended June 30, 2025 es in '000)	Half year ended June 30, 2024
			(Restated)	es III 000 <i>)</i>	(Restated)
Mark-up / return / interest earned Mark-up / return / interest expensed Net mark-up / return / interest income	26 27	93,299,420 58,918,064 34,381,356	128,608,469 97,353,124 31,255,345	188,398,347 120,789,900 67,608,447	258,530,947 196,016,843 62,514,104
NON MARK-UP / INTEREST INCOME Fee and commission income Dividend income Foreign exchange income (Loss) / income from derivatives Gain on securities Net gain / (loss) on derecognition of financial assets	28 29 30	4,093,096 530,288 3,207,633 (713,914) 7,379,217	5,244,602 607,266 2,974,051 829,102 2,299,293	7,649,749 1,410,510 5,351,308 388,566 8,005,619	10,040,783 904,811 5,242,871 1,373,514 2,365,016
measured at amortised cost Share of profit from associates Other income Total non-mark-up / interest income Total income	31	459,830 73,801 15,029,951 49,411,307	389,343 123,648 12,467,305 43,722,650	714,974 869,337 24,390,063 91,998,510	664,236 189,716 20,780,947 83,295,051
NON MARK-UP / INTEREST EXPENSES Operating expenses Workers' welfare fund Other charges Total non-mark-up / interest expenses	32 33 34	29,088,940 421,462 5,346 29,515,748	20,672,140 494,288 872 21,167,300	56,122,936 821,570 9,557 56,954,063	40,018,818 919,944 209,515 41,148,277
Profit before credit loss allowance / provisions Credit loss allowance / (reversal of credit loss allowance) / provisions and write offs - net Extra ordinary / unusual items	35	19,895,559 1,364,662	22,555,350 (25,199) -	35,044,447 896,645 -	42,146,774 (231,993) -
PROFIT BEFORE TAXATION FROM CONTINUING OPERATIONS Taxation	36	18,530,897 10,527,713	22,580,549 10,580,586	34,147,802 19,004,909	42,378,767 20,459,317
PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS DISCONTINUED OPERATIONS		8,003,184	11,999,963	15,142,893	21,919,450
LOSS FROM DISCONTINUED OPERATIONS - NET OF TAX	37.3	(16,497)	_	(83,517)	_
PROFIT AFTER TAXATION		7,986,687	11,999,963	15,059,376	21,919,450
Profit / (loss) attributable to:					
Equity holders of the Holding Company from continuing operations from discontinued operations		8,003,184 (17,641) 7,985,543	11,971,927 - 11,971,927	15,142,893 (81,706) 15,061,187	21,917,916 21,917,916
Non-controlling interest from continuing operations from discontinued operations		1,144 1,144 7,986,687	28,036 - 28,036 11,999,963	(1,811) (1,811) (1,813)	1,534 - 1,534 21,919,450
			(Ru	 pees)	
Participand diluted countries and according to			(Restated)		(Restated)
Basic and diluted earnings per share - continuing operations	38	5.07	7.59	9.60	13.90
Basic and diluted earnings per share	38	5.07	7.59	9.55	13.90

The annexed notes 1 to 48 form an integral part of these consolidated condensed interim financial statements.

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (Un-audited) FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2025

	Quarter ended June 30, 2025	Quarter ended June 30, 2024	Half year ended June 30, 2025 in '000)	June 30, 2024
	M	(Restated)	in 000)	(Restated)
Profit after taxation for the period	7,986,687	11,999,963	15,059,376	21,919,450
Other comprehensive income / (loss)				
Items that may be reclassified to the statement of profit and loss account in subsequent periods:				
Effect of translation of net investment in foreign branches	281,468	(949,118)	260,686	(1,655,279)
Movement in surplus / (deficit) on revaluation of investments in debt securities classified as FVOCI - net of tax	5,262,290	1,439,949	3,132,277	(123,555)
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	(2,163,792)	(80,237)	(2,532,212)	(361,382)
Movement in share of (deficit) / surplus on revaluation of investments of associates - net of tax	(4,708) 3,375,258	6,223 416,817	(9,189) 851,562	5,980 (2,134,236)
Items that will not be reclassified to the statement of profit and loss account in subsequent periods:				
Remeasurement loss on defined benefit obligations - net of tax	-	(1,105)	-	(1,105)
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	414,420	467,885	468,031	589,596
Movement in surplus on revaluation of property and equipment - net of tax	(17,970)	(9,920)	(36,814)	(19,744)
Movement in surplus on revaluation of non-banking assets - net of tax	(5,516) 390,934	1,146 458,006	(10,410) 420,807	968 569,715
Total comprehensive income	11,752,879	12,874,786	16,331,745	20,354,929
Total comprehensive income / (loss) attributable to:				
Equity holders of the Holding Company from continuing operations from discontinued operations	11,769,376 (17,641) 11,751,735	12,847,164 12,847,164	16,415,262 (81,706) 16,333,556	20,353,809
Non-controlling interest from continuing operations from discontinued operations	- 1,144 1,144	27,622 - 27,622	(1,811) (1,811)	1,120 - 1,120
	11,752,879	12,874,786	16,331,745	20,354,929

The annexed notes 1 to 48 form an integral part of these consolidated condensed interim financial statements.

BANK ALFALAH LIMITED CONSOLIDATED CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

· · · · · · · · · · · · · · · · · · ·	Capital reserves Surplu		Surplus / (de	urplus / (deficit) on revaluation of			r				
	Share	Capital		Statutory	Janpins 7 (di	r 1	Non	Unappro-		Non	
	capital	Share	Exchange translation	reserve	invest-	Property and	banking	priated profit	Sub-total	controlling interest	Total
	1	premium	reserve		ments	equipment	assets	"""		miceresi	
						(Rupees In 'OC	00)				
Balance as at December 31, 2023 (audited) Impact of adoption of IFRS 9 - net of tax (note 4.1.1)	15,771,651	4,731,049	14,191,974	22,478,107	(902,400) 5,002,695	12,088,444	86,726	71,472,352 (2,250,700)	139,917,903 2,751,995	(294,665)	139,623,238 2,751,995
	15 771 651	4,731,049	14 101 074	22,478,107		12,088,444	86,726		142,669,898	(204 565)	142,375,233
Balance as at January 01, 2024 after adoption of IFRS 9	15,771,651	4,/31,049	14,191,974	22,478,107	4,100,295	12,088,444	86,726	69,221,652	142,669,898	(294,665)	142,3/5,233
Changes in equity for the half year ended June 30, 2024											
Profit after taxation - (restated)	-	-	-	-	-	-	-	21,917,916	21,917,916	1,534	21,919,450
Other comprehensive (loss) / income - net of tax	,		// CEE 270)	r					(1.555.370)		(1 CEE 270)
Effect of translation of net investment in foreign branches Movement in surplus / (deficit) on revaluation of investments	-	-	(1,655,279)	_	_	-	-	-	(1,655,279)	-	(1,655,279)
in debt securities classified as FVOCI - net of tax	-	-	-	-	(123,555)	-	-	-	(123,555)	-	(123,555)
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	_	_		_	(361,382)	_		_	(361,382)	_	(361,382)
Movement in surplus on revaluation of equity securities					(302,302)				(30.,302,		(302,302)
classified as FVOCi - net of tax	-	-	-	-	589,596	-	-	-	589,596	-	589,596
Movement in share of surplus on revaluation of investments of associates - net of tax	-	-		-	5,980	-	_	_	5,980	-	5,980
Remeasurement loss on defined benefit obligations - net of tax	_	_	_	_	_	.	_	(691)	(691)	(414)	(1,105)
Movement in surplus on revaluation of property and								(55.7)		```'	
equipment - net of tax	-	-	-	-	-	(19,744)	-	-	(19,744)	-	(19,744)
Movement in surplus on revaluation of non-banking assets - net of tax	<u></u>					<u></u>	968	لييا	968	ل_نيا	968
Total other comprehensive (loss) / income - net of tax	-	-	(1,655,279)	-	110,639	(19,744)	968	(691)	(1,564,107)	(414)	(1,564,521)
Transfer to statutory reserve Transfer from surplus on revaluation of assets to	-	-	-	2,060,876	-	-	-	(2,060,876)	-	-	-
unappropriated profit - net of tax	-	-	-	-	-	(44,116)	(9,180)	53,296	-	-	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(22,941)	-	-	22,941	-	-	-
Transactions with owners, recorded directly in equity											
Adjustment of non-controlling interest	-	-	-	-	-	-	-	(311,627)	(311,627)	311,627	-
Right Issuance cost - subsidiary	-	-	-	-	-	-	-	(8,314)	(8,314)	(4,988)	(13,302)
Final cash dividend for the year ended December 31, 2023 - 50%	-	-	-	-	-	-	-	(7,885,826)	(7,885,826)	-	(7,885,826)
Interim cash dividend for the quarter ended March 31, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)	(3,154,330)	-	(3,154,330)
Closing balance as at June 30, 2024 (un-audited) - restated	15,771,651	4,731,049	12,536,695	24,538,983	4,187,993	12,024,584	78,514	77,794,141	151,663,610	13,094	151,676,704
Changes in equity for half year ended December 31, 2024											
Profit after taxation	-	-	-	-	-	-	-	17,935,705	17,935,705	8,141	17,943,846
Other comprehensive (loss) / income - net of tax											
Effect of translation of net investment in foreign branches	-	-	(110,739)	-	-	-	-	-	(110,739)	-	(110,739)
Movement in surplus on revaluation of investments in debt securities classified as FVOCI - net of tax	-	-	_	_	10,925,879	-	-	-	10,925,879	-	10,925,879
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax	_		_	_	(538,564)	_	_	_	(538,564)	_	(538,564)
Movement in surplus on revaluation of equity securities											
classified as FVOCI – net of tax Movement in share of surplus on revaluation of	-	-	-	-	1,441,123	-	-	-	1,441,123	-	1,441,123
investments of associates - net of tax	-	-	-	-	30,396	-	-	-	30,396	-	30,396
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	461,557	461,557	468	462,025
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	5,629,026	-	-	5,629,026	-	5,629,026
Movement in surplus on revaluation of non-banking assets - net of tax							235,661		235,661		235,661
Total other comprehensive (loss) / income - net of tax	-	-	(110,739)	-	11,858,834	5,629,026	235,661	461,557	18,074,339	468	18,074,807
Transfer to statutory reserve	-	-	-	1,770,937	-	-	-	(1,770,937)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	_	-	-	-	(100,565)	540	100,025	-	-	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(94,108)	-	_	94,108	-	-	-
Transactions with owners, recorded directly in equity											
Interim cash dividend for the half year ended June 30, 2024 - 20%	-	-	-	_	-	_	-	(3,154,330)	(3,154,330)	-	(3,154,330)
Interim cash dividend for the nine months period ended September 30, 2024 - 20%	_	_	_	-	-	_	_	(3,154,330)	(3,154,330)	_	(3,154,330)
Balance as at December 31, 2024 (audited)	15,771,651	4,731,049	12,425,956	26,309,920	15,952,719	17,553,045	314,715	88,305,939	181,364,994	21,703	181,386,697
Impact of adoption of IFRS 9 - net of tax (note 4.1.2)	-	-	-	-	365,607	-	-	(81,096)	284,511	-	284,511
Balance as at January 01, 2025 after adoption									401.5:5:5:5	~~~~	101 671 777
of IFRS 9 / carried forward	15,771,651	4,731,049	12,425,956	26,309,920	16,318,326	17,553,045	314,715	88,224,843	181,649,505	21,703	181,671,208

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY FOR THE HALF YEAR ENDED JUNE 30, 2025

		Capital reserves S		Surplus / (de	eficit) on reva	uation of	· · · · · · · · · · · · · · · · · · ·				
	Share capital	Share premium	Exchange translation reserve	Statutory reserve	Invest- ments	Property and equipment	Non banking assets	Unappro- priated profit	Sub-total	Non controlling interest	Total
				*************		(Rupees in 'OC	0)				
Balance brought forward	15,771,651	4,731,049	12,425,956	26,309,920	16,318,326	17,553,045	314,715	88,224,843	181,649,505	21,703	181,671,208
Changes in equity for the half year ended June 30, 2025											
Profit / (loss) after taxation	-	-	-	-	-	-	-	15,061,187	15,061,187	(1,811)	15,059,376
Other comprehensive income / (loss) - net of tax											
Effect of translation of net investment in foreign branches Movement in surplus / (deficit) on revaluation of investments	-	-	260,686	-	-	-	-	-	260,686	-	260,686
in debt securities classified as FVOCI - net of tax	-	-	-	-	3,132,277	-	- 1	-	3,132,277	-	3,132,277
Gain on sale of debt securities classified as FVOCI reclassified to profit and loss - net of tax Movement in surplus on revaluation of equity securities	-	-	-	-	(2,532,212)	-	-	-	(2,532,212)	-	(2,532,212)
classified as FVOCI - net of tax		- 1	_	_	468,031	.	-	_	468,031	-	468,031
Movement in share of surplus / (deficit) on revaluation of						1					
investments of associates - net of tax	-	-	-	-	(9,189)	-	-	-	(9,189)	-	(9,189)
Movement in surplus on revaluation of property and equipment - net of tax	_	_	_	_	_	(36,814)	_		(36,814)	_	(36,814)
Movement in surplus on revaluation of non-banking						1 ` 1					
assets - net of tax	<u> </u>			-			(10,410)		(10,410)		(10,410)
Total other comprehensive income / (loss) - net of tax	-	-	260,686	-	1,058,907	(36,814)	(10,410)	-	1,272,369	-	1,272,369
Transfer to statutory reserve	-	-	-	1,527,458	-	-	-	(1,527,458)	-	-	-
Transfer from surplus on revaluation of assets to						(50.750)	(10.070)	70.030			
unappropriated profit - net of tax	-	-	-	-	-	(60,769)	(10,070)	70,839	-	-	-
Gain on disposal of equity investments classified as FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(133,278)	-	-	133,278	-	-	-
Transactions with owners, recorded directly in equity											
Derecognition of subsidiary	-	-	-	-	-	-	-	-	-	(19,892)	(19,892)
Final cash dividend for the year ended December 31, 2024 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)	-	(3,942,913)
Interim cash dividend for the quarter ended March 31, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)	-	(3,942,913)
Closing balance as at June 30, 2025 (un-audited)	15,771,651	4,731,049	12,686,642	27,837,378	17,243,955	17,455,462	294,235	94,076,863	190,097,235		190,097,235

The annexed notes 1 to 48 form an integral part of these consolidated condensed interim financial statements.

President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

	Note	Half year	ended
		June 30,	June 30,
		2025	2024
		(Rupees i	n '000)
			(Restated)
CASH FLOWS FROM OPERATING ACTIVITIES			
Profit before taxation from continuing operations		34,147,802	42,378,767
Profit before taxation from discontinued operations	37.3	7,796	_
Less: Dividend income		(1,410,510)	(904,811)
Share of profit from associates		(714,974)	(664,236)
		32,030,114	40,809,720
Adjustments:			
Net mark-up / return / interest income		(67,628,316)	(62,514,104)
Depreciation		2,915,054	2,170,697
Depreciation on right-of-use assets		2,243,108	1,888,182
Amortisation		200,225	172,601
Credit loss allowance / (reversal of credit loss allowance) /provisions			
and write offs - net		892,084	(231,993)
Unrealised loss / (gain) on revaluation of investments classified as FVPL		326,209	(215,538)
Unrealised gain on advances classified as FVPL	31	(56,483)	(30,724)
Gain on sale of property and equipment - net	31	(26,726)	(61,511)
Gain on sale of non banking assets - net	31	(3,368)	(27,800)
Gain on termination of leases - net	31	(54,117)	(52,740)
Staff loans - notional cost	32.1	1,746,960	1,249,124
Finance charges on leased assets		2,094,817	1,634,163
Workers' welfare fund		821,570	919,944
Charge for defined benefit plan	32.1	480,951	335,649
Charge for staff compensated absences	32.1	176,000	105,000
		(55,872,032)	(54,659,050)
		(23,841,918)	(13,849,330)
Decrease / (increase) in operating assets			
Lendings to financial institutions		(2,664,413)	65,889,953
Securities classified as FVPL		159,600,150	(77,760,808)
Advances		98,640,822	(43,241,589)
Other assets (excluding advance taxation and mark-up receivable)		(21,444,479)	(9,125,352)
		234,132,080	(64,237,796)
(Decrease) / increase in operating liabilities			
Bills payable		19,421,213	10,242,210
Borrowings		(576,005,280)	(55,978,885)
Deposits		151,494,090	16,001,254
Other liabilities (excluding current taxation and mark-up payable)		10,558,664	25,167,863
		(394,531,313)	(4,567,558)
		(184,241,151)	(82,654,684)
Mark-up / interest received		205,236,748	246,899,316
Mark-up / interest paid		(138,171,485)	(187,164,204)
Income tax paid		(19,642,364)	(25,544,355)
Net cash used in operating activities		(136,818,252)	(48,463,927)
Balance carried forward		(136,818,252)	(48,463,927)

BANK ALFALAH LIMITED CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

	Note	Half year ended	
		June 30,	June 30,
		2025	2024
		(Rupees i	n '000)
			(Restated)
Balance brought forward		(136,818,252)	(48,463,927)
CASH FLOWS FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI		203,577,759	116,438,486
Net (divestments) / investments in securities carried at amortised cost		(917,320)	2,865,822
Dividends received from associates		44,993	254,993
Dividends received from other investments		1,410,510	915,242
Divestment from subsidiary	37.2	388,732	-
Investments in property and equipment and intangible assets		(7,771,870)	(12,897,974)
Proceeds from sale of property and equipment		33,615	73,988
Proceeds from sale of non-banking assets		27,089	267,800
Effect of translation of net investment in foreign branches		260,686	(1,655,279)
Net cash generated from investing activities		197,054,194	106,263,078
CASH FLOWS FROM FINANCING ACTIVITIES			
Payments of lease obligations against right-of-use assets		(3,206,391)	(2,773,947)
Payment of right issuance cost		-	(13,302)
Dividend paid		(7,873,675)	(15,413,168)
Net cash used in financing activities		(11,080,066)	(18,200,417)
•			, , , ,
Net increase in cash and cash equivalents		49,155,876	39,598,734
Cash and cash equivalents at beginning of the period		231,145,707	249,771,375
Effects of exchange rate changes on cash and cash equivalents		2,092,890	(1,871,683)
Effects of exchange rate changes on cash and cash equivalents		233,238,597	247,899,692
Expected gradit loss allowance on each and each assistalants and		233,238,397 (8,538)	247,899,692 (35,901)
Expected credit loss allowance on cash and cash equivalents - net		• • •	(33,301)
Cash and cash equivalents of discontinued operations		(1,442,577)	-
Cash and cash equivalents at end of the period	39	280,943,358	287,462,525

The annexed notes 1 to 48 form an integral part of these consolidated condensed interim financial statements.

