

**CONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

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

		(Un-audited) September 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
ASSETS			
Cash and balances with treasury banks - net	5	104,856,250	100,773,627
Balances with other banks - net	6	4,219,190	3,491,711
Lendings to financial institutions - net	7	17,407,715	12,891,206
Investments - net	8	1,442,885,861	1,319,892,057
Advances - net	9	786,174,046	778,757,845
Property and equipment	10	29,482,389	28,639,949
Right-of-use assets	11	12,835,847	12,865,764
Intangible assets	12	2,741,896	2,488,381
Deferred tax assets - net	13	9,416,446	9,204,913
Other assets - net	14	125,416,845	110,135,048
Total assets		2,535,436,485	2,379,140,501
LIABILITIES			
Bills payable	16	7,320,838	7,636,873
Borrowings	17	389,988,594	409,005,930
Deposits and other accounts	18	1,884,916,944	1,709,564,159
Lease liabilities	19	17,868,353	17,101,125
Subordinated debts	20	30,816,332	30,820,106
Deferred tax liabilities		-	-
Other liabilities	21	107,089,497	112,896,916
Total liabilities		2,438,000,558	2,287,025,109
NET ASSETS		97,435,927	92,115,392
REPRESENTED BY			
Share capital - net	22	32,452,535	32,452,535
Reserves		20,100,200	17,710,207
Surplus on revaluation of assets - net of tax	23	9,151,019	7,952,066
Non-controlling interest		1,043,241	954,312
Unappropriated profit		34,688,932	33,046,272
		97,435,927	92,115,392

CONTINGENCIES AND COMMITMENTS

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The annexed notes 1 to 43 form an integral part of these consolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

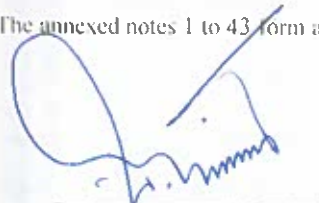
THE BANK OF PUNJAB AND ITS SUBSIDIARIES

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


FOR THE PERIOD ENDED SEPTEMBER 30, 2025

		Quarter Ended		Period Ended	
			Restated		Restated
		September 30,	September 30,	September 30,	September 30.
		2025	2024	2025	2024
Note		Rupees in '000'			
Mark-up / return / interest earned	25	67,111,289	92,756,558	202,125,947	265,538,449
Mark-up / return / interest expensed	26	44,450,378	78,655,272	143,646,794	234,802,895
Net mark-up / interest income		22,660,911	14,101,286	58,479,153	30,735,554
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	3,602,955	3,075,141	9,976,895	7,630,076
Dividend income		51,345	99,872	220,688	262,578
Foreign exchange income / (loss)		908,174	(101,457)	1,631,427	661,594
Income / (loss) from derivatives		-	-	-	-
Gain on securities - net	28	948,311	2,833,830	3,611,458	4,923,114
Net (loss) / gain on derecognition of financial assets measured at amortised cost	29	(214,266)	(100,977)	(783,315)	1,261,041
Other income	30	338,094	51,256	510,866	1,084,714
Total non-markup / interest income		5,634,613	5,857,665	15,168,019	15,823,117
Total income		28,295,524	19,958,951	73,647,172	46,558,671
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	31	15,075,092	12,648,455	44,538,034	35,081,232
Workers' Welfare Fund		250,265	288,543	783,613	375,553
Other charges	32	64,238	4,393	68,224	6,046
Total non-markup / interest expenses		15,389,595	12,941,391	45,389,871	35,462,831
Profit before credit loss allowance		12,905,929	7,017,560	28,257,301	11,095,840
Charge / (reversal) of credit loss allowance and write offs - net	33	1,731,840	(128,096)	2,196,591	(3,565,614)
PROFIT BEFORE TAXATION		11,174,089	7,145,656	26,060,710	14,661,454
Taxation - net	34	6,091,951	3,491,246	14,459,448	6,194,106
PROFIT AFTER TAXATION		5,082,138	3,654,410	11,601,262	8,467,348
PROFIT ATTRIBUTEABLE TO:					
Equity holders of the parent		5,031,810	3,566,397	11,512,333	8,273,728
Non-controlling interest		50,328	88,013	88,929	193,620
		5,082,138	3,654,410	11,601,262	8,467,348
Basic earnings per share - Rupees	35	1.54	1.09	3.52	2.53
Diluted earnings per share - Rupees	36	1.54	1.09	3.52	2.53

The annexed notes 1 to 43 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 SEPTEMBER 30, 2025

	Quarter Ended		Period Ended	
	September 30,	Restated September 30,	September 30,	Restated September 30,
	2025	2024	2025	2024
	Rupees in '000'			
Profit after taxation for the period	5,082,138	3,654,410	11,601,262	8,467,348
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	(1,304,130)	2,961,727	1,249,941	2,295,206
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	967,808	(181,587)	833,732	94,328
Total comprehensive income for the period	4,745,816	6,434,550	13,684,935	10,856,882
PROFIT ATTRIBUTABLE TO:				
Equity holders of the parent	4,695,488	6,346,537	13,596,006	10,663,262
Non-controlling interest	50,328	88,013	88,929	193,620
	4,745,816	6,434,550	13,684,935	10,856,882

The annexed notes 1 to 43 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 SEPTEMBER 30, 2025

	Share capital - net		Reserves		Surplus / (Deficit) - net of tax on revaluation of		Non-controlling interest	Unappropriated profit	Total
	Share capital	Discount on issue of shares	Share premium	Statutory	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 period ended September 30, 2024 - as restated	-	-	-	-	-	-	193,620	8,467,348	8,660,968
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-	-
Movement in deficit on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	2,295,206	-	-	-	2,295,206
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	94,328	-	-	-	94,328
Total other comprehensive income - net of tax for the period ended September 30, 2024	-	-	-	-	2,389,534	-	-	-	2,389,534
Transfer to statutory reserve during the period	-	-	-	1,581,742	-	-	-	(1,581,742)	-
Transfer from surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	(21,466)	-	-	12,090	20,624
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(86,432)	-	86,432	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(2,246)	-	2,246	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	(152,201)	-	235,344	83,143
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 September 30, 2024 - (un-audited - as restated)	32,715,693	(263,158)	2,215,040	14,401,837	2,758,822	4,513,680	955,790	29,516,453	86,814,157
Other comprehensive income / (loss)	-	-	-	-	-	-	(1,178)	1,620,567	1,619,089
Measurement 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	-	-	-	-	(2,298,716)	-	-	-	(2,298,716)
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	517,657	-	-	-	517,657
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 the period ended December 31, 2024	-	-	-	-	(1,781,059)	2,443,499	-	47,800	710,240
Transfer to statutory reserve during the period	-	-	-	1,093,330	-	-	-	(1,093,330)	-
Transfer from surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	33,880	-	-	(67,953)	(34,073)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(22,032)	-	22,032	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	1,006	-	(1,006)	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	4,270	-	1,769	5,979
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 - as restated	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 period ended September 30, 2025	-	-	-	-	-	-	88,929	11,512,333	11,601,262
Other comprehensive income / (loss)	-	-	-	-	-	-	-	-	-
Movement in surplus on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	1,249,941	-	-	-	1,249,941
Movement in surplus on revaluation of investments in equity instruments classified as FVOCI - net of tax	-	-	-	-	833,732	-	-	-	833,732
Total other comprehensive income - net of tax for the period ended September 30, 2025	-	-	-	-	2,083,673	-	-	-	2,083,673
Transfer to statutory reserve during the period	-	-	-	2,389,993	-	-	-	(2,389,993)	-
Transfer from surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	(707,812)	-	-	1,474,608	766,796
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	-	(113,270)	-	113,270	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(794)	-	794	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	(92,042)	-	92,042	-
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)
Interim cash dividend - June 10, 2025 declared at 10% per share	-	-	-	-	-	-	-	(3,271,569)	(3,271,569)
	-	-	-	-	-	-	-	(9,160,394)	(9,160,394)
Balance as on September 30, 2025 - un-audited	32,715,693	(263,158)	2,215,040	17,885,160	2,416,702	6,734,317	1,043,241	34,688,932	97,435,927

The annexed notes 1 to 24 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 SEPTEMBER 30, 2025

		Period Ended	
		September 30, 2025	Restated September 30, 2024
		Rupees in '000'	
Note			
CASH FLOW FROM OPERATING ACTIVITIES			
	Profit before taxation	26,060,710	14,661,454
	Less: Dividend income	(220,688)	(262,578)
		25,840,022	14,398,876
Adjustments:			
	Net mark-up / interest income excluding mark-up on lease liability against right of use assets & IFRS-09 adjustments - notional	(58,950,154)	(30,903,675)
31	Depreciation on property and equipment	2,485,367	1,826,811
31	Depreciation on non banking assets acquired in satisfaction of claims	24,219	14,448
31	Depreciation on ijarah assets under IFRAS - 2	527,436	284,194
31	Depreciation on right-of-use assets	1,643,517	1,416,257
31	Amortization on intangible assets	336,915	308,756
	Amortization of discount on debt securities - net	(11,343,902)	(5,975,138)
26	Mark-up on lease liability against right of use assets	1,763,424	1,586,316
28	Unrealized gain on revaluation of investments classified as FVTPL	(7,469)	(481,624)
28	Realized gain on deliverable future contracts	-	(7,887)
33	Reversal of credit loss allowance against lending to financial institutions	(21,349)	(47,958)
33	Charge / (reversal) of credit loss allowance on investments	584,205	(96,426)
33	Charge / (reversal) of credit loss allowance on advances	2,364,858	(2,170,765)
33	Charge / (reversal) of credit loss allowance against other assets	308,499	(195,785)
33	Reversal of credit loss allowance against off balance sheet obligations	(1,001,968)	(594,250)
33	Reversal of credit loss allowance against balance with other banks	(3,185)	(198,520)
33	Reversal of credit loss allowance against balances with treasury banks	(34,469)	(261,910)
	IFRS-09 adjustment on advances - notional	(1,967,596)	(1,936,460)
	IFRS-09 adjustment on borrowings - notional	675,173	518,265
31.1	IFRS-09 adjustment on compensation expense - notional	987,448	903,591
	Workers' Welfare Fund	783,613	375,553
30	Gain on termination of lease liability against right of use assets	(94,637)	(179,553)
30	Gain on sale of property and equipment - net	(171,895)	(13,788)
30	Gain on sale of non banking assets acquired in satisfaction of claims - net	(177,888)	(514,549)
28.1	Realized gain on sale of securities - net	(3,603,989)	(4,433,603)
29	Net loss / (gain) on derecognition of financial assets measured at amortised cost	783,315	(1,261,041)
	Provision for employees compensated absences	23,308	9,316
	Provision for gratuity	395,695	456,650
		(63,691,509)	(41,572,775)
		(37,851,487)	(27,173,899)
(Increase) / decrease in operating assets:			
	Lendings to financial institutions - net	(4,516,509)	131,164,847
	Net investments in securities classified as FVTPL	57,107,902	(12,290,062)
	Advances - net	(13,178,589)	156,796,406
	Others assets - net (excluding non-banking assets and markup receivable)	(4,730,415)	77,684,398
		34,682,389	353,355,589
Increase / (decrease) in operating liabilities:			
	Bills payable	(316,035)	242,370
	Borrowings	(23,619,789)	(145,443,593)
	Deposits and other accounts	175,352,785	52,209,762
	Other liabilities - net (excluding provision for taxation - net, markup payable and payable to gratuity fund)	14,897,036	8,591,599
		166,313,997	(84,399,862)

