



Corporate Information

BOARD OF DIRECTORS

Dr. Muhammad Amjad Saqib	Director
Syed Ghazanfar Abbas Jilani	Director
Mr. Mujahid Sherdil	Director
Mr. Muhammad Mudassir Amray	Director
Mr. Asif Reza Sana	Director
Mr. Muhammad Naeem Khan	Director
Mr. Zafar Masud	President & CEO
Mr. Kamran Hafeez	Secretary to the Board

BOARD AUDIT COMMITTEE (BAC)

Mr. Muhammad Mudassir Amray	Chairman
Syed Ghazanfar Abbas Jilani	Member
Mr. Muhammad Naeem Khan	Member
Mr. Mujahid Sherdil	Member

RISK MANAGEMENT, COMPLIANCE AND NPL REVIEW COMMITTEE (RMC&NRC)

Syed Ghazanfar Abbas Jilani	Chairman
Mr. Muhammad Mudassir Amray	Member
Dr. Muhammad Amjad Saqib	Member
Mr. Muhammad Naeem Khan	Member

HUMAN RESOURCE, COMPENSATION, PERFOR- MANCE EVALUATION AND NOMINATION COMMITTEE (HRCPE&NC)

Mr. Asif Reza Sana	Chairman
Dr. Muhammad Amjad Saqib	Member
Syed Ghazanfar Abbas Jilani	Member
Mr. Mujahid Sherdil	Member

STRATEGY, ISLAMIC AND PRIORITY SECTOR FINANCING COMMITTEE (SI&PSFC)

Dr. Muhammad Amjad Saqib	Chairman
Mr. Asif Reza Sana	Member
Mr. Muhammad Naeem Khan	Member
Mr. Mujahid Sherdil	Member

INFORMATION TECHNOLOGY AND COMMUNICATIONS COMMITTEE (IT&CC)

Mr. Asif Reza Sana	Member
Mr. Muhammad Mudassir Amray	Member
Syed Ghazanfar Abbas Jilani	Member
Mr. Muhammad Naeem Khan	Member

ENVIRONMENTAL, SOCIAL & GOVERNANCE COMMITTEE (ES&GC)

Mr. Muhammad Naeem Khan	Chairman
Mr. Muhammad Mudassir Amray	Member
Dr. Muhammad Amjad Saqib	Member
Syed Ghazanfar Abbas Jilani	Member
Mr. Asif Reza Sana	Member

AUDITORS

A.F. Ferguson & Co. Chartered Accountants

REGISTERED OFFICE

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SHARE REGISTRAR

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Wings Arcade, 1-K, Commercial,
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WEBSITE www.bop.com.pk

The Bank of Punjab

Directors' Report

Half Yearly Financial Statements – June 30, 2025

On behalf of the Board of Directors, I am pleased to present Un-audited Condensed Interim Financial Statements of The Bank of Punjab for the six months period ended June 30, 2025.

The first half of 2025 saw positive momentum on key economic reforms, which led to a sharp decline in headline inflation and reduction in the SBP policy rate. These positive developments led to a rise in investor confidence, with the KSE 100 Index recording a 20% gain in H1 2025.

Key economic reforms to reduce the large fiscal deficits and improvements in public debt sustainability led to the successful conclusion of the first review under the \$ 7 billion IMF EFF program in May 2025. The IMF program remains the cornerstone of the Government reforms plan and has led to an upgrade in Sovereign Ratings by the international rating agencies.

The real GDP growth increased to 2.7 percent in FY2025 (FY2024: 2.5 percent) as per provisional data, with higher industrial and services sectors growth partially offsetting lower agricultural output. The fiscal position has improved, with a primary surplus of 2.2 percent of GDP during FY2025, up from 0.9 percent in FY2024.

Going into FY2026, outlook remains optimistic, with government targeting a 4.2 percent GDP growth and an average inflation of 7.5 percent. Inflationary risks persist due to adjustments in energy tariffs and international oil price volatility. Continued implementation of structural reforms and fiscal consolidation measures remains key to sustained economic growth.

The banking industry outlook is likely to face headwinds as a result of lower spreads and higher taxes by the government. New tax measures including higher 20% tax on bank profits to depositors is likely to lead to a decline in growth of deposits. Similarly, higher tax rate on profits from banks investment in government securities will also impact profitability of the banks, which are already facing a 53% effective corporate tax rate in 2025.

The Board appreciates the exceptional performance of the Bank for 1st Half 2025, which has not only exceeded expectations but also delivered unprecedented financial results across all key performance areas. The extraordinary performance of the Bank has enabled it to meet expectations of shareholders by announcing its first-ever Interim Cash Dividend of 10 % in the history of BOP, in line with its dividend policy announced earlier this year.

Financial Highlights:	Rs. In Million
Profit before taxation	15,157.919
Taxation	8,353.090
Profit after taxation	6,804.829
Earnings per share (Rupees)	2.08

In the face of business landscape marked by declining interest rates and pressure on industry margins, during 1st half of the year 2025, the Bank earned operating profit of Rs. 15.52 billion by achieving a remarkable growth of 278% over the corresponding period last year. This stellar achievement demonstrates the strength of the Bank's strategic vision, the resilience of its business model, and the effectiveness of its leadership. Net Interest Income also advanced impressively by 116% over the corresponding period last year, reaching Rs. 35.81 billion, underscoring the Bank's capacity to generate robust core earnings. Improvement in Non-interest income reflected the success of income diversification and the deepening of fee-based revenue streams which registered an impressive growth of 40%.

Operational efficiency showed significant progress, with significantly declining trend in the cost-to-income ratio highlighting prudent cost management and enhanced productivity. Hence, Bank's profit before provisions and taxes substantially improved by 278% to Rs. 15.52 billion as against Rs. 4.11 billion for 1st half 2024. Similarly, profit before tax surged by 102% to Rs. 15.16 billion compared with Rs. 7.51 billion in 1st half 2024, while earnings per share increased to Rs. 2.08 from Rs. 1.47, despite the impact of a higher tax rate of 53%. These results demonstrate not only financial strength but also consistent value creation for shareholders.

The balance sheet further reinforced the Bank's position of stability and growth. Total assets expanded to Rs. 2,444 billion, while deposits advanced by an impressive 23% YoY to Rs. 1,947 billion, driven by a notable 43% YoY increase in current deposits that illustrates rising customer confidence and effective deposit mobilization. Gross advances reached at Rs. 777 billion, while investments and lending to financial institutions stood at Rs. 1,435 billion, reflecting a well-calibrated and balanced approach to asset allocation. The Capital Adequacy Ratio strengthened to 17.42%. This demonstrates the Bank's strong capital base and prudent risk management practices.

In addition to its stellar financial performance, the Bank continues to play a pivotal role in supporting national development and social uplift. The Bank has been successfully managing multiple Government of Punjab (GoPb) initiatives including the CM Punjab Asaan Karobar Card, CM Punjab Asaan Karobar Finance, CM Punjab Kissan Card, CM Punjab Livestock Card and CM Punjab Petrol/Electric Bikes.

During FY25, the Bank led the SME and Agriculture sectors' growth in the Country in line with the true spirit of promoting financial inclusion. While Bank's overall share in lending to SME sector surged to the level of 21% in terms of amount across the entire industry; however, it's share in total growth in number of borrowers reached 97%. Additionally, on an industry-wide basis, 51% of the total year on year growth in Agriculture advances was contributed by BOP whilst around 500,000 new first time borrowers were stacked-up. Majority of Bank's contribution in SME and Agriculture sectors were driven by GoPb schemes using BOP Digital & AI Platform which by default elevates it to the pole position in this future banking key success factor across the industry by a very wide margin with an impressive recovery rate of over 96% reflecting a robust follow up mechanism.

With this outstanding performance both on financial front and the development financing side, The Bank of Punjab continues to reaffirm its role as one of the most dynamic and impactful financial institution in Pakistan, driving both shareholder value and inclusive growth.

The Bank of Punjab has maintained a strong credit profile, with a long-term entity rating of “AA+” and a short-term rating of “A1+”, reaffirmed by M/s PACRA. The Bank’s nationwide footprint now comprises 900 online branches, including 210 Taqwa Islamic Banking Branches and 16 sub-branches, alongside a vast network of 938 ATMs. The Bank continues to deliver comprehensive financial services including Mobile Banking, Internet Banking, Credit Cards, Cash Management, and Branchless Banking, thereby catering to a wide spectrum of customer needs with excellence.

This record-breaking performance stands as a powerful testament to the Bank’s strategic foresight, executional excellence, and unwavering commitment to stakeholders. With its sustained focus on innovation, digital transformation, and customer-centric growth, the Bank is firmly positioned to build on its momentum and deliver enduring value in the years ahead.

On behalf of the Board, I express my gratitude to our valued customers and shareholders for their enduring support and also assure them that the Bank would maintain its growth trends. I also extend my gratitude to the Government of the Punjab and State Bank of Pakistan for their continuous support and guidance. Further, the Board also appreciates the efforts of management and staff for good financial performance.

For and on behalf of the Board

President/CEO

Director



INDEPENDENT AUDITOR'S REVIEW REPORT

To the members of The Bank of Punjab

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of The Bank of Punjab ("the Bank") as at June 30, 2025 and the related unconsolidated condensed interim statement of profit and loss account, the unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim cash flow statement, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these unconsolidated interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these unconsolidated interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of unconsolidated interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying unconsolidated interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Bank. Accordingly, the figures of the unconsolidated condensed interim statement of profit and loss account and unconsolidated condensed interim statement of comprehensive income for the quarters ended June 30, 2025 and June 30, 2024 have not been reviewed by us.

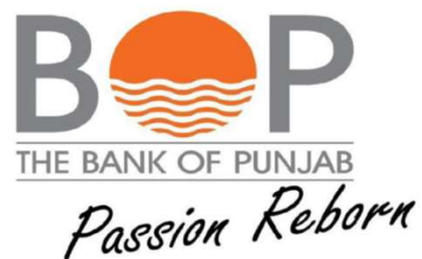
The engagement partner on the audit resulting in this independent auditor's report is **Hammad Ali Ahmad**.

**A.F. Ferguson & Co.,
Chartered Accountants
Lahore**

Date: August 29, 2025

UDIN: RR202510092bqumUHP6L

415



UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2025

THE BANK OF PUNJAB**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION****AS AT JUNE 30, 2025**

		(Un-audited)	(Audited)
		June 30,	December 31,
		2025	2024
	Note	Rupees in '000'	
ASSETS			
Cash and balances with treasury banks - net	5	112,348,166	100,773,480
Balances with other banks - net	6	6,078,304	3,260,824
Lendings to financial institutions - net	7	9,792,754	14,769,016
Investments - net	8	1,425,505,920	1,320,915,551
Advances - net	9	725,828,274	777,397,391
Property and equipment	10	28,981,529	28,554,791
Right-of-use assets	11	12,550,610	12,865,764
Intangible assets	12	2,478,631	2,471,867
Deferred tax assets - net	13	7,812,001	9,051,188
Other assets - net	14	112,460,972	109,919,338
Total assets		2,443,837,161	2,379,979,210
LIABILITIES			
Bills payable	16	10,982,919	7,636,873
Borrowings	17	240,072,100	409,005,930
Deposits and other accounts	18	1,946,553,968	1,710,287,720
Lease liabilities	19	17,417,701	17,101,125
Subordinated debts	20	30,816,332	30,820,106
Deferred tax liabilities		-	-
Other liabilities	21	101,788,162	112,596,311
Total liabilities		2,347,631,182	2,287,448,065
NET ASSETS		96,205,979	92,531,145
REPRESENTED BY			
Share capital - net	22	32,452,535	32,452,535
Reserves		18,987,767	17,626,801
Surplus on revaluation of assets - net of tax	23	10,038,935	7,954,370
Unappropriated profit		34,726,742	34,497,439
		96,205,979	92,531,145

CONTINGENCIES AND COMMITMENTS

24

The annexed notes 1 to 44 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB

UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2025

		Quarter Ended		Period Ended	
			Restated		Restated
		June 30,	June 30,	June 30,	June 30,
		2025	2024	2025	2024
Note		Rupees in '000'			
Mark-up / return / interest earned	25	66,122,264	88,478,392	135,086,438	172,722,926
Mark-up / return / interest expensed	26	45,354,092	80,458,408	99,274,564	156,148,920
Net mark-up / interest income		20,768,172	8,019,984	35,811,874	16,574,006
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	3,078,827	2,440,015	6,313,893	4,516,885
Dividend income		62,797	48,069	169,343	162,706
Foreign exchange income		146,197	555,551	723,253	763,051
Income / (loss) from derivatives		-	-	-	-
Gain on securities - net	28	1,897,885	1,387,655	2,668,600	2,089,284
Net (loss) / gain on derecognition of financial assets measured at amortised cost	29	(292,312)	1,362,018	(569,049)	1,362,018
Other income	30	100,204	485,086	172,129	1,033,458
Total non-markup / interest income		4,993,598	6,278,394	9,478,169	9,927,402
Total income		25,761,770	14,298,378	45,290,043	26,501,408
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	31	14,925,507	11,873,780	29,236,931	22,307,169
Workers' Welfare Fund		408,183	33,640	533,348	87,010
Other charges	32	3,330	1,495	3,986	1,653
Total non-markup / interest expenses		15,337,020	11,908,915	29,774,265	22,395,832
Profit before credit loss allowance		10,424,750	2,389,463	15,515,778	4,105,576
(Reversal) / charge of credit loss allowance and write offs - net	33	(725,327)	(1,610,776)	357,859	(3,406,354)
PROFIT BEFORE TAXATION		11,150,077	4,000,239	15,157,919	7,511,930
Taxation - net	34	6,143,102	898,542	8,353,090	2,700,214
PROFIT AFTER TAXATION		5,006,975	3,101,697	6,804,829	4,811,716
Basic earnings per share - Rupees	35	1.53	0.95	2.08	1.47
Diluted earnings per share - Rupees	36	1.53	0.95	2.08	1.47

The annexed notes 1 to 44 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB

**UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30, 2025**

	Quarter Ended		Period Ended	
	June 30,	June 30,	June 30,	June 30,
	2025	2024	2025	2024
	Rupees in '000'			
Profit after taxation for the period	5,006,975	3,101,697	6,804,829	4,811,716
Other comprehensive income / (loss):				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of debt investments classified as FVOCI - net of tax	3,435,860	623,066	2,551,767	(666,521)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	92,174	371,778	(133,211)	273,341
Total comprehensive income for the period	8,535,009	4,096,541	9,223,385	4,418,536

The annexed notes 1 to 44 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB
UNCONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30, 2025

	Share capital - net				Surplus / (Deficit) - net of tax on revaluation of			
	Share capital	Discount on issue of shares	Share premium	Statutory reserve	Investments	Property & equipment / NBAs	Unappropriated profit	Total
	Rupees in '000'							
Balance as on January 01, 2024 - audited	32,715,693	(263,158)	2,215,040	12,736,689	(2,926,006)	4,754,559	31,521,795	80,754,612
Effect of first time adoption of IFRS-9 - net of tax	-	-	-	-	3,326,807	-	(4,821,771)	(1,494,964)
Balance as on January 01, 2024 - as restated	32,715,693	(263,158)	2,215,040	12,736,689	400,801	4,754,559	26,700,024	79,259,648
Profit after taxation for the six months ended June 30, 2024 - as restated	-	-	-	-	-	-	4,811,716	4,811,716
Other comprehensive income / (loss):								
Movement in deficit on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	(666,521)	-	-	(666,521)
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	273,341	-	-	273,341
Total other comprehensive loss - net of tax for the six months ended June 30, 2024	-	-	-	-	(393,180)	-	-	(393,180)
Transfer to statutory reserve during the period	-	-	-	870,098	-	-	(870,098)	-
Transfer from deficit on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	2,731	-	(5,354)	(2,623)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(57,621)	57,621	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(1,032)	1,032	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	(151,279)	233,538	82,259
Transactions with owners recorded directly in equity:								
Final cash dividend - December 31, 2023 declared subsequent to year end at 10% per share	-	-	-	-	-	-	(3,271,569)	(3,271,569)
	-	-	-	-	-	-	(3,271,569)	(3,271,569)
Balance as on June 30, 2024 - un-audited - as restated	32,715,693	(263,158)	2,215,040	13,606,787	10,352	4,544,627	27,656,910	80,486,251
Profit after taxation for the six months ended December 31, 2024	-	-	-	-	-	-	8,563,646	8,563,646
Other comprehensive income / (loss):								
Remeasurement gain on defined benefit obligation	-	-	-	-	-	-	47,800	47,800
Movement in surplus on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	665,315	-	-	665,315
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	328,597	-	-	328,597
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	2,132,820	-	2,132,820
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	310,679	-	310,679
Total other comprehensive income - net of tax for six months ended December 31, 2024	-	-	-	-	993,912	2,443,499	47,800	3,485,211
Transfer to statutory reserve during the period	-	-	-	1,804,974	-	-	(1,804,974)	-
Transfer from deficit on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	9,683	-	(20,509)	(10,826)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(50,843)	50,843	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(208)	208	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	3,348	3,515	6,863
Balance as on December 31, 2024 - audited	32,715,693	(263,158)	2,215,040	15,411,761	1,013,947	6,940,423	34,497,439	92,531,145
Effect of reclassification on adoption of IFRS 9 (note 4.1.1)	-	-	-	-	29,198	-	-	29,198
Opening balance as at January 01, 2025	32,715,693	(263,158)	2,215,040	15,411,761	1,043,145	6,940,423	34,497,439	92,560,343
Profit after taxation for the six months ended June 30, 2025	-	-	-	-	-	-	6,804,829	6,804,829
Other comprehensive income / (loss)								
Movement in surplus on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	2,551,767	-	-	2,551,767
Movement in deficit on revaluation of investments in equity instruments classified as FVOCI - net of tax	-	-	-	-	(133,211)	-	-	(133,211)
Total other comprehensive income - net of tax for the six months ended June 30, 2025	-	-	-	-	2,418,556	-	-	2,418,556
Transfer to statutory reserve during the period	-	-	-	1,360,966	-	-	(1,360,966)	-
Transfer of surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	(287,147)	-	598,223	311,076
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	-	(75,509)	75,509	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(533)	533	-
Transactions with owners recorded directly in equity:								
Final cash dividend - December 31, 2024 declared subsequent to year end at 18% per share	-	-	-	-	-	-	(5,888,825)	(5,888,825)
	-	-	-	-	-	-	(5,888,825)	(5,888,825)
Balance as on June 30, 2025 - un-audited	32,715,693	(263,158)	2,215,040	16,772,727	3,174,554	6,864,381	34,726,742	96,205,979

The annexed notes 1 to 44 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB
UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30, 2025

		Period Ended	
		June 30, 2025	Restated June 30, 2024
	Note	Rupees in '000'	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		15,157,919	7,511,930
Less: Dividend income		(169,343)	(162,706)
		14,988,576	7,349,224
Adjustments:			
Net mark-up / interest income excluding mark-up on lease liability against right of use assets & IFRS-09 adjustments - notional		(35,754,994)	(16,954,109)
Depreciation on property and equipment	31	1,600,553	1,179,264
Depreciation on non banking assets acquired in satisfaction of claims	31	16,331	6,828
Depreciation on ijarah assets under IFAS - 2	31	265,944	156,946
Depreciation on right-of-use assets	31	1,038,428	946,422
Amortization on intangible assets	31	218,259	206,976
Amortization of discount on debt securities - net		(7,035,833)	(3,608,472)
Mark-up on lease liability against right of use assets	26	1,151,290	1,037,993
Unrealized gain on revaluation of investments classified as FVTPL	28	(136,914)	(352,367)
Realized gain on deliverable future contracts		-	(7,887)
Reversal of credit loss allowance against lending to financial institutions	33	(33,738)	(58,406)
Charge / (reversal) of credit loss allowance on investments	33	589,755	(44,945)
Charge / (reversal) of credit loss allowance on advances	33	944,586	(2,405,384)
Charge / (reversal) of credit loss allowance against other assets	33	159,035	(243,605)
Reversal of credit loss allowance against off balance sheet obligations	33	(1,017,731)	(689,454)
(Reversal) / charge of credit loss allowance against balance with other banks	33	(3,799)	216,339
Reversal of credit loss allowance against balances with treasury banks	33	(280,249)	(180,899)
IFRS-09 adjustment - notional - advances		(1,637,980)	(1,003,669)
IFRS-09 adjustment - notional - borrowings		429,810	345,779
IFRS-09 adjustment - notional - compensation expense	31.1	971,649	196,665
Workers' Welfare Fund		533,348	87,010
Gain on termination of lease liability against right of use assets	30	(17,180)	(161,296)
Gain on sale of property and equipment - net	30	(111,681)	(2,487)
Gain on sale of non banking assets acquired in satisfaction of claims - net	30	-	(514,223)
Realized gain on sale of securities - net	28	(2,531,686)	(1,729,030)
Net (loss) / gain on derecognition of financial assets measured at amortised cost	29	569,049	(1,362,018)
Provision for employees compensated absences		15,539	6,210
Provision for gratuity		263,797	304,434
		(39,794,412)	(24,627,385)
		(24,805,836)	(17,278,161)
(Increase) / decrease in operating assets:			
Lendings to financial institutions - net		5,010,000	142,975,933
Net investments in securities classified as FVTPL		64,073,293	(6,469,583)
Advances - net		46,847,871	134,227,381
Others assets - net (excluding non-banking assets and markup receivable)		(5,851,651)	77,793,778
		110,079,513	348,527,509
Increase / (decrease) in operating liabilities:			
Bills payable		3,346,046	2,523,997
Borrowings		(171,576,956)	(17,653,091)
Deposits and other accounts		236,266,248	61,259,026
Other liabilities - net (excluding provision for taxation - net, markup payable and payable to gratuity fund)		10,922,126	7,623,342
		78,957,464	53,753,274

THE BANK OF PUNJAB

UNCONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...)

FOR THE PERIOD ENDED JUNE 30, 2025

	Note	Period Ended	
		June 30,	Restated June 30,
		2025	2024
		Rupees in '000'	
Payment made to gratuity fund		(421,347)	(690,633)
Mark-up / return / interest received		140,191,106	177,299,561
Mark-up / return / interest paid		(120,683,544)	(148,964,358)
Income tax paid		(7,568,365)	(5,963,779)
Net cash generated from operating activities		175,748,991	406,683,413
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in securities classified as FVOCI		(154,739,948)	(359,236,285)
Net investments in amortized cost securities		290,456	158,791
Dividends received		169,343	164,089
Investments in property and equipment		(2,032,436)	(2,082,834)
Investments in intangible assets		(225,023)	(617,073)
Proceeds from sale of property and equipment		116,826	13,641
Proceeds from sale of non banking assets acquired in satisfaction of claims		-	994,473
Investment in subsidiary		-	(100,000)
Net cash used in investing activities		(156,420,782)	(360,705,198)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of subordinated debts		(3,774)	(2,260)
Subscription received - subordinated perpetual term finance certificates ADT-I 2nd issue		-	50,000
Subscription received - privately placed term finance certificates - IV		-	571,500
Payment of cash dividend		(5,888,825)	(3,271,568)
Payment of lease liability against right of use assets		(1,540,808)	(1,260,309)
Net cash used in financing activities		(7,433,407)	(3,912,637)
Increase in cash and cash equivalents		11,894,802	42,065,578
Effect of credit loss allowance changes on cash and cash equivalents		284,048	(934,510)
Cash and cash equivalents at beginning of the period		103,413,315	108,977,522
Cash and cash equivalents at end of the period		115,592,165	150,108,590
Cash and cash equivalents:			
Cash and balances with treasury banks - net	5	112,348,166	123,186,971
Balances with other banks - net	6	6,078,304	26,943,011
Overdrawn nostro accounts		(2,834,305)	(21,392)
		115,592,165	150,108,590

The annexed notes 1 to 44 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB

NOTES TO THE UNCONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2025

1. STATUS AND NATURE OF BUSINESS

The Bank of Punjab (the Bank) was constituted in Pakistan pursuant to The Bank of Punjab Act, 1989. It was given the status of a scheduled bank by the State Bank of Pakistan (SBP) on September 19, 1994. It is principally engaged in commercial banking and related services with its registered office at BOP Tower, 10-B, Block E-II, Main Boulevard, Gulberg III, Lahore. The Bank has 900 branches including 16 sub branches and 210 Islamic banking branches (December 31, 2024: 900 branches including 16 sub branches and 210 Islamic banking branches) in Pakistan and Azad Jammu and Kashmir (AJK) at the period end. The Bank also has 534 Islamic banking windows (December 31, 2024: 258). The Bank's ordinary shares are listed on Pakistan Stock Exchange. The majority shares of the Bank are held by Government of the Punjab (GoPb). The Pakistan Credit Rating Agency (PACRA) assigned long term rating of AA+ and short term rating of A1+ to the Bank with stable outlook.

2 BASIS OF PREPARATION

In accordance with the directives of the Government of Pakistan regarding the conversion of the Banking system to Islamic modes, the SBP has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by the banks from their customers and immediate resale to them at appropriate price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these unconsolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilized and the appropriate portion of profit thereon.

These unconsolidated condensed interim financial statements are separate financial statements of the Bank in which the investment in subsidiaries are stated at cost less impairment losses (if any) and has not been accounted for on the basis of reported results and net assets of the investee. Consolidated condensed interim financial statements of the Group are being issued separately.

The financial results of Islamic Banking business have been consolidated in these unconsolidated condensed interim financial statements for reporting purposes, after eliminating inter-branch transactions / balances. Key financial figures of the Islamic Banking business are disclosed in note 41 of these unconsolidated condensed interim financial statements.