BANK ALFALAH LIMITED

NOTES TO AND FORMING PART OF THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (Un-audited) FOR THE HALF YEAR ENDED JUNE 30, 2025

1 STATUS AND NATURE OF BUSINESS

1.1 The "Group" consists of:

Holding Company: Bank Alfalah Limited, Pakistan

Bank Alfalah Limited (the Holding Company) is a banking company incorporated in Pakistan and is engaged in commercial banking and related services in Pakistan and overseas. The Holding Company's registered office is located at B.A. Building, I.I. Chundrigar Road, Karachi and its shares are listed on the Pakistan Stock Exchange. The Holding Company is engaged in banking services as described in the Banking Companies Ordinance, 1962. The Holding Company is operating through 1,172 branches (December 31, 2024: 1,141 branches) and 12 sub-branches (December 31, 2024: 12 sub-branches). Out of the 1,172 branches, 713 (December 31, 2024: 707) are conventional, 448 (December 31, 2024: 423) are Islamic, 10 (December 31, 2024: 10) are overseas and 1 (December 31 2024: 1) is an offshore banking unit.

	Note	Percentage of Holding	
Subsidiaries		June 30, 2025	December 31, 2024
Alfalah Securities (Private) Limited (divestment during the current period) Alfalah Currency Exchange (Private) Limited	37	- 100.00%	95.59% 100.00%
In addition, the Group maintains investments in the following:			
Associates			
Alfalah Insurance Company Limited		30.00%	30.00%
Sapphire Wind Power Company Limited		30.00%	30.00%
Alfalah Asset Management Limited		40.22%	40.22%

2 BASIS OF PRESENTATION

1.2

2.1 STATEMENT OF COMPLIANCE

These consolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard 34 "Interim Financial Reporting" and International Financial Reporting Standards (IFRS
 Accounting Standards) issued by the International Accounting Standards Board (IASB) as are notified under the Companies
 Act 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan (ICAP) as are notified under the Companies Act, 2017;
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and
- Directives issued by the State Bank of Pakistan (SBP) and the Securities and Exchange Commission of Pakistan (SECP).

Wherever 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, requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives have been followed.

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for banking companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Further, the SECP has deferred the applicability of International Financial Reporting Standard (IFRS) 7, 'Financial Instruments: Disclosures' on banks through its notification S.R.O 411(I)/2008 dated April 28, 2008. The SBP through BPRD Circular No. 04 of 2015 dated February 25, 2015 had deferred the applicability of Islamic Financial Accounting Standard-3 for Profit and Loss Sharing on Deposits (IFAS-3) issued by the Institute of Chartered Accountants of Pakistan (ICAP) and notified by the SECP, vide their SRO No. 571 of 2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements.

Moreover, Alfalah Insurance Company Limited has deferred the application of IFRS 9 till January 01, 2026, which is same as effective date for application of IFRS 17 - Insurance Contracts as allowed by the SECP through S.R.O. 506(i)/2024 dated March 29, 2024. Furthermore, Sapphire Wind Power Company Limited was granted a partial exemption from the application of IFRS 9 till December 31, 2025 vide SECP S.R.O. 1784(I)/2024- dated November 04, 2024. Consequently, the requirements of IFRS 9 with respect to application of Expected Credit Losses in respect of trade debts and other receivables due from Central Power Purchasing Agency (CPPA-G) have not been followed.

2.1.1 The disclosures made in these consolidated 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". These do not include all the information and disclosures required for annual financial statements, and therefore should be read in conjunction with the annual audited consolidated financial statements of the Group for the year ended December 31, 2024.

2.1.2 Basis of consolidation

A subsidiary is an entity controlled by the Group. Control exists when the Group is exposed, or has rights, to variable returns from its investment with the investee and has the ability to affect those return through its power over the investee.

These consolidated condensed interim financial statements incorporate the financial statements of subsidiaries from the date that control commences until the date that control ceases.

Profit or loss and each component of the Other Comprehensive Income (OCI) are attributed to the equity holders of the Holding Company and to the Non-Controlling interests (NCI) even if it results in the NCI having a deficit balance.

Material intra-group balances and transactions with subsidiaries are eliminated.

A change in ownership of a subsidiary, without loss of control is accounted for as an equity transaction.

Associates are those entities on which the Group has significant influence, but not control, over the financial and operating polices. Associates are accounted for using the equity method.

Non-controlling interests are that part of the net results of operations and of net assets of subsidiary which are not owned by the Holding Company.

- **2.1.3** Key financial figures of the Islamic Banking branches are disclosed in note 43 to the unconsolidated condensed interim financial statements.
- 2.1.4 The Holding Company believes that there is no significant doubt on the Group's ability to continue as a going concern. Therefore, these consolidated condensed interim financial statements have been prepared on a going concern basis.

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

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 01, 2025 but are considered not relevant or do not have any material effect on the Group's operations and are therefore not detailed in these consolidated condensed interim financial statements. The impact of IFRS 9 for the current period is disclosed in note 4.1.2 of these consolidated condensed interim financial statements. Further, the comparative period has been restated to incorporate the impact of adoption of IFRS 9 as disclosed in note 4.1.1.

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

There are certain new and amended standards, issued by International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Group's accounting periods beginning on or after January 01, 2026 but are considered not to be relevant or will not have any material effect on the Group's financial statements except for:

- the new standard IFRS 18 'Presentation and Disclosure in Financial Statements' (published in April 2024) with applicability date of January 01, 2027 by IASB. IFRS 18 is yet to be adopted in Pakistan. IFRS 18 when adopted and applicable shall impact the presentation of 'Statement of Profit and Loss Account' with certain additional disclosures in the consolidated condensed interim financial statements.
- amendments to IFRS 9 'Financial Instruments' which clarify the date of recognition and derecognition of a financial asset or financial liability including settlement of liabilities through banking instruments and channels including electronic transfers.
 The amendment when applied may impact the timing of recognition and derecognition of financial liabilities.
- amendment to IAS 21 'The Effects of Changes in Foreign Exchange Rates' which will require Banks to apply a consistent approach in assessing whether a currency can be exchanged into another currency and, when it cannot, in determining the exchange rate to use and the disclosures to provide.

3 BASIS OF MEASUREMENT

3.1 Accounting convention

These consolidated condensed interim financial statements have been prepared under the historical cost convention except that certain property and equipment and non banking assets acquired in satisfaction of claims are stated at revalued amounts; investments classified at fair value through profit and loss and fair value through other comprehensive income; advances classified at fair value through profit and loss, foreign exchange contracts and derivative financial instruments are measured at fair value; defined benefit obligations are carried at present value; right of use of asset and related lease liability are measured at present value on initial recognition; and staff loans are measured at fair value on initial recognition.

3.2 Functional and presentation currency

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

4 MATERIAL ACCOUNTING POLICY INFORMATION

The material accounting policies applied in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of the annual audited consolidated financial statements of the Group for the year ended December 31, 2024. Impacts of adoption of IFRS 9 for the comparative and current period are disclosed in note 4.1.

4.1 IFRS 9 - 'Financial Instruments'

4.1.1 The Holding Company had adopted IFRS 9 effective from January 01, 2024 with modified retrospective approach for restatement permitted under IFRS 9. The cumulative impact of initial application amounting to Rs. 2,751.995 million was recorded as an adjustment to equity at the beginning of the previous accounting period.

The Holding Company, in compliance with extended timelines prescribed in SBP's BPRD Circular Letter No. 16 dated July 29, 2024 and BPRD Circular Letter No. 01 dated January 22, 2025 had incorporated certain IFRS 9 related impacts in the last quarter of 2024. Therefore the consolidated condensed interim statement of profit and loss account (un-audited) for the half year ended June 30, 2024 have been restated to incorporate these impacts. Had the restatement not been incorporated the profit after tax and total comprehensive income for the half year ended June 30, 2024 would have been higher by Rs. 10.416 million. The details are tabulated below:

Head		(Rupees in '000)	Description
Mark-up / return / interest earned	Increase	1,345,058	Fair value impact of subsidised advances and modification of advances
Mark-up / return / interest earned	Increase	1,249,124	Fair value impact on staff loans
Other income	Increase	30,724	Fair value impact on advances measured at fair value through profit and loss
		2,624,906	
Mark-up / return / interest expensed	Increase	1,396,206	Fair value impact on subsidised borrowings
Operating expenses	Increase	1,249,124 2,645,330	Fair value impact on staff loans
Taxation	Decrease	10,008	Tax impact of restatement

- 4.1.2 During the current period, in accordance with BPRD Circular No. 03 of 2022 dated July 05, 2022 and BPRD Circular Letter No. 16 dated July 29, 2024 the Group has applied IFRS 9 'Financial Instruments' for Bangladesh Operations and measured unquoted equity securities at fair value. The cumulative impact of application in current period amounting to Rs. 284.511 million net of tax has been recorded as an adjustment to equity at the beginning of the current period.
- **4.1.3** The SBP has directed the Banks through its BPRD Circular Letter No. 1 dated January 22, 2025 to continue the existing revenue recognition methodology for Islamic Operations, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 been adopted in its entirety for revenue recognition from Islamic operations, the profit after tax of the Group would have been higher by Rs. 134.636 million.
- **4.1.4** The SBP in a separate instruction SBPHOK-BPRD-RPD-BAF-834424 dated January 22, 2025 has allowed extension for application of Effective Interest Rate up to December 31, 2025.

5 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

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

The significant judgments made by the management in applying the Group's accounting policies and the key sources of estimation were the same as those applied in the preparation of annual audited financial statements for the year ended December 31, 2024 except for matters related to IFRS 9 which have been disclosed in note 4.1 to these consolidated condensed interim financial statements.

6 FINANCIAL RISK MANAGEMENT

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

7	CASH AND BALANCES WITH TREASURY BANKS	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
	In hand			
	- local currency		48,415,186	48,338,529
	- foreign currency		4,635,499	5,619,401
			53,050,685	53,957,930
	With State Bank of Pakistan in			
	- local currency current accounts		65,889,757	92,353,394
	- foreign currency current accounts		7,926,927	7,192,719
	- foreign currency deposit accounts		12,772,008	10,832,548
			86,588,692	110,378,661
	With other central banks in			
	- foreign currency current accounts		63,356,120	60,980,202
	- foreign currency deposit accounts		1,557,796	1,820,112
			64,913,916	62,800,314
	With National Bank of Pakistan in local currency current account		10,868,492	628,396
	Prize bonds		99,814	119,605
			215,521,599	227,884,906
	Less: Credit loss allowance held against cash and balances with treasury banks		(16,237)	(16,005)
	Cash and balances with treasury banks - net of credit loss allowance		215,505,362	227,868,901
8	BALANCES WITH OTHER BANKS			
	In Pakistan			
	- in current accounts		35,165	803,655
	- in deposit accounts		· <u>-</u>	477,299
		'	35,165	1,280,954
	Outside Pakistan			
	- in current accounts		17,425,953	18,406,200
	- in deposit accounts		32,054	31,982
			17,458,007	18,438,182
			17,493,172	19,719,136
	Less: Credit loss allowance held against balances with other banks		(14,196)	(5,890)
	Balances with other banks - net of credit loss allowance		17,478,976	19,713,246
9	LENDINGS TO FINANCIAL INSTITUTIONS			
	Call / clean money lendings		51,624,880	1,792,764
	Repurchase agreement lendings (Reverse Repo)		102,270,862	94,208,913
	Bai Muajjal receivable - other financial institution		-	4,997,525
			153,895,742	100,999,202
	Less: Credit loss allowance held against lending to financial institutions	9.1	(671)	(879)
	Lending to financial institutions - net of credit loss allowance		153,895,071	100,998,323

	June 30, 2025 (Un-audited)		r 31, 2024 lited)
Lending	Credit loss allowance held	Lending Credit los allowance h	
	(Rupee	s in '000)	
152,970,862	595	99,606,438	754
924,880	76	1,392,764	125
153,895,742	671	100,999,202	879

9.1 Lending to Financial Institutions - Particulars of credit loss allowance

Domestic

Performing

Stage 1

Overseas

Performing

Stage 1

Total

10

.

INVESTMENTS

10.1 Investments by type:

June 30, 2025 (Un-audited)				
Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	

	December 31,	2024 (Audited)	
Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value

--(Rupees in '000)--

Fair value through profit and loss

Federal Government Securities
- Market Treasury Bills
- Pakistan Investment Bonds
- Ijarah Sukuks
- Naya Pakistan Certificates
Shares
- Ordinary Shares - Listed
- Preference Shares - Unlisted
Non Government Debt Securities
- Term Finance Certificates
- Sukuks
Foreign Securities
- Overseas Bonds - Sovereign
- Redeemable Participating Certificates

		1	
42,060,822	-	(11,351)	42,049,471
56,814,754	-	53,544	56,868,298
260,372	-	716	261,088
1,009,002	-	-	1,009,002
4,693,696	-	(124,974)	4,568,722
-	-	-	-
1,450,000	-	-	1,450,000
422,444	-	957	423,401
15,095,846	-	(16,938)	15,078,908
8,255,474	-	(221,655)	8,033,819
130,062,410	-	(319,701)	129,742,709

П				
71	74,055,824	-	(5,499)	74,050,325
98	183,913,135	-	47,072	183,960,207
38	1,733,628	-	10,084	1,743,712
02	2,651,621	-	-	2,651,621
- 1				
22	2,451,629	-	1,133,300	3,584,929
- 1	-	-	500,000	500,000
١				
00	1,450,000	-	-	1,450,000
01	422,000	-	444	422,444
- 1				
BC	13,043,880	-	(6,799)	13,037,081
19	5,913,093	-	2,401,955	8,315,048
)9	285,634,810	_	4,080,557	289,715,367
	,			

Fair value through other comprehensive income

Federal Government Securities
- Market Treasury Bills

- Pakistan Investment Bonds

· amstan investment bonus
- Ijarah Sukuks
- Government of Pakistan Euro Bonds
Shares
- Ordinary Shares - Listed
- Ordinary Shares - Unlisted
- Preference Shares - Unlisted
Non Government Debt Securities
- Term Finance Certificates
- Sukuks
Foreign Securities
- Overseas Bonds - Sovereign
- Overseas Bonds - Others
- Equity Securities - Listed
- Preference Shares - Unlisted
REIT Fund - listed

12,759,353	-	/5,315	12,834,668
841,086,522	-	18,734,858	859,821,380
217,773,294	-	6,764,086	224,537,380
12,178,653	(1,947,664)	1,178,820	11,409,809
13,158,541	-	5,733,660	18,892,201
1,319,051	-	2,080,704	3,399,755
25,000	(25,000)	-	-
1,942,200	(108,526)	-	1,833,674
15,361,416	(96,511)	(92,228)	15,172,677
49,102,235	(71,070)	(872,353)	48,158,812
24,023,296	(5,992)	(678,330)	23,338,974
270,436	-	(15,754)	254,682
567,545	-	-	567,545
1,072,965	-	407,336	1,480,301
1,190,640,507	(2,254,763)	33,316,114	1,221,701,858

	22,155,073	-	429,662	22,584,735
	1,009,681,395	-	14,952,851	1,024,634,246
	241,695,919	-	9,230,018	250,925,937
	12,368,725	(2,145,627)	922,305	11,145,403
1				
	10,202,508	-	4,768,790	14,971,298
	1,351,363	-	1,471,825	2,823,188
	25,000	(25,000)	-	-
	2,076,398	(111,745)	-	1,964,653
	15,584,244	(96,511)	140,246	15,627,979
	50,691,578	(77,534)	(1,417,964)	49,196,080
	26,231,004	(7,505)	(1,030,029)	25,193,470
	265,427	-	(8,246)	257,181
	557,108	-	-	557,108
	1,000,489	-	514,493	1,514,982
	1,393,886,231	(2,463,922)	29,973,951	1,421,396,260