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

		Period Ended	
		September 30,	Restated September 30.
		2025	2024
Note		Rupees in '000'	
	Payment made to gratuity fund	(421,347)	(688,513)
	Mark-up / return / interest received	191,919,812	264,136,195
	Mark-up / return / interest paid	(167,526,713)	(230,168,318)
	Income tax paid	(10,392,506)	(8,308,221)
	Net cash generated from operating activities	13,579,246	24,971,143
		176,724,145	266,752,971
CASH FLOW FROM INVESTING ACTIVITIES			
	Net investments in securities classified as FVOCI	(162,419,732)	(312,929,609)
	Net investments in amortized cost securities	1,086,237	52,311,118
	Dividends received	206,522	246,111
	Investments in property and equipment	(2,942,275)	(3,817,553)
	Investments in intangible assets	(590,430)	(710,934)
	Proceeds from sale of property and equipment	186,968	26,927
	Proceeds from sale of non banking assets acquired in satisfaction of claims	500,000	998,192
	Net cash used in investing activities	(163,972,710)	(263,875,748)
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	(9,160,380)	(3,271,568)
	Payment of lease liability against right of use assets	(2,511,079)	(2,027,135)
	Net cash used in financing activities	(11,675,233)	(4,679,463)
	Increase / (decrease) in cash and cash equivalents	1,076,202	(1,802,240)
	Effect of credit loss allowance changes on cash and cash equivalents	37,654	(438,638)
	Cash and cash equivalents at beginning of the period	103,413,315	109,254,980
	Cash and cash equivalents at end of the period	104,527,171	107,014,102
Cash and cash equivalents:			
	Cash and balances with treasury banks - net	104,856,250	104,183,726
	Balances with other banks - net	4,219,190	3,050,603
	Call borrowing	(2,200,000)	-
	Overdrawn nostro accounts	(2,348,269)	(220,227)
		104,527,171	107,014,102

The annexed notes 1 to 43 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 SEPTEMBER 30, 2025

I. 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 September 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.

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 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 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 September 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 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
	<u>21,488</u>	<u>45,979</u>	<u>30,319</u>
Deferred tax asset / (liability)	<u>1,826</u>	<u>(23,909)</u>	<u>(9,548)</u>
Effect on net assets		<u>29,198</u>	

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
Increase in the fair valuation of unquoted equity securities carried at FVOCI	60,829
Less: related deferred tax	(31,631)
	<u>29,198</u>
Opening balance as at January 01, 2025 - as restated	<u>1,042,039</u>

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 period ended September 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	1,032,869	Fair value impact of subsidised advances & modification accounting impacts
Mark-up / return / interest earned	Increase	903,591	Fair value impact of staff loans
Mark-up / return / interest expensed	Increase	518,265	Fair value impact of subsidised borrowings
Operating expenses	Increase	903,591	Fair value impact of staff loans
Net Impact		<u>514,604</u>	
Basic and diluted earning per share	Increase	<u>0.16</u>	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. 518 million.

4.1.4 The SBP in a separate instruction BPRD/RPD/822456/25 dated January 22, 2025 has allowed the Bank extension for application of Effective Interest Rate up to 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.

	(Un-audited) September 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
5 CASH AND BALANCES WITH TREASURY BANKS - NET		
In hand:		
Local currency	23,115,112	27,151,411
Foreign currencies	2,540,386	4,132,719
	25,655,498	31,284,130
With SBP in:		
Local currency current account	62,631,360	56,961,201
Foreign currency current account	2,250,538	3,419,201
Foreign currency deposit accounts	6,638,866	6,949,509
	71,520,764	67,329,911
With National Bank of Pakistan in:		
Local currency current accounts	7,796,362	2,187,110
Prize bonds	298,850	422,169
Less: Credit loss allowance held against cash and balances with treasury banks	(415,224)	(449,693)
Cash and balances with treasury banks - net of credit loss allowance	104,856,250	100,773,627
6 BALANCES WITH OTHER BANKS - NET		
In Pakistan:		
Current accounts	34,644	228,093
Deposit accounts	222,610	14,001
	257,254	242,094
Outside Pakistan:		
Current accounts	3,542,738	3,013,796
Deposit accounts	430,535	250,343
	3,973,273	3,264,139
	4,230,527	3,506,233
Less: Credit loss allowance held against balances with other banks	(11,337)	(14,522)
Balances with other banks - net of credit loss allowance	4,219,190	3,491,711
7 LENDINGS TO FINANCIAL INSTITUTIONS - NET		
Repurchase agreement lendings (Reverse Repo)	8,373,350	-
Placements	9,054,000	12,932,190
	17,427,350	12,932,190
Less: Credit loss allowance held against lendings to financial institutions	(19,635)	(40,984)
Lendings to financial institutions - net of credit loss allowance	17,407,715	12,891,206

7.1 Lendings to financial institutions- particulars of credit loss allowance

	September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
	Lendings	Credit loss allowance held	Lendings	Credit loss allowance held
Rupees in '000'				
Performing	17,407,715	19,635	12,932,190	40,984
Under performing	-	-	-	-
Non-performing	-	-	-	-
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	-	-	-	-
	17,407,715	19,635	12,932,190	40,984

8 INVESTMENTS - NET

Investments by type:	September 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
Rupees in '000'								
FVTPL								
Federal government securities	38,973,791	-	(43,137)	38,930,654	89,809,611	-	1,842	89,811,453
Shares	357,739	-	50,606	408,345	4,618,968	-	833,022	5,451,990
Non government debt securities	752,226	-	-	752,226	1,002,106	-	-	1,002,106
	40,083,756	-	7,469	40,091,225	95,430,685	-	834,864	96,265,549
FVOCI								
Federal government securities	1,240,543,173	-	4,357,036	1,244,900,209	1,070,021,115	-	1,561,870	1,071,582,985
Shares	6,353,746	-	647,441	7,001,187	1,123,660	-	658,389	1,782,049
Mutual fund & investment trust units	3,173,426	-	237,675	3,411,101	5,173,426	-	(73,665)	5,099,761
Non government debt securities	8,574,409	(212,845)	(232,430)	8,129,134	8,663,574	(218,400)	(36,508)	8,408,666
Foreign securities	11,957	-	22,812	34,769	11,957	-	-	11,957
	1,258,656,711	(212,845)	5,032,534	1,263,476,400	1,082,993,732	(218,400)	2,110,086	1,084,885,418
Amortised cost								
Federal government securities	138,136,310	-	-	138,136,310	136,638,722	-	-	136,638,722
Non government debt securities	1,791,386	(609,460)	-	1,181,926	2,122,068	(19,700)	-	2,102,368
WAPDA bonds	400	(400)	-	-	400	(400)	-	-
	139,928,096	(609,860)	-	139,318,236	138,761,190	(20,100)	-	138,741,090
Total investments	1,438,668,563	(822,705)	5,040,003	1,442,885,861	1,317,185,607	(238,500)	2,944,950	1,319,892,057

Note

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(Un-audited) (Audited)
September 30, December 31,
2025 2024

	Rupees in '000'
121,585,868	-
210,395,438	341,915,659
331,981,306	341,915,659

8.2 Investments given as collateral

Market treasury bills
Pakistan investment bonds

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	591,728	-
Reversals for the period / year	(7,523)	(58,487)
Closing balance	584,205	(58,487)
	822,705	238,500

(Un-audited) (Audited)
September 30, December 31,
2025 2024

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

	Outstanding amount	Credit loss allowance held	Outstanding amount	Credit loss allowance held
Category of classification				
Performing	9,545,883	2,393	2,122,068	19,700
Under performing	-	-	-	-
Non-performing:				
Substandard	-	-	-	-
Doubtful	820,312	820,312	218,800	218,800
Loss	820,312	820,312	218,800	218,800
	10,366,195	822,705	2,340,868	238,500

Category of classification

Stage 1
Stage 2

Non-performing:

Substandard

Doubtful

Loss

Stage 3

9 ADVANCES - NET

Loans, cash credits, running finances, etc.

Islamic financing and related assets

Bills discounted and purchased

Advances - gross

Credit loss allowance against advances:

-Stage 1

-Stage 2

-Stage 3

Advances - net of credit loss allowance

9.1 Particulars of advances (gross)

In local currency

In foreign currencies

9.2 Advances include Rs. 54,255,923 thousand (December 31, 2024: Rs. 54,244,647 thousand) which have been placed under non-performing / stage 2 and 3 status as detailed below:

Category of classification	Note	(Un-audited)		(Audited)	
		September 30, 2025	September 30, 2024	December 31, 2024	
		Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
		Rupees in '000'			

9.3 Particulars of credit loss allowance against advances

	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
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	3,916,052	962,776	3,105,893	7,984,721	6,447,293	1,209,892	1,612,742	9,269,927
Reversals for the period / year	(3,098,273)	(1,175,015)	(1,346,575)	(5,619,863)	(9,409,906)	(3,140,082)	(469,048)	(13,019,036)
	817,779	(212,239)	1,759,318	2,364,858	(2,962,613)	(1,930,190)	1,143,694	(3,749,109)
Other	(163,555)	(24,197)	(25,977)	(213,729)	2,801,357	237,882	(3,016,110)	23,129
Closing balance	45,732,988	1,659,063	5,317,191	52,709,242	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. 585,766 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. 3,671,358 thousand (December 31, 2024: Rs. 1,478,971 thousand).