2.1 Statement of compliance

2.1.1 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 (IAS) 34, "Interim Financial Reporting" and International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Directives issued by the SBP and the Securities and Exchange Commission of Pakistan (SECP);
- Requirements of The Bank of Punjab Act, 1989; and
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017.

Wherever the requirements of the directives issued by the SBP and SECP, the Bank of Punjab Act, 1989, the Banking Companies Ordinance, 1962 and the Companies Act, 2017 differ with the requirements of these IFRS or IFAS, the requirements of the said directives, The Bank of Punjab Act, 1989, the Banking Companies Ordinance, 1962 and the Companies Act, 2017 take precedence.

2.1.2 SBP has deferred the applicability of International Accounting Standards 40, "Investment Property" for Banking Companies through BSD Circular letter No. 10 dated August 26, 2002. Further, the SECP has deferred applicability of IFRS 7 "Financial Instruments: Disclosures" on banks through S.R.O 411(1) / 2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these unconsolidated condensed interim financial statements.

2.1.3 The SBP through BPRD Circular No. 04 of 2015 dated February 25, 2015 has deferred applicability of "Islamic Financial Accounting Standard - 3" for Profit & Loss Sharing on Deposits (IFAS 3) issued by the Institute of Chartered Accountants of Pakistan and notified by the SECP, vide its SRO No. 571 of 2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). The standard will result in certain new disclosures in these unconsolidated condensed interim financial statements of the Bank.

2.1.4 The SECP vide its notification SRO 633 (I)/2014 dated July 10, 2014, adopted IFRS 10 "Consolidated Financial Statements" effective from the periods starting from June 30, 2014. However, vide its notification SRO 56 (I)/2016 dated January 28, 2016, it has been notified that the requirements of IFRS 10 and section 228 of the Companies Act, 2017 will not be applicable with respect to the investment in mutual funds established under trust structure.

2.1.5 The disclosures made in these unconsolidated condensed interim financial statements have been limited based on a format prescribed by the SBP vide BPRD Circular No. 02 dated February 09, 2023 and IAS-34, "Interim Financial Reporting". Accordingly, these unconsolidated condensed interim financial statements do not include all the information and disclosures required for annual unconsolidated financial statements, and these unconsolidated condensed interim financial statements should be read in conjunction with the annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2024.

2.1.6 Amendments and interpretations of accounting standards that are effective in the current period:

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

2.1.7 New accounting standards and IFRS interpretations 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 1, 2026 but are considered not to be relevant or do not have any material effect on the Bank's operations except for:

	Effective date (annual periods beginning on or
-Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	January 01, 2026
-IFRS 18 - Presentation and Disclosure in Financial Statements	January 01, 2027
-IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

3 BASIS OF MEASUREMENT

3.1 These unconsolidated condensed interim financial statements have been prepared under the historical cost convention except for revaluation of freehold land and buildings on freehold land, revaluation of non banking assets acquired in satisfaction of claims, valuation of certain investments and commitments in respect of forward exchange contracts at fair value, right-of-use assets, lease liabilities and certain staff retirement benefits at present value and staff & subsidized loans disbursed under Temporary Economic Refinance Facility (TERF) are at fair value on initial recognition.

3.2 These unconsolidated condensed interim financial statements are presented in Pak Rupees, which is the Bank's functional and presentation currency.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of these unconsolidated condensed interim financial statements are consistent with those applied in the preparation of annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2024 except for the changes mentioned below.

4.1 IFRS 9 - Financial Instruments

4.1.1 Fair valuation of unquoted equity securities

With effect from January 01, 2025, unquoted equity investments are valued at their fair value, in accordance with SBP's BPRD Circular Letter No. 16 dated July 29, 2024, which represents the price at which the investment could be sold in an orderly transaction between market participants at the measurement date. Previously, these were measured at the lower of cost and break up value derived on the basis of their latest available audited financial statements. The Bank has adopted this change retrospectively with date of initial application as January 01, 2025, which resulted in changes in accounting policies and adjustments to the carrying amounts of unquoted equity investments previously recognised in the financial statements. In terms of the transitional provisions of IFRS 9, adjustments to the carrying amounts at the date of transition were recognised in the opening reserves at the beginning of the current period without restating the comparative figures.

The following table reconciles the carrying amounts of unquoted equity securities under the previous accounting policy and their restated amounts on January 01, 2025.

Investments in financial assets

FVOCI - Ordinary shares - Unquoted companies	AlBaraka Bank	Al-Arabia Sugar	SWIFT Shares
Book Value	25,000	-	11,957
(Deficit) / Surplus	(3,512)	45,979	18,362
	21,488	45,979	30,319
Deferred tax asset / (liability)	1,826	(23,909)	(9,548)
Effect on net assets		29,198	

The impact of above on the surplus on revaluation of investments as at January 01, 2025 is as follows:

Surplus on revaluation of investments

Closing balance as at December 31, 2024 - Audited	1,013,947
Decrease in the fair valuation of unquoted equity securities carried at FVOCI	60,829
Less: related deferred tax	(31,631)
	29,198
Opening balance as at January 01, 2025 - as restated	1,043,145

4.1.2 Fair valuation of subsidised loans & borrowings and modification accounting impacts

The Bank, in accordance 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 IFRS 9 requirements related to subsidised loans and borrowings in the last quarter of 2024. Therefore, the unconsolidated condensed interim statement of profit and loss account (un-audited) for the six months ended June 30, 2024 has been restated to reflect the impact of these requirements. The details are tabulated below:

Head	Impact	Rupees in '000	Description
Mark-up / return / interest earned	Increase	807,004	Fair value impact of subsidised advances & modification accounting impacts
Mark-up / return / interest earned	Increase	196,665	Fair value impact of staff loans
Mark-up / return / interest expensed	Increase	345,779	Fair value impact of subsidised borrowings
Operating expenses	Increase	196,665	Fair value impact of staff loans
Net Impact		461,225	
Basic and diluted earning per share	Increase	0.14	EPS impact of restatement

4.1.3 The SBP has directed the Banks through its BPRD Circular Letter No. 01 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 been adopted in its entirety for revenue recognition from Islamic operations, the profit before tax of the Bank would have been higher by Rs. 430 million.

4.1.4 The SBP in a separate instruction BPRD/RPD/822456/25 dated January 22, 2025 has allowed extension for application of Effective Interest Rate upto December 31, 2025.

4.2 CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The basis for accounting judgments and key estimates adopted in 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 except as mentioned in note 4.1.1 of these unconsolidated condensed interim financial statements.

4.3 FINANCIAL RISK MANAGEMENT

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

THE BANK OF PUNJAB

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
5 CASH AND BALANCES WITH TREASURY BANKS - NET		
In hand:		
Local currency	25,893,663	27,151,364
Foreign currencies	3,702,544	4,132,719
	29,596,207	31,284,083
With SBP in:		
Local currency current account	61,241,492	56,961,101
Foreign currency current account	2,170,798	3,419,201
Foreign currency deposit accounts	4,878,531	6,949,509
	68,290,821	67,329,811
With National Bank of Pakistan in:		
Local currency current accounts	14,300,425	2,187,110
Prize bonds	330,157	422,169
Less: Credit loss allowance held against cash and balances with treasury banks	(169,444)	(449,693)
Cash and balances with treasury banks - net of credit loss allowance	112,348,166	100,773,480
6 BALANCES WITH OTHER BANKS - NET		
In Pakistan:		
Current accounts	19,886	11,193
Deposit accounts	-	14
	19,886	11,207
Outside Pakistan:		
Current accounts	2,603,373	3,013,796
Deposit accounts	3,465,768	250,343
	6,069,141	3,264,139
	6,089,027	3,275,346
Less: Credit loss allowance held against balances with other banks	(10,723)	(14,522)
Balances with other banks - net of credit loss allowance	6,078,304	3,260,824
7 LENDINGS TO FINANCIAL INSTITUTIONS - NET		
Placements	9,800,000	14,810,000
Less: Credit loss allowance held against lendings to financial institutions	(7,246)	(40,984)
Lendings to financial institutions - net of credit loss allowance	9,792,754	14,769,016

					June 30, 2025 (Un-audited)		December 31, 2024 (Audited)					
					Lendings	Credit loss allowance held	Lendings	Credit loss allowance held				
					Rupees in '000'							
7.1	Lendings to financial institutions- particulars of credit loss allowance											
	Performing	Stage 1			9,800,000	7,246	14,810,000	40,984				
	Under performing	Stage 2			-	-	-	-				
	Non-performing:											
	Substandard	Stage 3			-	-	-	-				
	Doubtful				-	-	-	-				
	Loss				-	-	-	-				
					-	-	-	-				
					9,800,000	7,246	14,810,000	40,984				
8	INVESTMENTS - NET				June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
8.1	Investments by type:				Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying value	Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying value
Note					Rupees in '000'							
FVTPL												
	Federal government securities				31,525,151	-	65,021	31,590,172	89,640,381	-	(1,730)	89,638,651
	Shares				402,122	-	71,893	474,015	4,618,968	-	833,022	5,451,990
	Non government debt securities				877,078	-	-	877,078	1,002,106	-	-	1,002,106
					32,804,351	-	136,914	32,941,265	95,261,455	-	831,292	96,092,747
FVOCI												
	Federal government securities	8.2			1,229,754,656	-	6,831,933	1,236,586,589	1,070,021,115	-	1,561,870	1,071,582,985
	Shares				4,058,027	-	27,121	4,085,148	1,107,165	-	660,693	1,767,858
	Mutual fund & investment trust units				3,173,426	-	(289,780)	2,883,646	3,173,426	-	(73,665)	3,099,761
	Non government debt securities				8,631,898	(218,400)	21,568	8,435,066	8,663,574	(218,400)	(36,508)	8,408,666
	Foreign securities				11,957	-	22,812	34,769	11,957	-	-	11,957
					1,245,629,964	(218,400)	6,613,654	1,252,025,218	1,082,977,237	(218,400)	2,112,390	1,084,871,227
Amortised cost												
	Federal government securities				138,106,792	-	-	138,106,792	136,638,722	-	-	136,638,722
	Non government debt securities				1,831,613	(609,455)	-	1,222,158	2,122,068	(19,700)	-	2,102,368
	WAPDA bonds				400	(400)	-	-	400	(400)	-	-
					139,938,805	(609,855)	-	139,328,950	138,761,190	(20,100)	-	138,741,090
Subsidiaries					8.1.1							
					1,375,432	(164,945)	-	1,210,487	1,375,432	(164,945)	-	1,210,487
Total investments					1,419,748,552	(993,200)	6,750,568	1,425,505,920	1,318,375,314	(403,445)	2,943,682	1,320,915,551

- 8.1.1** The Bank has four subsidiary companies i.e. Punjab Modaraba Services (Private) Limited (PMSL), First Punjab Modaraba (FPM), BOP Capital Securities (Private) Limited (BOP CS) and BOP Exchange (Private) Limited. PMSL, the wholly owned subsidiary company of the Bank, exercises control over FPM, as its management company and also has a direct economic interest in it. The country of incorporation of all subsidiary companies is Pakistan. Key financial results of subsidiary companies are as follows:

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
Investment in subsidiaries	Rupees in '000'	
Punjab Modaraba Services (Private) Limited	164,945	164,945
BOP Capital Securities (Private) Limited	210,487	210,487
BOP Exchange (Private) Limited	1,000,000	1,000,000
	1,375,432	1,375,432
Credit loss allowance held against Punjab Modaraba Services (Private) Limited	(164,945)	(164,945)
Closing balance	1,210,487	1,210,487

	BOP Exchange		PMSL		FPM		BOP CS	
	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
	Rupees in '000'							
Total assets	981,622	1,143,139	70,419	52,454	2,166,935	1,975,578	353,345	345,824
Total liabilities	117,828	187,796	104,461	104,748	2,667,444	2,267,575	110,975	114,006
Percentage of holding	100%	100%	100%	100%	39.16%	39.16%	100%	100%

	BOP Exchange		PMSL		FPM		BOP CS	
	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024	June 30, 2025	June 30, 2024
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited
	Rupees in '000'							
Revenue	29,654	-	3,040	2,802	136,354	228,138	31,261	26,058
Profit / (loss) after tax	(91,549)	-	(1,195)	(652)	(208,512)	14,671	9,114	13,008
Total comprehensive income / (loss)	(91,549)	-	18,253	(652)	(208,512)	14,671	10,552	13,745

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
8.2 Investments given as collateral	Rupees in '000'	
Market treasury bills	14,596,065	-
Pakistan investment bonds	158,933,213	341,915,659
	173,529,278	341,915,659

THE BANK OF PUNJAB

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

8.3 Credit loss allowance for diminution in value of investments

8.3.1 Movement in credit loss allowance for diminution in value of investments

Opening balance	403,445	3,728,586
Impact of adoption of IFRS-09	-	(3,266,654)
Charge / (reversals):		
Charge for the period / year	591,607	-
Reversals for the period / year	(1,314)	(58,487)
	590,293	(58,487)
Reversal on disposal during the period / year	(538)	-
Closing balance	993,200	403,445

8.3.2 Particulars of credit loss allowance against debt securities classified as FVOCI and amortised cost

(Un-audited)		(Audited)	
June 30,		December 31,	
2025		2024	
Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Rupees in '000'			
9,638,043	2,387	10,567,242	19,700
-	-	-	-
-	-	-	-
-	-	-	-
825,868	825,868	218,800	218,800
825,868	825,868	218,800	218,800
10,463,911	828,255	10,786,042	238,500

Category of classification

Performing	Stage 1
Under performing	Stage 2
Non-performing:	
Substandard	Stage 3
Doubtful	
Loss	

		Performing / underperforming		Non performing		Total	
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
		June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024
9	ADVANCES - NET	Rupees in '000'					
	Loans, cash credits, running finances, etc.	634,782,066	680,602,226	50,194,738	50,596,683	684,976,804	731,198,909
	Islamic financing and related assets	72,165,195	78,785,554	3,076,015	2,929,643	75,241,210	81,715,197
	Bills discounted and purchased	16,583,258	14,511,697	17,222	17,222	16,600,480	14,528,919
	Advances - gross	723,530,519	773,899,477	53,287,975	53,543,548	776,818,494	827,443,025
	Credit loss allowance against advances:						
	-Stage 1	(4,647,179)	(3,557,873)	-	-	(4,647,179)	(3,557,873)
	-Stage 2	(1,103,468)	(1,472,695)	(162,710)	(398,607)	(1,266,178)	(1,871,302)
	-Stage 3	(574,082)	(290,318)	(44,502,781)	(44,326,141)	(45,076,863)	(44,616,459)
		(6,324,729)	(5,320,886)	(44,665,491)	(44,724,748)	(50,990,220)	(50,045,634)
	Advances - net of credit loss allowance	717,205,790	768,578,591	8,622,484	8,818,800	725,828,274	777,397,391
9.1	Particulars of advances (gross)	Rupees in '000'					
	In local currency					771,487,008	814,101,481
	In foreign currencies					5,331,486	13,341,544
						776,818,494	827,443,025
9.2	Advances include Rs. 53,287,975 thousand (December 31, 2024: Rs. 53,543,548 thousand) which have been placed under non-performing / stage 2 and 3 status as detailed below:						
		(Un-audited)		(Audited)			
		June 30, 2025		December 31, 2024			
	Category of classification	Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance		
		Rupees in '000'					
		Note					
	Other assets especially mentioned	9.2.1	327,898	162,710	510,660	398,607	
	Other assets especially mentioned		423,812	177,846	393,344	170,933	
	Substandard		1,998,874	863,165	3,725,991	1,668,670	
	Doubtful		7,181,729	3,478,226	6,921,675	3,290,456	
	Loss		43,355,662	39,983,544	41,991,878	39,196,082	
	Total non performing loans		52,536,265	44,324,935	52,639,544	44,155,208	
	Grand total		53,287,975	44,665,491	53,543,548	44,724,748	
9.2.1	This includes non-performing portfolio of agricultural, small enterprise and infrastructure project financing classified as "Other Assets Especially Mentioned" as per the requirements of respective Prudential Regulations issued by the State Bank of Pakistan.						

9.3 Particulars of credit loss allowance against advances

	June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
	Rupees in '000'							
Opening balance after adoption of IFRS-09	44,616,459	1,871,302	3,557,873	50,045,634	44,865,613	3,579,567	5,452,980	53,898,160
Charge for the period / year	3,110,978	517,907	2,252,959	5,881,844	6,409,311	1,209,893	1,596,612	9,215,816
Reversals for the period / year	(2,650,574)	(1,123,031)	(1,163,653)	(4,937,258)	(6,658,465)	(2,918,158)	(3,491,719)	(13,068,342)
	460,404	(605,124)	1,089,306	944,586	(249,154)	(1,708,265)	(1,895,107)	(3,852,526)
Closing balance	45,076,863	1,266,178	4,647,179	50,990,220	44,616,459	1,871,302	3,557,873	50,045,634

The Bank has availed the benefit of Forced Sale Value (FSV) of collateral against non-performing advances as allowed vide BSD Circular No.1 dated October 21, 2011. This has resulted in decrease in credit loss allowance against non-performing advances by Rs. 583,220 thousand (December 31, 2024: Rs. 312,346 thousand). The FSV benefit availed is not available for cash or stock dividend. Further, the Bank has availed benefit of eligible collaterals for the calculation of ECL amounting to Rs. 1,808,130 thousand (December 31, 2024: Rs. 1,478,971 thousand).

9.4 Advances - particulars of credit loss allowance

	June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
	Rupees in '000'				Rupees in '000'			
Opening balance after adoption of IFRS-09	44,616,459	1,871,302	3,557,873	50,045,634	44,865,613	3,579,567	5,452,980	53,898,160
New advances	948,476	152,340	1,796,125	2,896,941	2,140,953	302,863	1,542,095	3,985,911
Advances derecognized or repaid	(1,316,885)	(325,020)	(269,701)	(1,911,606)	(5,587,360)	(1,230,939)	(1,043,267)	(7,861,566)
Transfer to stage 1	(49,230)	(183,931)	233,161	-	(16,765)	(823,878)	840,643	-
Transfer to stage 2	(56,304)	122,080	(65,776)	-	(9,556)	166,003	(156,447)	-
Transfer to stage 3	187,163	(173,035)	(14,128)	-	422,217	(360,196)	(62,021)	-
	(286,780)	(407,566)	1,679,681	985,335	(3,050,511)	(1,946,147)	1,121,003	(3,875,655)
Changes in risk parameters	747,184	(197,558)	(590,375)	(40,749)	2,801,357	237,882	(3,016,110)	23,129
Closing balance	45,076,863	1,266,178	4,647,179	50,990,220	44,616,459	1,871,302	3,557,873	50,045,634

9.5 Advances - category of classification

		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
		Rupees in '000'			
Performing	Stage 1	692,982,641	4,647,179	747,109,523	3,557,873
Underperforming	Stage 2	29,272,161	1,103,468	26,103,213	1,472,695
		722,254,802	5,750,647	773,212,736	5,030,568
Non-Performing:					
Other assets especially mentioned	Stage 2	327,898	162,710	510,660	398,607
Other assets especially mentioned	Stage 3	423,812	177,846	393,344	170,933
Substandard		1,998,874	863,165	3,725,991	1,668,670
Doubtful		7,181,729	3,478,226	6,921,675	3,290,456
Loss		43,355,662	39,983,544	41,991,879	39,196,082
		52,960,077	44,502,781	53,032,889	44,326,141
Underperforming	Stage 3	1,275,717	574,082	686,740	290,318
Total		776,818,494	50,990,220	827,443,025	50,045,634

THE BANK OF PUNJAB

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
10	PROPERTY AND EQUIPMENT	Note	
	Capital work-in-progress	10.1	700,451
	Property and equipment	10.2	28,281,078
			28,981,529
10.1	Capital work-in-progress		
	Civil works		461,346
	Advances to suppliers		239,105
			700,451
		(Un-audited) June 30, 2025	(Un-audited) June 30, 2024
10.2	Additions to property and equipment	Rupees in '000'	
	The following additions / transfers have been made to property and equipment during the period:		
	Capital work-in-progress - net	(243,008)	(92,285)
	Property and equipment:		
	Freehold land	-	2,037,002
	Furniture and fixtures	90,715	103,315
	Electrical and office equipments	461,205	276,502
	Computer equipments	723,251	352,990
	Lease hold improvements	665,017	586,085
	Vehicles	335,256	40,956
		2,275,444	3,396,850
		2,032,436	3,304,565
10.3	Disposal of property and equipment:		
	The net book value of property and equipment disposed off during the period is as follows:		
	Furniture and fixtures	2,020	3,203
	Electrical and office equipments	2,717	5,355
	Computer equipments	165	813
	Lease hold improvements	243	1,783
	Vehicles	-	-
		5,145	11,154
10.3.1	Gross carrying amount / cost of vehicles disposed off during the period was Rs. 81,141 thousand (June 30, 2024: Nil).		
		(Un-audited) June 30, 2025	(Audited) December 31, 2024
11	RIGHT-OF-USE ASSETS	Rupees in '000'	
	As at January 01,		
	Cost	19,966,779	17,699,453
	Accumulated depreciation	(7,101,015)	(5,275,317)
	Net carrying amount as at January 01,	12,865,764	12,424,136
	Additions / modifications during the period / year	743,338	2,545,251
	Terminations - at cost during the period / year	(32,756)	(277,925)
	Depreciation on terminations during the period / year	12,692	130,928
	Terminations - at book value	(20,064)	(146,997)
	Depreciation charge for the period / year	(1,038,428)	(1,956,626)
	Net carrying amount	12,550,610	12,865,764

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
12	INTANGIBLE ASSETS	Rupees in '000'	
	Intangible in progress	355,426	431,669
	Software and long term licenses	2,123,205	2,040,198
		<u>2,478,631</u>	<u>2,471,867</u>
		(Un-audited) June 30, 2025	(Un-audited) June 30, 2024
12.1	Additions to intangible assets	Rupees in '000'	
	The following additions / transfers have been made to intangible assets during the period:		
	Intangible in progress - net	(76,243)	(270,631)
	Intangible assets purchased	301,266	887,704
		<u>225,023</u>	<u>617,073</u>
		(Un-audited) June 30, 2025	(Audited) December 31, 2024
13	DEFERRED TAX ASSETS - NET	Rupees in '000'	
	Deductible temporary differences on:		
	Right of use assets net of lease liabilities	2,530,887	2,202,388
	Workers' Welfare Fund	1,214,177	936,836
	Credit loss allowance against off balance sheet obligations	386,809	916,029
	Credit loss allowance against lendings to financial institutions	3,768	21,312
	Credit loss allowance against balance with other banks	5,577	7,553
	Credit loss allowance against balance with treasury banks	88,111	233,840
	Credit loss allowance against investments	316,917	10,244
	Credit loss allowance against other assets	287,005	204,307
	Credit loss allowance against advances	10,986,707	10,698,002
		<u>15,819,958</u>	<u>15,230,511</u>
	Taxable temporary differences on:		
	Surplus on revaluation of property and equipment	(3,190,249)	(3,272,050)
	Surplus on revaluation of investments classified as FVTPL	-	(432,272)
	Surplus on revaluation of investments classified as FVOCI	(3,439,100)	(1,098,443)
	Accelerated tax depreciation	(1,356,051)	(1,353,424)
	Surplus on revaluation of non banking assets acquired in satisfaction of claims	(22,557)	(23,134)
		<u>(8,007,957)</u>	<u>(6,179,323)</u>
		<u>7,812,001</u>	<u>9,051,188</u>

		(Un-audited)	(Audited)
		June 30,	December 31,
		2025	2024
14	OTHER ASSETS - NET	Rupees in '000'	
	Note		
Income / mark-up accrued in local currency		51,936,651	58,610,533
Income / mark-up accrued in foreign currency		42,996	111,762
Advances, deposits, advance rent and other prepayments		6,881,716	2,815,975
Non-banking assets acquired in satisfaction of claims		4,169,254	4,049,527
Acceptances	21	15,986,212	12,772,495
Deferred fair value loss on remeasurement of staff loans - notional		16,628,439	13,194,712
Deferred fair value loss on derecognition of financial asset measured at amortised cost		7,713,577	7,674,252
Branch adjustment account		69,360	16,023
Stock of stationery and cards		495,638	435,848
Suspense account		5,430	3,907
Mark to market gain on forward foreign exchange contracts - net		120,878	241,385
Zakat recoverable from National Investment Trust Limited (NITL)		36,790	36,790
Unrealized gain on revaluation of foreign bills and trade loans		84,048	-
Receivable against fraud and forgeries		494,574	418,081
Auto Teller Machine and Point of Sale receivable - net		366,861	338,296
Inter bank fund transfer and RAAST receivable - net		3,121,965	6,279,814
Receivable against settlement arrangements		221,905	221,905
Receivable against litigation expenses		334,690	312,218
Net receivable against sale of shares		1,144,223	-
Others		3,157,872	2,777,864
		113,013,079	110,311,387
Less: Credit loss allowance held against other assets	14.1	(1,491,385)	(1,332,437)
Other assets (net of credit loss allowance)		111,521,694	108,978,950
Surplus on revaluation of non-banking assets acquired in satisfaction of claims	23	939,278	940,388
Other assets - total		112,460,972	109,919,338