1,711,111,627

Balance carried forward

1,320,702,917 (2,254,763) 32,996,413 1,351,444,567 1,679,521,041 (2,463,922)

1N 1	Investments	his times
10.1	mivestinents	DA FADE"

	June 30, 2025	(Un-audited)			December 31,	2024 (Audited)
Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value	Cost / amortised cost	Credit loss allowance / provision for diminution	Surplus / (deficit)	Carrying value
			(Rupe	es in '000)			

Balance brought forward

1,320,702,917

(2,254,763) 32,996,413 1,351,444,567

1,679,521,041

(2,463,922)

34,054,508

1,711,111,627

218,414,195

40,376,451

299,965

3,453,191

Amortised cost

Federal Government Securities - Pakistan Investment Bonds - Ijarah Sukuks Non Government Debt Securities - Term Finance Certificates

- Sukuks

Foreign Securities - Overseas Bonds - Sovereign 217,132,123 217,132,123 40,427,531 40,427,531 387,180 362,456 (24,724) 3,194,232 3,250,645 (56,413)

17,939,771 (53,970) 17,885,801 279,137,250 (135,107) 279,002,143

218,414,195 40,376,451 324,680 (24,715) 3,509,612 (56,421)

> 15,601,311 (216) 15,601,095 278,144,897 278,226,249 (81,352)

Associates (valued at equity method)

- Alfalah Insurance Company Limited
- Sapphire Wind Power Company Limited
- Alfalah Asset Management Limited

Total investments

991,493	-	-	991,493	1,027,140	-	-	1,027,140
4,945,252	-	-	4,945,252	5,429,227	-	-	5,429,227
988,992	_	-	988,992	1,120,208	-		1,120,208
6,925,737	•	-	6,925,737	7,576,575	-	-	7,576,575

(2,389,870) 32,996,413 1,638,023,285 1,607,416,742

1,964,673,027 (2,545,274)

34,054,508 1,996,182,261

10.2 Particulars of assets and liabilities of associates

					June 3	0, 2025 (Un-a	udited)	
	Associate	Country of incorporation	Percentage of holding	Assets	Liabilities	Revenue	Profit for the period	Total Comprehensive Income
					(Rupees in '00	0)	
Alfalah Insurance Company Limited	Associate	Pakistan	30.00%	9,067,098	5,652,907	1,547,909	332,611	268,801
Sapphire Wind Power Company Limited	Associate	Pakistan	30.00%	19,794,137	2,503,947	2,919,833	1,613,250	1,613,250
Alfalah Asset Management Limited	Associate	Pakistan	40.22%	3,647,374	862,169	1,438,243	341,143	341,143

				December 31, 2	2024 (Audited)	June	30, 2024 (Un-a	udited)
	Associate	Country of incorporation	Percentage of holding	Assets	Liabilities	Revenue	Profit for the period	Total Comprehensive Income
						Rupees in '000	0)	
Alfalah Insurance Company Limited	Associate	Pakistan	30.00%	7,622,491	4,327,101	1,322,373	353,768	392,855
Sapphire Wind Power Company Limited	Associate	Pakistan	30.00%	19,530,002	3,853,062	3,011,661	1,640,280	1,640,280
Alfalah Asset Management Limited	Associate	Pakistan	40.22%	3.473.064	1,014,104	744,265	169,227	169,227

(Un-audited) (Audited)
June 30, December 31,
2025 2024
-----(Rupees in 000)------

10.3 Investments given as collateral

- Market Treasury Bills
- Pakistan Investment Bonds
- Overseas Bonds

-	18,948,162
409,993,123	952,096,877
11,762,845	8,759,125
421,755,968	979,804,164

10.3.1 The market value of securities given as collateral is Rs. 426,304.813 million (December 31, 2024: Rs. 993,194.012 million).

		(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in 000)
10.4	Credit loss allowance / provision for diminution in value of investments		
10.4.1	Opening balance	2,545,274	3,355,413
	Impact of adoption of IFRS 9	60,074	(437,729)
	Balance as at January 01 after adopting IFRS 9	2,605,348	2,917,684
	Exchange and other adjustments	42,146	(29,753)
	Charge / (reversals)		
	Charge for the period / year	80,531	236,742
	Reversals for the period / year	(144,830)	(578,980)
	Reversal on disposals	(193,325)	(419)
		(257,624)	(342,657)
	Closing Balance	2,389,870	2,545,274

10.4.2 Particulars of credit loss allowance / provision against debt securities

Category of classification), 2025 idited)	1	· 31, 2024 ited)
		Outstanding amount	Credit loss allowance / Provision held	Outstanding amount	Credit loss allowance / Provision held
Domestic	•		(Rupees	in '000)	
Performing	Stage 1	806,250	85	806,250	85
Underperforming	Stage 2	-	-	-	-
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss		311,089	311,089	314,307	314,307
		1,117,339	311,174	1,120,557	314,392
Overseas					
Performing	Stage 1	91,065,302	131,032	78,312,741	85,255
Performing		-	-	14,211,152	
Underperforming	Stage 2	12,178,653	1,947,664	12,368,725	2,145,627
Non-performing	Stage 3				
Substandard		-	-	-	-
Doubtful		-	-	-	-
Loss					
Total		104,361,294	2,389,870	106,013,175	2,545,274

10.4.3 The market value of securities classified at amortised cost as at June 30, 2025 amounted to Rs. 282,053.215 million (December 31, 2024: Rs. 279,284.570 million).

11 ADVANCES

Note	Perfo	rming	Non Peri	forming	To	otal
	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)	June 30, 2025 (Un-audited)	December 31, 2024 (Audited)
:			(Rupee	s in '000)		
Classified at amortised cost						
Loans, cash credits, running finances, etc.	781,181,370	929,992,948	38,228,807	36,406,677	819,410,177	966,399,625
Islamic financing and related assets	205,936,454	166,361,932	5,458,170	5,688,223	211,394,624	172,050,155
Bills discounted and purchased	24,192,002	16,129,793	198,704	269,602	24,390,706	16,399,395
	1,011,309,826	1,112,484,673	43,885,681	42,364,502	1,055,195,507	1,154,849,175
Classified at FVPL						
Loans, cash credits, running finances, etc.	2,250,000	1,200,000	-	-	2,250,000	1,200,000
Fair value adjustment on loans - FVPL	270,218	213,735	-	-	270,218	213,735
	2,520,218	1,413,735	-	-	2,520,218	1,413,735
Advances - gross	1,013,830,044	1,113,898,408	43,885,681	42,364,502	1,057,715,725	1,156,262,910
Credit loss allowance / provision against advances						
- Stage 1 11.4	(1,778,969)	(2,232,954)	-	-	(1,778,969)	(2,232,954)
- Stage 2 11.4	(1,206,374)	(1,388,083)	-	-	(1,206,374)	(1,388,083)
- Stage 3 11.4	- 1	-	(40,122,979)	(38,440,559)	(40,122,979)	(38,440,559)
- Specific 11.4	- 1	-	- 1	(587,690)	-	(587,690)
- General 11.4	(4,111,177)	(4,237,082)		-	(4,111,177)	(4,237,082)
	(7,096,520)	(7,858,119)	(40,122,979)	(39,028,249)	(47,219,499)	(46,886,368)
Advances - net of credit loss						
allowance / provision	1,006,733,524	1,106,040,289	3,762,702	3,336,253	1,010,496,226	1,109,376,542

11.1 Advances include an amount of Rs. 425.928 million (December 31, 2024: Rs. 395.404 million), being Employee Loan facilities allowed to Citibank, N.A, Pakistan's employees, which were either taken over by the Holding Company, or were granted afresh, under a specific arrangement executed between the Holding Company and Citibank, N.A, Pakistan. The said arrangement is subject to certain relaxations as specified vide SBP Letter BPRD/BRD/Citi/2017/21089 dated September 11, 2017.

The said arrangement covers only existing employees of Citibank, N.A, Pakistan, and the relaxations allowed by the SBP are on continual basis, but subject to review by the SBP's BID and OSED departments. These loans carry mark-up at the rates ranging from 13.94% to 33.69% (December 31, 2024: 14.83% to 33.69%) per annum with maturities up to October 2043 (December 31, 2024: October 2043).

(Un-audited)

(Audited)

11.2	Particulars of advances (gross)	June 30, 2025 (Rupees	December 31, 2024 in '000)
	In local currency	965,076,069	1,038,688,031
	In foreign currencies	92,639,656	117,574,879
		1,057,715,725	1,156,262,910

11.3 Advances include Rs. 43,885.681 million (December 31, 2024: Rs. 42,364.502 million) which have been placed under non-performing status as detailed below:

Catagon, of Classification	June 30), 2025	Decembe	r 31, 2024
Category of Classification	(Un-au	dited)	(Aud	lited)
	Non-	Credit loss	Non-	Credit loss
	Performing	allowance	Performing	allowance
	Loans	/provision	Loans	/provision
		(Rupee	s in '000)	
Domestic				
Other Assets Especially Mentioned (OAEM)	269,574	-	237,808	-
Substandard	2,404,019	947,201	2,991,264	1,260,906
Doubtful	3,706,756	1,835,308	2,311,039	1,103,457
Loss	36,832,335	36,728,566	36,168,946	36,076,196
	43,212,684	39,511,075	41,709,057	38,440,559
Overseas				
Substandard	-	-	38,700	23,355
Doubtful	-	- 1	-	-
Loss	672,997	611,904	616,745	564,335
	672,997	611,904	655,445	587,690
Total	43,885,681	40,122,979	42,364,502	39,028,249

11.4 Particulars of Credit loss allowance / provision against advances

			June 30, 2025 ((Un-audited)					December 31, 2024 (Audited)	024 (Audited)		
	Exp	Expected Credit Loss	SS	Specific	General	Total	Expe	Expected Credit Loss	,	Specific	General	Total
	Stage 1	Stage 2	Stage 3	-		l	Stage 1	Stage 2	Stage 3			
	***************************************					(Rupees in '000)	(000, u			***************************************	***************************************	
						•						
Opening balance	2,232,954	1,388,083	38,440,559	587,690	4,237,082	46,886,368			ı	32,374,940	9,861,797	42,236,737
Impact of adoption of IFRS 9	50,662	49,899	587,751	(587,690)	•	100,622	3,383,875	1,941,645	33,605,109	(31,884,624)	(1,715,503)	5,330,502
Balance as at January 01 after												
adopting IFRS 9	2,283,616	1,437,982	39,028,310	1	4,237,082	46,986,990	3,383,875	1,941,645	33,605,109	490,316	8,146,294	47,567,239
Exchange and other adjustments	2,199	ı	(4,713)		(3,449)	(5,963)	(249)		1	(49,929)	(35,775)	(85,953)
Charge for the period / year	264,689	434,011	5,024,607	ı		5,723,307	589,912	228,688	14,212,577	148,294	1	15,179,471
Reversals for the period / year	(703,294)	(624,139)	(3,359,807)	ı	(122,456)	(4,809,696)	(1,576,721)	(680,132)	(7,187,019)	(166)	(3,873,437)	(13,318,300)
	(438,605)	(190,128)	1,664,800	1	(122,456)	119'E16	(986,809)	(451,444)	7,025,558	147,303	(3,873,437)	1,861,171
Transfer	(68,241)	(41,480)	122,601	•	1	1	(163,863)	(102,118)	265,981		ı	,
Amounts written off	ı		(9,465)	1	ı	(9,465)	1	•	(19,688)	,		(19,688)
Amounts charged off	1	i	(635,382)	i	ı	(635,382)	1	ı	(2,310,924)		ı	(2,310,924)
Amounts charged off - agriculture				, ,								
financing	ı	1	(25,746)	ı	ı	(25,746)	1	•	(125,477)	1		(125,477)
Reversal on derecognition of	,							•				
subsidiary	1		(4,546)	1	1	(4,546)	1	1	-	ı		٠
	(68,241)	(41,480)	(565,418)		1	(675,139)	(163,863)	(102,118)	(2,190,108)	•		(2,456,089)
Closing balance	1,778,969	1,206,374	40,122,979	-	4,111,177	47,219,499	2,232,954	1,388,083	38,440,559	587,690	4,237,082	46,886,368

- The additional profit arising from availing the forced sales value (FSV) benefit net of tax as at June 30, 2025 which is not available for distribution as either cash or stock dividend to shareholders / bonus to employees amounted to Rs. 85.883 million (December 31, 2024: Rs. 79.607 million). 11.4.1
- 11.4.2 During the period, non performing loans and provisions were reduced by Rs. 442.462 million (December 31, 2024: Rs. 5,317.765 million) due to debt property swap transactions.
- 11.4.3 General provision includes:
- (i) Provision held at overseas branches to meet the requirements of the regulatory authorities of the respective countries in which overseas branches operate; and
- (ii) Provision of Rs. 3,878.000 million (December 31, 2024: Rs. 3,878.000 million) against the high risk portfolio, which is showing higher economic vulnerability. The portfolio excludes GoP backed exposure, staff loans and loans secured against liquid collaterals.

11.4.4 Although the Holding Company has made provision against its non-performing portfolio as per the category of classification of the loan, the Holding Company holds enforceable collateral in the event of recovery through litigation. These securities comprise of charge against various tangible assets of the borrower including land, building and machinery, stock in trade etc.

11.5 Advances - particulars of credit loss allowance / provision against advances

			June 30, 2025 (L	(Un-audited)					December 31, 2024 (Audited)	024 (Audited)		
	Expe	Expected Credit Loss	SS	Specific	General	Total	Exp	Expected Credit Loss	SS	Specific	General	Total
	Stage 1	Stage 2	Stage 3				Stage 1	Stage 2	Stage 3	•		
	111111111111111111111111111111111111111				***************************************	(Rupees in '000)	(000, u		1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1		***************************************	***************************************
Opening balance	2,232,954	1,388,083	38,440,559	587,690	4,237,082	46,886,368	•	ı	1	32,374,940	9,861,797	42,236,737
Impact of adoption of IFRS 9	50,662	49,899	587,751	(587,690)		100,622	3,383,875	1,941,645	33,605,109	(31,884,624)	(1,715,503)	5,330,502
Balance as at January 01 after adopting IFRS 9	2,283,616	1,437,982	39,028,310	ı	4,237,082	46,986,990	3,383,875	1,941,645	33,605,109	490,316	8,146,294	47,567,239
Exchange and other adjustments	2,199	,	(4,713)		(3,449)	(5,963)	(249)	,	1	(49,929)	(35,775)	(85,953)
New Advances	264,689	434,011	3,725,672	,	-	4,424,372	589,912	228,688	10,739,861	55,479	ı	11,613,940
Due to credit deterioration	,	1	1,298,935	•	•	1,298,935	•	1	3,472,716	92,815	,	3,565,531
Advances derecognised or	(694 713)	(304 245)	(975 955 5)	•	(177 456)	(069 255 4)	(1 348 975)	(812 755)	(6.805.825)	(166)	(3.873.437)	(12,366,446)
Transfer to stage 1	43,421	(43,421)	,	•	Î,	,	209,329	(209,329)	,			,
Transfer to stage 2	(105,876)	105,876	•	•	1		(342,027)	342,027	•	•	1	•
Transfer to stage 3	(5,786)	(103,935)	109,721	1	•	,	(31,165)	(234,816)	265,981	•	,	1
Changes in risk parameters	(8,581)	(319,894)	(123,531)	•	-	(452,006)	(227,746)	(342,914)	(381,194)	•	,	(951,854)
	(506,846)	(231,608)	1,774,521	ı	(122,456)	913,611	(1,150,672)	(553,562)	7,291,539	147,303	(3,873,437)	1,861,171
Amounts written off	,	•	(9,465)	,	•	(9,465)	•		(19,688)	1	•	(19,688)
Amounts charged off	•	•	(661,128)	,	•	(661,128)	,	•	(2,436,401)	•	•	(2,436,401)
Reversal on derecognition of												
subsidiary			(4,546)	,	1	(4,546)	1	'	'	,	1	,
Closing balance	1,778,969	1,206,374	40,122,979	•	4,111,177	47,219,499	2,232,954	1,388,083	38,440,559	587,690	4,237,082	46,886,368

11.6	Particulars of	charged-off loans/	advances.	/ finances
11.0	rai Liculai 5 Ul	CHALGEU-UIT TUALIS/	auvances A	, milantes