9.4 Advances - particulars of credit loss allowance

	Stage 3	Stage 2	Stage 1	Total	Stage 3	Stage 2	Stage 1	Total
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	822,871	230,195	2,445,140	3,498,206	2,255,888	324,174	1,561,856	4,141,918
Advances derecognized or repaid	(1,419,766)	(348,889)	(359,696)	(2,128,351)	(5,613,102)	(1,233,785)	(1,044,140)	(7,891,027)
Transfer to stage 1	(59,964)	(285,169)	345,133	-	(18,446)	(826,503)	844,949	-
Transfer to stage 2	(78,991)	158,009	(79,018)	-	(11,467)	168,170	(156,703)	-
Transfer to stage 3	212,271	(190,060)	(22,211)	-	424,514	(362,246)	(62,268)	-
	(523,579)	(435,914)	2,329,348	1,369,855	(2,962,613)	(1,930,190)	1,143,694	(3,749,109)
Changes in risk parameters	1,177,803	199,478	(596,007)	781,274	2,801,357	237,882	(3,016,110)	23,129
Closing balance	45,732,988	1,659,063	5,317,191	52,709,242	45,078,764	1,895,499	3,583,850	50,558,113

9.5 Advances - category of classification

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Performing	Outstanding amount	Outstanding amount
Underperforming	Credit loss allowance held	Credit loss allowance held
Non-Performing:		
Other assets especially mentioned	749,784,272	748,187,638
Other assets especially mentioned	34,165,525	26,196,933
Substandard	783,949,797	774,384,571
Doubtful		
Loss		
Underperforming		
Total		

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		(Un-audited) September 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
10	PROPERTY AND EQUIPMENT	Note	
	Capital work-in-progress	10.1	621,627 943,459
	Property and equipment	10.2	28,860,762 27,696,490
			29,482,389 28,639,949
10.1	Capital work-in-progress		
	Civil works		478,920 802,910
	Advances to suppliers		142,707 140,549
			621,627 943,459
			(Un-audited) (Un-audited)
			September 30, September 30,
			2025 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		(321,832) 184,725
	Property and equipment:		
	Freehold land		- 2,037,002
	Building on freehold land		- -
	Furniture and fixtures		149,352 244,722
	Electrical and office equipments		723,873 555,205
	Computer equipments		921,677 1,100,739
	Lease hold improvements		1,010,023 861,738
	Vehicles		459,182 55,153
	Land & building transferred from NBA		400,606 -
			3,664,713 4,854,559
			3,342,881 5,039,284
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		5,199 4,185
	Electrical and office equipments		8,734 6,238
	Computer equipments		897 933
	Lease hold improvements		243 1,783
	Vehicles	10.3.1	- -
			15,073 13,139
10.3.1	Gross carrying amount / cost of vehicles disposed off during the period was Rs. 120,941 thousand (September 30, 2024: Nil).		
			(Un-audited) (Audited)
			September 30, December 31,
			2025 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		(1,582,458) 2,545,251
	Terminations - at cost during the period / year		(147,404) (277,925)
	Depreciation on terminations during the period / year		56,428 130,928
	Terminations - at book value		(90,976) (146,997)
	Depreciation charge for the period / year		1,643,517 (1,956,626)
	Net carrying amount		12,835,847 12,865,764

		(Un-audited)	(Audited)
		September 30,	December 31,
		2025	2024
		Rupees in '000'	
12	INTANGIBLE ASSETS		
	Intangible in progress	289,525	431,669
	Software and long term licenses	2,452,371	2,056,712
		12.1	2,741,896
			2,488,381
		(Un-audited)	(Un-audited)
		September 30,	September 30,
		2025	2024
		Rupees in '000'	
12.1	Additions to intangible assets		
	The following additions / transfers have been made to intangible assets during the period:		
	Intangible in progress - net	(142,144)	(219,225)
	Intangible assets purchased	732,574	930,159
		590,430	710,934
		(Un-audited)	(Audited)
		September 30,	December 31,
		2025	2024
		Rupees in '000'	
13	DEFERRED TAX ASSETS - NET		
	Deductible temporary differences on:		
	Right of use assets net of lease liabilities	2,613,242	2,202,388
	Workers' Welfare Fund	1,344,315	936,836
	Credit loss allowance against off balance sheet obligations	395,006	916,029
	Credit loss allowance against lendings to financial institutions	10,211	21,312
	Credit loss allowance against balance with other banks	5,895	7,553
	Credit loss allowance against balance with treasury banks	215,916	233,840
	Credit loss allowance against investments	314,031	10,244
	Credit loss allowance against other assets	367,929	204,307
	Credit loss allowance against advances	11,186,783	10,698,002
	Business losses in subsidiary	110,239	154,370
		16,563,567	15,384,881
	Taxable temporary differences on:		
	Surplus on revaluation of property and equipment	(3,151,301)	(3,272,050)
	Surplus on revaluation of investments classified as FVTPL	-	(1,098,443)
	Surplus on revaluation of investments classified as FVOCI	(2,615,832)	(432,272)
	Accelerated tax depreciation	(1,359,674)	(1,354,069)
	Surplus on revaluation of non banking assets acquired in satisfaction of claims	(20,314)	(23,134)
		(7,147,121)	(6,179,968)
		9,416,446	9,204,913

		(Un-audited)	(Audited)	
		September 30,	December 31.	
		2025	2024	
14	OTHER ASSETS - NET	Note	Rupees in '000'	
	Income / mark-up accrued in local currency		66,824,025	58,610,533
	Income / mark-up accrued in foreign currency		136,809	111,762
	Advances, deposits, advance rent and other prepayments		5,930,596	3,062,363
	Non-banking assets acquired in satisfaction of claims		3,535,004	4,049,526
	Acceptances	21	16,018,037	12,772,495
	Deferred fair value loss on remeasurement of staff loans - notional		16,729,092	13,194,712
	Deferred fair value loss on derecognition of financial asset measured at amortised cost		7,499,311	7,674,252
	Branch adjustment account		283,847	16,023
	Stock of stationery and cards		637,599	435,848
	Suspense account		7,481	3,907
	Mark to market gain on forward foreign exchange contracts - net		151,318	241,385
	Zakat recoverable from National Investment Trust Limited (NITL)		36,790	36,790
	Receivable against fraud and forgeries		539,508	418,081
	Auto Teller Machine and Point of Sale receivable - net		198,128	338,296
	Inter bank fund transfer and RAAST receivable - net		1,622,017	6,279,814
	Receivable against settlement arrangements		219,175	221,905
	Receivable against litigation expenses		334,690	312,218
	Receivable against sale of shares - net		718,522	-
	Receivable against PR1 rebate		2,491,421	-
	Others		2,471,210	2,807,069
			126,384,580	110,586,979
	Less: Credit loss allowance held against other assets	14.1	(1,810,656)	(1,392,319)
	Other assets (net of credit loss allowance)		124,573,924	109,194,660
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims	23	842,921	940,388
	Other assets - total		125,416,845	110,135,048

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		(Un-audited) September 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
14.1	Credit loss allowance held against other assets		
	Advances, deposits, advance rent & other prepayments	35,723	35,723
	Acceptances	106,324	53,313
	Income / mark-up accrued	379,092	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	427,860	327,239
	Receivable against settlement arrangements	219,175	225,337
	Receivable against litigation expenses	334,690	312,218
	Others	240,126	59,882
		<u>1,810,656</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	492,510	254,950
	Reversals during the period / year	(184,011)	(413,429)
		308,499	(158,479)
	Amount written off	(87)	(513,357)
	Others	109,925	(27,554)
	Closing balance	<u>1,810,656</u>	<u>1,392,319</u>
14.1.2	This includes provision amounted to Rs. 3,008 thousand (December 31, 2024: Rs. 4,795 thousand) maintained against certain closed cases as per approval of the management.		
15	CONTINGENT ASSETS		
	Contingent assets	Nil	Nil
16	BILLS PAYABLE		
	In Pakistan	7,320,838	7,636,873
	Outside Pakistan	-	-
		<u>7,320,838</u>	<u>7,636,873</u>
17	BORROWINGS		
	Secured		
	Borrowings from SBP under:		
	Export refinance scheme (ERF)	19,282,633	23,083,370
	Long term financing facility (LTFF)	7,173,225	8,862,770
	Financing facility for storage of agriculture produce (FFSAP)	416,684	319,557
	Financing scheme for renewable energy	5,233,675	5,911,823
	Refinancing facility for combating COVID-19	269,589	494,864
	Refinance facility for working capital of small and medium enterprises (SMEs)	5,000	-
	Temporary economic refinance scheme (TERF)	10,858,423	11,755,342
	Refinance and credit guarantee scheme for women entrepreneurs	38,833	42,150
	Finance facility for SAAF rozgar reimbursement credit	12,819,161	15,636,440
	Finance facility for shamsi tawanai consumer	42,072	38,526
	Islamic temporary economic refinance facility (ITERF)	922,935	1,413,043
	Refinancing facility for modernization of small and medium enterprises (SMEs)	147,859	90,033
		57,210,089	67,647,918
	Repurchase agreement borrowings	320,577,755	338,739,825
	Borrowing from Pakistan Mortgage Refinance Company Limited	3,995,356	1,997,198
	Total secured	<u>381,783,200</u>	<u>408,384,941</u>
	Unsecured		
	Call borrowings	2,200,000	200,000
	Overdrawn nostro accounts	2,348,269	420,989
	Borrowing From AFD	3,657,125	-
	Total unsecured	<u>8,205,394</u>	<u>620,989</u>
		<u>389,988,594</u>	<u>409,005,930</u>

18 DEPOSITS AND OTHER ACCOUNTS

	September 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	376,129,836	12,623,702	388,753,538	339,980,192	10,182,140	350,162,332
Savings deposits	714,165,388	5,057,264	719,222,652	680,865,027	5,613,810	686,478,837
Term deposits	728,504,190	22,787,485	751,291,675	598,218,684	49,773,450	647,992,134
Margin deposits	16,453,316	-	16,453,316	8,776,447	-	8,776,447
	1,835,252,730	40,468,451	1,875,721,181	1,627,840,350	65,569,400	1,693,409,750
Financial institutions:						
Current deposits	2,110,465	726,655	2,837,120	1,694,808	1,590,280	3,285,088
Savings deposits	5,042,035	2,927	5,044,962	7,533,559	20,597	7,554,156
Term deposits	1,307,500	-	1,307,500	5,225,157	-	5,225,157
Margin deposits	6,181	-	6,181	90,008	-	90,008
	8,466,181	729,582	9,195,763	14,543,532	1,610,877	16,154,409
	1,843,718,911	41,198,033	1,884,916,944	1,642,383,882	67,180,277	1,709,564,159

18.1 Current deposits include call deposits amounting to Rs. 35,430,070 thousand (December 31, 2024: Rs. 30,976,161 thousand).

19 LEASE LIABILITIES

	(Un-audited) September 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	1,700,496	2,545,251
Mark-up accrued during the period / year	1,763,424	2,187,160
Terminations during the period / year	(185,613)	(386,477)
Payment of lease liabilities against right of use assets during the period / year	(2,511,079)	(2,972,068)
Outstanding at the end of the period / year	17,868,353	17,101,125

19.1 Liabilities outstanding

Not later than one year	92,105	146,338
Later than one year and up to five years	2,113,835	1,631,629
Over five years	15,662,413	15,323,158
Total at the end of the period / year	17,868,353	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	Un-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) September 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
Mark-up / return / interest payable in local currency		32,930,479	58,967,498
Mark-up / return / interest payable in foreign currencies		373,883	1,245,364
Mark-up payable on subordinated debts		1,270,051	680,067
Provision for taxation - net		7,641,495	1,806,749
Sundry creditors and accrued expenses		2,623,567	2,269,665
Lease key money		28,783,708	21,617,332
Acceptances	14	16,018,037	12,772,495
Payable to gratuity fund		395,695	421,347
Gratuity payable to key management personnel		30,061	30,061
Provision for employees compensated absences		178,193	184,746
Unrealized loss on revaluation of foreign bills and trade loans		91,304	113,276
Credit loss allowance against off-balance sheet obligations	21.2	803,609	1,805,577
Levies and taxes payable		1,674,583	3,721,022
Dividend payable		14	-
Unclaimed dividends		2,586	2,586
Payable to charity fund		2,734	469
Charges payable against financing of consumer assets		1,563,945	844,675
Payable against purchase of shares		-	200
Workers' Welfare Fund	21.1	2,870,176	2,086,563
Deferred and unearned income		1,886,241	1,322,348
Clearing and settlement accounts		3,953,569	1,911,890
Credit loss guarantee received against advances		1,796,690	231,006
Payable on account of GoPb transactions		218,198	-
Others		1,980,679	861,980
		<u>107,089,497</u>	<u>112,896,916</u>