THE BANK OF PUNJAB

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
14.1 Credit loss allowance held against other assets	Note		
Advances, deposits, advance rent & other prepayments		35,723	35,723
Acceptances		99,500	53,313
Income / mark-up accrued		282,147	310,941
Non banking assets acquired in satisfaction of claims		30,876	30,876
Zakat recoverable from NITL		36,790	36,790
Fraud and forgeries	14.1.2	373,276	327,239
Receivable against settlement arrangements		221,905	225,337
Receivable against litigation expenses		334,690	312,218
Others		76,478	-
	14.1.1	<u>1,491,385</u>	<u>1,332,437</u>
14.1.1 Movement in credit loss allowance held against other assets			
Opening balance		1,332,437	1,452,895
Impact of adoption of IFRS-09		-	540,711
Charge for the period / year		316,858	254,950
Reversals during the period / year		(157,823)	(402,762)
		159,035	(147,812)
Amount written off		(87)	(513,357)
Closing balance		<u>1,491,385</u>	<u>1,332,437</u>
14.1.2	This includes provision amounted to Rs. 4,548 thousand (December 31, 2024: Rs. 4,795 thousand) maintained against certain closed cases as per approval of the management.		
		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
15 CONTINGENT ASSETS			
Contingent assets		Nil	Nil
16 BILLS PAYABLE			
In Pakistan		10,982,919	7,636,873
Outside Pakistan		-	-
		<u>10,982,919</u>	<u>7,636,873</u>
17 BORROWINGS			
Secured			
Borrowings from SBP under:			
Export refinance scheme (ERF)		20,623,792	23,083,370
Long term financing facility (LTFF)		7,658,774	8,862,770
Financing facility for storage of agriculture produce (FFSAP)		301,238	319,557
Financing scheme for renewable energy		5,452,896	5,911,823
Refinancing facility for combating COVID-19		343,755	494,864
Refinance facility for working capital of small and medium enterprises (SMEs)		5,000	-
Temporary economic refinance scheme (TERF)		11,258,974	11,755,342
Refinance and credit guarantee scheme for women entrepreneurs		37,883	42,150
Finance facility for SAAF rozgar reimbursement credit		15,593,664	15,636,440
Finance facility for shamsi tawanai consumer		45,254	38,526
Islamic temporary economic refinance facility (ITERF)		969,592	1,413,043
Refinancing facility for modernization of small and medium enterprises (SMEs)		160,343	90,033
		62,451,165	67,647,918
Repurchase agreement borrowings		170,790,635	338,739,825
Borrowing from Pakistan Mortgage Refinance Company Limited		3,995,995	1,997,198
Total secured		<u>237,237,795</u>	<u>408,384,941</u>
Unsecured			
Call borrowings		-	200,000
Overdrawn nostro accounts		2,834,305	420,989
Total unsecured		<u>2,834,305</u>	<u>620,989</u>
		<u>240,072,100</u>	<u>409,005,930</u>

18 DEPOSITS AND OTHER ACCOUNTS

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000'					
Customers:						
Current deposits	446,710,124	11,508,489	458,218,613	339,980,192	10,182,140	350,162,332
Savings deposits	687,888,393	6,359,083	694,247,476	680,865,027	5,613,810	686,478,837
Term deposits	739,856,021	22,991,239	762,847,260	598,218,684	49,773,450	647,992,134
Margin deposits	19,920,949	-	19,920,949	8,776,447	-	8,776,447
	1,894,375,487	40,858,811	1,935,234,298	1,627,840,350	65,569,400	1,693,409,750
Financial institutions:						
Current deposits	1,667,736	763,767	2,431,503	2,387,275	1,590,280	3,977,555
Savings deposits	7,543,416	2,995	7,546,411	7,564,653	20,597	7,585,250
Term deposits	1,332,844	-	1,332,844	5,225,157	-	5,225,157
Margin deposits	8,912	-	8,912	90,008	-	90,008
	10,552,908	766,762	11,319,670	15,267,093	1,610,877	16,877,970
	1,904,928,395	41,625,573	1,946,553,968	1,643,107,443	67,180,277	1,710,287,720

18.1 Current deposits include call deposits amounting to Rs. 55,734,518 thousand (December 31, 2024: Rs. 30,976,161 thousand)

	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
19 LEASE LIABILITIES			
Outstanding at the start of the period / year		17,101,125	15,727,259
Additions during the period / year		743,338	2,545,251
Mark-up accrued during the period / year		1,151,290	2,187,160
Terminations during the period / year		(37,244)	(386,477)
Payment of lease liabilities against right of use assets during the period / year		(1,540,808)	(2,972,068)
Outstanding at the end of the period / year		17,417,701	17,101,125
19.1 Liabilities outstanding			
Not later than one year		83,656	146,338
Later than one year and upto five years		1,760,647	1,631,629
Over five years		15,573,398	15,323,158
Total at the end of the period / year		17,417,701	17,101,125
For the purpose of discounting PKRV rates are being used.			
20 SUBORDINATED DEBTS			
Subordinated perpetual term finance certificates - ADT I		8,017,500	8,017,500
Subordinated perpetual term finance certificates - ADT I 2nd issue		3,950,000	3,950,000
Privately placed term finance certificates - II		4,287,960	4,288,820
Privately placed term finance certificates - III		6,994,400	6,995,800
Privately placed term finance certificates - IV		7,566,472	7,567,986
		30,816,332	30,820,106

20.1. Major terms and conditions of subordinated debts are as follows:

Description	ADT -I	ADT -I 2nd issue	TFCs - II	TFCs - III	TFCs - IV
Face value	100,000 PKR	100,000 PKR	100,000 PKR	100,000 PKR	100,000 PKR
Listed/unlisted	Listed	Listed	Un-listed	Un-listed	Un-listed
Feature	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative
Issue amount Rs. in '000'	8,017,500	3,950,000	4,300,000	7,000,000	7,569,500
Issue date	June 20, 2022	February 29, 2024	April 23, 2018	April 17, 2023	June 27, 2024
Maturity date	Perpetual	Perpetual	April 23, 2028	April 17, 2033	June 27, 2034
Rating	AA- (by PACRA)	AA- (by PACRA)	AA (by PACRA)	AA (by PACRA)	AA (by PACRA)
Tenor	Perpetual	Perpetual	10 Years.	10 Years.	10 Years.
Security	Unsecured and subordinated to all other indebtedness of the Bank including deposits except common shares.	Unsecured and subordinated to all other indebtedness of the Bank including deposits except common shares.	Unsecured and subordinated to all other indebtedness of the Bank including deposits.	Unsecured and subordinated to all other indebtedness of the Bank including deposits.	Unsecured and subordinated to all other indebtedness of the Bank including deposits.
Profit payment & frequency	Profit payable on half yearly basis in arrears on the outstanding principal amount, on a non-cumulative basis.	Profit payable on half yearly basis in arrears on the outstanding principal amount, on a non-cumulative basis.	Profit payable on half yearly basis in arrears on the outstanding principal amount.	Profit payable on half yearly basis in arrears on the outstanding principal amount.	Profit payable on half yearly basis in arrears on the outstanding principal amount.
Profit rate	Floating rate of return at base rate plus 200 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 200 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 125 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 125 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 125 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).
Repayment	Not applicable.	Not applicable.	The TFC has been structured to redeem 0.02% of the issue amount semi-annually in the first 09 years after the issue and the remaining issue amount in two equal semi-annual installments of 49.82% each, in the 10th year.	The TFC has been structured to redeem 0.02% of the issue amount semi-annually in the first 09 years after the issue and the remaining issue amount in two equal semi-annual installments of 49.82% each, in the 10th year.	The TFC has been structured to redeem 0.36% of the issue amount semi-annually in the first 09 years after the issue and the remaining issue amount in two equal semi-annual installments of 49.82% each, in the 10th year.
Call / Put option	Callable after a period of 05 years. However no put option is available to the investors.				
Lock in clause	Neither profit nor principal may be paid (even at maturity) if such payments would result in a shortfall in the Bank's Minimum Capital Requirement (MCR) or Capital Adequacy Ratio (CAR) or increase any existing shortfall in MCR or CAR.				
Loss absorbency clause:	May be converted into ordinary shares or written off immediately (either partially or in full) at the discretion of the SBP, upon the occurrence of a point of non-viability ("PONV") event as defined in the Basel III guidelines, at the market value of the shares on the date of trigger of PONV on sole discretion of the SBP.				

21 OTHER LIABILITIES

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
Mark-up / return / interest payable in local currency		36,555,705	58,846,660
Mark-up / return / interest payable in foreign currencies		701,987	1,245,364
Mark-up payable on subordinated debts		524,319	680,067
Provision for taxation - net		3,673,710	1,787,511
Sundry creditors and accrued expenses		2,097,600	1,745,839
Lease key money		26,836,822	21,617,332
Acceptances	14	15,986,212	12,772,495
Payable to gratuity fund		263,797	421,347
Gratuity payable to key management personnel		30,061	30,061
Provision for employees compensated absences		174,746	184,746
Unrealized loss on revaluation of foreign bills and trade loans		-	113,276
Credit loss allowance against off-balance sheet obligations	21.2	787,846	1,805,577
Levies and taxes payable		1,138,192	3,563,792
Unclaimed dividends		2,586	2,586
Payable to charity fund		2,701	469
Charges payable against financing of consumer assets		1,371,130	1,120,316
Payable against purchase of shares		-	200
Workers' Welfare Fund	21.1	2,619,911	2,086,563
Deferred and unearned income		1,694,709	1,322,348
Clearing and settlement accounts		1,792,951	1,911,890
Credit loss guarantee received against advances		766,586	231,006
Payable on account of GoPb transactions		2,837,113	-
Others		1,929,478	1,106,866
		101,788,162	112,596,311

- 21.1** 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 for the levy of Workers Welfare Fund (WWF) were not lawful. The Federal Board of Revenue has filed review petitions against this order which are currently pending. Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgment may not currently be treated as conclusive. Accordingly, the Bank maintained provision in respect of WWF.

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
Opening balance		1,805,577	43,983
Impact of adoption of IFRS-09		-	1,525,099
Charge for the period / year		290,838	969,931
Reversals during the period / year		(1,308,569)	(733,436)
	33	(1,017,731)	236,495
Closing balance		787,846	1,805,577

22 SHARE CAPITAL - NET**22.1 Authorized capital**

(Un-audited)	(Audited)		(Un-audited)	(Audited)
June 30,	December 31,		June 30,	December 31,
2025	2024		2025	2024
Number of shares			Rupees in '000'	
<u>5,000,000,000</u>	<u>5,000,000,000</u>	Ordinary / Preference shares of Rs. 10 each	<u>50,000,000</u>	<u>50,000,000</u>

The authorized capital of the Bank is fifty thousand million rupees divided into five thousand million ordinary or preference shares of ten rupees each. The Board of Directors approved increase in authorized share capital of the Bank to 10,000,000 thousand shares amounting to Rs. 100,000,000 thousand. The Bank has initiated the process for necessary amendments in the Bank of Punjab Act, 1989 through the Provincial Assembly of Punjab.

22.2 Issued, subscribed and paid up capital

(Un-audited)	(Audited)		(Un-audited)	(Audited)
June 30,	December 31,		June 30,	December 31,
2024	2024		2025	2024
Number of shares			Note	Rupees in '000'
1,607,912,555	1,607,912,555	Ordinary shares of Rs. 10 each paid in cash	16,079,125	16,079,125
526,315,789	526,315,789	Ordinary shares of Rs. 10 each issued at discount	5,263,158	5,263,158
1,137,340,975	1,137,340,975	Issued as bonus shares	11,373,410	11,373,410
3,271,569,319	3,271,569,319		32,715,693	32,715,693
-	-	Less: Discount on issue of shares	(263,158)	(263,158)
3,271,569,319	3,271,569,319		32,452,535	32,452,535

GoPb held 57.47% shares in the Bank as at June 30, 2025 (December 31, 2024: 57.47%).

23 SURPLUS ON REVALUATION OF ASSETS - NET OF TAX

Surplus / (deficit) on revaluation of:

Securities measured at FVOCI - debt instruments	8.1	6,841,544	1,525,362
Securities measured at FVOCI - equity investments	8.1	(227,890)	587,028
Property and equipment		9,137,909	9,295,219
Non-banking assets acquired in satisfaction of claims	14	939,278	940,388
		16,690,841	12,347,997

Deferred tax on surplus / (deficit) on revaluation of:

Securities measured at FVOCI - debt instruments	(3,557,603)	(793,188)
Securities measured at FVOCI - equity investments	118,503	(305,255)
Property and equipment	(3,190,249)	(3,272,050)
Non-banking assets acquired in satisfaction of claims	(22,557)	(23,134)
	(6,651,906)	(4,393,627)
	<u>10,038,935</u>	<u>7,954,370</u>

24 CONTINGENCIES AND COMMITMENTS

Guarantees	24.1	165,127,983	159,178,133
Commitments	24.2	389,808,850	353,075,813
Other contingent liabilities	24.3	291,951	291,951
		<u>555,228,784</u>	<u>512,545,897</u>

THE BANK OF PUNJAB

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
Note			
24.1	Guarantees:		
	Financial guarantees	51,913,807	48,123,386
	Performance guarantees	32,728,189	28,380,622
	Other guarantees:		
	Back to back guarantees	47,940,688	47,837,861
	Mobilization and bid bond guarantees	16,454,102	14,779,233
	Other guarantees	16,091,197	20,057,031
		80,485,987	82,674,125
		165,127,983	159,178,133
24.2	Commitments:		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	138,808,928	162,730,274
	Commitments in respect of:		
	- forward foreign exchange contracts	24.2.1 202,886,618	120,009,708
	- forward Government securities transactions	24.2.2 15,569,000	35,060,700
	- forward lending	24.2.3 32,169,531	34,883,622
	Commitments for acquisition of:		
	- property and equipment	268,017	342,919
	- intangible assets	106,756	48,590
		389,808,850	353,075,813
24.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	109,618,580	76,547,355
	Sale	93,268,038	43,462,353
		202,886,618	120,009,708
24.2.2	Commitments in respect of forward Government securities transactions		
	Purchase	11,569,000	18,060,700
	Sale	4,000,000	17,000,000
		15,569,000	35,060,700
24.2.3	Commitments in respect of forward lending		
	Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.3.1 32,169,531	34,883,622
24.2.3.1	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. In addition, the Bank makes revocable commitments that do not attract any significant penalty or expense if the facility is unilaterally withdrawn.		
24.3	Other contingent liabilities	24.3.1 291,951	291,951
24.3.1	For tax years 2014 - 2024, the tax department disputed Bank's treatment on certain issues, where the Bank's appeals are pending at various appellate forums. Such issues inter alia principally include disallowance of expenses for initial depreciation allowances, non deduction of withholding tax on profit, non availability of underlying records and provision for non performing loans.		
	The Bank has filed appeals which are pending at various appellate forums. In addition, certain decisions made in favour of the Bank are being contested by the department at higher forums. No provision has been made in these unconsolidated condensed interim financial statements regarding the aforesaid additional tax demand and already issued favourable decisions where the tax department is in appeal, as the management is of the view that the issues will be decided in the Bank's favour as and when these are taken up by the Appellate authorities.		
24.4	Claims against the Bank not acknowledged as debts		
	An amount of Rs. 45,198,429 thousand (December 31, 2024: Rs. 46,889,928 thousand) involved in the claims filed against the Bank are yet to be adjudicated by the concerned Courts as the same have been filed as outburst to Bank's recovery suits. Up till now, in no case, any claim has been adjudicated, determined or decreed by the Courts against the Bank. Moreover, there is no likelihood of decreeing the suits against the Bank because, the claims are frivolous.		

THE BANK OF PUNJAB

		(Un-audited)	Restated
		June 30,	(Un-audited)
		2025	June 30,
			2024
		Rupees in '000'	
25	MARK-UP / RETURN / INTEREST EARNED		
	Loans and advances	47,978,469	64,553,174
	Investments	84,155,581	104,175,206
	Lendings to financial institutions	1,153,491	2,554,521
	Balances with banks	160,917	436,356
	IFRS-09 adjustments - notional		
	Staff loans	971,649	196,665
	Other loans	666,331	807,004
		<u>135,086,438</u>	<u>172,722,926</u>
25.1	Interest income recognised on:		
	Financial assets measured at amortised cost	58,972,135	77,051,906
	Financial assets measured at FVOCI	71,155,391	93,418,616
	Financial assets measured at FVTPL	4,958,912	2,252,404
		<u>135,086,438</u>	<u>172,722,926</u>
26	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits and other accounts	72,531,088	119,296,354
	Borrowings	22,955,370	31,921,506
	Subordinated debts	2,207,006	3,547,288
	Mark-up on lease liability against right of use assets	1,151,290	1,037,993
	IFRS-09 adjustment on borrowings - notional	429,810	345,779
		<u>99,274,564</u>	<u>156,148,920</u>
27	FEE AND COMMISSION INCOME		
	Branch banking customer fees	229,542	225,080
	Consumer finance related fees	285,742	376,851
	Card related fees	1,917,455	895,683
	Credit related fees	553,318	450,719
	Investment banking fees	333,223	347,199
	Branchless banking fees	427,157	49,608
	Commission on trade	1,138,123	827,762
	Commission on guarantees	259,114	301,174
	Commission on cash management	110,384	108,395
	Commission on remittances including home remittances	188,301	388,887
	Commission on bancassurance	169,479	121,141
	Commission on wheat financing	-	27
	SMS banking income	702,055	424,359
		<u>6,313,893</u>	<u>4,516,885</u>
28	GAIN ON SECURITIES - NET		
	Realized gain / (loss) on sale of securities - net	2,531,686	1,729,030
	Unrealized gain - measured at FVTPL	136,914	352,367
	Realized gain - deliverable future contracts	-	7,887
		<u>2,668,600</u>	<u>2,089,284</u>
28.1	Realized gain / (loss) on sale of securities - net:		
	Federal government securities	2,567,998	1,414,619
	Non government debt securities	17,952	17,951
	Shares	(54,264)	296,460
		<u>2,531,686</u>	<u>1,729,030</u>
28.2	Realized gain / (loss) on sale of securities - net:		
	Net gain on financial assets measured at FVTPL		
	Designated upon initial recognition	50,819	408,040
	Mandatorily measured at FVTPL	17,952	17,951
	Net gain on financial assets measured at FVOCI	2,462,915	1,303,039
		<u>2,531,686</u>	<u>1,729,030</u>
29	NET (LOSS) / GAIN ON DERECOGNITION OF FINANCIAL ASSETS MEASURED AT AMORTISED COST		
	Gain on derecognition on financial assets measured at amortised cost	-	1,563,972
	Loss on derecognition on financial assets measured at amortised cost	(569,049)	(201,954)
		<u>(569,049)</u>	<u>1,362,018</u>
29.1	This includes amortization of deferred loss / modification impact(s) on PIA Corporation Limited and other parties.		

THE BANK OF PUNJAB

		(Un-audited) June 30, 2025	Restated (Un-audited) June 30, 2024
	Note	Rupees in '000'	
30 OTHER INCOME			
Rent on property		6,367	-
Gain on sale of property and equipment - net		111,681	2,487
Gain on sale of non banking assets acquired in satisfaction of claims - net		-	514,223
Gain on termination of lease liability against right of use assets		17,180	161,296
Notice pay on resignations		36,901	23,805
Claim decided in favour of Bank against litigation		-	331,647
		<u>172,129</u>	<u>1,033,458</u>
31 OPERATING EXPENSES			
Total compensation expense	31.1	15,108,507	12,212,473
Property expense:			
Rent and taxes		23,379	19,675
Insurance		10,127	8,774
Utilities cost		845,871	816,382
Security		1,145	946
Repair and maintenance including janitorial charges		115,182	140,852
Depreciation		571,990	438,891
Depreciation on right of use assets		1,038,428	946,422
		2,606,122	2,371,942
Information technology expenses:			
Software maintenance		1,005,831	679,377
Hardware maintenance		42,296	45,119
Depreciation on computer equipment		555,126	397,892
Amortization on intangible assets		218,259	206,976
Network charges		263,783	282,640
		2,085,295	1,612,004
Other operating expenses:			
Directors' fees and allowances		29,648	32,993
Fees and allowances to shariah board		7,049	5,075
Legal and professional charges		366,118	148,358
Subscription charges		59,496	39,444
Outsourced staff services costs		641,966	498,915
Travelling and conveyance		238,703	193,695
NIFT clearing charges		81,724	43,565
Depreciation		473,437	342,481
Depreciation on non banking assets acquired in satisfaction of claims		16,331	6,828
Depreciation on ijarah assets under IFAS - 2		265,944	156,946
Training and development		46,651	66,235
Postage and courier charges		206,364	182,011
Stationery and printing		431,211	357,739
Marketing, advertisement and publicity		458,462	374,156
Auditors remuneration		11,713	4,491
Insurance		183,092	148,295
Deposit protection fee		464,590	374,509
Repair and maintenance		558,814	365,732
Entertainment expenses		159,291	148,979
Vehicle running expenses		54,963	53,581
Fuel for generator		159,653	133,704
Commission and brokerage		969,424	196,446
SMS banking charges		420,919	362,198
Bank charges		57,829	27,091
Card related expenses		2,009,508	1,063,477
Cash remittance charges		523,339	328,112
Branch license fee		23,185	24,366
CNIC verification / ECIB charges		275,076	150,384
Organizational development		59,553	27,072
Miscellaneous expenses		182,954	253,872
		<u>9,437,007</u>	<u>6,110,750</u>
		<u>29,236,931</u>	<u>22,307,169</u>

31.1 This includes IFRS-09 adjustment on staff loans - notional amounting to Rs. 971,649 thousand (June 30, 2024: Rs. 196,665 thousand)

THE BANK OF PUNJAB

		(Un-audited)	
		June 30,	June 30,
		2025	2024
		Rupees in '000'	
32	OTHER CHARGES	Note	
	Penalties imposed by SBP		1,496
	Operational loss		157
		3,986	1,653
33	(REVERSAL) / CHARGE OF CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET		
	Reversal of credit loss allowance against lending to financial institutions	(33,738)	(58,406)
	Charge / (reversal) of credit loss allowance against investments	589,755	(44,945)
	Charge / (reversal) of credit loss allowance / provision against loans & advances	944,586	(2,405,384)
	Reversal of credit loss allowance against balances with treasury banks	(280,249)	(180,899)
	Charge / (reversal) of credit loss allowance against other assets	159,035	(243,605)
	Reversal of credit loss allowance against off balance sheet obligations	(1,017,731)	(689,454)
	(Reversal) / charge of credit loss allowance against balance with other banks	(3,799)	216,339
		357,859	(3,406,354)
34	TAXATION - NET		
	Current	9,454,564	742,765
	Deferred	(1,101,474)	1,957,449
		8,353,090	2,700,214
34.1	This includes provision for super tax in accordance with Income Tax Ordinance, 2001.		
		(Un-audited)	(Un-audited)
		June 30,	June 30,
		2025	2024
35	BASIC EARNINGS PER SHARE		
	Profit after taxation for the period (Rs in '000')	6,804,829	4,811,716
	Weighted average number of ordinary shares (No.).	3,271,569,319	3,271,569,319
	Basic earnings per share - Rs.	2.08	1.47
36	DILUTED EARNINGS PER SHARE		
	There were no convertible dilutive potential ordinary shares outstanding as at reporting dates.		
37	FAIR VALUE OF FINANCIAL INSTRUMENTS		
	The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in subsidiaries, 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 reprised.		
37.1	The Bank measures fair vale 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 measurement using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly. (i.e. derived from prices).		
	Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).		

37.1.1 Valuation techniques used in determination of fair values within level 2 and level 3

Item	Valuation approach and input used
Federal Government securities	The fair value of Federal Government securities is determined using the prices / rates available on Mutual Funds Association of Pakistan (MUFAP).
Non-Government debt securities	The fair value of non-government debt securities is determined using the prices / rates available on MUFAP
Mutual Fund units	The fair values of investments in mutual fund units are determined based on their net asset values as published at the close of reporting date.
Forward foreign exchange contracts	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Unlisted shares	The fair value of unquoted equity investments is determined using the discounted cash flow (DCF) method / market multiple approach, based on the investee company's projected cash flows / available financial information. In cases where such projections are not available, the Bank estimates fair value as the lower of the investment's cost or its break-up value.
Fixed assets and non-banking assets acquired in satisfaction of claims	Land, buildings on freehold land and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets.