11.0	ratuculais of charged-off Idalis/ adva	iices / Illialici	June 30, 2025	(Un-audited)	December 31, 2	0024 (Audited)
				Rupees in '000	No of borrowers	
	Corporate, Commercial and SME		140 OF DOLLOWERS	wahees iii 000	140 OI DOLLOMELS	kuhees in .000
	Opening balance of charged-off		186	2,982,475	44	2,267,137
	Charge-off during the period / year		160	152,889	145	1,331,003
	Sub total		346	3,135,364	189	3,598,140
	Recoveries made during the period / y	ear	310	3,133,30-1	105	3,330,140
	against already charged-off cases		12	175,281	2	247,585
	Amount written off from already charge	ed off loans		1.0,201	_	
	Other movement	,	_	_	1	368,080
	Closing balance of charged-offs		334	2,960,083	186	2,982,475
	-					
			June 30	. 2025	December	31, 2024
11.7	Advances - Category of classification		(Un-au		(Audi	-
			10, 10,	Credit loss	(7,444)	Credit loss
			Outstanding	allowance	Outstanding	allowance
			Outstanding	/provision	Outstanding	/provision
				Pinosipii	in '000)	/provision
	Domestic			(napecs	000)	
	Performing	Stage 1	843,002,879	1,634,444	950,300,612	2,101,954
	Underperforming	Stage 2	132,246,040	1,138,076	112,325,725	1,388,083
	Non-Performing	Stage 3	,- :-,- :-	-,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,	2,555,555
	Other Assets Especially	J.ug. 5			1	
	Mentioned (OAEM)		269,574	-	237,808	_
	Substandard		2,404,019	947,201	2,991,264	1,260,906
	Doubtful		3,706,756	1,835,308	2,311,039	1,103,457
	Loss		36,832,335	36,728,566	36,168,946	36,076,196
	General Provision		'-	3,878,000	' '-	3,878,000
			1,018,461,603	46,161,595	1,104,335,394	45,808,596
	Overseas					
	Performing	Stage 1	35,163,062	144,525	51,272,071	131,000
	Underperforming	Stage 2	3,418,064	68,298	-	-
	Non-Performing	Stage 3		ļ į		ĺ
	Other Assets Especially					
	Mentioned (OAEM)		-	-	-	-
	Substandard		-	-	38,700	23,355
	Doubtful		- 1	-		
	Loss		672,996	611,904	616,745	564,335
	General Provision			233,177		359,082
			39,254,122	1,057,904	51,927,516	1,077,772
	Takal		1.057.715.725	47 210 400	1155 252 010	46,006,360
	Total		1,057,715,725	47,219,499	1,156,262,910	46,886,368
				Maka	/11	
				Note	(Un-audited)	(Audited)
					June 30, 2025	December 31, 2024
12	PROPERTY AND EQUIPMENT					2024 in '000)
12	PROPERTY AND EQUIPMENT				(Kapees	000,
	Capital work-in-progress			12.1	4,576,231	3,473,754
	Property and equipment			12.2	63,758,534	60,200,095
	. reporty and equipment				68,334,765	63,673,849
12.1	Capital work-in-progress					
	Civil works				3,678,254	3,190,303
	Equipment				868,885	252,122
	Others				29,092	31,329
					4,576,231	3,473,754

1.00 1.00			(Un-aud Half year	-	
Might Mig			June 30,	June 30,	
Capital work-in-progress - net of transferred out for capitalisation	12.3	Additions to property and equipment			
Capital work-in-progress - net of transferred out for capitalisation 1,102,477 272,288 Property and equipment 1,244,679 5,504,371 5,504,371 5,504,371 355,544 1,244,571 355,544 1,244,571 355,544 1,244,571		The following additions were made to property and equipment during the period:			
Property and equipment Freehold land Leasehold Leasehold land land land land land land land la			1,102,477	272,228	
Freehold land Leasehold land Buildings on freehold land Buildings on feehold land Buildings on feehold land Buildings on feehold land Buildings on feehold land Leasehold improvements 1,879,716 1,464,151 446,157 443,032 2,217,782 2,2195,254 1,2195,034 429,345 429,345 42		•		·	
Buildings on freehold land 234,372 555,440 1801/180g on feasehold land 24,4372 20,5371 1,464,151 1,479,716			283,710		
Buildings on leasehold land 204,571 1,464,151 1,279,030 1,260,030					
Leasehold improvements 1,497,716 4,41,51 4,51 4			, ·		
Furniture and fixtures					
Vehicles		·			
Total additions to property and equipment 1,500,385 12,562,548 1,500,585 of property and equipment 1,500,585 of property and equipment disposed off during the period are as Foliage as Furniture and fixtures 3,76 1,181 1,816 1,861 1		· ·			
Total additions to property and equipment 7,603,865 1,252,548 1,247		Vehicles			
		Tatal additions to preparty and assignment			
The net book values of property and equipment disposed off during the period are as		rotal additions to property and equipment	7,603,889	12,562,548	
Leasehold improvements 376 799 79	12.4				
Furniture and fixtures 376 1,981 1,0861			lows:		
Office equipments Vehicles 5,513 216 10,861 216 Total disposals of property and equipment 6,889 (Un-audited) June 30, 2025 12,477 (Audited) December 31, 2026 13 RIGHT-OF-USE ASSETS Note Rildings Rightings At January 1 Cost Accumulated depreciation Net carrying amount at January 01 36,730,369 (8,929,916) 28,896,873 (8,929,916) Additions / renewals / amendments / (terminations) - net during the period / year 2,639,296 (9,392,920) 9,392,220 (2,243,108) 3,946,074 (47,404) Exchange rate adjustments Derecognition of subsidiary Closing net carrying amount 37.2 (3,2469) 25,336,699 19,966,957 (47,404) 14 INTANGIBLE ASSETS 422,635 (25,734,567) 398,002 (25,734,567) 25,365,699 14 INTANGIBLE ASSETS 422,635 (3,946,074) 398,002 (25,734,567) 25,365,699 15 Intramark & copyrights 422,635 (3,946,074) 398,002 (25,734,567) 25,256,699 16 INTANGIBLE ASSETS 422,635 (3,946,074) 398,002 (25,734,567) 398,002 (25,734,567) 398,002 (25,734,567) 398,002 (25,734,567) 398,002 (25,734,567) 398,002 (25,734,567) 398,002 (25,734,567) 398,002 (25,734,567) 398,002 (25,734,56		•			
Vehicles — 216 Total disposals of property and equipment 6,889 12,477 Local disposals of property and equipment 6,889 12,477 Local disposals of property and equipment (Un-audited) Clun-dulcted) Vehicles (Un-audited) Cluded June 30, 2025 2024 2025 2027 2028 36,780 28,896,873 At January 1 36,730,369 28,896,873 (11,364,670) (2,923,916) Net carrying amount at January 01 36,392,96 2,939,222 19,966,957 Additions / renewals / amendments / (terminations) - net during the period / year 2,639,296 9,392,220 2,946,074 2,440,404				1	
Total disposals of property and equipment			-		
Note Note		Total disposals of property and equipment	6,889		
Mote Contempre Mote Contempre C				•	
Right-of-Use ASSETS Buildings Buildings <th colspa<="" td=""><td></td><td></td><td></td><td>•</td></th>	<td></td> <td></td> <td></td> <td>•</td>				•
At January 1 Cost 36,730,369 28,896,873 Accumulated depreciation (11,364,670) (8,929,916) Accumulated depreciation 25,366,999 19,866,957 Additions / renewals / amendments / (terminations) - net during the period / year 2,639,296 9,392,220 2,000,000 2,				=	
Cost 36,730,369 28,896,873 Accumulated depreciation (11,364,670) (8,929,16) Net carrying amount at January 01 25,365,699 19,966,957 Additions / renewals / amendments / (terminations) - net during the period / year 2,639,296 9,392,220 Depreciation charge during the period / year (2,243,108) (3,946,074) Exchange rate adjustments 37.2 (32,469) Exchange rate adjustments 37.2 (32,469) Derecognition of subsidiary 37.2 (32,469) Closing net carrying amount 37.2 (32,469) Tolonging the carrying amount 422,635 398,802 Membership Card 1,094,074 1,154,088 Software 583 750 Membership Card 583 750 It clease fee 583 750 Trademark & copyrights 51,517,814 1,555,640 It clease fee 1,517,814 1,555,640 Tolong and it constructed by the period constructed by the period constructed by the period constructed by the period constructed by	13	RIGHT-OF-USE ASSETS	Buildings	Buildings	
Accumulated depreciation (11,364,670) (8,229,916) Net carrying amount at January 01 25,365,699 19,966,957 Additions / renewals / amendments / (terminations) - net during the period / year 2,639,296 9,392,220 Depreciation charge during the period / year (2,243,108) (3,946,074) Exchange rate adjustments 5,149 (47,404) Exchange rate adjustments 37.2 (32,469) Closing net carrying amount 422,635 398,802 Software 1,094,074 1,154,088 Membership Card 583 750 License fee 583 750 Trademark & copyrights 522 Trademark & copyrights (Un-xull) 1,517,814 1,559,640 Additions to intangible assets (Rupexull)<			25 720 250	20 004 072	
Net carrying amount at January 01 25,365,699 19,966,957 Additions / renewals / amendments / (terminations) - net during the period / year (2,43,108) 2,639,296 9,392,220 Depreciation charge during the period / year (2,243,108) (3,946,074) Exchange rate adjustments 5,149 (47,404) Derecognition of subsidiary 37.2 322,469) - Closing net carrying amount 37.2 25,734,567 25,365,699 14 INTANGIBLE ASSETS 422,635 398,802 Capital work-in-progress / advance payment to suppliers 422,635 398,802 Software 1,094,074 1,154,088 Membership Card - 6,000 License fee 583 750 Trademark & copyrights 522 - Trademark & copyrights 522 - Lipus - United and the period of transfered out for capital work in transfered out for capital sation (United and transfered out for capital sation) 2025 2024 14.1 Additions to intangible assets (26,095) (26,095) (26,095) (26,095) (26,095) <					
Additions / renewals / amendments / (terminations) - net during the period / year 2,639,296 9,392,220 Depreciation charge during the period / year (2,243,108) (3,946,074) Exchange rate adjustments 5,149 (47,404) Derecognition of subsidiary 37.2 (32,469) - Closing net carrying amount 25,734,567 25,365,699 14 INTANGIBLE ASSETS Capital work-in-progress / advance payment to suppliers 422,635 398,802 Software 1,094,074 1,154,088 Membership Card - 6,000 License fee 583 750 Trademark & copyrights 522 - Trademark & copyrights 512 - 422,635 398,802 50 1,094,074 1,154,088 Membership Card - 5,83 750 Trademark & copyrights 522 - 1,517,814 1,559,640 1,517,814 1,559,640 1,517,814 1,559,640 2025 2024 2,525 2024 2,525 2,525					
the period / year 2,639,296 9,392,220 Deprectation charge during the period / year (2,243,108) (3,946,074) Exchange rate adjustments 5,149 (47,404) Derecognition of subsidiary 37.2 (32,469) - Closing net carrying amount 25,734,567 25,365,699 14 INTANGIBLE ASSETS Capital work-in-progress / advance payment to suppliers 422,635 398,802 Software 1,094,074 1,154,088 Membership Card 583 750 License fee 583 750 Trademark & copyrights 522 - Trademark & copyrights 522 - License fee 1,517,814 1,559,640 Total mark & copyrights 522 - License fee 1,517,814 1,559,640 License fee 583 750 Trademark & copyrights 522 - License fee 1,517,814 1,559,640 License fee 1,517,814 1,559,640 License fee (Rupea) 2024 License fee		Additions / renewals / amendments / (terminations) - net during		, .	
Exchange rate adjustments 5,149 (47,404) Derecognition of subsidiary 37.2 (32,469)			2,639,296	9,392,220	
Derecognition of subsidiary Closing net carrying amount Closing net carrying net carr			• • • •		
Closing net carrying amount 25,734,567 25,365,699 1MTANGIBLE ASSETS Capital work-in-progress / advance payment to suppliers 422,635 398,802 Software 1,094,074 1,154,088 Membership Card - 6,000 License fee 583 750 Trademark & copyrights 522 - Clun-auted Half year mede Half year mede June 30, June 30, 2025 2024 Additions to intangible assets Clun-auted -		•		(47,404)	
14 INTANGIBLE ASSETS Capital work-in-progress / advance payment to suppliers 422,635 398,802 Software 1,094,074 1,154,088 Membership Card - 6,000 License fee 583 750 Trademark & copyrights 522 - Trademark & copyrights 522 - Lipin, 814 1,559,640 Half year—text June 30, 2025 2024 The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825				25 365 699	
Capital work-in-progress / advance payment to suppliers 422,635 398,802 Software 1,094,074 1,154,088 Membership Card - 6,000 License fee 583 750 Trademark & copyrights 522 - (Un-audited) Half year under June 30, 2025 2024 Half year under The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825	1.4		20,10 1,100,	23/303/033	
Software 1,094,074 1,154,088 Membership Card - 6,000 License fee 583 750 Trademark & copyrights 522 - (Un-autited) Half year ended June 30, 2025 2024 The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825	7-4		422.625	200 002	
Membership Card - 6,000 License fee 583 750 Trademark & copyrights 522 - (Un-audited) Half year ended June 30, June 30, 2025 2024 Additions to intangible assets The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825			·		
License fee 583 750 Trademark & copyrights 522 - (Un-audited) Half year unded Half year unded June 30, 2025 2024 (Rupees in 000) The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825			1,054,074		
1,517,814 1,559,640			583		
(Un-audited) Half year ended June 30, June 30, 2025 2024 2025 2024(Rupees in 000) The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825		Trademark & copyrights		1,550,540	
Half year ended June 30, June 30, 2025 2024 14.1 Additions to intangible assets The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation Directly purchased Half year ended June 30, 2025 2024 (Rupees in 000)			1,517,814	1,559,640	
June 30, 2025 2024 14.1 Additions to intangible assets The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825			•	-	
Additions to intangible assets The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation Directly purchased 2025 Cap24(Rupees in 000)					
The following additions were made to intangible assets during the period: Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825			2025	2024	
Capital work-in-progress - net; of transferred out for capitalisation 25,556 (26,095) Directly purchased 142,425 331,825	14.1	Additions to intangible assets	(Rupees	in 000)	
Directly purchased 142,425 331,825		The following additions were made to intangible assets during the period:			
		· · · · · · · · · · · · · · · · · · ·	25,556	(26,095)	
Total additions to intangible assets 167,981 305,730					
		rotal auditions to intallyible assets	167,981	305,730	

There were no disposal of intangible assets during the periods ended June 30, 2025 and June 30, 2024.

14.2

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
OTHER ASSETS		(Rupees i	In '000)
Income / mark-up accrued in local currency - net		62,296,768	82,073,211
Income / mark-up accrued in foreign currencies - net		2,013,623	2,724,193
Advances, deposits, advance rent and other prepayments		6,482,879	4,619,209
Advance taxation (payments less provisions)		-,,	3,729,029
Advance against subscription of share		55,343	-,,
Non-banking assets acquired in satisfaction of claims	15.1	8,322,091	7,830,251
Mark to market gain on forward foreign exchange contracts		1,417,928	1,288,538
Mark to market gain on derivatives		2,290,603	3,128,782
Stationery and stamps on hand		25,731	28,155
Defined benefit plan		851,040	1,331,990
Branch adjustment account		260,002	29,195
Alternative Delivery Channel (ADC) settlement accounts	15.3	5,456,513	-
Due from card issuing banks		3,445,952	2,817,994
Accounts receivable		14,267,805	10,613,225
Claims against fraud and forgeries		119,812	108,907
Acceptances		42,907,503	33,015,615
Receivable against Government of Pakistan and overseas government securities		65,234	44,928
Receivable against marketable securities		-	1,935,323
Deferred cost on staff loans		22,296,456	21,080,743
Others	_	114,891	135,605
		172,690,174	176,534,893
Less: Credit loss allowance / provision held against other assets	15.2	(3,998,230)	(4,709,539)
Other assets (net of credit loss allowance / provision)		168,691,944	171,825,354
Surplus on revaluation of non-banking assets acquired in			
satisfaction of claims - net	15.1	480,033	491,882
Other assets - total		169,171,977	172,317,236

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15.1 The revalued amount of non-banking assets acquired in satisfaction of claims is Rs. 8,802.124 million (December 31, 2024: Rs. 8,322.133 million).