- 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 Credit loss allowance against off-balance sheet obligations

		(Un-audited) September 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		409,164	969,931
Reversals during the period / year		(1,411,132)	(733,436)
	33	<u>(1,001,968)</u>	<u>236,495</u>
Closing balance		<u>803,609</u>	<u>1,805,577</u>

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

(Un-audited)	(Audited)		(Un-audited)	(Audited)
September 30,	December 31,		September 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)
September 30,	December 31,		September 30,	December 31,
2024	2024		2025	2024
Number of shares			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)
<u>3,271,569,319</u>	<u>3,271,569,319</u>		<u>32,452,535</u>	<u>32,452,535</u>

GoPb held 57.47% shares in the Bank as at September 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
Securities measured at FVOCI - equity investments
Property and equipment
Non-banking assets acquired in satisfaction of claims

8.1	4,124,606	1,523,058
8.1	907,928	587,028
	9,063,011	9,295,219
14	842,921	940,388
	<u>14,938,466</u>	<u>12,345,693</u>

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

Securities measured at FVOCI - debt instruments
Securities measured at FVOCI - equity investments
Property and equipment
Non-banking assets acquired in satisfaction of claims

(2,144,795)	(793,188)
(471,037)	(305,255)
(3,151,301)	(3,272,050)
(20,314)	(23,134)
<u>(5,787,447)</u>	<u>(4,393,627)</u>
<u>9,151,019</u>	<u>7,952,066</u>

24 CONTINGENCIES AND COMMITMENTS

Guarantees	24.1	166,063,612	159,178,133
Commitments	24.2	427,823,103	353,075,813
Other contingent liabilities	24.3	291,951	291,951
		<u>594,178,666</u>	<u>512,545,897</u>

THE BANK OF PUNJAB AND ITS SUBSIDIARIES

		(Un-audited) September 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
24.1	Guarantees:		
	Financial guarantees	52,125,765	48,123,386
	Performance guarantees	34,125,894	28,380,622
	Other guarantees:		
	Back to back guarantees	49,377,758	47,837,861
	Mobilization and bid bond guarantees	15,323,018	14,779,233
	Other guarantees	15,111,177	20,057,031
		79,811,953	82,674,125
		166,063,612	159,178,133
24.2	Commitments:		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	141,035,156	162,730,274
	Commitments in respect of:		
	- forward foreign exchange contracts	24.2.1 258,837,200	120,009,708
	- forward Government securities transactions	24.2.2 1,100,000	35,060,700
	- forward lending	24.2.3 26,671,044	34,883,622
	Commitments for acquisition of:		
	- property and equipment	81,923	342,919
	- intangible assets	97,780	48,590
		427,823,103	353,075,813
24.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	135,738,850	76,547,355
	Sale	123,098,350	43,462,353
		258,837,200	120,009,708
24.2.2	Commitments in respect of forward Government securities transactions		
	Purchase	1,100,000	18,060,700
	Sale	-	17,000,000
		1,100,000	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 26,671,044	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.		

25	MARK-UP / RETURN / INTEREST EARNED	Note	(Un-audited) September 30, 2025	Restated (Un-audited) September 30, 2024
			Rupees in '000'	
	Loans and advances		71,808,144	92,582,055
	Investments		126,774,751	167,255,893
	Lendings to financial institutions		1,300,131	3,348,051
	Balances with banks		275,325	415,990
	IFRS-09 adjustments - notional:			
	Staff loans		987,448	903,591
	Other loans		980,148	1,032,869
			<u>202,125,947</u>	<u>265,538,449</u>
25.1	Interest income recognised on:			
	Financial assets measured at amortised cost		87,469,082	109,741,186
	Financial assets measured at FVOCI		108,656,708	146,208,421
	Financial assets measured at FVTPL		6,000,157	7,652,382
			<u>202,125,947</u>	<u>265,538,449</u>
26	MARK-UP / RETURN / INTEREST EXPENSED			
	Deposits and other accounts		105,520,263	178,405,992
	Borrowings		32,464,495	49,021,762
	Subordinated debts		3,223,439	5,270,560
	Mark-up on lease liability against right of use assets		1,763,424	1,586,316
	IFRS-09 adjustment on borrowings - notional		675,173	518,265
			<u>143,646,794</u>	<u>234,802,895</u>
27	FEE AND COMMISSION INCOME			
	Branch banking customer fees		389,123	337,713
	Consumer finance related fees		445,319	546,782
	Card related fees		3,204,580	2,466,466
	Credit related fees		901,918	609,773
	Investment banking fees		547,257	406,472
	Branchless banking fees		522,758	86,933
	Commission on trade		1,304,053	1,197,307
	Commission on guarantees		856,828	406,502
	Commission on cash management		177,860	155,490
	Commission on remittances including home remittances		256,135	529,687
	Commission on bancassurance		275,326	184,564
	Commission on wheat financing		-	27
	SMS banking income		1,095,738	702,360
			<u>9,976,895</u>	<u>7,630,076</u>
28	GAIN ON SECURITIES - NET			
	Realized gain / (loss) on sale of securities - net	28.1	3,603,989	4,433,603
	Unrealized gain - measured at FVTPL	8.1	7,469	481,624
	Realized gain - deliverable future contracts		-	7,887
			<u>3,611,458</u>	<u>4,923,114</u>
28.1	Realized gain / (loss) on sale of securities - net:			
	Federal government securities		3,601,097	2,283,976
	Non government debt securities		32,482	1,699,143
	Shares		(29,590)	450,484
			<u>3,603,989</u>	<u>4,433,603</u>
28.2	Realized gain / (loss) on sale of securities - net:			
	Net gain on financial assets measured at FVTPL:			
	- Designated upon initial recognition		76,713	985,415
	- Mandatorily measured at FVTPL		32,482	1,699,143
	Net gain on financial assets measured at FVOCI		3,494,794	1,749,045
			<u>3,603,989</u>	<u>4,433,603</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	(783,315)	(302,931)
			<u>(783,315)</u>	<u>1,261,041</u>
29.1	This includes amortization of deferred loss / modification impact(s) on PIA Corporation Limited and other parties.			

30	OTHER INCOME	Note	(Un-audited) September 30, 2025	Restated (Un-audited) September 30, 2024
			Rupees in '000'	
	Gain on sale of property and equipment - net		171,895	13,788
	Gain on sale of non banking assets acquired in satisfaction of claims - net		177,888	514,549
	Gain on termination of lease liability against right of use assets		94,637	179,553
	Notice pay on resignations		66,446	45,178
	Claim decided in favour of Bank against litigation		-	331,646
			<u>510,866</u>	<u>1,084,714</u>
31	OPERATING EXPENSES			
	Total compensation expense	31.1	22,487,195	19,101,998
	Property expense:			
	Rent and taxes		61,119	61,051
	Insurance		14,876	13,105
	Utilities cost		1,526,651	1,556,445
	Security		3,282	422
	Repair and maintenance including janitorial charges		178,291	195,570
	Depreciation		906,636	673,069
	Depreciation on right of use assets		1,643,517	1,416,257
			<u>4,334,372</u>	<u>3,915,919</u>
	Information technology expenses:			
	Software maintenance		1,532,050	1,074,828
	Hardware maintenance		64,935	65,816
	Depreciation on computer equipment		851,129	623,149
	Amortization on intangible assets		336,915	308,756
	Network charges		431,306	384,425
			<u>3,216,335</u>	<u>2,456,974</u>
	Other operating expenses:			
	Directors' fees and allowances		40,931	50,264
	Fees and allowances to shariah board		10,304	7,610
	Legal and professional charges		570,940	246,018
	Subscription charges		72,922	51,704
	Outsourced staff services costs		978,098	753,556
	Travelling and conveyance		350,877	301,644
	NIFT clearing charges		125,225	73,843
	Depreciation		727,602	530,593
	Depreciation on non banking assets acquired in satisfaction of claims		24,219	14,448
	Depreciation on ijarah assets under IFAS - 2		527,436	284,194
	Training and development		88,237	92,506
	Postage and courier charges		317,518	269,357
	Stationery and printing		558,230	530,423
	Marketing, advertisement and publicity		733,363	685,684
	Auditors remuneration		12,995	5,478
	Insurance		314,451	229,788
	Deposit protection fee		696,884	561,763
	Repair and maintenance		782,318	584,412
	Entertainment expenses		254,318	231,118
	Vehicle running expenses		85,035	82,547
	Fuel for generator		257,054	196,680
	Commission and brokerage		1,444,208	320,507
	SMS banking charges		587,473	547,839
	Bank charges		72,781	43,919
	Card related expenses		3,335,686	1,687,142
	Cash remittance charges		763,853	582,577
	Branch license fee		23,385	24,891
	CNIC verification / ECIB charges		433,222	199,598
	Organizational development		60,302	-
	Miscellaneous expenses		250,265	416,238
			<u>14,500,132</u>	<u>9,606,341</u>
			<u>44,538,034</u>	<u>35,081,232</u>

31.1 This includes IFRS-09 adjustment on staff loans - notional amounting to Rs. 987,448 thousand (September 30, 2024: Rs. 903,591 thousand)

			(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
			Rupees in '000'	
32	OTHER CHARGES	Note		
	Penalties imposed by SBP		65,389	5,889
	Operational loss		2,835	157
			<u>68,224</u>	<u>6,046</u>
33	CHARGE / (REVERSAL) OF CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET			
	Reversal of credit loss allowance against lending to financial institutions	7	(21,349)	(47,958)
	Charge / (reversal) of credit loss allowance against investments	8.3.1	584,205	(96,426)
	Charge / (reversal) of credit loss allowance / provision against loans & advances	9.3	2,364,858	(2,170,765)
	Reversal of credit loss allowance against balances with treasury banks	5	(34,469)	(261,910)
	Charge / (reversal) of credit loss allowance against other assets	14.1.1	308,499	(195,785)
	Reversal of credit loss allowance against off balance sheet obligations	21.2	(1,001,968)	(594,250)
	Reversal of credit loss allowance against balance with other banks	6	(3,185)	(198,520)
			<u>2,196,591</u>	<u>(3,565,614)</u>
34	TAXATION - NET			
	Current	34.1	16,227,252	4,179,317
	Deferred		(1,767,804)	2,014,789
			<u>14,459,448</u>	<u>6,194,106</u>
34.1	This includes provision for super tax in accordance with Income Tax Ordinance, 2001.			
			(Un-audited) September 30, 2025	(Un-audited) Restated September 30, 2024
35	BASIC EARNINGS PER SHARE			
	Profit after taxation for the period (Rs in '000')		11,512,333	8,273,728
	Weighted average number of ordinary shares (No.)		3,271,569,319	3,271,569,319
	Basic earnings per share - Rs.		<u>3.52</u>	<u>2.53</u>
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 value 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:

September 30, 2025 (Un-audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
Rupees in '000'					
On balance sheet financial instruments					
Financial assets measured at fair value:					
Government securities	1,283,830,863	-	1,283,830,863	-	1,283,830,863
Shares	7,409,532	4,485,753	-	73,410	4,559,163
Non-Government debt securities	8,134,121	-	8,134,121	-	8,134,121
Mutual fund & investment trust units	3,411,101	-	3,411,101	-	3,411,101
Foreign securities	34,769	-	-	34,769	34,769
Financial assets disclosed but not measured at fair value:					
Government securities	138,136,310	-	138,636,067	-	138,636,067
Non-Government debt securities	1,929,165	-	1,929,165	-	1,929,165
Off balance sheet financial instruments:					
Forward purchase of foreign exchange contracts	134,717,723	-	134,717,723	-	134,717,723
Forward sale of foreign exchange contracts	121,925,905	-	121,925,905	-	121,925,905
Forward purchase of Government Securities transaction	1,100,000	-	1,100,000	-	1,100,000
December 31, 2024 (Audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
Rupees in '000'					
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
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

December 31, 2024 (Audited)

Carrying value / Notional value	Level 1	Level 2	Level 3	Total
Rupees in '000'				
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

September 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	4,347,049	-	4,347,049	4,347,049

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	15.84%	Increase / decrease discount rate by 1% with all other variables held constant, would decrease / increase the fair value by Rs. 1.267 million and Rs 1.314 million respectively.