37.2 Fair value of financial assets

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 categorized:

June 30, 2025 (Un-audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments					
Financial assets measured at fair value:					
Government securities	1,268,176,761	-	1,268,176,761	-	1,268,176,761
Shares	4,559,163	4,485,753	-	73,410	4,559,163
Non-Government debt securities	8,435,066	-	8,435,066	-	8,435,066
Mutual fund & investment trust units	2,883,646	-	2,883,646	-	2,883,646
Foreign securities	34,769	-	-	34,769	34,769
Subsidiary companies	1,210,487	-	-	1,210,487	1,210,487
Financial assets disclosed but not measured at fair value:					
Government securities	138,106,792	-	138,636,067	-	138,636,067
Non-Government debt securities	2,099,236	-	2,099,236	-	2,099,236
Off balance sheet financial instruments:					
Forward purchase of foreign exchange contracts	110,002,003	-	110,002,003	-	110,002,003
Forward sale of foreign exchange contracts	93,530,583	-	93,530,583	-	93,530,583
Forward purchase of Government Securities transaction	11,569,000	-	11,569,000	-	11,569,000
Forward sale of Government securities transactions	4,000,000	-	4,000,000	-	4,000,000
December 31, 2024 (Audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments					
Financial assets measured at fair value:					
Government securities	1,161,221,636	-	1,161,221,636	-	1,161,221,636
Shares	7,219,848	7,193,278	26,570	-	7,219,848
Non-Government debt securities	9,410,772	-	9,410,772	-	9,410,772
Mutual funds & investment trust units	3,099,761	2,994,767	104,994	-	3,099,761
Foreign securities	11,957	-	-	11,957	11,957
Subsidiary companies	1,210,487	-	-	1,210,487	1,210,487
Financial assets disclosed but not measured at fair value:					
Government securities	136,638,722	-	134,938,970	-	134,938,970
Non-Government debt securities	2,102,368	-	2,102,368	-	2,102,368
Off balance sheet financial instruments:					
Forward purchase of foreign exchange contracts	76,262,665	-	76,262,665	-	76,262,665
Forward sale of foreign exchange contracts	42,936,278	-	42,936,278	-	42,936,278
Forward purchase of Government Securities transaction	18,060,700	-	18,060,700	-	18,060,700
Forward sale of Government Securities transaction	17,000,000	-	17,000,000	-	17,000,000

June 30, 2025 (Un-audited)					
Carrying value / Notional value	Level 1	Level 2	Level 3	Total	
Rupees in '000'					
Non financial assets measured at fair value:					
Property and equipment (land & building)	16,595,171	-	16,595,171	-	16,595,171
Non banking assets acquired in satisfaction of claims	5,077,656	-	5,077,656	-	5,077,656
December 31, 2024 (Audited)					
Carrying value / Notional value	Level 1	Level 2	Level 3	Total	
Rupees in '000'					
Non financial assets measured at fair value:					
Property and equipment (land & building)	16,867,043	-	16,867,043	-	16,867,043
Non banking assets acquired in satisfaction of claims	4,959,039	-	4,959,039	-	4,959,039

37.4 The following table summarises the quantitative information about the significant unobservable inputs used in Level 3 fair value measurements of investment in unquoted equity securities.

Description	Valuation technique	Unobservable input	Discount rate	Relationship of unobservable inputs to fair value
Unquoted equity investments	DCF method	Discount rate	15.88%	Increase / decrease discount rate by 1% with all other variables held constant, would decrease / increase the fair value by Rs. 1.326 million and Rs 1.378 million respectively.

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

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
Opening balance	97,786	36,957
Impact of adoption of IFRS 9	-	60,829
Balance as at January 01, 2025 after adopting IFRS 9	97,786	97,786
Disposals during the period	-	-
Remeasurement recognised in OCI	10,393	-
Closing balance	108,179	97,786

38 SEGMENT INFORMATION

38.1 Segment details with respect to business activities

	(Un-audited)					
	June 30, 2025					
	Corporate and investment banking	Cards and public sector deposits	Consumer banking group	Treasury	Islamic	Others including Head Office
	Rupees in '000'					
Statement of profit & loss account						
Net mark-up / return / profit	29,940,545	2,574,860	10,534,571	81,188,949	9,326,939	1,520,574
Inter segment (cost) / revenue - net	(12,933,366)	48,732,002	23,288,940	(59,263,964)	(685)	177,073
Non mark-up / return / interest income	1,861,323	3,065,744	994,377	3,712,092	276,053	(431,420)
Total income	18,868,502	54,372,606	34,817,888	25,637,077	9,602,307	1,266,227
Segment total expenses	13,009,088	41,668,261	27,586,138	21,902,342	8,089,338	16,793,662
Profit before credit loss allowance and tax	5,859,414	12,704,345	7,231,750	3,734,735	1,512,969	(15,527,435)
Credit loss allowance	(1,371,275)	975,605	609,561	(120,179)	336,782	(72,635)
Profit / (loss) before tax	7,230,689	11,728,740	6,622,189	3,854,914	1,176,187	(15,454,800)
Balance sheet						
Cash and bank balances	-	188,241	38,155,584	63,432,178	16,650,467	-
Investments - net	980,923	-	-	1,343,556,252	80,968,745	-
Net inter segment lending	-	824,800,815	519,444,335	-	50,955,984	29,858,116
Lendings to financial institutions	-	-	-	-	9,792,754	-
Advances - performing	396,413,985	66,395,809	166,295,343	-	71,634,876	16,465,776
- non-performing - net	5,574,269	-	1,727,666	-	1,302,298	18,252
Others	30,099,830	1,861,187	22,754,037	23,018,567	16,539,078	70,011,044
Total assets	433,069,007	893,246,052	748,376,965	1,430,006,997	247,844,202	116,353,188
Borrowings	159,129,250	-	16,563,256	62,451,165	1,928,429	-
Subordinated debts	-	-	-	-	-	30,816,332
Deposits and other accounts	195,680,541	879,174,034	654,792,908	-	216,906,485	-
Net inter segment borrowing	63,211,794	-	-	1,361,847,456	-	-
Others	15,047,422	14,072,018	77,020,801	5,708,376	7,813,283	10,526,882
Total liabilities	433,069,007	893,246,052	748,376,965	1,430,006,997	226,648,197	41,343,214
Equity						96,205,979
Total equity and liabilities						3,868,896,411
Contingencies and commitments	311,680,995	-	2,954,326	213,436,754	26,492,260	664,449
						555,228,784

(Un-audited)

June 30, 2024

	Corporate and investment banking	Cards and public sector deposits	Consumer banking group	Treasury	Islamic	Others including Head Office	Total
				Rupees in '000'			
Statement of profit & loss account							
Net mark-up / return / profit	43,961,079	97,092	11,567,618	102,500,052	13,947,877	649,208	172,722,926
Inter segment revenue - net	(25,038,411)	71,188,576	40,112,015	(89,751,253)	(1,916,796)	5,405,869	-
Non mark-up / return / interest income	1,574,817	1,649,127	867,208	3,079,419	208,472	2,548,359	9,927,402
Total income	20,497,485	72,934,795	52,546,841	15,828,218	12,239,553	8,603,436	182,650,328
Segment total expenses	21,398,787	66,626,899	38,440,571	29,528,990	8,200,142	14,349,363	178,544,752
Profit before credit loss allowance and tax	(901,302)	6,307,896	14,106,270	(13,700,772)	4,039,411	(5,745,927)	4,105,576
Credit loss allowance	(3,553,526)	9,225	422,450	40,706	(394,852)	69,643	(3,406,354)
Profit / (loss) before tax	2,652,224	6,298,671	13,683,820	(13,741,478)	4,434,263	(5,815,570)	7,511,930

(Audited)

December 31, 2024

Balance sheet

Cash and bank balances	-	256,597	31,163,892	58,945,560	13,668,255	-	104,034,304
Investments - net	998,874	-	-	1,264,395,153	55,521,524	-	1,320,915,551
Net inter segment lending	-	701,461,858	530,646,536	-	10,691,544	23,971,817	1,266,771,755
Lendings to financial institutions	-	-	-	-	14,769,016	-	14,769,016
Advances - performing	476,033,755	34,200,072	153,473,104	-	78,200,897	26,670,763	768,578,591
- non-performing	6,153,998	-	1,462,361	-	1,207,434	(4,993)	8,818,800
Others	28,115,878	1,998,701	22,805,830	26,908,572	14,735,486	68,298,481	162,862,948
Total assets	511,302,505	737,917,228	739,551,723	1,350,249,285	188,794,156	118,936,068	3,646,750,965
Borrowings	49,408,660	-	17,762,197	339,360,814	2,474,259	-	409,005,930
Subordinated debts	-	-	-	-	-	30,820,106	30,820,106
Deposits and other accounts	192,343,997	722,637,779	636,562,579	-	158,743,365	-	1,710,287,720
Net inter segment borrowing	257,588,636	-	-	1,009,183,119	-	-	1,266,771,755
Others	11,961,212	15,279,449	85,226,947	1,705,352	7,812,648	15,348,701	137,334,309
Total liabilities	511,302,505	737,917,228	739,551,723	1,350,249,285	169,030,272	46,168,807	3,554,219,820
Equity							92,531,145
Total equity and liabilities							3,646,750,965
Contingencies and commitments	309,194,746	-	24,055,755	150,522,395	28,092,662	680,339	512,545,897

39 RELATED PARTY TRANSACTIONS

The Bank has related party transactions with its subsidiaries, employee benefit plans, directors and Key Management Personnel. The Banks enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

	(Un-audited) June 30, 2025					(Audited) December 31, 2024				
	Directors	Key management personnel	Subsidiary companies and managed modaraba	Employee funds	Other related parties	Directors	Key management personnel	Subsidiary companies and managed modaraba	Employee funds	Other related parties
	Rupees in '000'									
Lendings to financial institutions:										
Opening balance	-	-	1,985,000	-	-	-	-	1,985,000	-	-
Addition during the period / year	-	-	2,000,000	-	-	-	-	-	-	-
Repaid during the period / year	-	-	1,485,000	-	-	-	-	-	-	-
Closing balance	-	-	2,500,000	-	-	-	-	1,985,000	-	-
Credit loss allowance against lendings to financial institutions	-	-	6,711	-	-	-	-	8,034	-	-
Investments (gross):										
Opening balance	-	-	1,375,432	-	-	-	-	275,432	-	-
Addition during the period / year	-	-	-	-	-	-	-	1,100,000	-	-
Repaid during the period / year	-	-	-	-	-	-	-	-	-	-
Closing balance	-	-	1,375,432	-	-	-	-	1,375,432	-	-
Credit loss allowance for diminution in value of investments	-	-	164,945	-	-	-	-	164,945	-	-
Advances (gross):										
Opening balance	-	527,614	-	-	-	-	466,461	-	-	-
Addition during the period / year	-	103,729	-	-	-	-	254,115	-	-	-
Repaid during the period / year	-	97,007	-	-	-	-	192,962	-	-	-
Closing balance	-	534,336	-	-	-	-	527,614	-	-	-
Credit loss allowance held against advances	-	9,246	-	-	-	-	5,301	-	-	-
Fair value loss held against advances	-	255,399	-	-	-	-	257,679	-	-	-
Other assets - advance deposits and prepayments	-	-	101,372	-	-	-	-	180,764	-	-
Other assets - markup receivable	-	22,933	9,176	-	-	-	21,508	103,724	-	-
Credit loss allowance against other assets	-	434	25	-	-	-	336	420	-	-
Right of use assets	-	-	-	-	55,971	-	-	-	-	58,184
Lease liability against right of use assets	-	-	-	-	18,588	-	-	-	-	17,394
Deposits and other accounts:										
Opening balance	22,222	116,930	723,563	2,587,664	874,152	9,536	52,104	17,454	1,185,599	158,150
Received during the period / year	13,931	1,513,313	13,214,042	3,585,614	1,307,278	112,807	2,504,848	5,709,242	25,776,888	19,344,943
Withdrawn during the period / year	11,507	1,512,488	13,364,751	5,005,422	1,172,964	100,121	2,440,022	5,003,133	24,374,823	18,628,941
Closing balance	24,646	117,755	572,854	1,167,856	1,008,466	22,222	116,930	723,563	2,587,664	874,152
Markup & commission payable	69	1,127	1,872	-	61	92	594	1,783	-	3,530
Contingencies (non funded exposure)	-	-	-	-	56,300	-	-	-	-	56,300

	June 30, 2025 (Un-audited)					June 30, 2024 (Un-audited)				
	Directors	Key management personnel	Subsidiary companies and managed modaraba	Employee Funds	Other related parties	Directors	Key management personnel	Subsidiary companies and managed modaraba	Employee Funds	Other related parties
	Rupees in '000'									
Income:										
Mark-up / return / interest earned	-	22,159	264,360	-	-	-	40,161	184,198	-	-
Fee and commission income	36	516	52	-	1,061	2	470	73	-	996
Other income (rental)	-	-	7,739	-	-					
Expense:										
Mark-up expensed on deposits	1,034	3,613	8,986	92,915	38,940	3,219	5,472	1,383	128,417	5,494
Depreciation on right of use assets	-	-	-	-	2,213	-	-	-	-	2,213
Mark-up on lease liability against right of use assets	-	-	-	-	1,194	-	-	-	-	1,050
Compensation expense	-	596,430	-	-	-	-	447,509	-	-	-
Commission expense	-	-	7,212	-	-	-	-	7,378	-	-
Training and development	-	-	-	-	7,613	-	-	-	-	-
Directors fee and allowances	29,648	-	-	-	-	32,993	-	-	-	-

39.1 Balances pertaining to parties that were related at the beginning of the year but ceased to be so related during any part of the current period are not reflected as part of the closing balance. The same are accounted for through movement presented above.

39.2 The GoPb holds controlling interest (57.47% shareholding) in the Bank and therefore entities which are owned and / or controlled by the GoPb, or where the GoPb may exercise significant influence, are related parties of the Bank. The Bank in the ordinary course of business enters into transaction with Government- related entities. Such transactions include lending to, deposits from and provision of other banking services to Government-related entities. The detail of transactions are as follows:

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
Advances	7,863,435	9,481,684
Credit loss allowance held against advances	19,817	88,080
Deposits and other accounts	919,375,344	753,243,728
Bills payable	77,274	65,758
Subordinated debts	13,124,666	13,126,352
Acceptances	71,929	71,929
Contingencies and commitments	44,004,483	34,117,577
Credit loss allowance against off balance sheet obligations	11,429	24,010
Mark-up receivable	1,852,253	3,265,516
Credit loss allowance against other assets	13	111
Mark-up payable on subordinated debts	211,983	299,653
Mark-up payable on deposits and other accounts	21,587,070	36,367,364
	(Un-audited) June 30, 2025	(Un-audited) June 30, 2024
	Rupees in '000'	
Mark-up earned	707,586	3,465,587
Mark-up expensed	9,661,807	67,005,974
Income on contingencies and commitments	164,779	102,835
Mark-up expense on subordinated debts	992,159	1,228,534

39.3 The Bank made contribution of Rs. 348,222 thousand and Rs. 421,347 thousand (June 30, 2024: Rs. 300,956 thousand and Rs. 690,633 thousand) to employees provident fund and gratuity fund during the period respectively.

39.4 The Bank has allocated 3rd floor, National Tower, 28-Egerton road, Lahore to PMSL for its utilization and grants PMSL the authority to assign, sub-let or otherwise transfer possession of the premises or any portion thereof, on an arm's length basis, to its associated entities for business and commercial purposes, under its regulatory framework.

39.5 Advances to employees as at June 30, 2025, other than key management personnel, net of fair value adjustments amounted to Rs.15,356,762 thousand (December 31, 2024: Rs. 17,209,106 thousand) with markup receivable of Rs. 1,210,248 thousand (December 31, 2024: Rs.1,080,273 thousand) and markup income of Rs.739,793 thousand (June 30, 2024: Rs. 586,284 thousand) and fee & commission income of Rs. 24,801 thousand (June 30, 2024: Rs. 9,831 thousand). The ECL on said advances including markup and unutilized limits amounted to Rs. 644,779 thousand (December 31, 2024: Rs. 475,965 thousand). Compensation expense includes deferred cash bonus for President / CEO, key management personnel and other material risk takers / controllers. Deferred cash bonus as on June 30, 2025 stood at Rs. 140,756 thousand (December 31, 2024: Rs. 122,384 thousand).

39.6 In terms of service agreement of President / CEO, certain benefits including provision of Bank maintained cars, medical insurance cover etc. are also available to him. Further, certain executives are also entitled for Bank maintained car along with driver, corporate club membership and mobile phone as per Bank's policy.

39.7 The Bank held government securities in fiduciary capacity for its employee fund, GOPb & other related parties in IPS account amounting to Rs. 14,073,750 thousand (December 31, 2024: Rs. 11,496,500 thousand)

40 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

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

Minimum Capital Requirement (MCR):

Paid-up capital including share premium (net of losses)	34,667,575	34,667,575
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Capital Adequacy Ratio (CAR):

Eligible Common Equity Tier 1 (CET 1) Capital	85,770,933	84,424,012
Eligible Additional Tier 1 (ADT 1) Capital	11,967,500	11,967,500
Total Eligible Tier 1 Capital	97,738,433	96,391,512
Eligible Tier 2 Capital	28,280,425	24,830,979
Total Eligible Capital (Tier 1 + Tier 2)	126,018,858	121,222,491

Risk Weighted Assets (RWAs):

Credit risk	544,459,073	514,265,279
Market risk	83,107,226	66,256,293
Operational risk	95,658,474	95,658,474
Total	723,224,773	676,180,046

Common equity tier I capital adequacy ratio	11.86%	12.49%
Tier I CAR (%)	13.51%	14.26%
Total CAR (%)	17.42%	17.93%

40.1 Leverage Ratio (LR):

Eligible Tier-I Capital	97,738,433	96,391,512
Total exposures	2,823,976,055	2,770,894,675
LR (%)	3.46%	3.48%

40.2 Liquidity Coverage Ratio (LCR):

Total high quality liquid assets	1,003,358,032	828,488,113
Total net cash outflow	496,011,492	434,785,659
LCR (%)	202.29%	190.55%

40.3 Net Stable Funding Ratio (NSFR):

Total available stable funding	1,457,169,189	1,308,850,221
Total required stable funding	906,942,606	967,747,619
NSFR (%)	160.67%	135.25%

40.4 The Bank availed the benefit of stage I and II staggering as allowed by SBP vide IFRS-09 application instructions. Had this relaxation not availed, the CAR, LR and NSFR would have been 16.69%, 3.38% and 160.42% respectively.

41 ISLAMIC BANKING BUSINESS

The Bank has started Islamic banking operations in the year 2013. As at close of the June 30, 2025, the Bank is operating 210 Islamic banking branches (December 31, 2024: 210 Islamic banking branches) and 534 Islamic banking windows (December 31, 2024: 258).

STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

		(Un-audited)	(Audited)
		June 30,	December 31,
		2025	2024
Note		Rupees in '000'	
ASSETS			
		15,597,837	12,893,765
Cash and balances with treasury banks - net			
Balances with other banks - net		1,052,630	774,490
Due from financial institutions - net	41.1	9,792,754	14,769,016
Investments - net	41.2	80,968,745	55,521,524
Islamic financing and related assets - net	41.3	72,937,174	79,408,331
Property and equipment		2,328,974	2,184,672
Right of use assets		3,132,309	3,148,547
Intangible assets		12,762	13,053
Due from head office		50,955,984	10,691,544
Other assets - net		11,065,033	9,389,214
Total assets		247,844,202	188,794,156
LIABILITIES			
		772,905	865,968
Bills payable			
Due to financial institutions		1,928,429	2,108,804
Deposits and other accounts	41.4	216,906,485	158,743,365
Lease liabilities		4,056,037	3,923,690
Other liabilities		2,984,341	3,022,990
		226,648,197	168,664,817
NET ASSETS			
		21,196,005	20,129,339
REPRESENTED BY			
		2,000,000	2,000,000
Islamic banking fund			
Reserves		12,711	30,832
Surplus on revaluation of assets		293,624	385,024
Unappropriated profit	41.5	18,889,670	17,713,483
		21,196,005	20,129,339
CONTINGENCIES AND COMMITMENTS			
	41.6		

ISLAMIC BANKING BUSINESS

STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2025

		Quarter Ended		Period Ended	
		June 30,	Restated June 30,	June 30,	Restated June 30,
		2025	2024	2025	2024
Note		Rupees in '000'			
Profit / return earned	41.7	4,500,400	6,413,286	9,326,939	13,947,877
Profit / return expensed	41.8	2,597,921	3,633,060	4,761,948	7,954,249
Net profit / return		1,902,479	2,780,226	4,564,991	5,993,628
Fee and commission income		189,899	122,106	371,414	191,375
Dividend income		-	-	-	-
Foreign exchange loss - net		(74,643)	(44,052)	(124,832)	(60,441)
Gain on securities - net		411	4	518	1,366
Other income		15,281	74,067	28,953	76,172
		130,948	152,125	276,053	208,472
Total income		2,033,427	2,932,351	4,841,044	6,202,100
Operating expenses		1,692,272	1,092,724	3,327,895	2,162,679
Workers' Welfare Fund		-	-	-	-
Other charges		80	10	180	10
		1,692,352	1,092,734	3,328,075	2,162,689
Profit before credit loss allowance		341,075	1,839,617	1,512,969	4,039,411
Charge / (reversal) of credit loss allowance and write offs - net		(155,165)	376,783	336,782	(394,852)
Profit before taxation		496,240	1,462,834	1,176,187	4,434,263
Taxation	41.9	-	-	-	-
Profit after taxation		496,240	1,462,834	1,176,187	4,434,263

		June 30, 2025 (Un-audited)			December 31, 2024 (Audited)				
		In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total		
41.1	DUE FROM FINANCIAL INSTITUTIONS	Rupees in '000'							
	Secured	9,800,000	-	9,800,000	14,810,000	-	14,810,000		
	Less: Credit loss allowance	(7,246)	-	(7,246)	(40,984)	-	(40,984)		
		9,792,754	-	9,792,754	14,769,016	-	14,769,016		
		June 30, 2025 (Un-audited)			December 31, 2024 (Audited)				
		Cost/ Amortized cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / Amortized cost	Credit loss allowance	Surplus / (deficit)	Carrying value
41.2	INVESTMENTS - NET	Rupees in '000'							
	Investments by segment:								
	FVTPL								
	Federal government securities	441,344	-	-	441,344	804,860	-	-	804,860
		441,344	-	-	441,344	804,860	-	-	804,860
	FVOCI								
	Federal government securities	61,371,334	-	110,961	61,482,295	34,514,669	-	287,582	34,802,251
	Non government debt securities	8,234,331	-	43,068	8,277,399	8,266,007	-	(15,008)	8,250,999
		69,605,665	-	154,029	69,759,694	42,780,676	-	272,574	43,053,250
	Amortised cost								
	Federal government securities	9,545,549	-	-	9,545,549	9,561,046	-	-	9,561,046
	Non government debt securities	1,831,613	(609,455)	-	1,222,158	2,122,068	(19,700)	-	2,102,368
		11,377,162	(609,455)	-	10,767,707	11,683,114	(19,700)	-	11,663,414
	Total investments	81,424,171	(609,455)	154,029	80,968,745	55,268,650	(19,700)	272,574	55,521,524

THE BANK OF PUNJAB

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
41.5 UNAPPROPRIATED PROFIT - ISLAMIC BANKING BUSINESS		
Opening balance	17,713,483	10,393,540
Impact of adoption of IFRS-09	-	(1,495,462)
Islamic banking profit for the period / year	1,176,187	8,815,405
Closing balance	18,889,670	17,713,483
41.6 CONTINGENCIES AND COMMITMENTS		
Guarantees:		
Financial guarantees	18,200	18,200
Performance guarantees	1,961,941	1,419,293
Other guarantees	5,497,597	8,949,903
	7,477,738	10,387,396
Commitments:		
Documentary credits and short-term trade-related transactions - letters of credit	6,344,836	4,075,301
Commitments in respect of forward lending	7,648,547	9,078,833
Commitments in respect of purchase forward foreign exchange contracts	5,018,864	4,548,013
Commitments for acquisition of:		
- fixed assets	2,275	3,119
	19,014,522	17,705,266
	26,492,260	28,092,662
	(Un-audited) June 30, 2025	Restated (Un-audited) June 30, 2024
	Rupees in '000'	
41.7 PROFIT / RETURN EARNED OF FINANCING, INVESTMENTS AND PLACEMENT		
Profit earned on:		
Financing	4,987,995	9,469,036
Investments	3,632,305	3,989,546
Placements	628,134	570,817
Deposits with financial institutions	-	69
IFRS-09 adjustments - notional		
Staff loans	76,590	15,137
Other loans	1,915	(96,728)
	9,326,939	13,947,877
41.8 PROFIT ON DEPOSITS AND OTHER DUES EXPENSED		
Deposits and other accounts	4,393,987	5,754,236
Markup on lease liability against right of use assets	265,110	202,215
Markup on call borrowings	9,519	-
Markup on borrowings from SBP	69,204	59,630
Profit on deposits from conventional head office	685	1,916,796
IFRS-09 adjustment on borrowings - notional	23,443	21,372
	4,761,948	7,954,249

41.9 The Bank calculates and files a single corporate tax return as per the requirements of Income Tax Ordinance, 2001. Segmental calculation is not required for filing. However, considering the format requirement of the financial statements to disclose Islamic Banking segment's tax charge separately, a notional net tax charge for Islamic Banking is expected to be Rs. 623,379 thousand (June 30, 2024: Rs. 1,743,555 thousand).

41.10 During the period, following pools have been created:

- RFC GBP Special Pool-1 (RFGBP1)
- RFC EURO Special Pool-1 (RFEUR1)
- Taqwa Foreign Currency CHF Pool (CHF POOL)

The main characteristics of the pools are as under:

- i) Profit sharing ratio between Mudarib and Rab-ul-mal is 50:50.
- ii) Profit equalization reserve up to 2% of net income will be created, if needed.
- iii) Investment risk reserve up to 1% of distributable profit of depositors will be created, if needed.

42 DATE OF AUTHORIZATION FOR ISSUE

These unconsolidated condensed interim financial statements were authorized for issue on August 29, 2025 by the Board of Directors of the Bank.

43 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the Bank in its meeting held on August 29, 2025 has proposed an interim Cash dividend of 10 percent (December 2024: cash dividend @ 18%). These unconsolidated financial statements for the six month ended June 30, 2025 do not include the effect of these appropriations which will be accounted for subsequent to the period.

44 GENERAL

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

44.2 Corresponding figures have been re-arranged or re-classified wherever necessary, for better and fair presentation. However, no significant reclassification or re-arrangement has been made during the period except for restatement due to adoption of IFRS 9 is mentioned in note 4.1.2 of these unconsolidated condensed interim financial statements.