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
15.2	Credit loss allowance / provision held against other assets	(Rupees i	in '000)
	Impairment against overseas operations	3,345,731	2,708,477
	Expected credit loss	99,652	181,325
	Fraud and forgeries	119,812	108,907
	Receivable against marketable securities	-	1,243,517
	Accounts receivable	67,083	67,326
	Others	365,952	399,987
		3,998,230	4,709,539
15.2.1	Movement in credit loss allowance / provision held against other assets		
	Opening balance	4,709,539	4,619,037
	Impact of adoption of IFRS 9	862_	370,152
	Balance as at January 01 after adopting IFRS 9	4,710,401	4,989,189
	Exchange and other adjustments	(3,843)	(2,777)
	Charge for the period / year	685,737	531,375
	Reversals for the period / year	(152,831)	(753,490)
		532,906	(222,115)
	Amount written off	(2,278)	(54,758)
	Reversal on derecognition of subsidiary	(1,238,956)	
	Closing balance	3,998,230	4,709,539

BILLS PAYABLE	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
In Pakistan	60,712,307	41,462,676
Outside Pakistan	477,232	305,650
	61,189,539	41,768,326
BORROWINGS		
Secured		
Borrowings from State Bank of Pakistan under:		
Export Refinance Scheme	22,277,833	26,867,803
Long-Term Finance Facility	18,070,342	20,278,409
Financing Facility for Renewable Energy Projects	12,899,788	13,762,263
Financing Facility for Storage of Agriculture Produce (FFSAP)	787,450	698,919
Temporary Economic Refinance Facility (TERF)	23,922,342	25,697,206
Export Refinance under Bill Discounting	13,479,847	14,253,363
SME Asaan Finance (SAAF)	3,950,800	7,073,103
Refinance Facility for Combating COVID (RFCC)	990,571	932,258
Refinance and Credit Guarantee Scheme for Women Entrepreneurs	428,341	172,604
Modernization of Small and Medium Entities (MSMES)	2,207,727	1,855,749
Other refinance schemes	968	232
Repurchase agreement borrowings	355,585,500	911,260,540
	454,601,509	1,022,852,449
Repurchase agreement borrowings	21,928,158	32,209,792
Bai Muajjal	50,720,362	48,654,565
Others	-	314,967
Total secured	527,250,029	1,104,031,773
Unsecured		
Call borrowings	11,350,580	11,414,695
Overdrawn nostro accounts	3,665,860	15,736,314
Borrowings of overseas branches Others	3,947,677	5,750,351
- Pakistan Mortgage Refinance Company	6,257,616	2,464,030
- Karandaaz Risk Participation	3,362,324	2,803,546
Total unsecured	28,584,057	38,168,936
	555,834,086	1,142,200,709

18 DEPOSITS AND OTHER ACCOUNTS

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	June 3	0, 2025 (Un-audit	:ed)	Decer	nber 31, 2024 (Au	dited)
	in Local	In Foreign	Total	in Local	In Foreign	Total
	Currency	Currencies	rotar	Currency	Currencies	IULAI
			(Rupee	s in '000)		
Customers						
- Current deposits	781,343,826	159,346,436	940,690,262	644,305,838	165,613,660	809,919,498
- Savings deposits	621,551,492	32,926,059	654,477,551	607,199,365	34,755,471	641,954,836
- Term deposits	359,715,079	86,148,628	445,863,707	315,007,439	69,798,774	384,806,213
- Others	53,814,235	13,022,712	66,836,947	35,232,274	12,915,513	48,147,787
	1,816,424,632	291,443,835	2,107,868,467	1,601,744,916	283,083,418	1,884,828,334
Financial Institutions						
- Current deposits	5,608,740	3,033,647	8,642,387	4,204,792	2,747,963	6,952,755
- Savings deposits	121,055,598	1,296,540	122,352,138	185,650,940	2,372,391	188,023,331
- Term deposits	40,462,363	8,163,178	48,625,541	47,797,204	8,366,800	56,164,004
- Others	110,157	98	110,255	136,154	120	136,274
	167,236,858	12,493,463	179,730,321	237,789,090	13,487,274	251,276,364
	1,983,661,490	303,937,298	2,287,598,788	1,839,534,006	296,570,692	2,136,104,698

Opening as at January 01 29,555,307 22,899,808 Additions / renewals / amendments / (terminations) - net 2,585,179 9,328,489 Finance charges 2,094,817 3,518,804 Lease payments including interest (3,206,391) (6,138,088) Exchange rate / other adjustment 6,983 (53,706) Derecognition of subsidiary 37.2 (42,920) - Closing net carrying amount 30,992,975 29,555,307 19.1 Liabilities outstanding Not later than one year 2,247,577 2,061,668 Later than one year and upto five years 12,164,835 11,067,332 Over five years 16,580,563 16,426,307 Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-I) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 14,000,000 14,000,000 14,000,000	19	LEASE LIABILITIES	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31, 2024 in '000)
Additions / renewals / amendments / (terminations) - net Finance charges Finance charges Lease payments including interest Exchange rate / other adjustment Derecognition of subsidiary Closing net carrying amount Not later than one year Later than one year and upto five years Over five years Total as at period / year end Term Finance Certificates VI - Additional Tier-I (ADT-I) Term Finance Certificates VII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I) Term Finance Certificates VIII - Additional Tier-I (ADT-I)		Opening as at January 01		29,555,307	22,899,808
Finance charges 2,094,817 3,518,804 Lease payments including interest (3,206,391) (6,138,088) Exchange rate / other adjustment 6,983 (53,706) Derecognition of subsidiary 37.2 (42,920) - (42,920) Closing net carrying amount 30,992,975 29,555,307 19.1 Liabilities outstanding		Additions / renewals / amendments / (terminations) - net		• •	• •
Lease payments including interest (3,206,391) (6,138,088) Exchange rate / other adjustment 6,983 (53,706) Derecognition of subsidiary 37.2 (42,920) - Closing net carrying amount 30,992,975 29,555,307 19.1 Liabilities outstanding Not later than one year 2,247,577 2,061,668 Later than one year and upto five years 12,164,835 11,067,332 Over five years 16,580,563 16,426,307 Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-I) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000		· · · · · · · · · · · · · · · · · · ·			• •
Exchange rate / other adjustment 6,983 (53,706) Derecognition of subsidiary 37.2 (42,920) - 30,992,975 29,555,307		Lease payments including interest			
Closing net carrying amount 30,992,975 29,555,307 19.1 Liabilities outstanding 2,247,577 2,061,668 Later than one year and upto five years 12,164,835 11,067,332 Over five years 16,580,563 16,426,307 Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT 20.1 7,000,000 7,000,000 Term Finance Certificates VI - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Total as at period / Part 1,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 Term Finance Certificates VIII -		Exchange rate / other adjustment			
19.1 Liabilities outstanding Not later than one year 2,247,577 2,061,668 Later than one year and upto five years 12,164,835 11,067,332 Over five years 16,580,563 16,426,307 Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-I) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000		Derecognition of subsidiary	37.2	(42,920)	-
Not later than one year 2,247,577 2,061,668 Later than one year and upto five years 12,164,835 11,067,332 Over five years 16,580,563 16,426,307 Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-I) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000		Closing net carrying amount		30,992,975	29,555,307
Later than one year and upto five years 12,164,835 11,067,332 Over five years 16,580,563 16,426,307 Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-I) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000	19.1	Liabilities outstanding			
Later than one year and upto five years 12,164,835 11,067,332 Over five years 16,580,563 16,426,307 Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-I) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-I) 20.2 7,000,000 7,000,000		Not later than one year		2,247,577	2,061,668
Total as at period / year end 30,992,975 29,555,307 20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-1) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-1) 20.2 7,000,000 7,000,000		·		12,164,835	11,067,332
20 SUBORDINATED DEBT Term Finance Certificates VI - Additional Tier-I (ADT-1) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-1) 20.2 7,000,000 7,000,000		Over five years		16,580,563	16,426,307
Term Finance Certificates VI - Additional Tier-I (ADT-1) 20.1 7,000,000 7,000,000 Term Finance Certificates VIII - Additional Tier-I (ADT-1) 20.2 7,000,000 7,000,000		Total as at period / year end		30,992,975	29,555,307
Term Finance Certificates VIII - Additional Tier-I (ADT-1) 20.2 7,000,000 7,000,000	20	SUBORDINATED DEBT			
Term Finance Certificates VIII - Additional Tier-I (ADT-1) 20.2 7,000,000 7,000,000		Term Finance Certificates VI - Additional Tier-I (ADT-1)	20.1	7,000,000	7,000,000
		· · ·	20.2	• •	, ,
		• •			

20.1 Term Finance Certificates VI - Additional Tier-I (ADT-1) - Quoted, Unsecured

The Holding Company issued listed, fully paid up, rated, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (ADT 1) as outlined by the SBP under BPRD Circular No. 6 dated August 15, 2013. Summary of terms and conditions of the issue are:

Issue amount	Rs. 7,000,000,000
Issue date	March 2018
Maturity date	Perpetual

"AA+" (Double A plus) by the Pakistan Credit Rating Agency Limited. Rating

Security Unsecured

Subordinated to all other indebtedness of the Holding Company including deposits but superior to Ranking

equity.

Profit payment frequency	Payable semi-annually in arrears.
Redemption	Perpetual
Mark-up	For the period at end of which the Holding Company is in compliance with Minimum Capital Requirement (MCR) and Capital Adequacy Ratio (CAR) requirements of the SBP, mark-up rate will be Base Rate $\pm 1.50\%$ with no step up feature.
	Base Rate is defined as the six months KIBOR (ask side) prevailing on one (1) business day prior to previous profit payment date.
Lock-in-clause	Mark-up will only be paid from the Holding Company's current year's earning and if the Holding Company is in compliance of regulatory MCR and CAR requirements set by the SBP from time to time.
Loss absorbency clause	In conformity with the SBP Basel III Guidelines, the TFCs shall, if directed by the SBP, be permanently converted into ordinary shares upon: (i) the CET 1 Trigger Event; (ii) the point of non-viability Trigger Event; or (iii) failure by the Holding Company to comply with the Lock-In Clause. The SBP will have full discretion in declaring the point of non-viability Trigger Event.
Call option	The Holding Company may, at its sole discretion, exercise call option any time after five years from the

issue date, subject to prior approval of the SBP and instrument is replaced with capital of same and

better quality.

20.2 Term Finance Certificates VIII - Additional Tier-I (ADT-1) - Quoted, Unsecured

The Holding Company issued Rs. 7,000 million of privately placed, listed, fully paid up, rated, perpetual, unsecured, subordinated, non-cumulative and contingent convertible debt instruments in the nature of Term Finance Certificates (TFCs) issued as instruments of redeemable capital under Section 66 of the Companies Act, 2017 which qualify as Additional Tier 1 Capital (ADT 1) as outlined by the SBP under BPRD circular No. 06 dated August 15, 2013. Summary of key terms and conditions of the issue are as follows:

Issue amount

Rs. 7.000,000,000

Issue date

December 2022

Maturity date

Perpetual

Rating

"AA+" (Double A plus) by the Pakistan Credit Rating Agency Limited.

Security

Unsecured

Ranking

Subordinated to all other indebtedness of the Holding Company including deposits but superior to equity.

Profit payment frequency Payable semi-annually in arrears.

Redemption

Perpetual

Mark-up

For the period at end of which the Holding Company is in compliance with Minimum Capital Requirement (MCR) and Capital Adequacy Ratio (CAR) requirements of the SBP, mark-up rate will be Base Rate +

2.00% with no step up feature.

Base Rate is defined as the six months KIBOR (Ask side) prevailing on one (1) business day prior to

previous profit payment date.

Lock-in-clause

Mark-up will only be paid from the Holding Company's current year's earning and if the Holding Company

is in compliance of regulatory MCR and CAR requirements set by the SBP from time to time.

Loss absorbency clause

In conformity with the SBP Basel III Guidelines, the TFCs shall, if directed by the SBP, be permanently converted into ordinary shares upon: (i) the CET 1 Trigger Event; (ii) the point of non-viability Trigger Event; or (iii) failure by the Holding Company to comply with the Lock-In Clause. The SBP will have full

discretion in declaring the point of non-viability Trigger Event.

Call option

The Holding Company may, at its sole discretion, exercise call option any time after five years from the issue date, subject to prior approval of the SBP and instrument is replaced with capital of same and

better quality.

(Un-audited)	(Audited)
June 30,	December 31,
2025	2024
(Pupos	in '000)

21 DEFERRED TAX LIABILITIES

Deductible Temporary Differences on:

- Credit loss allowance /	provision	against	investments

- Credit loss allowance / provision against advances
- Modification of advances
- Credit loss allowance / provision against other assets
- Lease liabilities
- Credit loss allowance against balances with treasury banks
- Credit loss allowance against balances with other banks
- Credit loss allowance against lendings to financial institutions
- Unrealised loss on FVPL investments
- Workers' welfare fund
- Pre-commencement expenditures
- Others

Taxable Temporary Differences on:

- Unrealised gain on FVPL investments
- Unrealised gain on FVPL advances
- Unrealised net gain on fair value of refinancing
- Right-of-use assets
- Surplus on revaluation of FVOCI investments
- Surplus on revaluation of property and equipments
- Surplus on revaluation of non banking assets
- Share of profit and other comprehensive income from associates
- Accelerated tax depreciation

_		
Γ	(2,448,487)	(2,375,374)
l	(4,185,427)	(4,857,280)
	(42,935)	(49,009)
ı	(1,903,500)	(1,536,101)
l	(17,906,907)	(14,129)
I	(8,743)	(8,679)
l	(6,392)	(2,111)
l	(197)	(311)
	(133,580)	-
l	(2,931,282)	(2,504,065)
l	6,023	(3,697)
L	-	(45,636)
	(29,561,427)	(11,396,392)

-	2,087,274
140,514	111,143
598,135	643,213
13,349,385	12,812
18,645,283	17,238,393
2,423,721	2,386,906
185,798	177,167
3,327,464	2,989,028
5,071,887	5,209,488
43,742,187	30,855,424
14,180,760	19,459,032

22	OTHER LIABILITIES	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
			(Rupees i	n '000)
	Mark-up / return / interest payable in local currency		15,635,755	35,014,735
	Mark-up / return / interest payable in foreign currencies		1,714,821	1,715,640
	Unearned fee commission and income on bills discounted and guarantees		4,716,727	4,063,795
	Accrued expenses		18,457,369	17,352,068
	Current taxation		2,534,072	· · ·
	Acceptances		42,907,503	33,015,615
	Dividends payable		319,860	307,709
	Mark to market loss on forward foreign exchange contracts		483,371	1,090,874
	Mark to market loss on derivatives		80,822	69,063
	Alternative Delivery Channel (ADC) settlement accounts	22.2	-	1,719,649
	Provision for compensated absences		1,466,476	1,290,476
	Payable against redemption of customer loyalty / reward points		1,422,507	1,041,845
	Charity payable		174,129	176,604
	Credit loss allowance / provision against off-balance sheet obligations	22.1	909,236	780,711
	Security deposits against leases, lockers and others		17,026,080	13,058,856
	Workers' welfare fund		7,612,289	6,790,718
	Payable to vendors and suppliers		786,149	630,070
	Margin deposits on derivatives		1,719,927	2,415,337
	Payable to merchants (card acquiring)		1,500,372	959,295
	Indirect taxes payable		5,684,093	6,467,747
	Payable against marketable securities		111,321	881,360
	Liability against share based payment		609,012	870,000
	Trading liability		10,732,703	15,600,626
	Others		9,660,066	7,268,135
			146,264,660	152,580,928
22.1	Credit loss allowance / provision against off-balance sheet obligations			
	Opening balance		780,711	78,624
	Impact of adoption of IFRS 9		2,714	1,085,673
	Balance as at January 01 after adopting IFRS 9		783,425	1,164,297
	Exchange and other adjustments		, 6,216	(4,925)
	Charge for the period / year		343,990	472,414
	Reversals for the period / year		(224,395)	(851,075)
	nerelada for the period / year		119,595	(378,661)
	Closing balance		909,236	780,711
	crosing building		303,230	

23	SURPLUS ON REVALUATION OF ASSETS	Note	(Un-audited) June 30, 2025 (Rupees	(Audited) December 31 2024 in '000)
	Surplus on revaluation of:			
.	- Securities measured at FVOCI - debt	10.1	25,110,168	23,227,08
	- Securities measured at FVOCI - equity	10.1	8,205,946	6,746,86
	- Available for sale securities of associates		65,820	84,96
	- Property and equipment		19,879,183	19,939,95
	- Non-banking assets acquired in satisfaction of claims		480,033	491,88
			53,741,150	50,490,74
	Less: Deferred tax liability on surplus on revaluation of:			
	- Securities measured at FVOCI - debt		(13,056,595)	(12,077,79
	- Securities measured at FVOCI - equity		(4,267,092)	(3,508,36
	- Available for sale securities of associates		(34,227)	(44,18
	- Property and equipment		(2,423,721)	(2,386,90
	- Non-banking assets acquired in satisfaction of claims	X.	(185,798)	(177,16
	Derivatives deficit		(2,541,531)	(3,175,30
	Less: Deferred tax asset on derivative		1,321,596	1,651,15
			(1,219,935)	(1,524,14
			34,993,652	33,820,47
	CONTINUENCIES AND COMMITMENTS			
24	CONTINGENCIES AND COMMITMENTS			
	- Guarantees	24.1	188,447,081	181,819,23
	- Commitments	24.2	808,699,186	693,691,15
	- Other contingent liabilities	24.3.1	23,774,654	23,153,03
			1,020,920,921	898,663,42
24.1	Guarantees:	ı		
	Financial guarantees		6,229,564	6,048,92
	Performance guarantees		67,981,851	66,136,45
	Other guarantees		114,235,666	109,633,85
			188,447,081	181,819,23
24.2	Commitments:			
	Documentary credits and short-term trade-related transactions			
	- Letters of credit		247,385,477	220,709,46
	Commitments in respect of:			
	- forward foreign exchange contracts	24.2.1	425,709,303	266,938,06
	- forward government securities transactions	24.2.2	80,133,205	149,529,38
	- derivatives	24.2.3	31,582,038	33,466,50
	- forward lending	24.2.4	17,421,614	16,490,17
	Commitments for acquisition of:			
	- property and equipment		5,745,116	5,479,17
	- intangible assets		441,433	332,38
	Commitments in respect of donations		281,000	296,00
	Other commitments	24.2.5	-	450,00
			808,699,186	693,691,15
24.2.1	Commitments in respect of forward foreign exchange contracts			
	Purchase		242,669,029	144,906,2
	Sale		183,040,274	122,031,85
			425,709,303	266,938,06
24.2.2	Commitments in respect of forward government securities transactions			
	Purchase		77,484,125	55,393,9
			1 2 6 40 000	11 04135 40
	Sale		2,649,080 80,133,205	94,135,40 149,529,30

.