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

	(Un-audited) September 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
Remeasurement recognised in OCI	15,581	-
Closing balance	113,367	97,786

(Un-audited)					
September 30, 2025					
	Corporate and investment banking	Cards and public sector deposits	Consumer banking group	Treasury	Others including Head Office
				Rupees in '000'	
Statement of profit & loss account					
Net mark-up / return / profit	42,481,762	5,525,749	16,231,458	121,815,211	1,842,901
Inter segment (cost) / revenue - net	(16,826,822)	74,161,641	32,129,628	(91,767,566)	2,303,804
Non mark-up / return / interest income	2,807,984	4,799,199	1,621,787	5,682,755	(272,693)
Total income	28,462,924	84,486,589	49,982,873	35,730,400	3,874,012
Segment total expenses	19,947,826	60,105,387	40,804,018	31,342,904	24,336,542
Profit before credit loss allowance and tax	8,515,098	24,381,202	9,178,855	4,387,496	(20,462,530)
Credit loss allowance	(786,439)	1,443,629	953,086	133,520	(57,397)
Profit / (loss) before tax	9,301,537	22,937,573	8,225,769	4,253,976	(20,405,133)
Balance sheet					
Cash and bank balances	-	241,978	29,189,245	62,294,999	-
Investments - net	934,859	-	-	1,318,061,542	-
Net inter segment lending	-	766,592,965	470,492,948	-	39,987,478
Lendings to financial institutions	-	-	-	6,377,351	-
Advances - performing	416,846,137	95,179,807	172,751,240	-	14,272,731
- non-performing - net	5,455,064	-	1,895,881	-	29,298
Others	32,048,536	4,463,598	16,042,066	29,903,691	78,245,967
Total assets	455,284,596	866,478,348	690,371,380	1,416,637,583	132,535,474
Borrowings	58,830,601	-	4,185,287	325,126,024	-
Subordinated debts	-	-	-	-	30,816,332
Deposits and other accounts	187,220,320	855,208,580	615,864,836	-	-
Net inter segment borrowing	194,637,654	-	-	1,089,789,240	-
Others	14,596,021	11,269,768	70,321,257	1,722,319	25,877,485
Total liabilities	455,284,596	866,478,348	690,371,380	1,416,637,583	56,693,817
Equity					
Total equity and liabilities					3,722,427,452
					97,435,927
					3,819,863,379
Contingencies and commitments	316,763,948	-	3,128,450	254,117,662	438,831
					594,178,666

(Un-audited)

September 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	61,977,188	172,320	18,589,424	163,822,850	20,168,986	807,681	265,538,449
Inter segment revenue - net	(32,979,985)	108,455,423	60,487,552	(141,355,023)	(2,045,971)	7,438,004	-
Non mark-up / return / interest income	2,429,500	3,588,888	1,264,856	4,660,598	182,650	3,696,625	15,823,117
Total income	31,426,703	112,216,631	80,341,832	27,128,425	18,305,665	11,942,310	281,361,566
Segment total expenses	31,664,639	100,324,170	57,893,767	45,693,333	12,340,015	22,349,802	270,265,726
Profit before credit loss allowance and tax	10,027,483	17,906,070	23,429,056	(15,088,952)	3,592,996	(30,689,772)	11,095,840
Credit loss allowance	(3,312,005)	16,258	681,118	(511,531)	(514,166)	74,712	(3,565,614)
Profit / (loss) before tax	13,339,488	17,889,812	22,747,938	(14,577,421)	4,107,162	(30,764,484)	14,661,454

(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

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) September 30, 2025				(Audited) December 31, 2024			
	Directors	Key management personnel	Employee funds	Other related parties	Rupees in '000'			
					Directors	Key management personnel	Employee funds	Other related parties
Advances (gross):								
Opening balance	-	567,927	-	-	-	474,755	-	-
Addition during the period / year	-	227,848	-	-	-	262,131	-	-
Repaid during the period / year	-	161,640	-	-	-	168,959	-	-
Closing balance	-	634,135	-	-	-	567,927	-	-
Credit loss allowance held against advances	-	8,239	-	-	-	5,306	-	-
Fair value loss held against advances	-	235,630	-	-	-	257,679	-	-
Other assets - markup receivable								
Credit loss allowance against other assets	-	27,078	-	-	-	23,500	-	-
	-	528	-	-	-	336	-	-
Right of use assets								
Credit loss allowance against right of use assets	-	-	-	54,865	-	-	-	58,184
Lease liability against right of use assets								
	-	-	-	19,226	-	-	-	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	21,820	1,913,372	4,074,065	1,457,350	112,807	2,533,812	25,776,888	19,344,943
Withdrawn during the period / year	23,412	1,952,466	5,441,288	1,187,592	100,121	2,480,278	24,374,823	18,628,941
Closing balance	20,630	77,881	1,220,441	1,143,910	22,222	116,975	2,587,664	874,152
Markup & commission payable	46	245	-	24,277	92	605	-	3,530
Contingencies (non funded exposure)								
	-	-	-	56,300	-	-	-	56,300
	September 30, 2025 (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	-	43,475	-	-	-	18,336	-	-
Fee and commission income	103	2,079	-	1,073	2	838	-	1,016
Expense:								
Mark-up expensed on deposits	1,562	5,157	120,693	63,665	4,615	6,708	184,719	284,874
Depreciation on right of use assets	-	-	-	3,319	-	-	-	3,319
Mark-up on lease liability against right of use assets	-	-	-	1,832	-	-	-	1,609
Compensation expense	-	825,090	-	-	-	597,098	-	-
Training and development	-	-	-	36,828	-	-	-	-
Outsourced Staff services cost	-	-	-	90	-	-	-	-
Directors fee and allowances	40,931	-	-	-	50,149	-	-	-

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) September 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
Advances	7,467,508	9,481,684
Credit loss allowance held against advances	18,293	88,080
Deposits and other accounts	924,367,992	753,243,728
Bills payable	143,367	65,758
Subordinated debts	13,124,666	13,126,352
Acceptances	71,929	71,929
Contingencies and commitments	24,721,768	34,117,577
Credit loss allowance against off balance sheet obligations	126	24,010
Mark-up receivable	6,138,279	62,180
Credit loss allowance against other assets	728	111
Mark-up payable on subordinated debts	397,181	299,653
Mark-up payable on deposits and other accounts	27,365,048	36,367,364
	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	Rupees in '000'	
Mark-up earned	398,221	4,167,190
Mark-up expensed	55,828,921	100,385,668
Income on contingencies and commitments	267,921	142,390
Mark-up expense on subordinated debts	1,353,581	1,147,840

39.3 The Bank made contribution of Rs. 526,125 thousand and Rs. 421,347 thousand (September 30, 2024 Rs. 450,918 thousand and Rs. 690,633 thousand) to employees provident fund and gratuity fund during the period

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 September 30, 2025, other than key management personnel, net of fair value adjustments amounted to Rs. 16,464,203 thousand (December 31, 2024: Rs. 17,209,106 thousand) with markup receivable of Rs. 1,270,485 thousand (December 31, 2024: Rs. 1,080,273 thousand) and markup income of Rs. 1,123,294 thousand (September 30, 2024: Rs. 922,050 thousand) and fee & commission income of Rs. 47,405 thousand (September 30, 2024: Rs. 21,698 thousand). The FCI on said advances including markup and unutilized limits amounted to Rs. 544,586 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 September 30, 2025 stood at Rs. 140,736 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. 5,744,950 thousand (December 31, 2024: Rs. 11,496,500 thousand)

		(Un-audited) September 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)	<u>34,667,575</u>	<u>34,667,575</u>
	Capital Adequacy Ratio (CAR):		
	Eligible Common Equity Tier 1 (CET 1) Capital	<u>87,771,275</u>	<u>84,015,724</u>
	Eligible Additional Tier 1 (ADT 1) Capital	<u>11,967,500</u>	<u>11,967,500</u>
	Total Eligible Tier 1 Capital	<u>99,738,775</u>	<u>95,983,224</u>
	Eligible Tier 2 Capital	<u>27,945,288</u>	<u>24,833,701</u>
	Total Eligible Capital (Tier 1 + Tier 2)	<u>127,684,063</u>	<u>120,816,925</u>
	Risk Weighted Assets (RWAs):		
	Credit risk	<u>577,202,111</u>	<u>511,960,742</u>
	Market risk	<u>62,919,556</u>	<u>66,299,796</u>
	Operational risk	<u>95,951,006</u>	<u>95,951,006</u>
	Total	<u>736,072,673</u>	<u>674,211,544</u>
	Common equity tier 1 capital adequacy ratio	<u>11.92%</u>	<u>12.46%</u>
	Tier 1 CAR (%)	<u>13.55%</u>	<u>14.24%</u>
	Total CAR (%)	<u>17.35%</u>	<u>17.92%</u>
40.1	Leverage Ratio (LR):		
	Eligible Tier-I Capital	<u>99,738,775</u>	<u>95,983,224</u>
	Total exposures	<u>2,920,321,548</u>	<u>2,770,015,980</u>
	LR (%)	<u>3.42%</u>	<u>3.47%</u>
40.2	Liquidity Coverage Ratio (LCR):		
	Total high quality liquid assets	<u>1,110,795,874</u>	<u>828,488,113</u>
	Total net cash outflow	<u>534,503,755</u>	<u>434,785,659</u>
	LCR (%)	<u>207.82%</u>	<u>190.55%</u>
40.3	Net Stable Funding Ratio (NSFR):		
	Total available stable funding	<u>1,398,357,052</u>	<u>1,308,850,221</u>
	Total required stable funding	<u>820,764,121</u>	<u>967,747,619</u>
	NSFR (%)	<u>170.37%</u>	<u>135.25%</u>
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 17.06%, 3.29% and 170.03% respectively.		