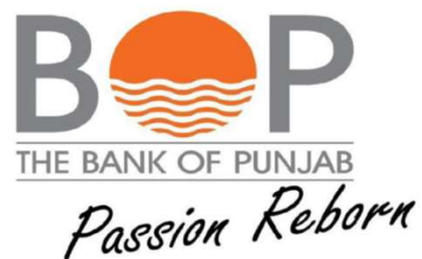
Chief Financial Officer

President

Chairman

Director

Director



CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED JUNE 30, 2025

THE BANK OF PUNJAB AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
ASSETS			
Cash and balances with treasury banks - net	5	112,474,865	100,773,627
Balances with other banks - net	6	6,268,433	3,491,711
Lendings to financial institutions - net	7	7,302,754	12,891,206
Investments - net	8	1,424,804,821	1,319,892,057
Advances - net	9	727,028,368	778,757,845
Property and equipment	10	29,163,225	28,639,949
Right-of-use assets	11	12,627,345	12,865,764
Intangible assets	12	2,493,636	2,488,381
Deferred tax assets - net	13	7,913,726	9,204,913
Other assets - net	14	111,128,149	110,135,048
Total assets		2,441,205,322	2,379,140,501
LIABILITIES			
Bills payable	16	10,982,919	7,636,873
Borrowings	17	240,072,100	409,005,930
Deposits and other accounts	18	1,945,981,115	1,709,564,159
Lease liabilities	19	17,499,230	17,101,125
Subordinated debts	20	30,816,332	30,820,106
Deferred tax liabilities		-	-
Other liabilities	21	100,347,666	112,896,916
Total liabilities		2,345,699,362	2,287,025,109
NET ASSETS		95,505,960	92,115,392
REPRESENTED BY			
Share capital - net	22	32,452,535	32,452,535
Reserves		19,071,173	17,710,207
Surplus on revaluation of assets - net of tax	23	10,038,070	7,952,066
Non-controlling interest		992,913	954,312
Unappropriated profit		32,951,269	33,046,272
		95,505,960	92,115,392
CONTINGENCIES AND COMMITMENTS	24		

The annexed notes 1 to 44 form an integral part of these consolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

CONSOLIDATED CONDENSED INTERIM STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2025

		Quarter Ended		Period Ended	
			Restated		Restated
		June 30,	June 30,	June 30,	June 30,
		2025	2024	2025	2024
Note		Rupees in '000'			
Mark-up / return / interest earned	25	66,039,207	88,507,019	135,014,658	172,781,891
Mark-up / return / interest expensed	26	45,273,556	80,457,511	99,196,416	156,147,623
Net mark-up / interest income		20,765,651	8,049,508	35,818,242	16,634,268
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	3,116,699	2,463,806	6,373,940	4,554,935
Dividend income		62,797	48,069	169,343	162,706
Foreign exchange income		146,197	555,551	723,253	763,051
Income / (loss) from derivatives		-	-	-	-
Gain on securities - net	28	1,892,834	1,387,655	2,663,147	2,089,284
Net (loss) / gain on derecognition of financial assets measured at amortised cost	29	(292,312)	1,362,018	(569,049)	1,362,018
Other income	30	98,640	485,086	172,772	1,033,458
Total non-markup / interest income		5,024,855	6,302,185	9,533,406	9,965,452
Total income		25,790,506	14,351,693	45,351,648	26,599,720
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	31	15,049,462	11,962,400	29,462,942	22,432,777
Workers' Welfare Fund		408,183	33,640	533,348	87,010
Other charges	32	3,330	1,495	3,986	1,653
Total non-markup / interest expenses		15,460,975	11,997,535	30,000,276	22,521,440
Profit before credit loss allowance		10,329,531	2,354,158	15,351,372	4,078,280
(Reversal) / charge of credit loss allowance and write offs - net	33	(533,147)	(1,661,397)	464,751	(3,437,518)
PROFIT BEFORE TAXATION		10,862,678	4,015,555	14,886,621	7,515,798
Taxation - net	34	6,137,866	898,096	8,367,497	2,702,860
PROFIT AFTER TAXATION		4,724,812	3,117,459	6,519,124	4,812,938
Basic earnings per share - Rupees	35	1.45	0.94	1.98	1.44
Diluted earnings per share - Rupees	36	1.45	0.94	1.98	1.44
PROFIT ATTRIBUTEABLE TO:					
Equity holders of the parent		4,751,211	3,058,472	6,480,523	4,707,331
Non-controlling interest		(26,399)	58,987	38,601	105,607
		4,724,812	3,117,459	6,519,124	4,812,938

The annexed notes 1 to 44 form an integral part of these consolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

**CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30, 2025**

	Quarter Ended		Period Ended	
	June 30,	June 30,	June 30,	June 30,
	2025	2024	2025	2024
	Rupees in '000'			
Profit after taxation for the period	4,724,812	3,117,459	6,519,124	4,812,938
Other comprehensive income / (loss):				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of debt investments classified as FVOCI - net of tax	3,435,860	623,066	2,554,071	(666,521)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	93,341	371,941	(134,076)	275,915
Total comprehensive income for the period	8,254,013	4,112,466	8,939,119	4,422,332
PROFIT ATTRIBUTABLE TO:				
Equity holders of the parent	8,280,412	4,053,479	8,900,518	4,316,725
Non-controlling interest	(26,399)	58,987	38,601	105,607
	8,254,013	4,112,466	8,939,119	4,422,332

The annexed notes 1 to 44 form an integral part of these consolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30, 2025

	Share capital - net		Share premium	Statutory reserve	Surplus / (Deficit) - net of tax on revaluation of		Non - Controlling Interest	Unappropriated profit	Total
	Share capital	Discount on issue of shares			Investments	Property & equipment / NBAs			
					Rupees in '000'				
Balance as on January 01, 2024 - audited	32,715,693	(263,158)	2,215,040	12,820,095	(2,936,053)	4,754,559	762,170	30,502,820	80,571,166
Effect of first time adoption of IFRS-9 - net of tax	-	-	-	-	3,326,807	-	-	(4,966,516)	(1,639,709)
Balance as on January 01, 2024 - as restated	32,715,693	(263,158)	2,215,040	12,820,095	390,754	4,754,559	762,170	25,536,304	78,931,457
Profit after taxation for the six months ended June 30, 2024 - as restated	-	-	-	-	-	-	105,607	4,246,106	4,351,713
Other comprehensive income / (loss):									
Movement in deficit on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	(666,521)	-	-	-	(666,521)
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	275,915	-	-	-	275,915
Total other comprehensive loss - net of tax for the six months ended June 30, 2024	-	-	-	-	(390,606)	-	-	-	(390,606)
Transfer to statutory reserve during the period	-	-	-	870,098	-	-	-	(870,098)	-
Transfer from deficit on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	2,731	-	-	(5,354)	(2,623)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(57,621)	-	57,621	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(1,032)	-	1,032	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	(151,279)	-	233,538	82,259
Transactions with owners recorded directly in equity:									
Final cash dividend - December 31, 2023 declared subsequent to year end at 10% per share	-	-	-	-	-	-	-	(3,271,569)	(3,271,569)
	-	-	-	-	-	-	-	(3,271,569)	(3,271,569)
Balance as on June 30, 2024 - un-audited - as restated	32,715,693	(263,158)	2,215,040	13,690,193	2,879	4,544,627	867,777	25,927,580	79,700,631
Profit after taxation for the six months ended December 31, 2024	-	-	-	-	-	-	86,535	8,841,809	8,928,344
Other comprehensive income / (loss):									
Remeasurement gain on defined benefit obligation	-	-	-	-	-	-	-	47,800	47,800
Movement in surplus on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	663,011	-	-	-	663,011
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	336,070	-	-	-	336,070
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	2,132,820	-	-	2,132,820
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	310,679	-	-	310,679
Total other comprehensive income - net of tax for six months ended December 31, 2024	-	-	-	-	999,081	2,443,499	-	47,800	3,490,380
Transfer to statutory reserve during the period	-	-	-	1,804,974	-	-	-	(1,804,974)	-
Transfer from deficit on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	9,683	-	-	(20,509)	(10,826)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(50,843)	-	50,843	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(208)	-	208	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	3,348	-	3,515	6,863
Balance as on December 31, 2024 - audited	32,715,693	(263,158)	2,215,040	15,495,167	1,011,643	6,940,423	954,312	33,046,272	92,115,392
Effect of reclassification on adoption of IFRS 9 (note 4.1.1)	-	-	-	-	29,198	-	-	-	29,198
Opening balance as at January 01, 2025	32,715,693	(263,158)	2,215,040	15,495,167	1,040,841	6,940,423	954,312	33,046,272	92,144,590
Profit after taxation for the six months ended June 30, 2025	-	-	-	-	-	-	38,601	6,480,523	6,519,124
Other comprehensive income / (loss)									
Movement in surplus on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	2,554,071	-	-	-	2,554,071
Movement in deficit on revaluation of investments in equity instruments classified as FVOCI - net of tax	-	-	-	-	(134,076)	-	-	-	(134,076)
Total other comprehensive income - net of tax for the six months ended June 30, 2025	-	-	-	-	2,419,995	-	-	-	2,419,995
Transfer from statutory reserve during the period	-	-	-	1,360,966	-	-	-	(1,360,966)	-
Transfer of surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	(287,147)	-	-	598,223	311,076
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	-	(75,509)	-	75,509	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(533)	-	533	-
Transactions with owners recorded directly in equity:									
Final cash dividend - December 31, 2024 declared subsequent to year end at 18% per share	-	-	-	-	-	-	-	(5,888,825)	(5,888,825)
	-	-	-	-	-	-	-	(5,888,825)	(5,888,825)
Balance as on June 30, 2025 - un-audited	32,715,693	(263,158)	2,215,040	16,856,133	3,173,689	6,864,381	992,913	32,951,269	95,505,960

The annexed notes 1 to 44 form an integral part of these consolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB AND ITS SUBSIDIARIES
CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED)
FOR THE PERIOD ENDED JUNE 30, 2025

		Period Ended	
		June 30, 2025	Restated June 30, 2024
	Note	Rupees in '000'	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		14,886,621	7,515,798
Less: Dividend income		(169,343)	(162,706)
		14,717,278	7,353,092
Adjustments:			
Net mark-up / interest income excluding mark-up on lease liability against right of use assets & IFRS-09 adjustments - notional		(35,766,792)	(17,014,371)
Depreciation on property and equipment	31	1,607,758	1,180,132
Depreciation on non banking assets acquired in satisfaction of claims	31	16,331	6,828
Depreciation on ijarah assets under IFAS - 2	31	291,093	178,962
Depreciation on right-of-use assets	31	1,045,569	946,422
Amortization on intangible assets	31	219,594	207,307
Amortization of discount on debt securities - net		(7,035,833)	(3,608,472)
Mark-up on lease liability against right of use assets	26	1,156,720	1,037,993
Unrealized gain on revaluation of investments classified as FVTPL	28	(131,461)	(352,367)
Realized gain on deliverable future contracts		-	(7,887)
Reversal of credit loss allowance against lending to financial institutions	33	(33,738)	(58,406)
Charge / (reversal) of credit loss allowance on investments	33	589,755	(44,945)
Charge / (reversal) of credit loss allowance on advances	33	1,052,370	(2,428,074)
Charge / (reversal) of credit loss allowance against other assets	33	164,000	(252,079)
Reversal of credit loss allowance against off balance sheet obligations	33	(1,017,731)	(689,454)
(Reversal) / charge of credit loss allowance against balance with other banks	33	(9,656)	216,339
Reversal of credit loss allowance against balances with treasury banks	33	(280,249)	(180,899)
IFRS-09 adjustment - notional - advances		(1,637,980)	(1,003,669)
IFRS-09 adjustment - notional - borrowings		429,810	345,779
IFRS-09 adjustment - notional - compensation expense	31.1	971,649	196,665
Workers' Welfare Fund		533,348	87,010
Gain on termination of lease liability against right of use assets	30	(17,180)	(161,296)
Gain on sale of property and equipment - net	30	(112,324)	(2,487)
Gain on sale of non banking assets acquired in satisfaction of claims - net	30	-	(514,223)
Realized gain on sale of securities - net	28	(2,531,686)	(1,729,030)
Net (loss) / gain on derecognition of financial assets measured at amortised cost	29	569,049	(1,563,972)
Provision for employees compensated absences		15,539	6,210
Provision for gratuity		263,797	304,434
		(39,648,248)	(24,695,596)
		(24,930,970)	(17,342,504)
(Increase) / decrease in operating assets:			
Lendings to financial institutions - net		5,622,190	142,938,635
Net investments in securities classified as FVTPL		63,746,884	(6,469,583)
Advances - net		47,182,533	134,092,548
Others assets - net (excluding non-banking assets and markup receivable)		(4,342,645)	77,566,352
		112,208,962	348,127,952
Increase / (decrease) in operating liabilities:			
Bills payable		3,346,046	2,523,997
Borrowings		(171,576,956)	(17,653,091)
Deposits and other accounts		236,416,956	61,229,427
Other liabilities - net (excluding provision for taxation - net, markup payable and payable to gratuity fund)		9,274,669	7,565,606
		77,460,715	53,665,939

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

CONSOLIDATED CONDENSED INTERIM CASH FLOW STATEMENT (UN-AUDITED) (Continued...)

FOR THE PERIOD ENDED JUNE 30, 2025

	Note	Period Ended	
		June 30,	Restated
		2025	June 30, 2024
		Rupees in '000'	
Payment made to gratuity fund		(421,347)	(690,633)
Mark-up / return / interest received		140,119,326	177,460,981
Mark-up / return / interest paid		(120,701,235)	(148,890,878)
Income tax paid		(7,564,786)	(5,969,019)
Net cash generated from operating activities		176,170,665	406,361,838
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in securities classified as FVOCI		(154,739,948)	(359,234,446)
Net investments in amortized cost securities		290,456	158,791
Dividends received		169,343	164,089
Investments in property and equipment		(2,136,179)	(2,083,098)
Investments in intangible assets		(224,849)	(617,073)
Proceeds from sale of property and equipment		117,469	13,663
Proceeds from sale of non banking assets acquired in satisfaction of claims		-	994,473
Net cash used in investing activities		(156,523,708)	(360,603,601)
CASH FLOW FROM FINANCING ACTIVITIES			
Repayment of subordinated debts		(3,774)	(2,260)
Subscription received - subordinated perpetual term finance certificates ADT-I 2nd issue		-	50,000
Subscription received - privately placed term finance certificates - IV		-	571,500
Payment of cash dividend		(5,888,825)	(3,271,568)
Payment of lease liability against right of use assets		(1,548,585)	(1,260,309)
Net cash used in financing activities		(7,441,184)	(3,912,637)
Increase in cash and cash equivalents		12,205,773	41,845,600
Effect of credit loss allowance changes on cash and cash equivalents		289,905	(934,510)
Cash and cash equivalents at beginning of the period		103,413,315	109,254,980
Cash and cash equivalents at end of the period		115,908,993	150,166,070
Cash and cash equivalents:			
Cash and balances with treasury banks - net	5	112,474,865	123,187,242
Balances with other banks - net	6	6,268,433	27,000,220
Overdrawn nostro accounts		(2,834,305)	(21,392)
		115,908,993	150,166,070

The annexed notes 1 to 44 form an integral part of these consolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2025

1. STATUS AND NATURE OF BUSINESS

- 1.1 The Bank of Punjab Group ("the Group") comprises of The Bank of Punjab ("the Bank"), ("the Parent"), Punjab Modaraba Services (Private) Limited (the Management Company), First Punjab Modaraba ("the Modaraba"), BOP Exchange (Private) Limited, BOP Capital Securities (Private) Limited (100% owned by The Bank of Punjab). For the purpose of these consolidated financial statements, The Bank of Punjab and consolidated subsidiaries are referred to as the Group.

The Group consists of :

Parent

THE BANK OF PUNJAB

	% age of holding June 2025	% age of holding December 2024
Subsidiaries	Rupees in '000'	
Punjab Modaraba Services (Private) Limited	100.00%	100.00%
First Punjab Modaraba	39.16%	39.16%
BOP Capital Securities (Private) Limited	100.00%	100.00%
BOP Exchange (Private) Limited	100.00%	100.00%

The subsidiary company of the Group, Punjab Modaraba Services (Private) Limited exercises control over First Punjab Modaraba, as its management company and also has a direct economic interest in it. The Group is principally engaged in commercial banking, modaraba management, leasing, brokerage, currency exchange etc. Brief profile of the Bank and subsidiaries is as follows :

The Bank of Punjab (the Bank) was constituted in Pakistan pursuant to The Bank of Punjab Act, 1989. It was given the status of a scheduled bank by the State Bank of Pakistan (SBP) on September 19, 1994. It is principally engaged in commercial banking and related services with its registered office at BOP Tower, 10-B, Block E-II, Main Boulevard, Gulberg III, Lahore. The Bank has 900 branches including 16 sub branches and 210 Islamic banking branches (December 31, 2024: 900 branches including 16 sub branches and 210 Islamic banking branches) in Pakistan and Azad Jammu and Kashmir (AJK) at the period end. The Bank also has 534 Islamic banking windows (December 31, 2024: 258). The Bank's ordinary shares are listed on Pakistan Stock Exchange. The majority shares of the Bank are held by Government of the Punjab (GoPb). The Pakistan Credit Rating Agency (PACRA) assigned long term rating of AA+ and short term rating of A1+ to the Bank with stable outlook.

Punjab Modaraba Services (Private) Limited

Punjab Modaraba Services (Private) Limited ("PMSL") was incorporated in Pakistan on October 19, 1991 under the Companies Ordinance, 1984 as a private limited company. It is wholly owned by the Bank and is primarily engaged in the business of floating and managing Modarabas.

First Punjab Modaraba

First Punjab Modaraba ("FPM") , ("the Modaraba"), was formed under the Modaraba Companies and Modaraba (Flotation and Control) Ordinance, 1980 and rules framed there under and is managed by PMSL (wholly owned subsidiary of the Bank).The registered office of the Modaraba is situated at Office No 100, 3rd floor, National Tower 28-Edgerton Road, Lahore. The Modaraba commenced its operations on December 23, 1992. The Modaraba is listed on the Pakistan Stock Exchange.

BOP Capital Securities (Private) Limited

BOP Capital Securities (Private) Limited ("BOP CS") is registered under the Companies Ordinance, 1984 as company limited by shares from November 29, 2016. PCSL is mainly engaged in business of brokerage services, portfolio management and consultancy services. The registered office of the company is situated at Room No 319, 3rd Floor, LSE Building, Lahore. The Company is wholly-owned subsidiary of the Bank.

BOP Exchange (Private) Limited

BOP Exchange (Private) Limited was incorporated in Pakistan on April 18, 2024 under the Companies Act, 2017 as a private limited company. It is wholly owned by the Bank and is primarily engaged in the business of currency exchange.

1.2 Basis of Consolidation

Subsidiaries are all entities over which the Bank has the power to govern the financial and operating policies generally accompanying a shareholding of more than one half of the voting rights. The existence and effect of potential voting rights that are currently exercisable or convertible are considered when assessing whether the Parent controls another entity. The Bank also assesses existence of control where it does not have more than 50% of the voting power but is able to govern the financial and operating policies by virtue of de-facto control. De-facto control may arise in circumstances where the size of the Bank's voting rights relative to the size and dispersion of holdings of other shareholders give the Bank the power to govern the financial and operating policies etc.

The Group financial statements include the financial statements of the Bank and its subsidiaries.

Subsidiaries are fully consolidated from the date on which control is transferred to the Bank. They are deconsolidated from the date that control ceases to exist. The financial statements of subsidiaries have been consolidated on line by line basis. All significant inter-company transactions, balances, income and expenses on transactions between group companies are eliminated. Profits and losses resulting from inter-company transactions that are recognized in assets are also eliminated.

The Group applies the acquisition method to account for business combinations. The consideration transferred for the acquisition of a subsidiary is the fair values of the assets transferred, the liabilities incurred to the former owners of the acquiree and the equity interests issued by the Group. The consideration transferred includes the fair value of any asset or liability resulting from a contingent consideration arrangement. Identifiable assets acquired and liabilities and contingent liabilities assumed in a business combination are measured initially at their fair values at the acquisition date. The Group recognizes any non-controlling interest in the acquiree on an acquisition by acquisition basis, at the non-controlling interest's proportionate share of the recognized amounts of acquiree's identifiable net assets. The financial statements of the Bank and its subsidiaries are prepared upto the same reporting date using consistent accounting policies.

Acquisition-related costs are expensed as incurred. If the business combination is achieved in stages, the acquisition date fair value of the acquirer's previously held equity interest in the acquiree is remeasured to fair value at the acquisition date through consolidated profit and loss account.

Any contingent consideration to be transferred by the Group is recognised at fair value at the acquisition date. Subsequent changes to the fair value of the contingent consideration that is deemed to be an asset or liability is recognized either in consolidated profit and loss account or as a change to consolidated statement of comprehensive income. Contingent consideration that is classified as equity is not remeasured, and its subsequent settlement is accounted for within equity.

Goodwill, if any, is initially measured as the excess of the aggregate of the consideration transferred and the fair value of non-controlling interest over the net identifiable assets acquired and liabilities assumed. If this consideration is lower than the fair value of the net assets of the subsidiary acquired, the difference is recognized in consolidated profit and loss account. After initial recognition, is measured at carrying value i.e. cost at the date of acquisition less any accumulated impairment.

Transactions with non-controlling interests that do not result in loss of control are accounted for as equity transactions - that is, as transactions with the owners in their capacity as owners. The difference between fair value of any consideration paid and the relevant share acquired of the carrying value of net assets of the subsidiary is recorded in equity. Gains or losses on disposals to non-controlling interests are also recorded in equity.

When the Group ceases to have control any retained interest in the entity is re-measured to its fair value at the date when control is lost, with the change in carrying amount recognized in consolidated statement of profit and loss account. The fair value is the initial carrying amount for the purposes of subsequently accounting for the retained interest as an associate, joint venture or financial asset. In addition, any amounts previously recognized in consolidated statement of comprehensive income in respect of that entity are accounted for as if the Group had directly disposed of the related assets or liabilities. This may mean that amounts previously recognized in consolidated statement of comprehensive income are reclassified to consolidated profit and loss account.

The Bank of Punjab (the Bank) was constituted in Pakistan pursuant to The Bank of Punjab Act, 1989. It was given the status of a scheduled bank by the State Bank of Pakistan (SBP) on September 19, 1994. It is principally engaged in commercial banking and related services with its registered office at BOP Tower, 10-B, Block E-II, Main Boulevard, Gulberg III, Lahore. The Bank has 822 branches including 15 sub branches and 163 Islamic banking branches (December 31, 2023: 815 branches including 16 sub branches and 160 Islamic banking branches) in Pakistan and Azad Jammu and Kashmir (AJK) at the period end. The Bank also has 155 Islamic banking windows (December 31, 2023: 73). The Bank's ordinary shares are listed on Pakistan Stock Exchange. The majority shares of the Bank are held by Government of the Punjab (GoPb). The Pakistan Credit Rating Agency (PACRA) assigned long term rating of AA+ and short term rating of A1+ to the Bank with stable outlook.

2 BASIS OF PREPARATION

In accordance with the directives of the Government of Pakistan regarding the conversion of the Banking system to Islamic modes, the SBP has issued various circulars from time to time. Permissible forms of trade-related modes of financing include purchase of goods by the banks from their customers and immediate resale to them at appropriate price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these consolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilized and the appropriate portion of profit thereon.

These consolidated condensed interim financial statements are separate financial statements of the Bank in which the investment in subsidiaries are stated at cost less impairment losses (if any) and has not been accounted for on the basis of reported results and net assets of the investee. Consolidated condensed interim financial statements of the Group are being issued separately.

The financial results of Islamic Banking business have been consolidated in these consolidated condensed interim financial statements for reporting purposes, after eliminating inter-branch transactions / balances. Key financial figures of the Islamic Banking business are disclosed in note 41 of these consolidated condensed interim financial statements.

2.1 Statement of compliance

2.1.1 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 (IAS) 34, "Interim Financial Reporting" and International Financial Reporting Standards (IFRS) issued by the International Accounting Standards Board (IASB) as notified under the Companies Act, 2017;
- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;
- Directives issued by the SBP and the Securities and Exchange Commission of Pakistan (SECP);
- Requirements of The Bank of Punjab Act, 1989; and
- Provisions of and directives issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017.

Wherever the requirements of the directives issued by the SBP and SECP, the Bank of Punjab Act, 1989, the Banking Companies Ordinance, 1962 and the Companies Act, 2017 differ with the requirements of these IFRS or IFAS, the requirements of the said directives, The Bank of Punjab Act, 1989, the Banking Companies Ordinance, 1962 and the Companies Act, 2017 take precedence.

2.1.2 SBP has deferred the applicability of International Accounting Standards 40, "Investment Property" for Banking Companies through BSD Circular No. 10 dated August 26, 2002. Further, the SECP has deferred applicability of IFRS 7 "Financial Instruments: Disclosures" on banks through S.R.O 411(1) / 2008 dated April 28, 2008. Accordingly, the requirements of these standards have not been considered in the preparation of these consolidated condensed interim financial statements.

2.1.3 The SBP through BPRD Circular No. 04 of 2015 dated February 25, 2015 has deferred applicability of "Islamic Financial Accounting Standard - 3" for Profit & Loss Sharing on Deposits (IFAS 3) issued by the Institute of Chartered Accountants of Pakistan and notified by the SECP, vide its SRO No. 571 of 2013 dated June 12, 2013 for Institutions offering Islamic Financial Services (IIFS). The standard will result in certain new disclosures in these consolidated condensed interim financial statements of the Bank.