24.2.3	Commitments in respect of derivatives	Note	(Un-audited) (Audited) June 30, December 31, 2025 2024(Rupees in '000)
	Interest rate swaps Purchase Sale	25.1	21,805,769 23,054,358 21,805,769 23,054,358
	Cross currency swaps Purchase Sale Total commitments in respect of derivatives	25.1	9,776,269 10,412,144 9,776,269 10,412,144 31,582,038 33,466,502
24.2.4	Commitments in respect of forward lending Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.4.1	17,421,614 16,490,171

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

24.2.5 **Other Commitments**

A commercial bank on behalf of Alfalah Securities (Private) Limited has given a guarantee of Rs. Nil (December 31, 2024: Rs. 450 million) to National Clearing Company of Pakistan Limited (NCCPL) in respect of margin eligible securities. The guarantee facility is for one year and is secured by 1st Pari Passu charge on current assets of the subsidiary.

		(On-addited)	(Audiced)
		June 30,	December 31,
		2025	2024
24.3	Other contingent liabilities	(Rupees i	n '000)
24.3.1	Claims against the Bank not acknowledged as debts	23,774,654	23,153,037

These mainly represent counter claims filed by the borrowers for restricting the Holding Company from disposal of collateral assets (such as hypothecated / mortgaged / pledged assets kept as security), damage to reputation and cases filed by ex-employees of the Holding Company for damages. Based on legal advices and / or internal assessments, management is confident that the matters will be decided in the Holding Company's favour and the possibility of any outcome against the Holding Company is remote and accordingly no provision has been made in these consolidated condensed interim financial statements.

24.4 Contingency for tax payable

There were no tax related contingencies other than as disclosed in note 36.1

25 **DERIVATIVE INSTRUMENTS**

25.1

Derivatives are a type of financial contract, the value of which is determined by reference to one or more underlying assets or indices. The major categories of such contracts include futures, swaps and options. Derivatives also include structured financial products that have one or more characteristics of forwards, futures, swaps and options.

Product Analysis	June 30, 2025 (Un-audited)						
•	In	Interest Rate Swaps			Cross Currency Swaps		
	No. of contracts	Notional Principal	Mark to market gain - net	No. of contracts	Notional Principal	Mark to market gain - net	
Counterparties With Banks for	-	(Rupees	in '000)		(Rupees	in '000)	
Hedging	23	21,805,769	1,554,245	-	-	-	
With other entities Market making	-	-	-	6	9,776,269	655,536	
	23	21,805,769	1,554,245	6	9,776,269	655,536	
		December 31, 2024 (Audited)					
	in	terest Rate Swa			ss Currency Swa	ns	
	No. of contracts	Notional Principal	Mark to market gain - net	No. of contracts	Notional Principal	Mark to market gain - net	
Counterparties With Banks for		(Rupees	in '000)		(Rupees	in '000)	
Hedging	27	23,054,358	2,172,667	-	-	-	
With other entitles Market making	-	-	-	6	10,412,144	887,052	
	27	23,054,358	2,172,667	6	10,412,144	887,052	

(Un-audited)

		Half year	ended
		June 30, 2025	June 30, 2024
26	MARK-UP/RETURN/INTEREST EARNED	(Rupees i	•
26	MARK-UP/REIURN/INIERESI EARNED		(Restated)
	On:		
	a) Loans and advances	58,553,231	64,278,940
	b) Investments	125,196,772	188,430,668
	c) Lendings to financial institutions	1,776,555	3,251,077
	d) Balances with banks / financial institutions	150,550	270,305
	e) On securities purchased under resale agreements	2,721,239 188,398,347	2,299,957 258,530,947
27	MARK-UP/RETURN/INTEREST EXPENSED		
	On:		
	a) Deposits	58,836,217	117,998,706
	b) Borrowings	10,148,616	9,749,489
	c) Securities sold under repurchase agreements	47,132,511	60,493,416
	d) Subordinated debt	1,027,076	1,643,707
	e) Cost of foreign currency swaps against foreign currency deposits / borrowings	1,068,066	4,267,313
	f) Leased assets	2,092,293	1,634,163
	g) Reward points / customer loyalty	485,121	230,049
		120,789,900	196,016,843
		(Un-aud	•
		Half year	
		June 30, 2025	June 30, 2024
			n '000)
28	FEE & COMMISSION INCOME	(,
	Branch banking customer fees	898,512	753,959
	Consumer finance related fees	396,286	305,871
	Card related fees (debit and credit cards)	1,433,013	2,046,083
	Credit related fees	295,107	459,208
	Investment banking fees	230,384	28,620
	Commission on trade	1,640,455	1,500,094
	Commission on guarantees	437,394	373,907
	Commission on cash management	36,433	27,244
	Commission on remittances including home remittances	204,720	1,501,685
	Commission on bancassurance	327,817	295,548
	Card acquiring business	464,504	855,107
	Wealth management fee	288,958	154,789
`	Commission on Benazir Income Support Programme (BISP) Alternative Delivery Channel (ADC) settlement accounts	149,699	934,549
	Brokerage / commission Income	702,504	654,451 19,390
	Others	143,963	130,278
	out.	7,649,749	10,040,783
20	EODEICH EYCHANCE INCOME		
29	FOREIGN EXCHANGE INCOME		
•	Foreign exchange income	5,323,997	6,152,102
	Foreign exchange gain / (loss) related to derivatives	27,311 5,351,308	(909,231) 5,242,871
_		3,335,300	3,272,071
30	GAIN ON SECURITIES		
	Realised gain 30.1	8,262,504	2,152,174
	Unrealised (loss) / gain - measured at FVPL 10.1	(319,701)	215,538
	Unrealised gain / (loss) on trading liabilities - net	62,816	(2,696)
	30.2	8,005,619	2,365,016

		Note	(Un-aud	lited)
			Half year	ended
		_	June 30,	June 30,
			2025	2024
				n '000)
30.1	Realised gain on:		(kupees i	
	Federal government securities	Г	7,838,557	1,916,514
	Shares	-	31,521	59,029
	Non government debt securities		49,990	-
	Foreign Securities	İ	342,436	176,631
	Foreign Securities	L	8,262,504	2,152,174
20.2	Not anim / (loca) and financial accepts / linkilities management	=		
30.2	Net gain / (loss) on financial assets / liabilities measured:			
	At FVPL	_		
	Designated upon initial recognition		2,737,076	834,984
	Mandatorily measured at FVPL	1	(119,142)	821,439
	······ , ·········	<u></u>	2,617,934	1,656,423
	Net gain on financial assets measured at FVOCI - Debt		5,387,685	708,593
	The guilt on this head assets incasared at 1 voci best		8,005,619	2,365,016
		= Note	(Un-aud	
		Note _	Half year	ended
			June 30,	June 30,
			2025	2024
			(Rupees i	n '000)
				(Restated)
31	OTHER INCOME			
	Rent on property		2,894	15,466
	Gain on sale of property and equipment - net		26,726	61,511
	Gain on sale of non banking assets - net		3,368	2 7,800
	Profit on termination of leased contracts (Ijarah)		3	7
	Gain on termination of leases		54,117	52,740
			56,483	30,724
	Unrealised gain on advances classified at FVPL		-	30,724
	Insurance premium of overseas recovered		719,128	1.450
	Others	_	6,618	1,468
		=	869,337	189,716
32	OPERATING EXPENSES			
	Total compensation expense	32.1	23,878,235	18,618,237
	Property expense			
	Rates and taxes	F	92,975	152,586
	Utilities cost	j	1,669,958	1,607,534
	Security (including guards)	1	1,092,907	770,539
	· · · · · · · · · · · · · · · · · · ·	1		913,866
	Repair and maintenance (including janitorial charges)	1	1,169,143	
	Depreciation on right-of-use assets	ł	2,235,762	1,888,182
	Depreciation on non-banking assets acquired in satisfaction of claims		35,535	15,170
	Depreciation on owned assets	L	642,500 6,938,780	477,243 5,825,120
	Information technology expenses		5,555,766	5,525,120
	Software maintenance	Γ	1,773,976	1,608,559
	Hardware maintenance	İ	524,507	369,773
	Depreciation	1	874,908	654,852
	Amortisation	-	199,920	172,601
		į		
	Network charges	1	361,960	402,023
	Consultancy and support services	L	37,123 3,772,394	105,561 3,313,369
		_		
	Balance carried forward		34,589,409	27,756,726

(Un-audited)					
Half year	Half year ended				
June 30,	June 30,				
2025	2024				
(Rupees in	'000)				
	(Restated)				
34,589,409	27,756,726				

69,600

9,986

250,493

725,674

727,322

86,201

1,023,432 150,564

239,708

1,310,618

870,459

181,870

114,710

606,897

403,760

449,496

1,031,151

993,704

256,071 418,304

12,262,092

40,018,818

2,342,072

76,480

486,809

836,947

1,037,738

1,357,067

1,945,556

1,079,345

9,098,076

154,201

121,426

809,218

448,960

557,586

1,149,535

1,079,661

359,428

436,292 21,533,527

56,122,936

120,150

131,415 232,326

15,311

Balance brought forward

Other operating expenses	Other	operating	expenses
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Directors' fees and allowances
Fees and allowances to Shariah Board
Legal and professional charges
Outsourced services costs
Travelling and conveyance
Clearing and custodian charges
Depreciation

Training and development Postage and courier charges

Communication Stationery and printing

Marketing, advertisement and publicity

Donations

Auditors' remuneration Brokerage and commission

Entertainment

Repairs and maintenance

Insurance

Cash Handling charges **CNIC** verification

Others

32.1	Total	compensation	expense

Managerial Remuneration

· ianagena riemana anon
i) Fixed
ii) Variable:
a) Cash bonus / awards etc.
b) Bonus and awards in shares etc.
Charge for defined benefit plan
Contribution to defined contribution plan
Medical
Conveyance
Staff compensated absences
Staff life insurance
Staff welfare
Club subscription
Others
Sub-total Sub-total
Sign-on Bonus
Staff loans - notional cost

13,756,491	11,603,067
3,347,227	2,612,847
461,143	287,500
480,951	335,649
560,514	432,505
1,417,235	1,082,295
1,613,232	698,694
176,000	105,000
86,251	94,907
34,239	48,325
10,672	2,225
-	26,600
21,943,955	17,329,614
33,421	39,499
1,746,960	1,249,124
153,899	
23,878,235	18,618,237
	1

33 **WORKERS' WELFARE FUND**

Severance Allowance **Grand Total**

The Supreme Court of Pakistan vide its order dated November 10, 2016 has held that the amendments made in the law introduced by the Federal Government through the Finance Act, 2008 for the levy of Workers' Welfare Fund (WWF) on banks were not lawful. The Federal Board of Revenue has filed review petitions against this order, which are currently pending. A legal advice was obtained by the Pakistan Banking Association which highlights that consequent to filing of these review petitions, a risk has risen and the judgment is not conclusive until the review petitions are decided. Accordingly, the amount charged for WWF since 2008 has not been reversed.

	,	Note	(Un-aud	•
			Half year	
			June 30,	June 30,
			2025	2024
			(Rupees ir	1 .000)
34	OTHER CHARGES			
	Penalties imposed by the State Bank of Pakistan	=	9,557	209,515
35	CREDIT LOSS ALLOWANCE / PROVISIONS / (REVERSALS) AND WRITE OFFS - N	ET		
	Reversal of credit loss allowance against cash with treasury banks		(3,653)	(33,686)
	Credit loss allowance against balance with other banks		7,340	5,556
	Reversal of credit loss allowance against lending to financial institutions (Reversal of) / credit loss allowance against diminution in		(219)	(12,639)
	value of investments	10.4.1	(257,624)	(452,169)
	Credit loss allowance / provision against loans & advances	11.4	913,611	848,645
	Credit loss allowance / (reversal of credit loss allowance) against other assets		537,467	(208,455)
	Credit loss allowance / (reversal of credit loss allowance) against off-balance		,	(,
	sheet obligations	22.1	119,595	(30,743)
	Credit loss allowance / (reversal of other credit loss allowance) / write off - net		22,066	(48,458)
	Recovery of written off / charged off bad debts		(441,938)	(300,044)
		=	896,645	(231,993)
			(Un-aud	ited)
			Half year	ended
		_	June 30,	June 30,
			2025	2024
			(Rupees i	1 '000)
				(Restated)
36	TAXATION			
	Charge / (reversal) :			
	Current		21,706,082	22,580,473
	Prior years		3,986,399	(54,047)
	Deferred		(6,687,572)	(2,067,109)

36.1 a) The income tax assessments of the Holding Company have been finalised upto and including tax year 2024. In respect of tax years 2008, 2014, 2017, 2019 and 2021 to 2024, the tax authority has raised certain issues including default in payment of WWF, allocation of expenses to dividend and capital gains, dividend income from mutual funds not being taken under income from business and disallowance of leasehold improvements resulting in tax demand of Rs. 1,217.274 million (December 31, 2024: Rs. 1,217.274 million) net of relief provided in appeal. The Holding Company has filed an appeal which is pending before the Tribunal. The management is confident that the matter will be decided in favour of the Holding Company and consequently has not made any provision in this respect.

19,004,909

20,459,317

b) The Holding Company had received orders from a provincial tax authority for the periods from July 2011 to December 2020 wherein tax authority demanded sales tax on banking services and penalty amounting to Rs. 763.312 million (excluding default surcharge) by disallowing certain exemptions of sales tax on banking services and allegedly for short payment of sales tax. For periods from July 2011 to June 2014, appeals against orders are pending before Commissioner Appeals whereas for periods July 2014 to December 2020, Appellate Tribunal has decided the matter against the Holding Company. The Holding Company has filed appeals against these orders before Sindh High Court after consultation with the tax consultant.

The Holding Company has not made any provision against these orders and the management is of the view that these matters will be settled in Holding Company's favour through appellate process.

c) The Holding Company had received two different orders for the same accounting year 2016 from a tax authority wherein sales tax, further tax and penalty amounting to Rs. 5.191 million and Rs. 8.601 million (excluding default surcharge) were demanded allegedly for non-payment of sales tax on certain transactions. Appeals against these orders are pending before Commissioner Appeals and Appellate Tribunal.

A similar order for the accounting years 2017 and 2018 was issued with tax demand of Rs. 11.536 million (excluding default surcharge) which is pending before Commissioner Appeals.

The Holding Company has not made any provision against these orders and the management is of the view that these matters will be favourably settled through appellate process.

d) Certain other addbacks made by tax authorities for various assessment years, appeals against which are pending with the Commissioner of Inland Revenue (Appeals), Appellate Tribunal Inland Revenue (ATIR), High Court of Sindh and Supreme Court of Pakistan.

37 DISCONTINUED OPERATIONS - ALFALAH SECURITIES (PRIVATE) LIMITED

- **37.1** The shareholders of the Holding Company in annual general meeting held on March 20, 2025 approved to sell entire shareholding in its subsidiary, Alfalah Securities (Private) Limited. The sale transaction was completed during the period in accordance with the applicable legal and regulatory requirements against a consideration of Rs. 388.732 million.
- 37.2 The assets and liabilities attributable to discontinued operation as at the disposal date is as follows:

(Un-audited) As of April 30, 2025 (Rupees in '000)

ASSETS

Cash and balances with treasury banks	115
Balances with other banks	1,442,462
Investments .	46,299
Advances	135
Property and equipment	49,140
Right-of-use assets	32,469
Intangible assets	9,543
Other assets	368,385
Total assets	1,948,548

LIABILITIES

Borrowings	300,000
Lease liabilities	42,920
Other liabilities	1,154,563
Total liabilities	1,497,483

NET ASSETS	451,065
------------	---------

Net assets attributable to:

Equity holders of the Holding Company	431,173
Non-controlling interest	19,892
	451.065

Loss on derecognition of subsidiary attributable to equity holders of the Holding Company

Net assets derecognised	431,173
Consideration received against derecognition of net assets of subsidiary	388,732
	(42,441)

27.2	Cinemaiol nerformence	- E + la - di	anauntian till tha data of	disposal is as fallous.
3/.3	rinanciai berrormance	or the discontinued	l operation till the date of	disposal is as follows:

Financial performance of the discontinued operation till the date of disposal is as follows:	
	(Un-audited) From January 01 to April 30, 2025 (Rupees in '000)
	(Rupees III 600)
Mark-up / return / interest earned	33,692
Mark-up / return / interest expensed	13,823
Net mark-up / return / interest income	19,869
NON MARK-UP / INTEREST INCOME	
Fee and commission income	145,835
Loss on securities	(6,508)
Other income	2,355
Total non-mark-up / interest income	141,682
Total income	161,551
NON MARK-UP / INTEREST EXPENSES	
Operating expenses	156,626
Other charges	1,690
Total non-mark-up / interest expenses	158,316
Profit before credit loss allowance / provisions	3,235
(Reversal of credit loss allowance) / provisions and write offs - net	(4,561)
PROFIT BEFORE TAXATION	7,796
Taxation	48,872
LOSS AFTER TAXATION	(41,076)
Loss on derecognition of subsidiary	(42,441)
LOSS AFTER TAXATION FROM DISCONTINUED OPERATIONS	(83,517)
Loss attributable to:	
Equity holders of the Holding Company	(81,706)
Non-controlling interest	(1,811)
.	(83,517)

	(Un-aud	lited)
	Half year	ended
	June 30,	June 30,
	2025	2024
	(Rupees in	1 '000)
BASIC AND DILUTED EARNINGS PER SHARE		(Restated)
Attributable to equity holders of the Holding Company		
Profit for the period from continuing operations	15,142,893	21,919,450
Loss for the period from discontinued operations	(83,517)	_
Profit for the period	15,059,376	21,919,450
	-	
	(Number of sha	res in '000)
Weighted average number of ordinary shares	1,577,165	1,577,165
	(Rupe	es)
Basic and diluted earnings per share from continuing operations	9.60	13.90
Basic and diluted loss per share from discontinued operations	(0.05)	-
Basic and diluted earnings per share	9.55	13.90

38.1 Diluted earnings per share has not been presented separately as the Holding Company does not have any convertible instruments in issue.