41 ISLAMIC BANKING BUSINESS

The Bank has started Islamic banking operations in the year 2013. As at close of the September 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 SEPTEMBER 30, 2025**

		(Un-audited) September 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
ASSETS			
Cash and balances with treasury banks - net		15,407,687	12,893,765
Balances with other banks - net		1,941,531	774,490
Due from financial institutions - net	41.1	11,030,364	14,769,016
Investments - net	41.2	123,889,460	55,521,524
Islamic financing and related assets - net	41.3	79,743,888	79,408,331
Property and equipment		2,348,093	2,184,672
Right of use assets		3,185,253	3,148,547
Intangible assets		12,235	13,053
Due from head office		7,353,503	10,691,544
Other assets - net		13,643,984	9,389,214
Total assets		258,555,998	188,794,156
LIABILITIES			
Bills payable		842,067	865,968
Due to financial institutions		1,846,682	2,108,804
Deposits and other accounts	41.4	226,623,208	158,743,365
Lease liabilities		4,160,544	3,923,690
Other liabilities		3,489,227	3,022,990
		236,961,728	168,664,817
NET ASSETS		21,594,270	20,129,339
REPRESENTED BY			
Islamic banking fund		2,000,000	2,000,000
Reserves		14,899	30,832
Surplus on revaluation of assets		118,900	385,024
Unappropriated profit	41.5	19,460,471	17,713,483
		21,594,270	20,129,339
CONTINGENCIES AND COMMITMENTS	41.6		

ISLAMIC BANKING BUSINESS

STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)

FOR THE PERIOD ENDED SEPTEMBER 30, 2025

		Quarter Ended		Period Ended	
		September 30,	Restated September 30,	September 30,	Restated September 30,
		2025	2024	2025	2024
Note		Rupees in '000'			
Profit / return earned	41.7	4,901,927	6,221,109	14,228,866	20,168,986
Profit / return expensed	41.8	2,493,933	3,002,043	7,255,881	10,956,292
Net profit / return		2,407,994	3,219,066	6,972,985	9,212,694
Fee and commission income		291,376	109,545	662,790	300,920
Dividend income		-	-	-	-
Foreign exchange loss - net		(80,008)	(138,639)	(204,840)	(199,080)
Gain on securities - net		41	-	559	1,366
Other income		41,525	3,272	70,478	79,444
		252,934	(25,822)	528,987	182,650
Total income		2,660,928	3,193,244	7,501,972	9,395,344
Operating expenses		1,916,655	1,266,888	5,244,550	3,429,567
Workers' Welfare Fund		-	-	-	-
Other charges		62	117	242	127
		1,916,717	1,267,005	5,244,792	3,429,694
Profit before credit loss allowance		744,211	1,926,239	2,257,180	5,965,650
Charge / (reversal) of credit loss allowance and write offs - net		173,410	(119,314)	510,192	(514,166)
Profit before taxation		570,801	2,045,553	1,746,988	6,479,816
Taxation	41.9	-	-	-	-
Profit after taxation		570,801	2,045,553	1,746,988	6,479,816

		September 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	11,050,000	-	11,050,000	14,810,000	-	14,810,000		
	Less: Credit loss allowance	(19,636)	-	(19,636)	(40,984)	-	(40,984)		
		11,030,364	-	11,030,364	14,769,016	-	14,769,016		
		September 30, 2025 (Un-audited)			December 31, 2024 (Audited)				
41.2	INVESTMENTS - NET	Cost/ Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying value	Cost / Amortized cost	Credit loss allowance	Surplus / (Deficit)	Carrying value
	Investments by segment:	Rupees in '000'							
	FVTPL								
	Federal government securities	239,682	-	-	239,682	804,860	-	-	804,860
		239,682	-	-	239,682	804,860	-	-	804,860
	FVOCI								
	Federal government securities	104,732,645	-	194,535	104,927,180	34,514,669	-	287,582	34,802,251
	Non government debt securities	8,218,231	-	(215,230)	8,003,001	8,266,007	-	(15,008)	8,250,999
		112,950,876	-	(20,695)	112,930,181	42,780,676	-	272,574	43,053,250
	Amortised cost								
	Federal government securities	9,537,672	-	-	9,537,672	9,561,046	-	-	9,561,046
	Non government debt securities	1,791,386	(609,461)	-	1,181,925	2,122,068	(19,700)	-	2,102,368
		11,329,058	(609,461)	-	10,719,597	11,683,114	(19,700)	-	11,663,414
	Total investments	124,519,616	(609,461)	(20,695)	123,889,460	55,268,650	(19,700)	272,574	55,521,524
								(Un-audited) September 30, 2025	(Audited) December 31, 2024
								Rupees in '000'	
41.2.1	Particulars of credit loss allowance								
	Stage 1							(2,393)	(19,700)
	Stage 2							-	-
	Stage 3 - non government debt securities							(607,068)	-
								(609,461)	(19,700)
41.3	ISLAMIC FINANCING AND RELATED ASSETS - NET								
	Ijarah							6,309,112	3,472,893
	Murabaha							267,838	272,036
	Musharaka							11,414,340	8,198,268
	Diminishing musharaka							42,527,535	42,190,942
	Payment against documents							55,304	55,304
	Waqala							4,520,296	7,064,896
	Istisna							9,637,169	10,565,509
	Musawamah financing							6,485,622	7,731,982
	Tijarah financing							960,578	2,163,367
	Gross Islamic financing and related assets							82,177,794	81,715,197
	Less: credit loss allowance against Islamic financings								
	- Stage 1							(538,941)	(468,232)
	- Stage 2							(193,811)	(281,189)
	- Stage 3							(1,701,154)	(1,557,445)
								(2,433,906)	(2,306,866)
	Islamic financing and related assets - net							79,743,888	79,408,331
41.4	DEPOSITS AND OTHER ACCOUNTS	September 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	68,882,805	1,995,373	70,878,178	37,466,351	1,243,324	38,709,675		
	Savings deposits	124,425,210	447,587	124,872,797	102,120,880	497,296	102,618,176		
	Term deposits	23,461,923	5,793,328	29,255,251	11,353,436	4,455,062	15,808,498		
	Margin deposits	69,122	-	69,122	35,364	-	35,364		
		216,839,060	8,236,288	225,075,348	150,976,031	6,195,682	157,171,713		
	Financial institutions:								
	Current deposits	29,575	171,269	200,844	49,334	103,629	152,963		
	Savings deposits	1,346,736	-	1,346,736	1,418,456	186	1,418,642		
	Term deposits	-	-	-	-	-	-		
	Margin deposits	280	-	280	47	-	47		
		1,376,591	171,269	1,547,860	1,467,837	103,815	1,571,652		
		218,215,651	8,407,557	226,623,208	152,443,868	6,299,497	158,743,366		

41.4.1 Current deposits include call deposits amounting to Rs. 5,120,356 thousand (December 31, 2024: Rs. 2,472,287 thousand).

	(Un-audited) September 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	1,746,988	8,815,405
Closing balance	19,460,471	17,713,483
41.6 CONTINGENCIES AND COMMITMENTS		
Guarantees:		
Financial guarantees	18,200	18,200
Performance guarantees	2,087,294	1,419,293
Other guarantees	4,606,656	8,949,903
	6,712,150	10,387,396
Commitments:		
Documentary credits and short-term trade-related transactions - letters of credit	6,364,758	4,075,301
Commitments in respect of forward lending	800,506	9,078,833
Commitments in respect of purchase forward foreign exchange contracts	5,819,538	4,548,013
Commitments for acquisition of:		
- fixed assets	4,648	3,119
- intangible assets	28,175	-
	13,017,625	17,705,266
	19,729,775	28,092,662
	(Un-audited) September 30, 2025	Restated (Un-audited) September 30, 2024
	Rupees in '000'	
41.7 PROFIT / RETURN EARNED OF FINANCING, INVESTMENTS AND PLACEMENT		
Profit earned on:		
Financing	7,319,758	13,434,945
Investments	5,896,724	5,955,417
Placements	902,917	664,583
Deposits with financial institutions	-	80
IFRS-09 adjustments - notional:		
Staff loans	92,627	79,295
Other loans	16,840	34,666
	14,228,866	20,168,986
41.8 PROFIT ON DEPOSITS AND OTHER DUES EXPENSED		
Deposits and other accounts	6,680,091	8,360,445
Markup on lease liability against right of use assets	411,659	321,041
Markup on call borrowings	9,519	103,909
Markup on borrowings from SBP	110,796	93,511
Profit on deposits from conventional head office	685	2,045,971
IFRS-09 adjustment on borrowings - notional	43,131	31,415
	7,255,881	10,956,292

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. 925,904 thousand (September 30, 2024: Rs. 2,843,212 thousand).

41.10 During the period, following pools have been created:

- RFC GBP Special Pool-I (RFGBP1)
- RFC EURO Special Pool-I (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 _____, 2025 by the Board of Directors of the Bank.

43 GENERAL

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

43.2 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 as mentioned in note 4.1.2 of these consolidated condensed interim financial statements.

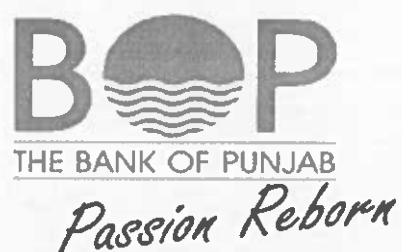

Chief Financial Officer


President


Chairman


Director


Director



**UNCONSOLIDATED FINANCIAL STATEMENTS
FOR THE PERIOD ENDED SEPTEMBER 30, 2025**

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

		(Un-audited) September 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
ASSETS			
Cash and balances with treasury banks - net	5	104,599,534	100,773,480
Balances with other banks - net	6	3,835,200	3,260,824
Lendings to financial institutions - net	7	19,403,715	14,769,016
Investments - net	8	1,443,925,667	1,320,915,551
Advances - net	9	785,004,642	777,397,391
Property and equipment	10	29,255,321	28,554,791
Right-of-use assets	11	12,747,030	12,865,764
Intangible assets	12	2,727,451	2,471,867
Deferred tax assets - net	13	9,306,207	9,051,188
Other assets - net	14	125,012,355	109,919,338
Total assets		2,535,817,122	2,379,979,210
LIABILITIES			
Bills payable	16	7,320,838	7,636,873
Borrowings	17	389,988,594	409,005,930
Deposits and other accounts	18	1,885,105,288	1,710,287,720
Lease liabilities	19	17,772,497	17,101,125
Subordinated debts	20	30,816,332	30,820,106
Deferred tax liabilities		-	-
Other liabilities	21	106,617,581	112,596,311
Total liabilities		2,437,621,130	2,287,448,065
NET ASSETS		98,195,992	92,531,145
REPRESENTED BY			
Share capital - net	22	32,452,535	32,452,535
Reserves		20,016,794	17,626,801
Surplus on revaluation of assets - net of tax	23	9,148,931	7,954,370
Unappropriated profit		36,577,732	34,497,439
		98,195,992	92,531,145
CONTINGENCIES AND COMMITMENTS	24		

The annexed notes 1 to 43 form an integral part of these unconsolidated condensed interim financial statements.