2.1.4 The SECP vide its notification SRO 633 (I)/2014 dated July 10, 2014, adopted IFRS 10 "Consolidated Financial Statements" effective from the periods starting from June 30, 2014. However, vide its notification SRO 56 (I)/2016 dated January 28, 2016, it has been notified that the requirements of IFRS 10 and section 228 of the Companies Act, 2017 will not be applicable with respect to the investment in mutual funds established under trust structure.

2.1.5 The disclosures made in these consolidated condensed interim financial statements have been limited based on a format prescribed by the SBP vide BPRD Circular No. 02 dated February 09, 2023 and IAS-34, "Interim Financial Reporting". Accordingly, these consolidated condensed interim financial statements do not include all the information and disclosures required for annual consolidated financial statements, and these consolidated condensed interim financial statements should be read in conjunction with the annual audited consolidated financial statements of the Bank for the year ended December 31, 2024.

2.1.6 Amendments and interpretations of accounting standards that are effective in the current period:

There are certain new and amended standards, issued by the IASB, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 1, 2025 but are considered not to be relevant or do not have any material effect on the Bank's operations and therefore are not detailed in these consolidated condensed interim financial statements.

2.1.7 New accounting standards and IFRS interpretations 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 1, 2026 but are considered not to be relevant or do not have any material effect on the Bank's operations except for:

	Effective date (annual periods beginning on or
-Amendments to IFRS 9 and IFRS 7 - Classification and Measurement of Financial Instruments	January 01, 2026
-IFRS 18 - Presentation and Disclosure in Financial Statements	January 01, 2027
-IFRS 19 - Subsidiaries without Public Accountability: Disclosures	January 01, 2027

3 BASIS OF MEASUREMENT

3.1 These consolidated condensed interim financial statements have been prepared under the historical cost convention except for revaluation of freehold land and buildings on freehold land, revaluation of non banking assets acquired in satisfaction of claims, valuation of certain investments and commitments in respect of forward exchange contracts at fair value, right-of-use assets, lease liabilities and certain staff retirement benefits at present value and staff & subsidized loans disbursed under Temporary Economic Refinance Facility (TERF) are at fair value on initial recognition.

3.2 These consolidated condensed interim financial statements are presented in Pak Rupees, which is the Bank's functional and presentation currency.

4 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies adopted in the preparation of these consolidated condensed interim financial statements are consistent with those applied in the preparation of annual audited consolidated financial statements of the Bank for the year ended December 31, 2024 except for the changes mentioned below.

4.1 IFRS 9 - Financial Instruments

4.1.1 Fair valuation of unquoted equity securities

With effect from January 01, 2025, unquoted equity investments are valued at their fair value, in accordance with SBP's BPRD Circular Letter No. 16 dated July 29, 2024, which represents the price at which the investment could be sold in an orderly transaction between market participants at the measurement date. Previously, these were measured at the lower of cost and break up value derived on the basis of their latest available audited financial statements. The Bank has adopted this change retrospectively with date of initial application as January 01, 2025, which resulted in changes in accounting policies and adjustments to the carrying amounts of unquoted equity investments previously recognised in the financial statements. In terms of the transitional provisions of IFRS 9, adjustments to the carrying amounts at the date of transition were recognised in the opening reserves at the beginning of the current period without restating the comparative figures.

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

The following table reconciles the carrying amounts of unquoted equity securities under the previous accounting policy and their restated amounts on January 01, 2025.

Investments in financial assets

FVOCI - Ordinary shares - Unquoted companies

	AlBaraka Bank	Al-Arabia Sugar	SWIFT Shares
Book Value	25,000	-	11,957
(Deficit) / Surplus	(3,512)	45,979	18,362
	21,488	45,979	30,319
Deferred tax asset / (liability)	1,826	(23,909)	(9,548)
Effect on net assets		29,198	

The impact of above on the surplus on revaluation of investments as at January 01, 2025 is as follows:

Surplus on revaluation of investments

Closing balance as at December 31, 2024 - Audited	1,012,841
Decrease in the fair valuation of unquoted equity securities carried at FVOCI	60,829
Less: related deferred tax	(31,631)
	29,198
Opening balance as at January 01, 2025 - as restated	1,042,039

4.1.2 Fair valuation of subsidised loans & borrowings and modification accounting impacts

The Bank, in accordance 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 IFRS 9 requirements related to subsidised loans and borrowings in the last quarter of 2024. Therefore, the consolidated condensed interim statement of profit and loss account (un-audited) for the six months ended June 30, 2024 has been restated to reflect the impact of these requirements. The details are tabulated below:

Head	Impact	Rupees in '000	Description
Mark-up / return / interest earned	Increase	807,004	Fair value impact of subsidised advances & modification accounting impacts
Mark-up / return / interest earned	Increase	196,665	Fair value impact of staff loans
Mark-up / return / interest expensed	Increase	345,779	Fair value impact of subsidised borrowings
Operating expenses	Increase	196,665	Fair value impact of staff loans
Net Impact		461,225	
Basic and diluted earning per share	Increase	0.14	EPS impact of restatement

4.1.3 The SBP has directed the Banks through its BPRD Circular Letter No. 01 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 been adopted in its entirety for revenue recognition from Islamic operations, the profit before tax of the Bank would have been higher by Rs. 430 million.

4.1.4 The SBP in a separate instruction BPRD/RPD/822456/25 dated January 22, 2025 has allowed extension for application of Effective Interest Rate upto December 31, 2025.

4.2 CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The basis for accounting judgments and key estimates adopted in 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 Bank for the year ended December 31, 2024 except as mentioned in note 4.1.1 of these consolidated condensed interim financial statements.

4.3 FINANCIAL RISK MANAGEMENT

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

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
5 CASH AND BALANCES WITH TREASURY BANKS - NET		
In hand:		
Local currency	26,020,245	27,151,411
Foreign currencies	3,702,544	4,132,719
	29,722,789	31,284,130
With SBP in:		
Local currency current account	61,241,609	56,961,201
Foreign currency current account	2,170,798	3,419,201
Foreign currency deposit accounts	4,878,531	6,949,509
	68,290,938	67,329,911
With National Bank of Pakistan in:		
Local currency current accounts	14,300,425	2,187,110
Prize bonds	330,157	422,169
Less: Credit loss allowance held against cash and balances with treasury banks	(169,444)	(449,693)
Cash and balances with treasury banks - net of credit loss allowance	112,474,865	100,773,627
6 BALANCES WITH OTHER BANKS - NET		
In Pakistan:		
Current accounts	6,094	228,093
Deposit accounts	198,064	14,001
	204,158	242,094
Outside Pakistan:		
Current accounts	2,603,373	3,013,796
Deposit accounts	3,465,768	250,343
	6,069,141	3,264,139
	6,273,299	3,506,233
Less: Credit loss allowance held against balances with other banks	(4,866)	(14,522)
Balances with other banks - net of credit loss allowance	6,268,433	3,491,711
7 LENDINGS TO FINANCIAL INSTITUTIONS - NET		
Placements	7,310,000	12,932,190
Less: Credit loss allowance held against lendings to financial institutions	(7,246)	(40,984)
Lendings to financial institutions - net of credit loss allowance	7,302,754	12,891,206

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
		Lendings	Credit loss allowance held	Lendings	Credit loss allowance held
Rupees in '000'					
Performing	Stage 1	7,310,000	7,246	12,932,190	40,984
Under performing	Stage 2	-	-	-	-
Non-performing:					
Substandard	Stage 3	-	-	-	-
Doubtful		-	-	-	-
Loss		-	-	-	-
		-	-	-	-
		7,310,000	7,246	12,932,190	40,984

8 INVESTMENTS - NET

8.1 Investments by type:

		June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
		Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying value	Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying value
Note		Rupees in '000'							
FVTPL									
Federal government securities		32,024,362	-	59,568	32,083,930	89,809,611	-	1,842	89,811,453
Shares		402,122	-	71,893	474,015	4,618,968	-	833,022	5,451,990
Non government debt securities		877,078	-	-	877,078	1,002,106	-	-	1,002,106
		33,303,562	-	131,461	33,435,023	95,430,685	-	834,864	96,265,549
FVOCI									
Federal government securities	8.2	1,229,754,656	-	6,831,933	1,236,586,589	1,070,021,115	-	1,561,870	1,071,582,985
Shares		4,074,522	-	26,256	4,100,778	1,123,660	-	658,389	1,782,049
Mutual fund & investment trust units		3,173,426	-	(289,780)	2,883,646	3,173,426	-	(73,665)	3,099,761
Non government debt securities		8,631,898	(218,400)	21,568	8,435,066	8,663,574	(218,400)	(36,508)	8,408,666
Foreign securities		11,957	-	22,812	34,769	11,957	-	-	11,957
		1,245,646,459	(218,400)	6,612,789	1,252,040,848	1,082,993,732	(218,400)	2,110,086	1,084,885,418
Amortised cost									
Federal government securities		138,106,792	-	-	138,106,792	136,638,722	-	-	136,638,722
Non government debt securities		1,831,613	(609,455)	-	1,222,158	2,122,068	(19,700)	-	2,102,368
WAPDA bonds		400	(400)	-	-	400	(400)	-	-
		139,938,805	(609,855)	-	139,328,950	138,761,190	(20,100)	-	138,741,090
Total investments		1,418,888,826	(828,255)	6,744,250	1,424,804,821	1,317,185,607	(238,500)	2,944,950	1,319,892,057

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
8.2	Investments given as collateral		
	Market treasury bills	14,596,065	-
	Pakistan investment bonds	158,933,213	341,915,659
		<u>173,529,278</u>	<u>341,915,659</u>

8.3 Credit loss allowance for diminution in value of investments

8.3.1 Movement in credit loss allowance for diminution in value of investments

Opening balance	238,500	3,563,641
Impact of adoption of IFRS-09	-	(3,266,654)
Charge / (reversals):		
Charge for the period / year	591,607	-
Reversals for the period / year	(1,314)	(58,487)
	590,293	(58,487)
Reversal on disposal during the period / year	(538)	-
Closing balance	<u>828,255</u>	<u>238,500</u>

8.3.2 Particulars of credit loss allowance against debt securities classified as FVOCI and amortised cost

Category of classification

Performing Stage 1

Under performing Stage 2

Non-performing:

Substandard

Doubtful

Loss

Stage 3

(Un-audited) June 30, 2025		(Audited) December 31, 2024	
Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Rupees in '000'			
10,027,049	811,166	2,122,068	19,700
-	-	-	-
-	-	-	-
436,862	17,089	218,800	218,800
<u>436,862</u>	<u>17,089</u>	<u>218,800</u>	<u>218,800</u>
<u>10,463,911</u>	<u>828,255</u>	<u>2,340,868</u>	<u>238,500</u>

		Performing / underperforming		Non performing		Total	
		(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
		June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024	June 30, 2025	December 31, 2024
9	ADVANCES - NET	Rupees in '000'					
	Loans, cash credits, running finances, etc.	635,888,653	681,774,060	50,601,273	51,297,782	686,489,926	733,071,842
	Islamic financing and related assets	72,165,195	78,785,554	3,076,015	2,929,643	75,241,210	81,715,197
	Bills discounted and purchased	16,583,258	14,511,697	17,222	17,222	16,600,480	14,528,919
	Advances - gross	724,637,106	775,071,311	53,694,510	54,244,647	778,331,616	829,315,958
	Credit loss allowance against advances:						
	-Stage 1	(4,647,179)	(3,583,850)	-	-	(4,647,179)	(3,583,850)
	-Stage 2	(1,103,468)	(1,496,892)	(162,710)	(398,607)	(1,266,178)	(1,895,499)
	-Stage 3	(574,082)	(290,318)	(44,815,809)	(44,788,446)	(45,389,891)	(45,078,764)
		(6,324,729)	(5,371,060)	(44,978,519)	(45,187,053)	(51,303,248)	(50,558,113)
	Advances - net of credit loss allowance	718,312,377	769,700,251	8,715,991	9,057,594	727,028,368	778,757,845
						(Un-audited)	(Audited)
						June 30, 2025	December 31, 2024
9.1	Particulars of advances (gross)	Rupees in '000'					
	In local currency	773,000,130 815,974,414					
	In foreign currencies	5,331,486 13,341,544					
						778,331,616	829,315,958
9.2	Advances include Rs. 53,694,510 thousand (December 31, 2024: Rs. 54,244,647 thousand) which have been placed under non-performing / stage 2 and 3 status as detailed below:						
		(Un-audited)		(Audited)			
		June 30, 2025		December 31, 2024			
Category of classification		Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance		
		Rupees in '000'					
	Other assets especially mentioned	327,898	162,710	510,660	398,607		
	Other assets especially mentioned	423,812	177,846	467,952	198,195		
	Substandard	1,998,874	863,165	3,735,799	1,674,056		
	Doubtful	7,181,729	3,478,226	6,937,906	3,295,183		
	Loss	43,762,197	40,296,572	42,592,330	39,621,012		
	Total non performing loans	52,942,800	44,637,963	53,266,035	44,590,251		
	Grand total	53,694,510	44,978,519	54,244,647	45,187,053		
9.2.1	This includes non-performing portfolio of agricultural, small enterprise and infrastructure project financing classified as "Other Assets Especially Mentioned" as per the requirements of respective Prudential Regulations issued by the State Bank of Pakistan.						

Stage-2
Stage-3

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

9.3	Particulars of credit loss allowance against advances	June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
		Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
		Rupees in '000'							
	Opening balance after adoption of IFRS-09	45,078,764	1,895,499	3,583,850	50,558,113	45,240,020	3,587,807	5,456,266	54,284,093
	Charge for the period / year	3,218,762	517,907	2,252,959	5,989,628	6,447,293	1,209,892	1,612,742	9,269,927
	Reversals for the period / year	(2,650,574)	(1,123,031)	(1,163,653)	(4,937,258)	(9,409,906)	(3,140,082)	(469,048)	(13,019,036)
		568,188	(605,124)	1,089,306	1,052,370	(2,962,613)	(1,930,190)	1,143,694	(3,749,109)
	Others	(257,061)	(24,197)	(25,977)	(307,235)	2,801,357	237,882	(3,016,110)	23,129
	Closing balance	45,389,891	1,266,178	4,647,179	51,610,483	45,078,764	1,895,499	3,583,850	50,558,113

The Bank has availed the benefit of Forced Sale Value (FSV) of collateral against non-performing advances as allowed vide BSD Circular No.1 dated October 21, 2011. This has resulted in decrease in credit loss allowance against non-performing advances by Rs. 583,220 thousand (December 31, 2024: Rs. 312,346 thousand). The FSV benefit availed is not available for cash or stock dividend. Further, the Bank has availed benefit of eligible collaterals for the calculation of ECL amounting to Rs. 1,808,130 thousand (December 31, 2024: Rs. 1,478,971 thousand).

9.4	Advances - particulars of credit loss allowance	June 30, 2025 (Un-audited)				December 31, 2024 (Audited)			
		Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
		Rupees in '000'							
	Opening balance after adoption of IFRS-09	45,078,764	1,895,499	3,583,850	50,558,113	45,240,020	3,587,807	5,456,266	54,284,093
	New advances	799,199	128,143	1,770,148	2,697,490	2,255,888	324,174	1,561,856	4,141,918
	Advances derecognized or repaid	(1,316,885)	(325,020)	(269,701)	(1,911,606)	(5,613,102)	(1,233,785)	(1,044,140)	(7,891,027)
	Transfer to stage 1	(49,230)	(183,931)	233,161	-	(18,446)	(826,503)	844,949	-
	Transfer to stage 2	(56,304)	122,080	(65,776)	-	(11,467)	168,170	(156,703)	-
	Transfer to stage 3	187,163	(173,035)	(14,128)	-	424,514	(362,246)	(62,268)	-
		(436,057)	(431,763)	1,653,704	785,884	(2,962,613)	(1,930,190)	1,143,694	(3,749,109)
	Changes in risk parameters	747,184	(197,558)	(590,375)	(40,749)	2,801,357	237,882	(3,016,110)	23,129
	Closing balance	45,389,891	1,266,178	4,647,179	51,303,248	45,078,764	1,895,499	3,583,850	50,558,113

9.5	Advances - category of classification		June 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
			Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
			Rupees in '000'			
	Performing	Stage 1	694,089,228	4,647,179	748,187,638	3,583,850
	Underperforming	Stage 2	29,272,161	1,103,468	26,196,933	1,496,892
			723,361,389	5,750,647	774,384,571	5,080,742
	Non-Performing:					
	Other assets especially mentioned	Stage 2	327,898	162,710	510,660	398,607
	Other assets especially mentioned	Stage 3	423,812	177,846	467,952	198,195
	Substandard		1,998,874	863,165	3,735,799	1,674,056
	Doubtful		7,181,729	3,478,226	6,937,906	3,295,183
	Loss		43,762,197	40,296,572	42,592,330	39,621,012
			53,366,612	44,815,809	53,733,987	44,788,446
	Underperforming	Stage 3	1,275,717	574,082	686,740	290,318
	Total		778,331,616	51,303,248	829,315,958	50,558,113

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		(Un-audited) June 30, 2025	(Audited) December 31, 2024	
	Note	Rupees in '000'		
10	PROPERTY AND EQUIPMENT			
	Capital work-in-progress	10.1	700,451	943,459
	Property and equipment	10.2	28,462,774	27,696,490
			29,163,225	28,639,949
10.1	Capital work-in-progress			
	Civil works		461,346	802,910
	Advances to suppliers		239,105	140,549
			700,451	943,459
		(Un-audited) June 30, 2025	(Un-audited) June 30, 2024	
10.2	Additions to property and equipment		Rupees in '000'	
	The following additions / transfers have been made to property and equipment during the period:			
	Capital work-in-progress - net		(243,008)	(92,285)
	Property and equipment:			
	Freehold land		-	2,037,002
	Furniture and fixtures		105,454	103,327
	Electrical and office equipments		486,826	276,754
	Computer equipments		745,021	352,990
	Lease hold improvements		706,477	586,085
	Vehicles		335,409	40,956
			2,379,187	3,397,114
			2,136,179	3,304,829
10.3	Disposal of property and equipment:			
	The net book value of property and equipment disposed off during the period is as follows:			
	Furniture and fixtures		2,020	3,203
	Electrical and office equipments		2,717	5,377
	Computer equipments		165	813
	Lease hold improvements		243	1,783
	Vehicles	10.3.1	-	-
			5,145	11,176
10.3.1	Gross carrying amount / cost of vehicles disposed off during the period was Rs. 81,141 thousand (June 30, 2024: Nil).			
		(Un-audited) June 30, 2025	(Audited) December 31, 2024	
11	RIGHT-OF-USE ASSETS		Rupees in '000'	
	As at January 01,			
	Cost		19,966,779	17,699,453
	Accumulated depreciation		(7,101,015)	(5,275,317)
	Net carrying amount as at January 01,		12,865,764	12,424,136
	Additions / modifications during the period / year		827,214	2,545,251
	Terminations - at cost during the period / year		(32,756)	(277,925)
	Depreciation on terminations during the period / year		12,692	130,928
	Terminations - at book value		(20,064)	(146,997)
	Depreciation charge for the period / year		(1,045,569)	(1,956,626)
	Net carrying amount		12,627,345	12,865,764

THE BANK OF PUNJAB AND ITS SUBSIDIARIES AND ITS SUBSIDIARIES

			(Un-audited) June 30, 2025	(Audited) December 31, 2024
12	INTANGIBLE ASSETS	Note	Rupees in '000'	
	Intangible in progress		355,426	431,669
	Software and long term licenses		<u>2,138,210</u>	<u>2,056,712</u>
		12.1	<u><u>2,493,636</u></u>	<u><u>2,488,381</u></u>
			(Un-audited) June 30, 2025	(Un-audited) June 30, 2024
12.1	Additions to intangible assets		Rupees in '000'	
	The following additions / transfers have been made to intangible assets during the period:			
	Intangible in progress - net		(76,243)	(270,631)
	Intangible assets purchased		<u>301,092</u>	<u>887,704</u>
			<u><u>224,849</u></u>	<u><u>617,073</u></u>
			(Un-audited) June 30, 2025	(Audited) December 31, 2024
13	DEFERRED TAX ASSETS - NET		Rupees in '000'	
	Deductible temporary differences on:			
	Right of use assets net of lease liabilities		2,530,887	2,202,388
	Workers' Welfare Fund		1,214,177	936,836
	Credit loss allowance against off balance sheet obligations		386,809	916,029
	Credit loss allowance against lendings to financial institutions		3,768	21,312
	Credit loss allowance against balance with other banks		5,577	7,553
	Credit loss allowance against balance with treasury banks		88,111	233,840
	Credit loss allowance against investments		316,917	10,244
	Credit loss allowance against other assets		287,005	204,307
	Credit loss allowance against advances		10,986,707	10,698,002
	Business losses in subsidiary		101,725	154,370
			<u>15,921,683</u>	<u>15,384,881</u>
	Taxable temporary differences on:			
	Surplus on revaluation of property and equipment		(3,190,249)	(3,272,050)
	Surplus on revaluation of investments classified as FVTPL		-	(1,098,443)
	Surplus on revaluation of investments classified as FVOCI		(3,439,100)	(432,272)
	Accelerated tax depreciation		(1,356,051)	(1,354,069)
	Surplus on revaluation of non banking assets acquired in satisfaction of claims		(22,557)	(23,134)
			<u>(8,007,957)</u>	<u>(6,179,968)</u>
			<u><u>7,913,726</u></u>	<u><u>9,204,913</u></u>

		(Un-audited)	(Audited)	
		June 30,	December 31,	
		2025	2024	
14	OTHER ASSETS - NET	Note	Rupees in '000'	
	Income / mark-up accrued in local currency		51,936,651	58,610,533
	Income / mark-up accrued in foreign currency		42,996	111,762
	Advances, deposits, advance rent and other prepayments		5,476,645	3,062,363
	Non-banking assets acquired in satisfaction of claims		4,169,254	4,049,526
	Acceptances	21	15,986,212	12,772,495
	Deferred fair value loss on remeasurement of staff loans - notional		16,628,439	13,194,712
	Deferred fair value loss on derecognition of financial asset measured at amortised cost		7,713,577	7,674,252
	Branch adjustment account		69,360	16,023
	Stock of stationery and cards		495,638	435,848
	Suspense account		5,430	3,907
	Mark to market gain on forward foreign exchange contracts - net		120,878	241,385
	Zakat recoverable from National Investment Trust Limited (NITL)		36,790	36,790
	Unrealized gain on revaluation of foreign bills and trade loans		84,048	-
	Receivable against fraud and forgeries		494,574	418,081
	Auto Teller Machine and Point of Sale receivable - net		366,861	338,296
	Inter bank fund transfer and RAAST receivable - net		3,121,965	6,279,814
	Receivable against settlement arrangements		221,905	221,905
	Receivable against litigation expenses		334,690	312,218
	Net receivable against sale of shares		1,144,223	-
	Others		3,315,387	2,807,069
			111,765,523	110,586,979
	Less: Credit loss allowance held against other assets	14.1	(1,576,652)	(1,392,319)
	Other assets (net of credit loss allowance)		110,188,871	109,194,660
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims	23	939,278	940,388
	Other assets - total		111,128,149	110,135,048

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
14.1 Credit loss allowance held against other assets	Note		
Advances, deposits, advance rent & other prepayments		35,723	35,723
Acceptances		99,500	53,313
Income / mark-up accrued		282,147	310,941
Non banking assets acquired in satisfaction of claims		30,876	30,876
Zakat recoverable from NITL		36,790	36,790
Fraud and forgeries	14.1.2	373,276	327,239
Receivable against settlement arrangements		221,905	225,337
Receivable against litigation expenses		334,690	312,218
Others		161,745	59,882
	14.1.1	<u>1,576,652</u>	<u>1,392,319</u>
14.1.1 Movement in credit loss allowance held against other assets			
Opening balance		1,392,319	1,550,998
Impact of adoption of IFRS-09		-	540,711
Charge for the period / year		321,823	254,950
Reversals during the period / year		(157,823)	(413,429)
		164,000	(158,479)
Amount written off		(87)	(513,357)
Others		20,420	(27,554)
Closing balance		<u>1,576,652</u>	<u>1,392,319</u>
14.1.2	This includes provision amounted to Rs. 4,548 thousand (December 31, 2024: Rs. 4,795 thousand) maintained against certain closed cases as per approval of the management.		
		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
15 CONTINGENT ASSETS		Nil	Nil
Contingent assets			
16 BILLS PAYABLE			
In Pakistan		10,982,919	7,636,873
Outside Pakistan		-	-
		<u>10,982,919</u>	<u>7,636,873</u>
17 BORROWINGS			
Secured			
Borrowings from SBP under:			
Export refinance scheme (ERF)		20,623,792	23,083,370
Long term financing facility (LTFF)		7,658,774	8,862,770
Financing facility for storage of agriculture produce (FFSAP)		301,238	319,557
Financing scheme for renewable energy		5,452,896	5,911,823
Refinancing facility for combating COVID-19		343,755	494,864
Refinance facility for working capital of small and medium enterprises (SMEs)		5,000	-
Temporary economic refinance scheme (TERF)		11,258,974	11,755,342
Refinance and credit guarantee scheme for women entrepreneurs		37,883	42,150
Finance facility for SAAF rozgar reimbursement credit		15,593,664	15,636,440
Finance facility for shamsi tawanai consumer		45,254	38,526
Islamic temporary economic refinance facility (ITERF)		969,592	1,413,043
Refinancing facility for modernization of small and medium enterprises (SMEs)		160,343	90,033
		62,451,165	67,647,918
Repurchase agreement borrowings		170,790,635	338,739,825
Borrowing from Pakistan Mortgage Refinance Company Limited		3,995,995	1,997,198
Total secured		<u>237,237,795</u>	<u>408,384,941</u>
Unsecured			
Call borrowings		-	200,000
Overdrawn nostro accounts		2,834,305	420,989
Total unsecured		<u>2,834,305</u>	<u>620,989</u>
		<u>240,072,100</u>	<u>409,005,930</u>