	•	Note	(Un-aud Half year	•
39	CASH AND CASH EQUIVALENTS		June 30, 2025	June 30, 2024 1 '000)
	- Cash and balances with treasury banks	7	215,521,599	235,398,616
	Balances with other banks	8	17,493,172	17,317,897
	Call / clean money lendings	9	51,624,880	36,278,623
	Borrowings - others		· · ·	(490,062)
	Overdrawn nostro accounts	17	(3,665,860)	(1,006,648)
	Less: Expected credit loss		(30,433)	(35,901)
			280,943,358	287,462,525

40 FAIR VALUE MEASUREMENTS

38

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 subsidiary, is determined on the basis of valuation methodologies. The fair value of unquoted debt securities, fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

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

40.1 Fair value of financial instruments

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

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

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

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

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

		June 30, 2025 (L	Jn-audited)	
	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments		(Rupees in	'000)	
Phonochal and the second of th				
Financial assets - measured at fair value				
Investments				
- Federal government securities	60,171,844	1,148,619,252	-	1,208,791,096
- Shares - listed companies	23,460,923	-	-	23,460,923
- Shares - unlisted companies	-	-	3,399,755	3,399,755
- REIT Fund - listed	1,480,301	-	-	1,480,301
- Non-government debt securities	14,750,000	4,129,752	-	18,879,752
- Foreign government securities	-	63,237,720	-	63,237,720
- Foreign equity securities	254,682	-	-	254,682
- Foreign preference shares - unlisted	-	-	567,545	567,545
- Foreign non-government debt securities	-	23,338,974	8,033,819	31,372,793
Financial assets - disclosed but not measured at fair value				
Investments - amortised cost	_	282,053,215	_	282,053,215
Financial assets - measured at fair value				
Advances				
- Loans, cash credits, running finances, etc.	-	-	2,520,218	2,520,218
Off-balance sheet financial instruments - measured at fair	value			
- Forward purchase of foreign exchange	_	1,417,928	_	1,417,928
- Forward sale of foreign exchange	_	(483,371)	-	(483,371)
- Forward purchase of government securities	_	(256,351)	_	(256,351)
- Forward sale of government securities	-	9,062	-	9,062
- Derivatives purchases	_	1,554,245	-	1,554,245
- Derivatives sales	-	655,536	-	655,536
		Docombor 21 201	24 (Audited)	
	Level 1	December 31, 202	24 (Audited) Level 3	Total
On balance sheet financial instruments			Level 3	
		Level 2	Level 3	
Financial assets - measured at fair value		Level 2	Level 3	
Financial assets - measured at fair value Investments		Level 2 (Rupees in	Level 3	
Financial assets - measured at fair value Investments - Federal government securities	67,225,943	Level 2	Level 3	1,571,696,186
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies		Level 2 (Rupees in	Level 3 '000) - -	1,571,696,186 18,556,227
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies	67,225,943 18,556,227 -	Level 2 (Rupees in	Level 3 '000) 2,333,188	1,571,696,186 18,556,227 2,333,188
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies	67,225,943 18,556,227 -	Level 2 (Rupees in	Level 3 '000) - -	1,571,696,186 18,556,227 2,333,188 500,000
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed	67,225,943 18,556,227 - - 1,514,982	Level 2 (Rupees in 1,504,470,243 - - - -	Level 3 '000) 2,333,188	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities	67,225,943 18,556,227 -	Level 2 (Rupees in 1,504,470,243 - - - - 4,473,526	Level 3 '000) 2,333,188	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities	67,225,943 18,556,227 - 1,514,982 14,991,550	Level 2 (Rupees in 1,504,470,243 - - - -	Level 3 '000) 2,333,188	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities	67,225,943 18,556,227 - - 1,514,982	Level 2 (Rupees in 1,504,470,243 - - - - 4,473,526	Level 3 '000) 2,333,188	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities	67,225,943 18,556,227 - 1,514,982 14,991,550	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 -	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities	67,225,943 18,556,227 - 1,514,982 14,991,550	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 - 25,193,470	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities	67,225,943 18,556,227 - 1,514,982 14,991,550	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 -	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities	67,225,943 18,556,227 - 1,514,982 14,991,550	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 - 25,193,470	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value investments - amortised cost	67,225,943 18,556,227 - 1,514,982 14,991,550	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 - 25,193,470	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value investments - amortised cost Financial assets - measured at fair value	67,225,943 18,556,227 - 1,514,982 14,991,550	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 - 25,193,470	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc.	67,225,943 18,556,227 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 - 25,193,470	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc.	67,225,943 18,556,227 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 25,193,470 274,074,182	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 274,074,182
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value - Forward purchase of foreign exchange	67,225,943 18,556,227 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,470,243 4,473,526 62,233,161 - 25,193,470 274,074,182 - 1,288,538	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 274,074,182 1,413,735
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair - Forward purchase of foreign exchange - Forward sale of foreign exchange	67,225,943 18,556,227 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,470,243	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 274,074,182 1,413,735 1,288,538 (1,090,874)
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value Forward purchase of foreign exchange - Forward sale of foreign exchange - Forward purchase of government securities	67,225,943 18,556,227 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,470,243	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 274,074,182 1,413,735 1,288,538 (1,090,874) (12,708)
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair - Forward purchase of foreign exchange - Forward sale of foreign exchange - Forward sale of government securities - Forward sale of government securities	67,225,943 18,556,227 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,470,243	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 274,074,182 1,413,735 1,288,538 (1,090,874) (12,708) (451,343)
Financial assets - measured at fair value Investments - Federal government securities - Shares - listed companies - Shares - unlisted companies - Preference shares - unlisted companies - REIT Fund - listed - Non-government debt securities - Foreign government securities - Foreign equity securities - Foreign non-government debt securities Financial assets - disclosed but not measured at fair value Investments - amortised cost Financial assets - measured at fair value Advances - Loans, cash credits, running finances, etc. Off-balance sheet financial instruments - measured at fair value Forward purchase of foreign exchange - Forward sale of foreign exchange - Forward purchase of government securities	67,225,943 18,556,227 - - 1,514,982 14,991,550 - 257,181 -	Level 2(Rupees in 1,504,470,243	Level 3 '000)	1,571,696,186 18,556,227 2,333,188 500,000 1,514,982 19,465,076 62,233,161 257,181 33,508,518 274,074,182 1,413,735 1,288,538 (1,090,874) (12,708)

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

40.3 Valuation techniques used in determination of fair values:

40.3.1 Fair value of financial assets

(a) Financial instruments in level 1

Financial instruments included in level 1 comprise of investments in ordinary shares of listed companies, listed GoP Sukuks and listed non government debt securities.

(b) Financial instruments in level 2

Financial instruments included in level 2 comprise of Market Treasury Bills, Pakistan Investment Bonds, GoP Sukuks, GoP Euro Bonds, Overseas Government Sukuks, Overseas Bonds, Term Finance Certificates, and other than Government Sukuks, forward foreign exchange contracts, forward government securities contracts, cross currency swaps and interest rate swaps.

(c) Financial instruments in level 3

Financial instruments included in level 3 comprise of unlisted ordinary shares, unlisted preference shares, redeemable participating certificates and advances measured at fair value through profit and loss. Valuation techniques are mentioned in the

The fair value of fixed term loans, other assets, other liabilities, fixed term deposits and borrowings cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

40.3.2 Fair value of non-financial assets

Certain categories of property and equipment (land and buildings) and non banking assets acquired in satisfaction of claims are carried at revalued amounts (level 3 measurement) determined by professional valuers based on their assessment of the market values as disclosed in notes 12 and 15. The valuations are conducted by the valuation experts appointed by the Group which are also on the panel of the State Bank of Pakistan.

40.3.3 Valuation techniques

ltem	Valuation approach and input used
Market Treasury Bills (MTB) / Pakistan Investment Bonds (PIB), and GoP Sukuks (GIS) including their forward contracts	The fair value of MTBs and PIBs are derived using PKRV rates. Floating rate PIBs are revalued using PKFRV rates. The fair value of GoP sukuks listed on the Pakistan Stock Exchange has been determined through closing rates of the Pakistan Stock Exchange. The fair value of other GIS are revalued using PKISRV rates.
Overseas Sukuks, Overseas and GoP Euro Bonds	The fair value of overseas government sukuks, and overseas bonds are determined on the basis of price available on Bloomberg.
Debt Securities (TFCs and Sukuk other than Government) ು	Investment in sukuks, debt securities (comprising term finance certificates, bonds and any other security issued by a company or a body corporate for the purpose of raising funds in the form of redeemable capital) are valued on the basis of the rates announced by the Mutual Funds Association of Pakistan in accordance with the methodology prescribed by the Securities and Exchange Commission of Pakistan.
Ordinary shares - listed	The fair value of investments in listed equity securities are valued on the basis of closing quoted market price available at the Pakistan Stock Exchange.
Ordinary shares - unlisted	The fair value of investments in unlisted equity securities are valued on the basis of income and market approach.
Preference shares - unlisted	The fair value of investment in unlisted preference shares are valued at market approach.
Foreign preference shares - unlisted	The fair value of investment in unlisted preference shares are valued at market approach.
Redeemable participating certificates	The fair value of investment in redeemable participating certificates are valued at net asset value.
Advances	The fair value of advances are valued on the basis of Discounted Cashflow Method (DCF).
Forward foreign exchange contracts	The valuation has been determined by interpolating the FX revaluation rates announced by the SBP.
Derivative instruments	Derivatives that are valued using valuation techniques based on market observable inputs are mainly interest rate swaps and cross currency swaps. The most frequently applied valuation techniques include forward pricing and swap models using present value calculations.

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Item Property and equipment and non banking assets acquired in satisfaction of claims

Valuation approach and input used

The valuation experts used a market based approach to arrive at the fair value of the Group's properties. The market approach used prices and other relevant information generated by market transactions involving identical, comparable or similar properties. These values are adjusted to reflect the current condition of the properties. The effect of changes in the unobservable inputs used in the valuations cannot be determined with certainty accordingly a qualitative disclosure of sensitivity has not been presented in these consolidated condensed interim financial statements.

The following table summarises the quantitative information about the significant unobservable inputs used in level 3 fair value measurements of investment and advances, (The valuation techniques are stated above):

Description	Fair value as at June 30, 2025 (Un-audited)	Fair value as at December 31, 2024 (Audited)	Unobservable inputs*	Discount Rate	Relationship of unobservable inputs to fair value
Ordinary shares - unlisted (income approach)	2,550,451	2,333,188	Discount rate	16.58% - 19.00%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 114.540 million and Rs. 124.822 million (December 31, 2024: Rs. 90.457 million and Rs. 97.873 million) respectively.
Ordinary shares - unlisted (market approach)	849,304	-	Market multiple / transaction price	Not applicable	Not applicable
Foreign preference shares - unlisted (market approach)	567,545	-	Transaction price	Not applicable	Not applicable
Preference shares - unlisted	-	500,000	Transaction price	Not applicable	Not applicable
Redeemable participating certificates	8,033,819	8,315,048	Net asset value	Not applicable	Not applicable
Advances classified at FVPL	2,520,218	1,413,735	Discount rate	25.00% - 30.00%	Increase / (decrease) in discount rate by 1% with all other variables held constant, would (decrease) / increase the fair value by Rs. 1.148 million and Rs. 1.157 million (December 31, 2024: Rs. 14.903 million and Rs. 15.134 million) respectively.

^{*} There were no significant inter-relationships between unobservable inputs that materially affect fair values.

The following table shows reconciliation of investment and advances level 3 fair value movement:

	June 30, 2025	(Un-audited)	December 31, 20	24 (Audited)
	Investments	Advances	Investments	Advances
		(Rupees i	n '000)	
Opening balance	11,148,236	1,413,735	6,283,601	1,200,000
Impact of adoption of IFRS 9	761,681		2,271,824	122,135
Balance as at January 01 after adopting IFRS 9	11,909,917	1,413,735	8,555,425	1,322,135
Additions / (disposals) / transfers - net	341,621	1,050,000	-	-
Remeasurement recognised in OCI or profit and				
loss / adjustments	(250,419)	56,483	2,592,811	91,600
Closing balance	12,001,119	2,520,218	11,148,236	1,413,735

SEGMENT INFORMATION 41

Segment details with respect to Business Activities 41.1

					popular neon g	East the hole was ended line 30, 2025 (Im. 2004) today	(poditor)			
			-:	רטו נוופ וומ	II year erineu.	une 30, 2023 (1	JII-auditeu)			
	Retail	Corporate	(Domestic)	Treasury	Digital	Overseas	Subsidiaries	Others**	Elimination	Total
		7 7 7 4 4 5 5 7 4 7 4 7 5 5 5 5 7 4 7 5 5 5 5		***************************************	(Rupee	(Rupees in '000)	***************************************			
Consolidated statement of profit and loss account	- 1									
Net mark-up / return/ profit*	(20,347,065)	15,115,359	15,291,412	54,258,787	(197,296)	4,003,787	23,560	(540,097)	1	67,608,447
Inter segment revenue - net	57,030,175	(11,187,516)	(1,248,572)	(45,372,362)	3,895,164	(222,344)	ı	(44,045)	(2,850,500)	•
Non mark-up / return / interest income*	5,463,936	3,949,662	1,528,708	14,274,982	1,815,607	1,083,886	61,608	1,146,979	(4,935,305)	24,390,063
Total income / (loss)	42,147,046	7,877,505	15,571,548	23,161,407	5,513,475	4,865,329	85,168	562,837	(7,785,805)	91,998,510
Segment direct expenses	18,989,881	8,473,618	8,743,711	704,969	2,761,204	2,113,425	149,446	15,370,888	(353,079)	56,954,063
Inter segment expense allocation	9,404,102	942,358	3,164,417	578,322	1,190,579	510,029	,	(15,370,888)	(418,919)	1
Total expenses	28,393,983	9,415,976	11,908,128	1,283,291	3,951,783	2,623,454	149,446	T	(771,998)	56,954,063
Credit loss allowance / provision / (reversals)	1,361,319	(481,531)	(128,796)	4,508	2,957	245,332	(16)	(107,144)	16	896,645
Profit / (loss) before tax - continuing operations	12,391,744	(1,056,940)	3,792,216	21,873,608	1,558,735	1,996,543	(64,262)	669,981	(7,013,823)	34,147,802
							-			
				٦.	s at June 3U, ,	As at June 30, 2025 (Un-audited)	(Di			
	Retail	Corporate	Islamic (Domestic)	Treasury	Digital	Overseas	Subsidiaries	Others**	Elimination	Total
					obaile)	ייייייין אין אסימוום)				
Consolidated statement of financial position					and any	(200				
Cash and bank balances	99,432,784	13,968,545	45,632,769		2,833,843	71,239,054	720,598	1	(843,255)	232,984,338
Investments		4,399,575	213,829,278	1,285,728,998	. '	124,739,418	150,598	9,175,418		1,638,023,285
Inter segment lending - net	1,060,355,913	1	1		43,039,277	1	1	100,365,145	(1,203,760,335)	1
Lendings to financial institutions	•	1	68,177,296	107,378,623	,	6,605,108	·	ı	(28,265,956)	153,895,071
Advances - performing	253,144,769	493,812,714	205,554,980	1	75,507	38,101,064	,	16,044,490	,	1,006,733,524
- non-performing	1,904,319	850,652	832,680	1	1,723	102,317	ı	71,011	,	3,762,702
Others	58,169,234	58,477,298	54,105,940	18,693,878	2,057,366	5,545,479	221,963	65,257,466	2,230,499	264,759,123
Total assets	1,473,007,019	571,508,784	588,132,943	1,411,801,499	48,007,716	246,332,440	1,093,159	190,913,530	(1,230,639,047)	3,300,158,043
Borrowings	20,992,732	67,350,970	33,337,597	437,410,136	•	25,838,089			(29,095,438)	555,834,086
Subordinated debt		7	T	ī	,	ı	ı	14,000,000	1	14,000,000
Deposits and other accounts	1,377,933,674	260,896,486	428,336,347	,	47,206,276	173,350,878	1	617,422	(742,295)	2,287,598,788
Inter segment borrowing - net	ı	196,477,816	32,638,050	940,362,891	,	34,281,577	ı	•	(1,203,760,334)	,
Others	74,080,613	46,783,512	88,700,139	21,782,671	801,440	11,828,001	133,434	5,559,104	2,959,020	252,627,934
Total liabilities	1,473,007,019	571,508,784	583,012,133	1,399,555,698	48,007,716	245,298,545	133,434	20,176,526	(1,230,639,047)	3,110,060,808
Net assets	1	1	5,120,810	12,245,801	•	1,033,895	959,725	170,737,004	1	190,097,235
Equity including non-controlling interest									11	190,097,235
Contingencies and commitments	156,478,613	243,833,635	80,448,847	482,288,675	769	52,738,514	35,598	5,096,270		1,020,920,921
•										

The segment statement of profit and loss account illustrates revenue based on customer, channel, and product ownership. Consequently, revenue might appear in multiple segments since each one plays a role in capturing that income stream.