Chief Financial Officer

President

Chairman

Director

Director

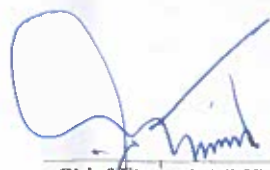
THE BANK OF PUNJAB

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

FOR THE PERIOD ENDED SEPTEMBER 30, 2025

		Quarter Ended		Period Ended	
		Restated		Restated	
		September 30,	September 30,	September 30,	September 30,
		2025	2024	2025	2024
Note		Rupees in '000'			
Mark-up / return / interest earned	25	67,104,538	92,737,931	202,190,976	265,460,857
Mark-up / return / interest expensed	26	44,456,379	78,655,773	143,730,943	234,804,693
Net mark-up / interest income		22,648,159	14,082,158	58,460,033	30,656,164
NON MARK-UP / INTEREST INCOME					
Fee and commission income	27	3,562,630	3,043,829	9,876,523	7,560,714
Dividend income		50,079	99,872	219,422	262,578
Foreign exchange income / (loss)		908,174	(101,457)	1,631,427	661,594
Income / (loss) from derivatives		-	-	-	-
Gain on securities - net	28	939,119	2,825,054	3,607,719	4,914,338
Net (loss) / gain on derecognition of financial assets measured at amortised cost	29	(214,266)	(100,977)	(783,315)	1,261,041
Other income	30	352,421	48,649	524,550	1,082,107
Total non-markup / interest income		5,598,157	5,814,970	15,076,326	15,742,372
Total income		28,246,316	19,897,128	73,536,359	46,398,536
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	31	14,928,254	12,579,487	44,165,185	34,886,656
Workers' Welfare Fund		250,265	288,543	783,613	375,553
Other charges	32	64,238	4,393	68,224	6,046
Total non-markup / interest expenses		15,242,757	12,872,423	45,017,022	35,268,255
Profit before credit loss allowance		13,003,559	7,024,705	28,519,337	11,130,281
Charge / (reversal) of credit loss allowance and write offs - net	33	1,764,688	(74,662)	2,122,547	(3,481,016)
PROFIT BEFORE TAXATION		11,238,871	7,099,367	26,396,790	14,611,297
Taxation - net	34	6,093,734	3,487,769	14,446,824	6,187,983
PROFIT AFTER TAXATION		5,145,137	3,611,598	11,949,966	8,423,314
Basic earnings per share - Rupees	35	1.57	1.10	3.65	2.57
Diluted earnings per share - Rupees	36	1.57	1.10	3.65	2.57

The annexed notes 1 to 43 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 SEPTEMBER 30, 2025**

	Quarter Ended		Period Ended	
	September 30,	Restated September 30,	September 30,	Restated September 30,
	2025	2024	2025	2024
	Rupees in '000'			
Profit after taxation for the period	5,145,137	3,611,598	11,949,966	8,423,314
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	(1,304,130)	2,961,728	1,247,637	2,295,207
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	964,855	(183,967)	831,644	89,374
Total comprehensive income for the period	<u>4,805,862</u>	<u>6,389,359</u>	<u>14,029,247</u>	<u>10,807,895</u>

The annexed notes 1 to 43 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 SEPTEMBER 30, 2025

	Share capital - net		Reserves		Surplus / (Deficit) - net of tax on revaluation of		Unappropriated profit	Total
	Share capital	Discount on issue of shares	Share premium	Statutory	Investments	Property & equipment / NBAs		
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 period ended September 30, 2024 - as restated	-	-	-	-	-	-	8,423,314	8,423,314
Other comprehensive income / (loss)								
Movement in deficit on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	2,295,207	-	-	2,295,207
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	89,374	-	-	89,374
Total other comprehensive income - net of tax for the period ended September 30, 2024	-	-	-	-	2,384,581	-	-	2,384,581
Transfer to statutory reserve during the period	-	-	-	1,581,742	-	-	(1,581,742)	-
Transfer from surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	(21,466)	-	42,090	20,624
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(86,432)	86,432	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(2,246)	2,246	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	(152,201)	235,344	83,143
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 September 30, 2024 - un-audited - as restated	32,715,693	(263,158)	2,215,040	14,318,431	2,763,916	4,513,680	30,636,139	86,899,741
Profit after taxation for the period ended December 31, 2024	-	-	-	-	-	-	4,952,048	4,952,048
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	-	-	-	-	(2,296,413)	-	-	(2,296,413)
Movement in surplus on revaluation of equity investments classified as FVOCI - net of tax	-	-	-	-	512,564	-	-	512,564
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 the period ended December 31, 2024	-	-	-	-	(1,783,849)	2,443,499	47,800	707,450
Transfer to statutory reserve during the period	-	-	-	1,093,330	-	-	(1,093,330)	-
Transfer from surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	33,880	-	(67,953)	(34,073)
Transfer from surplus on revaluation of fixed assets to unappropriated profit - net of tax	-	-	-	-	-	(22,032)	22,032	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	1,006	(1,006)	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	4,270	1,709	5,979
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	92,551,145
Effect of reclassification on adoption of IFRS 9 (note 4.1.1)	-	-	-	-	29,198	-	-	29,198
Opening balance as at January 01, 2025 - as restated	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 period ended September 30, 2025	-	-	-	-	-	-	11,949,966	11,949,966
Other comprehensive income / (loss)								
Movement in surplus on revaluation of investments in debt instruments classified as FVOCI - net of tax	-	-	-	-	1,247,637	-	-	1,247,637
Movement in surplus on revaluation of investments in equity instruments classified as FVOCI - net of tax	-	-	-	-	831,644	-	-	831,644
Total other comprehensive income - net of tax for the period ended September 30, 2025	-	-	-	-	2,079,281	-	-	2,079,281
Transfer to statutory reserve during the period	-	-	-	2,389,993	-	-	(2,389,993)	-
Transfer of surplus on revaluation of equity investments classified as FVOCI to unappropriated profit on disposal	-	-	-	-	(707,812)	-	1,474,608	766,796
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	-	(113,270)	113,270	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit - net of tax	-	-	-	-	-	(794)	794	-
Transfer from surplus on revaluation of non banking assets to unappropriated profit on disposal	-	-	-	-	-	(92,042)	92,042	-
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)
Interim cash dividend - June 30, 2025 declared at 10% per share	-	-	-	-	-	-	(3,271,569)	(3,271,569)
	-	-	-	-	-	-	(9,160,394)	(9,160,394)
Balance as on September 30, 2025 - un-audited	32,715,693	(263,158)	2,215,040	17,801,754	2,414,614	6,734,317	36,577,732	98,195,999

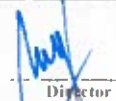
The annexed notes 1 to 43 form an integral part of these unconsolidated condensed interim financial statements


Chief Financial Officer


President


Chairman


Director


Director

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

		Period Ended	
		September 30, 2025	Restated September 30, 2024
		Rupees in '000'	
Note			
CASH FLOW FROM OPERATING ACTIVITIES			
	Profit before taxation	26,396,790	14,611,297
	Less: Dividend income	(219,422)	(262,578)
		26,177,368	14,348,719
Adjustments:			
	Net mark-up / interest income excluding mark-up on lease liability against right of use assets & IFRS-09 adjustments - notional	(58,922,435)	(30,824,285)
31	Depreciation on property and equipment	2,462,910	1,825,509
31	Depreciation on non banking assets acquired in satisfaction of claims	24,219	14,448
31	Depreciation on ijarah assets under IFAS - 2	484,753	249,370
31	Depreciation on right-of-use assets	1,631,382	1,416,257
31	Amortization on intangible assets	335,020	308,257
	Amortization of discount on debt securities - net	(11,343,902)	(5,975,138)
26	Mark-up on lease liability against right of use assets	1,754,825	1,586,316
28	Unrealized gain on revaluation of investments classified as FVTPL	(7,510)	(472,848)
28	Realized gain on deliverable future contracts	-	(7,887)
33	Reversal of credit loss allowance against lending to financial institutions	(21,349)	(47,958)
33	Charge / (reversal) of credit loss allowance on investments	584,205	(96,426)
33	Charge / (reversal) of credit loss allowance on advances	2,284,655	(2,152,150)
33	Charge / (reversal) of credit loss allowance against other assets	314,658	(129,802)
33	Reversal of credit loss allowance against off balance sheet obligations	(1,001,968)	(594,250)
33	Reversal of credit loss allowance against balance with other banks	(3,185)	(198,520)
33	Reversal of credit loss allowance against balances with treasury banks	(34,469)	(261,910)
	IFRS-09 adjustment on advances - notional	(1,967,596)	(1,936,460)
	IFRS-09 adjustment on borrowings - notional	675,173	518,265
31.1	IFRS-09 adjustment on compensation expense - notional	987,448	903,591
	Workers' Welfare Fund	783,613	375,553
30	Gain on termination of lease liability against right of use assets	(94,637)	(179,553)
30	Gain on sale of property and equipment - net	(171,895)	(11,181)
30	Gain on sale of non banking assets acquired in satisfaction of claims - net	(177,888)	(514,549)
28.1	Realized gain on sale of securities - net	(3,600,209)	(4,433,603)
29	Net loss / (gain) on derecognition of financial assets measured at amortised cost	783,315	(1,261,041)
	Provision for employees compensated absences	23,308	9,316
	Provision for gratuity	395,695	456,650
		(63,821,864)	(41,434,029)
		(37,644,496)	(27,085,310)
(Increase) / decrease in operating assets:			
	Lendings to financial institutions - net	(4,613,350)	131,051,783
	Net investments in securities classified as FVTPL	57,087,239	(12,076,053)
	Advances - net	(13,674,211)	157,026,703
	Others assets - net (excluding non-banking assets and markup receivable)	(4,406,225)	77,984,210
		34,393,453	353,986,643
Increase / (decrease) in operating liabilities:			
	Bills payable	(316,035)	242,370
	Borrowings	(23,619,789)	(145,443,593)
	Deposits and other accounts	174,817,568	52,994,776
	Other liabilities - net (excluding provision for taxation - net, markup payable and payable to gratuity fund)	14,683,911	8,610,997
		165,565,655	(83,595,450)