18 DEPOSITS AND OTHER ACCOUNTS

	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
Rupees in '000'						
Customers:						
Current deposits	446,710,124	11,508,489	458,218,613	339,980,192	10,182,140	350,162,332
Savings deposits	687,888,393	6,359,083	694,247,476	680,865,027	5,613,810	686,478,837
Term deposits	739,856,021	22,991,239	762,847,260	598,218,684	49,773,450	647,992,134
Margin deposits	19,920,949	-	19,920,949	8,776,447	-	8,776,447
	1,894,375,487	40,858,811	1,935,234,298	1,627,840,350	65,569,400	1,693,409,750
Financial institutions:						
Current deposits	1,580,132	763,767	2,343,899	1,694,808	1,590,280	3,285,088
Savings deposits	7,058,167	2,995	7,061,162	7,533,559	20,597	7,554,156
Term deposits	1,332,844	-	1,332,844	5,225,157	-	5,225,157
Margin deposits	8,912	-	8,912	90,008	-	90,008
	9,980,055	766,762	10,746,817	14,543,532	1,610,877	16,154,409
	1,904,355,542	41,625,573	1,945,981,115	1,642,383,882	67,180,277	1,709,564,159

18.1 Current deposits include call deposits amounting to Rs. 55,734,518 thousand (December 31, 2024: Rs. 30,976,161 thousand)

19 LEASE LIABILITIES	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
Outstanding at the start of the period / year		17,101,125	15,727,259
Additions during the period / year		827,214	2,545,251
Mark-up accrued during the period / year		1,156,720	2,187,160
Terminations during the period / year		(37,244)	(386,477)
Payment of lease liabilities against right of use assets during the period / year		(1,548,585)	(2,972,068)
Outstanding at the end of the period / year		17,499,230	17,101,125
19.1 Liabilities outstanding			
Not later than one year		83,656	146,338
Later than one year and upto five years		1,760,647	1,631,629
Over five years		15,654,927	15,323,158
Total at the end of the period / year		17,499,230	17,101,125
For the purpose of discounting PKRV rates are being used.			
20 SUBORDINATED DEBTS			
Subordinated perpetual term finance certificates - ADT I		8,017,500	8,017,500
Subordinated perpetual term finance certificates - ADT I 2nd issue		3,950,000	3,950,000
Privately placed term finance certificates - II		4,287,960	4,288,820
Privately placed term finance certificates - III		6,994,400	6,995,800
Privately placed term finance certificates - IV		7,566,472	7,567,986
		30,816,332	30,820,106

20.1. Major terms and conditions of subordinated debts are as follows:

Description	ADT -I	ADT -I 2nd issue	TFCs - II	TFCs - III	TFCs - IV
Face value	100,000 PKR	100,000 PKR	100,000 PKR	100,000 PKR	100,000 PKR
Listed/unlisted	Listed	Listed	Un-listed	Un-listed	Un-listed
Feature	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative	Non-cumulative
Issue amount Rs. in '000'	8,017,500	3,950,000	4,300,000	7,000,000	7,569,500
Issue date	June 20, 2022	February 29, 2024	April 23, 2018	April 17, 2023	June 27, 2024
Maturity date	Perpetual	Perpetual	April 23, 2028	April 17, 2033	June 27, 2034
Rating	AA- (by PACRA)	AA- (by PACRA)	AA (by PACRA)	AA (by PACRA)	AA (by PACRA)
Tenor	Perpetual	Perpetual	10 Years.	10 Years.	10 Years.
Security	Unsecured and subordinated to all other indebtedness of the Bank including deposits except common shares.	Unsecured and subordinated to all other indebtedness of the Bank including deposits except common shares.	Unsecured and subordinated to all other indebtedness of the Bank including deposits.	Unsecured and subordinated to all other indebtedness of the Bank including deposits.	Unsecured and subordinated to all other indebtedness of the Bank including deposits.
Profit payment & frequency	Profit payable on half yearly basis in arrears on the outstanding principal amount, on a non-cumulative basis.	Profit payable on half yearly basis in arrears on the outstanding principal amount, on a non-cumulative basis.	Profit payable on half yearly basis in arrears on the outstanding principal amount.	Profit payable on half yearly basis in arrears on the outstanding principal amount.	Profit payable on half yearly basis in arrears on the outstanding principal amount.
Profit rate	Floating rate of return at base rate plus 200 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 200 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 125 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 125 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).	Floating rate of return at base rate plus 125 bps p.a. (Base rate will be the average rate 'Ask side of the six month Karachi Inter Bank Offered Rate set at 1 (one business) day prior to the redemption date for the redemption amount payable on the immediately following redemption date).
Repayment	Not applicable.	Not applicable.	The TFC has been structured to redeem 0.02% of the issue amount semi-annually in the first 09 years after the issue and the remaining issue amount in two equal semi-annual installments of 49.82% each, in the 10th year.	The TFC has been structured to redeem 0.02% of the issue amount semi-annually in the first 09 years after the issue and the remaining issue amount in two equal semi-annual installments of 49.82% each, in the 10th year.	The TFC has been structured to redeem 0.36% of the issue amount semi-annually in the first 09 years after the issue and the remaining issue amount in two equal semi-annual installments of 49.82% each, in the 10th year.
Call / Put option	Callable after a period of 05 years. However no put option is available to the investors.				
Lock in clause	Neither profit nor principal may be paid (even at maturity) if such payments would result in a shortfall in the Bank's Minimum Capital Requirement (MCR) or Capital Adequacy Ratio (CAR) or increase any existing shortfall in MCR or CAR.				
Loss absorbency clause:	May be converted into ordinary shares or written off immediately (either partially or in full) at the discretion of the SBP, upon the occurrence of a point of non-viability ("PONV") event as defined in the Basel III guidelines, at the market value of the shares on the date of trigger of PONV on sole discretion of the SBP.				

21 OTHER LIABILITIES	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
Mark-up / return / interest payable in local currency		36,575,274	58,967,498
Mark-up / return / interest payable in foreign currencies		701,987	1,245,364
Mark-up payable on subordinated debts		524,319	680,067
Provision for taxation - net		3,700,573	1,806,749
Sundry creditors and accrued expenses		608,378	2,269,665
Lease key money		26,836,822	21,617,332
Acceptances	14	15,986,212	12,772,495
Payable to gratuity fund		263,797	421,347
Gratuity payable to key management personnel		30,061	30,061
Provision for employees compensated absences		174,746	184,746
Unrealized loss on revaluation of foreign bills and trade loans		-	113,276
Credit loss allowance against off-balance sheet obligations	21.2	787,846	1,805,577
Levies and taxes payable		1,138,192	3,721,022
Unclaimed dividends		2,586	2,586
Payable to charity fund		2,701	469
Charges payable against financing of consumer assets		1,371,130	844,675
Payable against purchase of shares		-	200
Workers' Welfare Fund	21.1	2,619,911	2,086,563
Deferred and unearned income		1,694,709	1,322,348
Clearing and settlement accounts		1,792,951	1,911,890
Credit loss guarantee received against advances		766,586	231,006
Payable on account of GoPb transactions		2,837,113	-
Others		1,931,772	861,980
		100,347,666	112,896,916

- 21.1** 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 for the levy of Workers Welfare Fund (WWF) were not lawful. The Federal Board of Revenue has filed review petitions against this order which are currently pending. Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgment may not currently be treated as conclusive. Accordingly, the Bank maintained provision in respect of WWF.

21.2 Movement in credit loss allowance against off-balance sheet obligations	Note	(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
Opening balance		1,805,577	43,983
Impact of adoption of IFRS-09		-	1,525,099
Charge for the period / year		290,838	969,931
Reversals during the period / year		(1,308,569)	(733,436)
	33	(1,017,731)	236,495
Closing balance		787,846	1,805,577

22 SHARE CAPITAL - NET**22.1 Authorized capital**

		Six Months Ended	
(Un-audited)	(Audited)	(Un-audited)	(Audited)
June 30,	December 31,	June 30,	December 31,
2025	2024	2025	2024
Number of shares		Rupees in '000'	
5,000,000,000	5,000,000,000	50,000,000	50,000,000

Ordinary / Preference shares of Rs. 10 each

The authorized capital of the Bank is fifty thousand million rupees divided into five thousand million ordinary or preference shares of ten rupees each. The Board of Directors approved increase in authorized share capital of the Bank to 10,000,000 thousand shares amounting to Rs. 100,000,000 thousand. The Bank has initiated the process for necessary amendments in the Bank of Punjab Act, 1989 through the Provincial Assembly of Punjab.

22.2 Issued, subscribed and paid up capital

(Un-audited)	(Audited)		(Un-audited)	(Audited)
June 30,	December 31,		June 30,	December 31,
2024	2024		2025	2024
Number of shares		Note	Rupees in '000'	
1,607,912,555	1,607,912,555	Ordinary shares of Rs. 10 each paid in cash	16,079,125	16,079,125
526,315,789	526,315,789	Ordinary shares of Rs. 10 each issued at discount	5,263,158	5,263,158
1,137,340,975	1,137,340,975	Issued as bonus shares	11,373,410	11,373,410
3,271,569,319	3,271,569,319		32,715,693	32,715,693
-	-	Less: Discount on issue of shares	(263,158)	(263,158)
3,271,569,319	3,271,569,319		32,452,535	32,452,535

GoPb held 57.47% shares in the Bank as at June 30, 2025 (December 31, 2024: 57.47%).

23 SURPLUS ON REVALUATION OF ASSETS - NET OF TAX

Surplus / (deficit) on revaluation of:

Securities measured at FVOCI - debt instruments	8.1	6,841,544	1,523,058
Securities measured at FVOCI - equity investments	8.1	(228,755)	587,028
Property and equipment		9,137,909	9,295,219
Non-banking assets acquired in satisfaction of claims	14	939,278	940,388
		16,689,976	12,345,693

Deferred tax on surplus / (deficit) on revaluation of:

Securities measured at FVOCI - debt instruments	(3,557,603)	(793,188)
Securities measured at FVOCI - equity investments	118,503	(305,255)
Property and equipment	(3,190,249)	(3,272,050)
Non-banking assets acquired in satisfaction of claims	(22,557)	(23,134)
	(6,651,906)	(4,393,627)
	10,038,070	7,952,066

24 CONTINGENCIES AND COMMITMENTS

Guarantees	24.1	165,127,983	159,178,133
Commitments	24.2	389,808,850	353,075,813
Other contingent liabilities	24.3	291,951	291,951
		555,228,784	512,545,897

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		<u>Rupees in '000'</u>	
24.1	Guarantees:		
	Financial guarantees	51,913,807	48,123,386
	Performance guarantees	32,728,189	28,380,622
	Other guarantees:		
	Back to back guarantees	47,940,688	47,837,861
	Mobilization and bid bond guarantees	16,454,102	14,779,233
	Other guarantees	16,091,197	20,057,031
		<u>80,485,987</u>	<u>82,674,125</u>
		<u>165,127,983</u>	<u>159,178,133</u>
24.2	Commitments:		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	138,808,928	162,730,274
	Commitments in respect of:		
	- forward foreign exchange contracts	24.2.1 202,886,618	120,009,708
	- forward Government securities transactions	24.2.2 15,569,000	35,060,700
	- forward lending	24.2.3 32,169,531	34,883,622
	Commitments for acquisition of:		
	- property and equipment	268,017	342,919
	- intangible assets	106,756	48,590
		<u>389,808,850</u>	<u>353,075,813</u>
24.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	109,618,580	76,547,355
	Sale	93,268,038	43,462,353
		<u>202,886,618</u>	<u>120,009,708</u>
24.2.2	Commitments in respect of forward Government securities transactions		
	Purchase	11,569,000	18,060,700
	Sale	4,000,000	17,000,000
		<u>15,569,000</u>	<u>35,060,700</u>
24.2.3	Commitments in respect of forward lending		
	Undrawn formal standby facilities, credit lines and other commitments to lend	24.2.3.1 32,169,531	34,883,622
24.2.3.1	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. In addition, the Bank makes revocable commitments that do not attract any significant penalty or expense if the facility is unilaterally withdrawn.		
24.3	Other contingent liabilities	24.3.1 291,951	291,951
24.3.1	For tax years 2014 - 2024, the tax department disputed Bank's treatment on certain issues, where the Bank's appeals are pending at various appellate forums. Such issues inter alia principally include disallowance of expenses for initial depreciation allowances, non deduction of withholding tax on profit, non availability of underlying records and provision for non performing loans.		
	The Bank has filed appeals which are pending at various appellate forums. In addition, certain decisions made in favour of the Bank are being contested by the department at higher forums. No provision has been made in these consolidated condensed interim financial statements regarding the aforesaid additional tax demand and already issued favourable decisions where the tax department is in appeal, as the management is of the view that the issues will be decided in the Bank's favour as and when these are taken up by the Appellate authorities.		
24.4	Claims against the Bank not acknowledged as debts		
	An amount of Rs. 45,198,429 thousand (December 31, 2024: Rs. 46,889,928 thousand) involved in the claims filed against the Bank are yet to be adjudicated by the concerned Courts as the same have been filed as outburst to Bank's recovery suits. Up till now, in no case, any claim has been adjudicated, determined or decreed by the Courts against the Bank. Moreover, there is no likelihood of decreeing the suits against the Bank because, the claims are frivolous.		

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

			(Un-audited) June 30, 2025	Restated (Un-audited) June 30, 2024
25	MARK-UP / RETURN / INTEREST EARNED	Note	Rupees in '000'	
	Loans and advances		48,132,442	64,629,011
	Investments		84,155,581	104,285,765
	Lendings to financial institutions		889,131	2,368,940
	Balances with banks		199,524	494,506
	IFRS-09 adjustments - notional			
	Staff loans		971,649	196,665
	Other loans		666,331	807,004
			<u>135,014,658</u>	<u>172,781,891</u>
25.1	Interest income recognised on:			
	Financial assets measured at amortised cost		58,900,355	77,110,871
	Financial assets measured at FVOCI		71,155,391	93,418,616
	Financial assets measured at FVTPL		4,958,912	2,252,404
			<u>135,014,658</u>	<u>172,781,891</u>
26	MARK-UP / RETURN / INTEREST EXPENSED			
	Deposits and other accounts		72,523,254	119,480,638
	Borrowings		22,879,626	31,735,925
	Subordinated debts		2,207,006	3,547,288
	Mark-up on lease liability against right of use assets		1,156,720	1,037,993
	IFRS-09 adjustment on borrowings - notional		429,810	345,779
			<u>99,196,416</u>	<u>156,147,623</u>
27	FEE AND COMMISSION INCOME			
	Branch banking customer fees		259,204	228,585
	Consumer finance related fees		282,323	397,980
	Card related fees		1,919,998	895,683
	Credit related fees		553,318	464,135
	Investment banking fees		333,223	347,199
	Branchless banking fees		427,157	49,608
	Commission on trade		1,169,384	827,762
	Commission on guarantees		259,114	301,174
	Commission on cash management		110,384	108,395
	Commission on remittances including home remittances		188,301	388,887
	Commission on bancassurance		169,479	121,141
	Commission on wheat financing		-	27
	SMS banking income		702,055	424,359
			<u>6,373,940</u>	<u>4,554,935</u>
28	GAIN ON SECURITIES - NET			
	Realized gain / (loss) on sale of securities - net	28.1	2,531,686	1,729,030
	Unrealized gain - measured at FVTPL	8.1	131,461	352,367
	Realized gain - deliverable future contracts		-	7,887
			<u>2,663,147</u>	<u>2,089,284</u>
28.1	Realized gain / (loss) on sale of securities - net:			
	Federal government securities		2,567,998	1,414,619
	Non government debt securities		17,952	17,951
	Shares		(54,264)	296,460
			<u>2,531,686</u>	<u>1,729,030</u>
28.2	Realized gain / (loss) on sale of securities - net:			
	Net gain on financial assets measured at FVTPL			
	Designated upon initial recognition		50,819	408,040
	Mandatorily measured at FVTPL		17,952	17,951
	Net gain on financial assets measured at FVOCI		2,462,915	1,303,039
			<u>2,531,686</u>	<u>1,729,030</u>
29	NET (LOSS) / GAIN ON DERECOGNITION OF FINANCIAL ASSETS MEASURED AT AMORTISED COST			
	Gain on derecognition on financial assets measured at amortised cost		-	1,563,972
	Loss on derecognition on financial assets measured at amortised cost	29.1	(569,049)	(201,954)
			<u>(569,049)</u>	<u>1,362,018</u>
29.1	This includes amortization of deferred loss / modification impact(s) on PIA Corporation Limited and other parties.			

		(Un-audited) June 30, 2025	Restated (Un-audited) June 30, 2024
		Rupees in '000'	
30	OTHER INCOME		
	Rent on property	6,367	-
	Gain on sale of property and equipment - net	112,324	2,487
	Gain on sale of non banking assets acquired in satisfaction of claims - net	-	514,223
	Gain on termination of lease liability against right of use assets	17,180	161,296
	Notice pay on resignations	36,901	23,805
	Claim decided in favour of Bank against litigation	-	331,647
		<u>172,772</u>	<u>1,033,458</u>
31	OPERATING EXPENSES		
	Total compensation expense	31.1 15,249,182	12,248,741
	Property expense:		
	Rent and taxes	29,151	20,279
	Insurance	10,127	8,774
	Utilities cost	852,379	818,424
	Security	2,583	946
	Repair and maintenance including janitorial charges	117,778	141,213
	Depreciation	571,990	438,891
	Depreciation on right of use assets	1,045,569	946,422
		2,629,577	2,374,949
	Information technology expenses:		
	Software maintenance	1,005,831	679,377
	Hardware maintenance	42,296	45,119
	Depreciation on computer equipment	555,126	397,892
	Amortization on intangible assets	219,594	207,307
	Network charges	263,783	282,640
		2,086,630	1,612,335
	Other operating expenses:		
	Directors' fees and allowances	29,648	33,093
	Fees and allowances to shariah board	7,049	5,075
	Legal and professional charges	370,413	149,845
	Subscription charges	63,434	45,357
	Outsourced staff services costs	641,966	498,915
	Travelling and conveyance	240,974	194,672
	NIFT clearing charges	81,724	43,565
	Depreciation	480,642	343,349
	Depreciation on non banking assets acquired in satisfaction of claims	16,331	6,828
	Depreciation on ijarah assets under IFAS - 2	291,093	178,962
	Training and development	46,651	66,235
	Postage and courier charges	210,414	182,739
	Stationery and printing	432,783	358,718
	Marketing, advertisement and publicity	469,858	380,075
	Auditors remuneration	12,787	4,491
	Insurance	184,985	149,236
	Deposit protection fee	464,590	374,509
	Repair and maintenance	561,246	367,444
	Entertainment expenses	161,799	149,984
	Vehicle running expenses	55,218	53,581
	Fuel for generator	159,653	133,704
	Commission and brokerage	969,424	189,068
	SMS banking charges	420,919	362,198
	Bank charges	57,829	27,091
	Card related expenses	2,009,508	1,090,549
	Cash remittance charges	523,339	328,112
	Branch license fee	23,185	24,366
	CNIC verification / ECIB charges	275,076	150,384
	Organizational development	59,553	-
	Miscellaneous expenses	175,462	304,607
		<u>9,497,553</u>	<u>6,196,752</u>
		<u>29,462,942</u>	<u>22,432,777</u>

31.1 This includes IFRS-09 adjustment on staff loans - notional amounting to Rs. 971,649 thousand (June 30, 2024: Rs. 196,665 thousand)

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		(Un-audited) June 30, 2025	(Un-audited) June 30, 2024
		Rupees in '000'	
32	OTHER CHARGES		
	Penalties imposed by SBP	1,186	1,496
	Operational loss	2,800	157
		<u>3,986</u>	<u>1,653</u>
33	(REVERSAL) / CHARGE OF CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET		
	Reversal of credit loss allowance against lending to financial institutions	(33,738)	(58,406)
	Charge / (reversal) of credit loss allowance against investments	589,755	(44,945)
	Charge / (reversal) of credit loss allowance / provision against loans & advances	9.3 1,052,370	(2,428,074)
	Reversal of credit loss allowance against balances with treasury banks	(280,249)	(180,899)
	Charge / (reversal) of credit loss allowance against other assets	14.1.1 164,000	(252,079)
	Reversal of credit loss allowance against off balance sheet obligations	21.2 (1,017,731)	(689,454)
	(Reversal) / charge of credit loss allowance against balance with other banks	(9,656)	216,339
		<u>464,751</u>	<u>(3,437,518)</u>
34	TAXATION - NET		
	Current	34.1 9,458,610	748,005
	Deferred	(1,091,113)	1,954,855
		<u>8,367,497</u>	<u>2,702,860</u>
34.1	This includes provision for super tax in accordance with Income Tax Ordinance, 2001.		
		(Un-audited) June 30, 2025	(Un-audited) June 30, 2024
35	BASIC EARNINGS PER SHARE		
	Profit after taxation for the period (Rs in '000')	6,480,523	4,707,331
	Weighted average number of ordinary shares (No.).	3,271,569,319	3,271,569,319
	Basic earnings per share - Rs.	1.98	1.44
36	DILUTED EARNINGS PER SHARE		
	There were no convertible dilutive potential ordinary shares outstanding as at reporting dates.		
37	FAIR VALUE OF FINANCIAL INSTRUMENTS		
	The fair value of quoted securities other than those classified as held to maturity, is based on quoted market price. Quoted securities classified as held to maturity are carried at cost. The fair value of unquoted equity securities, other than investments in subsidiaries, 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 reprised.		
37.1	The Bank measures fair vale 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 measurement using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly. (i.e. derived from prices).		
	Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).		

37.1.1 Valuation techniques used in determination of fair values within level 2 and level 3

Item	Valuation approach and input used
Federal Government securities	The fair value of Federal Government securities is determined using the prices / rates available on Mutual Funds Association of Pakistan (MUFAP).
Non-Government debt securities	The fair value of non-government debt securities is determined using the prices / rates available on MUFAP
Mutual Fund units	The fair values of investments in mutual fund units are determined based on their net asset values as published at the close of reporting date.
Forward foreign exchange contracts	The fair values of forward foreign exchange contracts and forward Government securities transactions are determined using forward pricing calculations.
Unlisted shares	The fair value of unquoted equity investments is determined using the discounted cash flow (DCF) method / market multiple approach, based on the investee company's projected cash flows / available financial information. In cases where such projections are not available, the Bank estimates fair value as the lower of the investment's cost or its break-up value.
Fixed assets and non-banking assets acquired in satisfaction of claims	Land, buildings on freehold land and non-banking assets acquired in satisfaction of claims are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets.

37.2 Fair value of financial assets

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 categorized:

June 30, 2025 (Un-audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments					
Financial assets measured at fair value:					
Government securities	1,268,670,519	-	1,268,670,519	-	1,268,670,519
Shares	4,574,793	4,485,753	-	73,410	4,559,163
Non-Government debt securities	8,435,066	-	8,435,066	-	8,435,066
Mutual fund & investment trust units	2,883,646	-	2,883,646	-	2,883,646
Foreign securities	34,769	-	-	34,769	34,769
Subsidiary companies	-	-	-	-	-
Financial assets disclosed but not measured at fair value:					
Government securities	138,106,792	-	138,636,067	-	138,636,067
Non-Government debt securities	2,099,236	-	2,099,236	-	2,099,236
Off balance sheet financial instruments:					
Forward purchase of foreign exchange contracts	110,002,003	-	110,002,003	-	110,002,003
Forward sale of foreign exchange contracts	93,530,583	-	93,530,583	-	93,530,583
Forward purchase of Government Securities transaction	11,569,000	-	11,569,000	-	11,569,000
Forward sale of Government securities transactions	4,000,000	-	4,000,000	-	4,000,000
December 31, 2024 (Audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments					
Financial assets measured at fair value:					
Government securities	1,161,394,438	-	1,161,394,438	-	1,161,394,438
Shares	7,234,039	7,207,469	26,570	-	7,234,039
Non-Government debt securities	9,410,772	-	9,410,772	-	9,410,772
Mutual funds & investment trust units	3,099,761	2,994,767	104,994	-	3,099,761
Foreign securities	11,957	-	-	11,957	11,957
Subsidiary companies	-	-	-	-	-
Financial assets disclosed but not measured at fair value:					
Government securities	136,638,722	-	134,938,970	-	134,938,970
Non-Government debt securities	2,102,368	-	2,102,368	-	2,102,368
Off balance sheet financial instruments:					
Forward purchase of foreign exchange contracts	76,262,665	-	76,262,665	-	76,262,665
Forward sale of foreign exchange contracts	42,936,278	-	42,936,278	-	42,936,278
Forward purchase of Government Securities transaction	18,060,700	-	18,060,700	-	18,060,700
Forward sale of Government Securities transaction	17,000,000	-	17,000,000	-	17,000,000

37.3 Fair value of non financial assets

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

June 30, 2025 (Un-audited)

	Carrying value / Notional value				
	Level 1	Level 2	Level 3	Total	
	Rupees in '000'				
Non financial assets measured at fair value:					
Property and equipment (land & building)	16,595,171	-	16,595,171	-	16,595,171
Non banking assets acquired in satisfaction of claims	5,077,656	-	5,077,656	-	5,077,656

December 31, 2024 (Audited)

	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
			Rupees in '000'		
Non financial assets measured at fair value:					
Property and equipment (land & building)	16,867,043	-	16,867,043	-	16,867,043
Non banking assets acquired in satisfaction of claims	4,959,038	-	4,959,038	-	4,959,038

37.4 The following table summarises the quantitative information about the significant unobservable inputs used in Level 3 fair value measurements of investment in unquoted equity securities.