^{*} Net mark-up and non mark-up income includes Rs. 289.274 million and Rs. 288.417 million respectively of investment banking. ** Others include head office related activities.

				For the half year ended June 30, 2024 (Un-audited) - Restated	ended June 3	10, 2024 (Un-au	idited) - Resta	ted		
	Retail	Corporate	Islamic (Domestic)	Treasury	Digital	Overseas	Subsidiaries	Others**	Elimination	Total
i i i i i i i i i i i i i i i i i i i					(Rupee	-(Rupees in '000)		194471949		
Consolidated Statement of profit and loss account	- 1	207 170 1	45 45	01000	40.40	4105.052	1/367 14/	(4 000 EOE)		27 514 104
Net mark-up / return/ profit* Inter segment revenue - net	(58,261,566)	5,841,426	2/0,2/L,dI (790,087)	(105,862,490)	49,191	4,165,052 326.022	(41,730)	(cec'eso'r) 860.980	(6.111.712)	52,514,104
Non mark-up / return / interest income*	5,171,630	2,863,462	1,269,760	7,914,166	1,039,065	1,398,248	68,295	1,059,925	(3,604)	20,780,947
Total income / (loss)	49,507,559	13,216,381	16,702,735	(2,260,074)	5,505,565	5,889,322	26,559	822,320	(6,115,316)	83,295,051
Segment direct expenses	15,304,597	1,658,426	6,111,455	492,893	1,975,139	1,969,166	394,290	13,245,915	(3,604)	41,148,277
Inter segment expense allocation	8,167,588	167,731	2,746,420	180,801	1,176,899	279,884		(12,832,838)	(686,485)	1
Total expenses Credit loss allowance / provision / freversals)	23,472,185 (953.400)	2,626,157	8,857,875 298,950	673,694 (9.917)	3,152,038 5,737	2,249,050 (86,007)	394,290 (338,846)	413,077	(690,089) (1,200,000)	41,148,277 (231,993)
Profit / (loss) before tax	26,988,774	8,538,734	7,545,910	(2,923,851)	2,347,790	3,726,279	(28,885)	409,243	(4,225,227)	42,378,767
				As	at December	As at December 31, 2024 (Audited)	ted)			
	Retail	Corporate	Islamic (Domestic)	Treasury	Digital	Overseas	Subsidiaries	Others**	Elimination	Total
					(Rupee	(Rupees in '000)	~~~			
Consolidated statement of financial position					•	•				
Cash and bank balances	109,749,938	17,976,222	41,944,162	1	775,190	66,937,500	2,071,561	-	8,127,574	247,582,147
Investments	1	5,492,251	242,118,099	1,617,562,126	•	123,313,534	201,676	7,494,575	•	1,996,182,261
Inter segment lending - net	988,532,481	ı	1 1	1 0	10,562,483	1		83,946,238	(1,083,041,202)	
Lendings to financial institutions	- 247 468 773	- CTC CA1 AEA	43,283,519 165 966 972	97,393,884	59 194	56 373 050	. 586	12 650 639	(46,782,086)	1106.040.289
Advances - performing	1140 010	1 072 573	917.894		1.966	67.755	}	106.116	29.939	3.336.253
Others	24,516,991	39,838,680	53,364,017	42,082,631	2,095,622	2,843,261	613,478	100,201,974	(2,640,230)	262,916,424
Total assets	1,366,408,193	698,521,998	547,594,663	1,757,038,641	13,494,455	256,588,106	2,887,104	204,399,542	(1,129,877,005)	3,717,055,697
Borrowings	18,008,205	66,732,348	35,770,158	1,037,179,587		28,681,197	314,967	1	(44,485,753)	1,142,200,709
Subordinated debt	•	ı	1	1	1	ı	1	14,000,000		14,000,000
Deposits and other accounts	1,277,413,227	262,957,681	398,788,680	1	12,936,578	185,193,870		2,800	(1,188,138)	2,136,104,698
Inter segment borrowing - net	1	330,688,006		689,991,745		31,961,837		ı	(1,083,018,053)	
Others	70,986,761	38,143,963	76,483,156	18,960,678	557,877	9,902,659	1,056,951	28,456,609	(1,185,061)	243,363,593
Total liabilities	1,366,408,193	698,521,998	541,418,459	1,746,132,010	13,494,455	255,739,563	1,371,918	42,459,409	(1,129,877,005)	3,535,669,000
Net assets	•		6,176,204	10,906,631	1	848,543	1,515,186	161,940,133	1	181,386,697
Equity including non-controlling interest									11	181,386,697
Contingencies and commitments	137,249,361	230,283,930	79,773,852	391,608,905	718	54,966,306	495,725	4,284,623	ı	898,663,420
								The second second		

The segment statement of profit and loss account illustrates revenue based on customer, channel, and product ownership. Consequently, revenue might appear in multiple segments since each one plays a role in

capturing that income stream. * Net mark-up income includes Rs. 179.016 million and Rs. 76.129 million respectively of investment banking.

^{**} Others include head office related activities.

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RELATED PARTY TRANSACTIONS

The Group has related party transactions with its associates, joint ventures, employee benefit plans, its directors, key management personnel and other related parties.

The Group 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 to the executives \prime officers is determined in accordance with the terms of their appointment.

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

		Ac at line 30, 2025 (Ha.audited)	25 (Ha-andited)			As at December 31, 2024 (Audited)	2024 (Audited)	
		Key management	Ì	Other related		Key management		Other related
•	Directors/ CEO	personnel	Associates	parties	Directors/ CEO	personnel	Associates	parties
		(Rupees in '000)	(000, u			(Rupees in '000)	(000, u	
Investments								
Opening balance	•	•	6,925,737	2,923,188	•	•	6,052,472	1,802,909
Investment made during the period / year	•	•	٠	286,441	1	•	•	511,863
Investment redeemed / disposed off during the period / year	•	•	•	(286,441)		•	•	(331,613)
Revaluation of investment during the period / year	•	•	•	576,567	r	1	Ī	2,190,383
Equity method adjustment	•	•	650,838	•	1	1	873,265	1
Transfer in / (out) - net	•	•	•		•	•	•	(1,250,354)
Closing balance		T	7,576,575	3,499,755	,	1	6,925,737	2,923,188
Credit loss allowance / provision for diminution in value of investments	T		-	ŧ	-	1		,
Advances								
Opening balance	11,225	971,469	•	1,052,432	14,918		i	1,925,526
Addition during the period / year	069	127,348	•	6,340,086	1,715		1	43,510,218
Repaid during the period / year	(1,664)	(224,119)	•	(5,763,379)	(5,408)	E,	•	(44,383,312)
Transfer in / (out) - net	•	43	1	1,864		(1,988)	t	t
Closing balance	10,191	874,741	t	1,631,003	11,225	971,469	•	1,052,432
Credit loss allowance held against advances	7	325	•	6,111	34	3,690	1	1,524
Other Assets								
Interest / mark-up accrued	4,993	83,857	•	36,013	4,593	81,687	•	22,681
Receivable from staff retirement fund	•		:	851,040	•	•	,	1,331,990
Prepayment / rent and other receivable		•	•	159,683	1	•	9,209	,
Advance against shares	•	•	r	55,343	•	•	1	,
Acceptances	1		•	2,153,448	•	•	1	17,081
Credit loss allowance held against other assets	*	T	t	135	1	•	•	14
Borrowings								
Opening balance	•	٠	•	2,464,030	ŧ	•	•	2,605,576
Borrowings during the period / year	•	•	•	5,100,000	1	•	•	1,149,273
Settled during the period / year	•	•	,	(1,306,414)	•	•	•	(1,290,819)
Closing balance	,	1	1	6,257,616		1	1	2,464,030
Deposits and other accounts								
Opening balance	185,847	392,643	60,026,664	12,533,349	406,959	340,757	17,153,420	18,550,205
Received during the period / year	810,697	2,931,391	1,031,861,288	62,498,342	5,668,276		1,211,982,771	276,598,239
Withdrawn during the period / year	(953,274)	(2,730,846)	(1,071,405,623)	(60,762,496)	(5,889,395)	(4,5;	(1,169,109,527)	(278,997,497)
Transfer in / (out) - net	•	(7.76,8)	,	261	7	(2,900)	1	(3,617,598)
Closing balance	43,270	584,211	20,482,329	14,269,456	185,847	392,643	60,026,664	12,533,349

		As at June 30, 2025 (Un-audited)	25 (Un-audited)			As at December 31, 2024 (Audited)	2024 (Audited)	
	Directors/ CEO	Key management personnel	Associates	Other related parties	Directors/ CEO	Key management personnel	Associates	Other related parties
		(Rupees in '000)	(000, u	***************************************		(Rupees in '000)-	(000, L	
Subordinated debt								
Opening balance	•	•	1		•	•	ı	300,000
Transfer in / (out) - net	1	1			1	1		(300,000)
Closing balance		•	ı		1	ı	ı	1
Other Liabilities								
Interest / mark-up payable	25	1,992	1	236,352	226	248		126,062
Dividend payable		. •	•	11	7	•	1	6
Unearned rent			583		•	•	2,532	
Others	ı		i	35,166	•	٠		32,786
Contingencies and commitments	ı		•	8,928,298		1		559,419
	For the	For the half year ended June 30, 2025 (Un-audited)	le 30, 2025 (Un-a	udited)	For the	For the half year ended June 30, 2024 (Un-audited)	e 30, 2024 (Un-a	udited)
		(Rupees in '000)	(000, u	***************************************		(Rupees in '000)	(000,	
Income							•	:
Mark-up / return / interest earned	459	14,726		53,206	927	15,168		212,035
Fee and commission income	124	909	291,385	102'6	01	271	156,322	3,415
Dividend income	•	•	44,993	439,597	•		254,993	591,804
Gain / (loss) on sale of securities	1	2		10,790	•	4		(4,864)
Rent on property	1		1,950	1		1	1,950	•
Gain on sale of property and equipment - net	7,094	132	3,642	ı		1	6,658	ı
Expenses								*
Mark-up / return / interest paid	2,300	10,572	338,879	791,112	14,802	16,708	413,343	1,193,362
Operating expenses								
Fee and remuneration	431,974	1,390,753		ı	359,559	1,103,864		ı
Clearing and custodian charges	•	•	1					61,237
Software maintenance	•			45,000		1		55,050
Communication cost	•		•	306,938		•		254,056
Charge for defined benefit plan	•	•		480,951	1	•		335,649
Contribution to defined contribution plan	•	ı		560,514	i	1		432,505
Training and subscription	1	1	1	ı	1	1	ı	505
(Reversal of) credit loss allowance / credit loss allowance against loans & advances	(27)	(3,380)	ı	4,207	S	1,524	ı	(6,100)
Credit loss allowance / (reversal of) credit loss allowance against off-balance sheet	1	•	1	1,009	1		ı	(99)
obligations								
Credit loss allowance against other assets	•		i	135	•	•	ı	15
Other information								
Dividend paid	1,851,866	7,736	11,694	1,863,329	3,831,825	12,685	9,260	3,815,932
Insurance premium paid	ı	•	1,665,706	1		1	1,327,811	i
Insurance claims settled		ı	473,812	ı		•	411,554	1

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS	(Rupees i	n '000)
and a state of the		
Minimum Capital Requirement (MCR):	15,771,651	15,771,651
Paid-up capital (net of losses)	13,771,031	
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	154,160,976	146,742,124
Eligible Additional Tier 1 (ADT 1) Capital	13,550,000	13,551,002
Total eligible tier 1 capital	167,710,976	160,293,126
Eligible tier 2 capital	40,769,626	44,256,145
Total eligible capital (tier 1 + tier 2)	208,480,602	204,549,271
Risk weighted assets (RWAs):		
Credit risk	911,919,350	859,896,850
Market risk	42,798,738	47,911,688
Operational risk	243,639,025	243,639,025
Total	1,198,357,113	1,151,447,563
Common equity tier 1 capital adequacy ratio	12.86%	12.74%
Tier 1 capital adequacy ratio	14.00%	13.92%
Total capital adequacy ratio	<u>17.40%</u>	<u>17.76%</u>
In line with Basel III capital adequacy guidelines, the following capital requirements are	applicable to the Holdi	ng Company:
Common Equity Tier 1 Capital Adequacy ratio	6.00%	6.00%
Tier 1 Capital Adequacy Ratio	7.50%	7.50%
Total Capital Adequacy Ratio	11.50%	11.50%
For Capital adequacy calculation, the Hodling Company has adopted Standardised Approximes and Alternate Standardised Approach (ASA) for operational risk.	proach for credit and r	narket risk related
Leverage Ratio (LR):		
Eligible tier-1 capital	167,710,976	160,293,126
Total exposures	3,944,956,023	4,077,780,148
Leverage ratio	4.25%	3.93%
Liquidity Coverage Ratio (LCR):		
Total high quality liquid assets	1,040,705,419	1,197,167,258
Total net cash outflow	581,475,008	626,056,805
Liquidity coverage ratio	179%	191%
Net Stable Funding Ratio (NSFR):		
Total available stable funding	1,814,073,161	1,690,754,449
Total required stable funding	1,300,806,884	1,340,991,900
Net stable funding ratio	139%	126%

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43.1 The Holding Company has opted for transition arrangement to phase in ECL impact as permitted by SBP vide BPRD Circular No. 03 of 2022 dated July 05, 2022. Had the transitional arrangement not applied, CAR and Leverage ratio would have been 17.58% and 4.19% respectively.

44 AFGHANISTAN OPERATIONS

Bank Alfalah maintains a two-branch presence in Afghanistan. The Board and the management of the Holding Company continue to closely monitor the evolving situation in Afghanistan which has been hampered due to the country's frozen reserves and uncertainty regarding international recognition which prevent normal flows in and out of Afghanistan. The Holding Company has taken impairment against net assets where there is an indication that carrying amount may be higher than its recoverable amount. The Holding Company remains focused on maintaining its control standards i.e. both onshore and through Head Office oversight.

45 BANGLADESH OPERATIONS

During the year 2024, a non-binding indicative offer was received from Bank Asia Limited, Dhaka, Bangladesh ("Bank Asia") to acquire the Holding Company's Bangladesh Operations (assets and liabilities). In this regard, the Holding Company was granted an in-principle approval by the State Bank of Pakistan to facilitate conduct of due diligence exercise by Bank Asia.

Subsequently, during the period ended June 30, 2025, the Board of Directors of Bank Alfalah Limited ("the Holding Company") has accorded its approval to sell the Holding Company's Bangladesh Operations to Bank Asia subject to approval of the State Bank of Pakistan, the Central Bank of Bangladesh, and /or any other regulatory and legal compliance and execution of definitive agreement.

Further, a non-binding offer was also received in year 2024 from Hatton National Bank of Sri Lanka ("HNB") to acquire the Holding Company's Bangladesh Operations. However, HNB has decided not to proceed with acquisition.

46 NON-ADJUSTING EVENT

The Board of Directors of the Holding Company in its meeting held on July 31, 2025 has declared an interim cash dividend of 25% i.e. Rs. 2.5 per share for the quarter ended June 30, 2025 (June 30, 2024: Rs. 2.0 per share i.e. 20%). These consolidated condensed interim financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end. The Board of the Holding Company had earlier declared an interim cash dividend bringing the total cash dividend for the half year ended June 30, 2025 to Rs. 5.0 per share (June 30, 2024: Rs. 4.0 per share).

47 DATE OF AUTHORISATION

These consolidated condensed interim financial statements were authorised for issue on July 31, 2025 by the Board of Directors of the Holding Company.

48 GENERAL

- **48.1** Comparative information has been re-classified, re-arranged, restated or additionally incorporated in these consolidated condensed interim financial statements, wherever necessary to facilitate comparison.
- **48.2** The effects of reclassification, rearrangement in the comparative information presented in these consolidated condensed interim financial statements are as follows:

Description of item	Nature	(Rupees in '000)	From	То
Agent commission	Expense	337,992	Commission on Benazir Income Support Programme (BISP)	Brokerage and commission
Verification cost	Expense	84,793	Commission on Benazir Income Support Programme (BISP)	CNIC verification
Optional issuer fee	Income	383,464	Foreign exchange income	Card related fees (debit and credit cards)
Conversion fee	Expense	170,947	Foreign exchange income	Card related fees (debit and credit cards)
Conversion fee	Expense	119,570	Foreign exchange income	Card acquiring business

48.3 The effects of restatement due to adoption of IFRS 9 is mentioned in note 4.1.1 of these consolidated condensed interim financial statements.