Description	Valuation technique	Unobservable input	Discount rate	Relationship of unobservable inputs to fair value
Unquoted equity investments	DCF method	Discount rate	15.88%	Increase / decrease discount rate by 1% with all other variables held constant, would decrease / increase the fair value by Rs. 1.326 million and Rs 1.378 million respectively.

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

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
Opening balance	97,786	36,957
Impact of adoption of IFRS 9	-	60,829
Balance as at January 01, 2025 after adopting IFRS 9	97,786	97,786
Disposals during the period	-	-
Remeasurement recognised in OCI	10,393	-
Closing balance	108,179	97,786

38 SEGMENT INFORMATION

38.1 Segment details with respect to business activities

	(Un-audited)					
	June 30, 2025					
	Corporate and investment banking	Cards and public sector deposits	Consumer banking group	Treasury	Islamic	Others including Head Office
	Rupees in '000'					
Statement of profit & loss account						
Net mark-up / return / profit	29,868,765	2,574,860	10,534,571	81,188,949	9,326,939	1,520,574
Inter segment (cost) / revenue - net	(12,933,366)	48,732,002	23,288,940	(59,263,964)	(685)	177,073
Non mark-up / return / interest income	1,916,560	3,065,744	994,377	3,712,092	276,053	(431,420)
Total income	18,851,959	54,372,606	34,817,888	25,637,077	9,602,307	1,266,227
Segment total expenses	13,156,946	41,668,261	27,586,138	21,902,342	8,089,338	16,793,667
Profit before credit loss allowance and tax	5,695,013	12,704,345	7,231,750	3,734,735	1,512,969	(15,527,440)
Credit loss allowance	(1,264,383)	975,605	609,561	(120,179)	336,782	(72,635)
Profit / (loss) before tax	6,959,396	11,728,740	6,622,189	3,854,914	1,176,187	(15,454,805)
Balance sheet						
Cash and bank balances	-	188,241	38,472,412	63,432,178	16,650,467	-
Investments - net	980,923	-	-	1,342,855,153	80,968,745	-
Net inter segment lending	-	824,800,815	519,444,335	-	50,955,984	29,858,116
Lendings to financial institutions	-	-	-	-	7,302,754	-
Advances - performing	397,520,573	66,395,809	166,295,343	-	71,634,876	16,465,776
- non-performing - net	5,667,775	-	1,727,666	-	1,302,298	18,252
Others	30,099,830	1,861,187	22,754,037	23,018,567	16,539,078	69,053,382
Total assets	434,269,101	893,246,052	748,693,793	1,429,305,898	245,354,202	115,395,526
Borrowings	159,129,250	-	16,563,256	62,451,165	1,928,429	-
Subordinated debts	-	-	-	-	-	30,816,332
Deposits and other accounts	195,680,541	879,174,034	654,220,055	-	216,906,485	-
Net inter segment borrowing	63,211,794	-	-	1,361,847,456	-	-
Others	15,047,422	14,072,018	77,020,801	5,708,376	7,813,283	9,167,915
Total liabilities	433,069,007	893,246,052	747,804,112	1,430,006,997	226,648,197	39,984,247
Equity						95,505,960
Total equity and liabilities						3,866,264,572
Contingencies and commitments	311,680,995	-	2,954,326	213,436,754	26,492,260	664,449
						555,228,784

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

(Un-audited)
June 30, 2024

	Corporate and investment banking	Cards and public sector deposits	Consumer banking group	Treasury	Islamic	Others including Head Office	Total
				Rupees in '000'			
Statement of profit & loss account							
Net mark-up / return / profit	44,020,044	97,092	11,567,618	102,500,052	13,947,877	649,208	172,781,891
Inter segment revenue - net	(25,038,411)	71,188,576	40,112,015	(89,751,253)	(1,916,796)	5,405,869	-
Non mark-up / return / interest income	1,612,867	1,649,127	867,208	3,079,419	208,472	2,548,359	9,965,452
Total income	20,594,500	72,934,795	52,546,841	15,828,218	12,239,553	8,603,436	182,747,343
Segment total expenses	21,523,098	66,626,899	38,440,571	29,528,990	8,200,142	14,349,363	178,669,063
Profit before credit loss allowance and tax	(928,598)	6,307,896	14,106,270	(13,700,772)	4,039,411	(5,745,927)	4,078,280
Credit loss allowance	(3,584,690)	9,225	422,450	40,706	(394,852)	69,643	(3,437,518)
Profit / (loss) before tax	2,656,092	6,298,671	13,683,820	(13,741,478)	4,434,263	(5,815,570)	7,515,798

(Audited)
December 31, 2024

Balance sheet							
Cash and bank balances	-	256,597	31,394,926	58,945,560	13,668,255	-	104,265,338
Investments - net	998,874	-	-	1,263,371,659	55,521,524	-	1,319,892,057
Net inter segment lending	-	701,461,858	530,415,502	-	10,691,544	25,433,874	1,268,002,778
Lendings to financial institutions	-	-	-	-	12,891,206	-	12,891,206
Advances - performing	477,822,557	34,200,072	153,473,104	-	76,946,920	26,670,763	769,113,416
- non-performing	5,725,650	-	1,462,361	-	2,461,411	(4,993)	9,644,429
Others	28,586,985	1,998,701	22,805,830	26,908,572	14,735,486	68,298,481	163,334,055
Total assets	513,134,066	737,917,228	739,551,723	1,349,225,791	186,916,346	120,398,125	3,647,143,279
Borrowings	49,408,660	-	17,762,197	339,360,814	2,474,259	-	409,005,930
Subordinated debts	-	-	-	-	-	30,820,106	30,820,106
Deposits and other accounts	191,620,436	722,637,779	636,562,579	-	158,743,365	-	1,709,564,159
Net inter segment borrowing	259,843,153	-	-	1,008,159,625	-	-	1,268,002,778
Others	12,261,817	15,279,449	85,226,947	1,705,352	7,812,648	15,348,701	137,634,914
Total liabilities	513,134,066	737,917,228	739,551,723	1,349,225,791	169,030,272	46,168,807	3,555,027,887
Equity							92,115,392
Total equity and liabilities							3,647,143,279
Contingencies and commitments	309,194,746	-	24,055,755	150,522,395	28,092,662	680,339	512,545,897

39 RELATED PARTY TRANSACTIONS

The Bank has related party transactions with its subsidiaries, employee benefit plans, directors and Key Management Personnel. The Banks enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration to the executives / officers is determined in accordance with the terms of their appointment.

	(Un-audited) June 30, 2025				(Audited) December 31, 2024			
	Directors	Key management personnel	Employee funds	Other related parties	Directors	Key management personnel	Employee funds	Other related parties
	Rupees in '000'							
Advances:								
Opening balance	-	567,975	-	-	-	474,755	-	-
Addition during the period / year	-	96,619	-	-	-	262,131	-	-
Repaid during the period / year	-	89,727	-	-	-	168,959	-	-
Closing balance	-	574,867	-	-	-	567,927	-	-
Credit loss allowance against advances	-	9,604	-	-	-	5,306	-	-
Fair value loss held against advances	-	255,399	-	-	-	257,679	-	-
Other assets - advance deposits and prepayments	-	-	-	-	-	-	-	-
Other assets - markup receivable	-	22,933	-	-	-	23,500	-	-
Credit loss allowance against other assets	-	481	-	-	-	336	-	-
Right of use assets	-	-	-	55,971	-	-	-	58,184
Lease liability against right of use assets	-	-	-	18,588	-	-	-	17,394
Deposits and other accounts:								
Opening balance	22,222	116,975	2,587,664	874,152	9,536	63,441	1,185,599	158,150
Received during the period / year	13,931	1,798,267	3,585,614	1,307,278	112,807	2,533,812	25,776,888	19,344,943
Withdrawn during the period / year	11,507	1,813,806	5,005,422	1,172,964	100,121	2,480,278	24,374,823	18,628,941
Closing balance	24,646	101,436	1,167,856	1,008,466	22,222	116,975	2,587,664	874,152
Markup & commission payable	69	1,202	-	61	92	605	-	3,530
Contingencies (non funded exposure)	-	-	-	56,300	-	-	-	56,300
	June 30, 2025 (Un-audited)				June 30, 2024 (Un-audited)			
	Directors	Key management personnel	Employee Funds	Other related parties	Directors	Key management personnel	Employee Funds	Other related parties
	Rupees in '000'							
Income:								
Mark-up / return / interest earned	-	22,417	-	-	-	41,084	-	-
Fee and commission income	36	566,391	-	1,061	2	470	-	996
Other income	-	-	-	-	-	-	-	-

June 30, 2025 (Un-audited)				June 30, 2024 (Un-audited)			
Directors	Key management personnel	Employee Funds	Other related parties	Directors	Key management personnel	Employee Funds	Other related parties
Rupees in '000'							

Expense:								
Mark-up expensed on deposits	1,034	4,960	92,915	38,940	3,219	5,603	128,417	5,494
Depreciation on right of use assets	-	-	-	2,213	-	-	-	2,213
Mark-up on lease liability against right of use assets	-	-	-	1,194	-	-	-	1,050
Compensation expense	-	652,128	-	-	-	458,251	-	-
Training and development	-	-	-	7,613	-	-	-	3,343
Directors fee and allowances	29,648	-	-	-	32,993	-	-	-

39.2 The GoPb holds controlling interest (57.47% shareholding) in the Bank and therefore entities which are owned and / or controlled by the GoPb, or where the GoPb may exercise significant influence, are related parties of the Bank. The Bank in the ordinary course of business enters into transaction with Government- related entities. Such transactions include lending to, deposits from and provision of other banking services to Government-related entities. The detail of transactions are as follows:

	(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
Advances	7,863,435	9,481,684
Credit loss allowance held against advances	19,817	88,080
Deposits and other accounts	919,375,344	753,243,728
Bills payable	77,274	65,758
Subordinated debts	13,124,666	13,126,352
Acceptances	71,929	71,929
Contingencies and commitments	44,004,483	34,117,577
Credit loss allowance against off balance sheet obligations	11,429	24,010
Mark-up receivable	1,852,253	3,265,516
Credit loss allowance against other assets	13	111
Mark-up payable on subordinated debts	211,983	299,653
Mark-up payable on deposits and other accounts	21,587,070	36,367,364
	(Un-audited) June 30, 2025	(Un-audited) June 30, 2024
	Rupees in '000'	
Mark-up earned	707,586	3,465,587
Mark-up expensed	9,661,807	67,005,974
Income on contingencies and commitments	164,779	102,835
Mark-up expense on subordinated debts	992,159	762,623

39.4 BOP has allocated 3rd floor, National Tower, 28-Egerton road, Lahore to PMSL for its utilization and grants PMSL the authority to assign, sub-let or otherwise transfer possession of the premises or any portion thereof, on an arm's length basis, to its associated entities for business and commercial purposes, under its regulatory framework.

39.5 Advances to employees as at June 30, 2025, other than key management personnel, net of fair value adjustments amounted to Rs.15,364,569 thousand (December 31, 2024: Rs. 17,209,106 thousand) with markup receivable of Rs. 1,210,248 thousand (December 31, 2024: Rs.1,080,273 thousand) and markup income of Rs.741,797 thousand (June 30, 2024: Rs. 586,284 thousand) and fee & commission income of Rs. 24,801 thousand (June 30, 2024: Rs. 9,831 thousand). The ECL on said advances including markup and unutilized limits amounted to Rs. 645,278 thousand (December 31, 2024: Rs. 475,965 thousand). Compensation expense includes deferred cash bonus for President / CEO, key management personnel and other material risk takers / controllers. Deferred cash bonus as on June 30, 2025 stood at Rs. 140,756 thousand (December 31, 2024: Rs. 122,384 thousand).

39.6 In terms of service agreement of President / CEO, certain benefits including provision of Bank maintained cars, medical insurance cover etc. are also available to him. Further, certain executives are also entitled for Bank maintained car along with driver, corporate club membership and mobile phone as per Bank's policy.

39.7 The Bank held government securities in fiduciary capacity for its employee fund, Gopb & other related parties in IPS account amounting to Rs. 14,073,750 thousand (December 31, 2024: Rs. 11,496,500 thousand)

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
40	CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS		
	Minimum Capital Requirement (MCR):		
	Paid-up capital including share premium (net of losses)	34,667,575	34,667,575
	Capital Adequacy Ratio (CAR):		
	Eligible Common Equity Tier 1 (CET 1) Capital	85,210,630	84,015,724
	Eligible Additional Tier 1 (ADT 1) Capital	11,967,500	11,967,500
	Total Eligible Tier 1 Capital	97,178,130	95,983,224
	Eligible Tier 2 Capital	28,389,523	24,833,701
	Total Eligible Capital (Tier 1 + Tier 2)	125,567,653	120,816,925
	Risk Weighted Assets (RWAs):		
	Credit risk	543,171,229	511,960,742
	Market risk	83,158,602	66,299,796
	Operational risk	95,951,006	95,951,006
	Total	722,280,837	674,211,544
	Common equity tier I capital adequacy ratio	11.80%	12.46%
	Tier I CAR (%)	13.45%	14.24%
	Total CAR (%)	17.38%	17.92%
40.1	Leverage Ratio (LR):		
	Eligible Tier-I Capital	97,178,130	95,983,224
	Total exposures	2,821,329,214	2,770,015,980
	LR (%)	3.44%	3.47%
40.2	Liquidity Coverage Ratio (LCR):		
	Total high quality liquid assets	1,003,358,032	828,488,113
	Total net cash outflow	496,011,492	434,785,659
	LCR (%)	202.29%	190.55%
40.3	Net Stable Funding Ratio (NSFR):		
	Total available stable funding	1,457,169,189	1,308,850,221
	Total required stable funding	906,942,606	967,747,619
	NSFR (%)	160.67%	135.25%
40.4	The Bank availed the benefit of stage I and II staggering as allowed by SBP vide IFRS-09 application instructions. Had this relaxation not availed, the CAR, LR and NSFR would have been 16.61%, 3.36% and 160.42% respectively.		

41 ISLAMIC BANKING BUSINESS

The Bank has started Islamic banking operations in the year 2013. As at close of the June 30, 2025, the Bank is operating 210 Islamic banking branches (December 31, 2024: 210 Islamic banking branches) and 534 Islamic banking windows (December 31, 2024: 258).

STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2025

		(Un-audited) June 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
ASSETS			
Cash and balances with treasury banks - net		15,597,837	12,893,765
Balances with other banks - net		1,052,630	774,490
Due from financial institutions - net	41.1	9,792,754	14,769,016
Investments - net	41.2	80,968,745	55,521,524
Islamic financing and related assets - net	41.3	72,937,174	79,408,331
Property and equipment		2,328,974	2,184,672
Right of use assets		3,132,309	3,148,547
Intangible assets		12,762	13,053
Due from head office		50,955,984	10,691,544
Other assets - net		11,065,033	9,389,214
Total assets		247,844,202	188,794,156
LIABILITIES			
Bills payable		772,905	865,968
Due to financial institutions		1,928,429	2,108,804
Deposits and other accounts	41.4	216,906,485	158,743,365
Lease liabilities		4,056,037	3,923,690
Other liabilities		2,984,341	3,022,990
		226,648,197	168,664,817
NET ASSETS		21,196,005	20,129,339
REPRESENTED BY			
Islamic banking fund		2,000,000	2,000,000
Reserves		12,711	30,832
Surplus on revaluation of assets		293,624	385,024
Unappropriated profit	41.5	18,889,670	17,713,483
		21,196,005	20,129,339
CONTINGENCIES AND COMMITMENTS	41.6		

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

ISLAMIC BANKING BUSINESS

STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED JUNE 30, 2025

		Quarter Ended		Period Ended	
		June 30,	Restated	June 30,	Restated
		2025	June 30,	2025	June 30,
			2024		2024
Note		Rupees in '000'			
Profit / return earned	41.7	4,500,400	6,413,286	9,326,939	13,947,877
Profit / return expensed	41.8	2,597,921	3,633,060	4,761,948	7,954,249
Net profit / return		1,902,479	2,780,226	4,564,991	5,993,628
Fee and commission income		189,899	122,106	371,414	191,375
Dividend income		-	-	-	-
Foreign exchange loss - net		(74,643)	(44,052)	(124,832)	(60,441)
Gain on securities - net		411	4	518	1,366
Other income		15,281	74,067	28,953	76,172
		130,948	152,125	276,053	208,472
Total income		2,033,427	2,932,351	4,841,044	6,202,100
Operating expenses		1,692,272	1,092,724	3,327,895	2,162,679
Workers' Welfare Fund		-	-	-	-
Other charges		80	10	180	10
		1,692,352	1,092,734	3,328,075	2,162,689
Profit before credit loss allowance		341,075	1,839,617	1,512,969	4,039,411
Charge / (reversal) of credit loss allowance and write offs - net		(155,165)	376,783	336,782	(394,852)
Profit before taxation		496,240	1,462,834	1,176,187	4,434,263
Taxation	41.9	-	-	-	-
Profit after taxation		496,240	1,462,834	1,176,187	4,434,263

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		June 30, 2025 (Un-audited)			December 31, 2024 (Audited)					
		In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total			
41.1	DUE FROM FINANCIAL INSTITUTIONS	Rupees in '000'								
	Secured	9,800,000	-	9,800,000	14,810,000	-	14,810,000			
	Less: Credit loss allowance	(7,246)	-	(7,246)	(40,984)	-	(40,984)			
		9,792,754	-	9,792,754	14,769,016	-	14,769,016			
		June 30, 2025 (Un-audited)			December 31, 2024 (Audited)					
		Cost/ Amortized cost	Credit loss allowance	Surplus / (deficit)	Carrying value	Cost / Amortized cost	Credit loss allowance	Surplus / (deficit)	Carrying value	
41.2	INVESTMENTS - NET	Rupees in '000'								
	Investments by segment:									
	FVTPL									
	Federal government securities	441,344	-	-	441,344	804,860	-	-	804,860	
		441,344	-	-	441,344	804,860	-	-	804,860	
	FVOCI									
	Federal government securities	61,371,334	-	110,961	61,482,295	34,514,669	-	287,582	34,802,251	
	Non government debt securities	8,234,331	-	43,068	8,277,399	8,266,007	-	(15,008)	8,250,999	
		69,605,665	-	154,029	69,759,694	42,780,676	-	272,574	43,053,250	
	Amortised cost									
	Federal government securities	9,545,549	-	-	9,545,549	9,561,046	-	-	9,561,046	
	Non government debt securities	1,831,613	(609,455)	-	1,222,158	2,122,068	(19,700)	-	2,102,368	
		11,377,162	(609,455)	-	10,767,707	11,683,114	(19,700)	-	11,663,414	
	Total investments	81,424,171	(609,455)	154,029	80,968,745	55,268,650	(19,700)	272,574	55,521,524	
								(Un-audited)	(Audited)	
								June 30, 2025	December 31, 2024	
								Rupees in '000'		
41.2.1	Particulars of credit loss allowance									
	Stage 1								(2,387)	(19,700)
	Stage 2								-	-
	Stage 3 - non government debt securities								(607,068)	-
									(609,455)	(19,700)
41.3	ISLAMIC FINANCING AND RELATED ASSETS - NET									
	Ijarah								4,757,016	3,472,893
	Murabaha								424,082	272,036
	Musharaka								6,943,194	8,198,268
	Diminishing musharaka								41,996,478	42,190,942
	Payment against documents								55,304	55,304
	Waqala								5,226,448	7,064,896
	Istisna								9,960,104	10,565,509
	Musawamah financing								4,951,502	7,731,982
	Tijarah financing								927,082	2,163,367
	Gross islamic financing and related assets								75,241,210	81,715,197
	Less: credit loss allowance against Islamic financings									
	-Stage 1								(432,580)	(468,232)
	-Stage 2								(212,868)	(281,189)
	-Stage 3								(1,658,588)	(1,557,445)
									(2,304,036)	(2,306,866)
	Islamic financing and related assets - net								72,937,174	79,408,331
41.4	DEPOSITS AND OTHER ACCOUNTS	June 30, 2025 (Un-audited)			December 31, 2024 (Audited)					
		In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total			
		Rupees in '000'								
Customers:										
	Current deposits	68,133,405	1,447,125	69,580,530	37,466,351	1,243,324	38,709,675			
	Savings deposits	122,927,724	752,721	123,680,445	102,120,880	497,296	102,618,176			
	Term deposits	17,689,529	4,636,628	22,326,157	11,353,436	4,455,062	15,808,498			
	Margin deposits	23,226	-	23,226	35,364	-	35,364			
		208,773,884	6,836,474	215,610,358	150,976,031	6,195,682	157,171,713			
Financial institutions:										
	Current deposits	9,606	40,479	50,085	49,334	103,629	152,963			
	Savings deposits	1,245,627	-	1,245,627	1,418,456	186	1,418,642			
	Term deposits	-	-	-	-	-	-			
	Margin deposits	415	-	415	47	-	47			
		1,255,648	40,479	1,296,127	1,467,837	103,815	1,571,652			
		210,029,532	6,876,953	216,906,485	152,443,868	6,299,497	158,743,365			
41.4.1	Current deposits include call deposits amounting to Rs. 7,607,502 thousand (December 31, 2024: Rs. 2,472,287 thousand)									

41.4.1 Current deposits include call deposits amounting to Rs. 7,607,502 thousand (December 31, 2024: Rs. 2,472,287 thousand)

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

	(Un-audited)	(Audited)
	June 30,	December 31,
	2025	2024
	Rupees in '000'	
41.5 UNAPPROPRIATED PROFIT - ISLAMIC BANKING BUSINESS		
Opening balance	17,713,483	10,393,540
Impact of adoption of IFRS-09	-	(1,495,462)
Islamic banking profit for the period / year	1,176,187	8,815,405
Closing balance	18,889,670	17,713,483
41.6 CONTINGENCIES AND COMMITMENTS		
Guarantees:		
Financial guarantees	18,200	18,200
Performance guarantees	1,961,941	1,419,293
Other guarantees	5,497,597	8,949,903
	7,477,738	10,387,396
Commitments:		
Documentary credits and short-term trade-related transactions - letters of credit	6,344,836	4,075,301
Commitments in respect of forward lending	7,648,547	9,078,833
Commitments in respect of purchase forward foreign exchange contracts	5,018,864	4,548,013
Commitments for acquisition of:		
- fixed assets	2,275	3,119
	19,014,522	17,705,266
	26,492,260	28,092,662
	(Un-audited)	Restated
	June 30,	(Un-audited)
	2025	June 30,
		2024
	Rupees in '000'	
41.7 PROFIT / RETURN EARNED OF FINANCING, INVESTMENTS AND PLACEMENT		
Profit earned on:		
Financing	4,987,995	9,469,036
Investments	3,632,305	3,989,546
Placements	628,134	570,817
Deposits with financial institutions	-	69
IFRS-09 adjustments - notional		
Staff loans	76,590	15,137
Other loans	1,915	(96,728)
	9,326,939	13,947,877
41.8 PROFIT ON DEPOSITS AND OTHER DUES EXPENSED		
Deposits and other accounts	4,393,987	5,754,236
Markup on lease liability against right of use assets	265,110	202,215
Markup on call borrowings	9,519	-
Markup on borrowings from SBP	69,204	59,630
Profit on deposits from conventional head office	685	1,916,796
IFRS-09 adjustment on borrowings - notional	23,443	21,372
	4,761,948	7,954,249

41.9 The Bank calculates and files a single corporate tax return as per the requirements of Income Tax Ordinance, 2001. Segmental calculation is not required for filing. However, considering the format requirement of the financial statements to disclose Islamic Banking segment's tax charge separately, a notional net tax charge for Islamic Banking is expected to be Rs. 623,379 thousand (June 30, 2024: Rs. 1,743,555 thousand).

41.10 During the period, following pools have been created:

- RFC GBP Special Pool-1 (RFGBP1)
- RFC EURO Special Pool-1 (RFEUR1)
- Taqwa Foreign Currency CHF Pool (CHF POOL)

The main characteristics of the pools are as under:

- i) Profit sharing ratio between Mudarib and Rab-ul-mal is 50:50.
- ii) Profit equalization reserve up to 2% of net income will be created, if needed.
- iii) Investment risk reserve up to 1% of distributable profit of depositors will be created, if needed.

42 DATE OF AUTHORIZATION FOR ISSUE

These consolidated condensed interim financial statements were authorized for issue on August 29, 2025 by the Board of Directors of the Bank.

43 NON-ADJUSTING EVENT AFTER THE BALANCE SHEET DATE

The Board of Directors of the Bank in its meeting held on August 29, 2025 has proposed an interim Cash Dividend of 10 percent (December 2024: cash dividend @ 18%). These consolidated financial statements for the six month ended June 30, 2025 do not include the effect of these appropriations which will be accounted for subsequent to the period.

44 GENERAL

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

44.2 Corresponding figures have been re-arranged or re-classified wherever necessary, for better and fair presentation. However, no significant reclassification or re-arrangement has been made during the period except for restatement due to adoption of IFRS 9 is mentioned in note 4.1.2 of these consolidated condensed interim financial statements.

Chief Financial Officer



President

Chairman

Director

Director



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