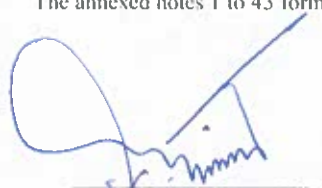
THE BANK OF PUNJAB

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


FOR THE PERIOD ENDED SEPTEMBER 30, 2025

Note	Period Ended	
	September 30,	Restated September 30,
	2025	2024
	Rupees in '000'	
Payment made to gratuity fund	(421,347)	(690,633)
Mark-up / return / interest received	191,983,549	263,899,036
Mark-up / return / interest paid	(167,572,488)	(230,187,239)
Income tax paid	(10,389,649)	(8,314,892)
Net cash generated from operating activities	13,600,065	24,706,272
	175,914,677	268,012,155
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in securities classified as FVOCI	(162,423,512)	(312,931,448)
Net investments in amortized cost securities	1,086,237	52,311,118
Dividends received	205,256	246,111
Investments in property and equipment	(2,777,908)	(3,777,749)
Investments in intangible assets	(590,604)	(710,934)
Proceeds from sale of property and equipment	186,968	24,320
Proceeds from sale of non banking assets acquired in satisfaction of claims	500,000	998,192
Investment in subsidiary	-	(1,100,000)
Net cash used in investing activities	(163,813,563)	(264,940,390)
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	(9,160,380)	(3,271,568)
Payment of lease liability against right of use assets	(2,501,464)	(2,027,135)
Net cash used in financing activities	(11,665,618)	(4,679,463)
Increase / (decrease) in cash and cash equivalents	435,496	(1,607,698)
Effect of credit loss allowance changes on cash and cash equivalents	37,654	(438,638)
Cash and cash equivalents at beginning of the period	103,413,315	108,977,522
Cash and cash equivalents at end of the period	103,886,465	106,931,186
Cash and cash equivalents:		
Cash and balances with treasury banks - net	5 104,599,534	104,183,436
Balances with other banks - net	6 3,835,200	2,967,977
Call borrowing	17 (2,200,000)	-
Overdrawn nostro accounts	(2,348,269)	(220,227)
	103,886,465	106,931,186

The annexed notes 1 to 43 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 SEPTEMBER 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 (IFS). 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 September 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
	<u>21,488</u>	<u>45,979</u>	<u>30,319</u>
Deferred tax asset / (liability)	<u>1,826</u>	<u>(23,909)</u>	<u>(9,548)</u>
Effect on net assets		<u>29,198</u>	

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
Increase in the fair valuation of unquoted equity securities carried at FVOCI	60,829
Less: related deferred tax	(31,631)
	<u>29,198</u>
Opening balance as at January 01, 2025 - as restated	<u>1,043,145</u>

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 period ended September 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	1,032,869	Fair value impact of subsidised advances & modification accounting impacts
Mark-up / return / interest earned	Increase	903,591	Fair value impact of staff loans
Mark-up / return / interest expensed	Increase	518,265	Fair value impact of subsidised borrowings
Operating expenses	Increase	903,591	Fair value impact of staff loans
Net Impact		<u>514,604</u>	
Basic and diluted earning per share	Increase	<u>0.15</u>	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. 518 million.

4.1.4 The SBP in a separate instruction BPRD/RPD/822456/25 dated January 22, 2025 has allowed the Bank extension for application of Effective Interest Rate up to 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.

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

5 CASH AND BALANCES WITH TREASURY BANKS - NET

In hand:

Local currency

23,079,828

27,151,364

Foreign currencies

2,318,954

4,132,719

25,398,782

31,284,083

With SBP in:

Local currency current account

62,631,360

56,961,101

Foreign currency current account

2,250,538

3,419,201

Foreign currency deposit accounts

6,638,866

6,949,509

71,520,764

67,329,811

With National Bank of Pakistan in:

Local currency current accounts

7,796,362

2,187,110

Prize bonds

298,850

422,169

Less: Credit loss allowance held against cash and balances with treasury banks

(415,224)

(449,693)

Cash and balances with treasury banks - net of credit loss allowance

104,599,534

100,773,480

6 BALANCES WITH OTHER BANKS - NET

In Pakistan:

Current accounts

18,155

11,193

Deposit accounts

-

14

18,155

11,207

Outside Pakistan:

Current accounts

3,397,847

3,013,796

Deposit accounts

430,535

250,343

3,828,382

3,264,139

3,846,537

3,275,346

Less: Credit loss allowance held against balances with other banks

(11,337)

(14,522)

Balances with other banks - net of credit loss allowance

3,835,200

3,260,824

7 LENDINGS TO FINANCIAL INSTITUTIONS - NET

Repurchase agreement lendings (Reverse Repo)

8,373,350

-

Placements

11,050,000

14,810,000

19,423,350

14,810,000

Less: Credit loss allowance held against lendings to financial institutions

(19,635)

(40,984)

Lendings to financial institutions - net of credit loss allowance

19,403,715

14,769,016

7.1 Lendings to financial institutions- particulars of credit loss allowance

September 30, 2025 (Un-audited)		December 31, 2024 (Audited)	
Lendings	Credit loss allowance held	Lendings	Credit loss allowance held
Rupees in '000'			
19,423,350	19,635	14,810,000	40,984
-	-	-	-
-	-	-	-
-	-	-	-
19,423,350	19,635	14,810,000	40,984

Performing Stage 1

Under performing Stage 2

Non-performing Stage 3

Substandard

Doubtful

Loss

8 INVESTMENTS - NET

8.1 Investments by type:

Note

FVTPL

Federal government securities

Shares

Non government debt securities

FVOCI

Federal government securities

Shares

Mutual fund & investment trust units

Non government debt securities

Foreign securities

Amortised cost

Federal government securities

Non government debt securities

WAPDA bonds

Subsidiaries

Total investments

September 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
Rupees in '000'							
38,821,652	-	(43,096)	38,778,556	89,640,381	-	(1,730)	89,638,651
357,739	-	50,606	408,345	4,618,968	-	833,022	5,451,990
752,226	-	-	752,226	1,002,106	-	-	1,002,106
39,931,617	-	7,510	39,939,127	95,261,455	-	831,292	96,092,747
1,240,543,173	-	4,357,036	1,244,900,209	1,070,021,115	-	1,561,870	1,071,582,985
6,337,251	-	645,353	6,982,604	1,107,165	-	660,693	1,767,858
3,173,426	-	237,675	3,411,101	3,173,426	-	(73,665)	3,099,761
8,574,409	(212,845)	(232,430)	8,129,134	8,663,574	(218,400)	(36,508)	8,408,666
11,957	-	22,812	34,769	11,957	-	-	11,957
1,258,640,216	(212,845)	5,030,446	1,263,457,817	1,082,977,237	(218,400)	2,112,390	1,084,871,227
138,136,310	-	-	138,136,310	136,638,722	-	-	136,638,722
1,791,386	(609,460)	-	1,181,926	2,122,068	(19,700)	-	2,102,368
400	(400)	-	-	400	(400)	-	-
139,928,096	(609,860)	-	139,318,236	138,761,190	(20,100)	-	138,741,090
1,375,432	(164,945)	-	1,210,487	1,375,432	(164,945)	-	1,210,487
1,439,875,361	(987,650)	5,037,956	1,443,925,667	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)		(Audited)	
	September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024
Investment in subsidiaries	Rupees in '000'			
Punjab Modaraba Services (Private) Limited	164,945	164,945	164,945	164,945
BOP Capital Securities (Private) Limited	210,487	210,487	210,487	210,487
BOP Exchange (Private) Limited	1,000,000	1,000,000	1,000,000	1,000,000
	1,375,432	1,375,432	1,375,432	1,375,432
Less : Credit loss allowance held against Punjab Modaraba Services (Private) Limited	(164,945)	(164,945)	(164,945)	(164,945)
Closing balance	1,210,487	1,210,487	1,210,487	1,210,487

	BOP Exchange		PMSL		FPM		BOP CS	
	September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024
	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited	Un-audited	Audited
Total assets	911,655	1,143,139	93,412	52,454	1,732,370	1,975,578	424,737	345,824
Total liabilities	132,787	187,796	104,320	104,748	2,222,226	2,267,575	169,031	114,006
Percentage of holding	100%	100%	100%	100%	39.16%	39.16%	100%	100%

	BOP Exchange		PMSL		FPM		BOP CS	
	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024	September 30, 2025	September 30, 2024
	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited	Un-audited
Revenue	40,502	-	-	-	168,473	232,418	59,771	39,387
Profit / (loss) after tax	(176,475)	(22,333)	(308)	(1,384)	(197,859)	20,189	19,497	20,757
Total comprehensive income / (loss)	(176,475)	(22,333)	41,386	7,674	(197,859)	20,189	23,888	23,871

	(Un-audited)		(Audited)	
	September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024
Investments given as collateral	Rupees in '000'			
Market treasury bills	121,585,868	-	121,585,868	-
Pakistan investment bonds	210,395,438	341,915,659	210,395,438	341,915,659
	331,981,306	341,915,659	331,981,306	341,915,659

	(Un-audited) September 30, 2025	(Audited) December 31, 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	591,728	-
Reversals for the period / year	(7,523)	(58,487)
Closing balance	584,205	403,445
	987,650	403,445

	(Un-audited) September 30, 2025	(Audited) December 31, 2024
8.3.2 Particulars of credit loss allowance against debt securities classified as FVOCI and amortised cost		

	Rupees in '000'		
Category of classification	Outstanding amount	Credit loss allowance held	Outstanding amount
Performing	9,545,883	2,393	10,567,242
Under performing	-	-	-
Non-performing			
Substandard	-	-	-
Doubtful	-	-	-
Loss	820,312	820,312	218,800
	820,312	820,312	218,800
	10,366,195	822,705	10,786,042
			238,500

	Performing / underperforming		Non performing		Total	
	(Un-audited)	(Audited)	(Un-audited)	(Audited)	(Un-audited)	(Audited)
	September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024
9 ADVANCES - NET						
Loans, cash credits, running finances, etc.	684,466,211	680,602,226	50,641,215	50,596,683	735,107,426	731,198,909
Islamic financing and related assets	79,109,261	78,785,554	3,068,533	2,929,643	82,177,794	81,715,197
Bills discounted and purchased	19,882,489	14,511,697	167,222	17,222	20,049,711	14,528,919
Advances - gross	783,457,961	773,899,477	53,876,970	53,543,548	837,334,931	827,443,025
Credit loss allowance against advances:						
-Stage 1	(5,317,191)	(3,557,873)	-	-	(5,317,191)	(3,557,873)
-Stage 2	(1,473,814)	(1,472,695)	(185,249)	(398,607)	(1,659,063)	(1,871,302)
-Stage 3	(299,721)	(290,318)	(45,054,314)	(44,326,141)	(45,354,035)	(44,616,459)
	(7,090,726)	(5,320,886)	(45,239,563)	(44,724,748)	(52,330,289)	(50,045,634)
Advances - net of credit loss allowance	776,367,235	768,578,591	8,637,407	8,818,800	785,004,642	777,397,391
					(Un-audited)	(Audited)
					September 30, 2025	December 31, 2024

9.1 Particulars of advances (gross)

In local currency

In foreign currencies

Rupees in '000'	
819,632,251	814,101,481
17,702,680	13,341,544
837,334,931	827,443,025

9.2 Advances include Rs. 53,876,970 thousand (December 31, 2024; Rs. 53,543,548 thousand) which have been placed under non-performing / stage 2 and 3 status as detailed below:

Category of classification	Note	(Un-audited)		(Audited)	
		September 30, 2025	December 31, 2024	September 30, 2025	December 31, 2024
		Non performing loans	Credit loss allowance	Non performing loans	Credit loss allowance
		Rupees in '000'			
Other assets especially mentioned	9.2.1	265,805	185,249	510,660	398,607
Other assets especially mentioned		452,073	191,036	393,344	170,933
Substandard		1,642,218	709,140	3,725,991	1,668,670
Doubtful		6,673,706	3,249,308	6,921,675	3,290,456
Loss		44,843,168	40,904,830	41,991,878	39,196,082
Grand total		53,876,970	45,239,563	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

	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	3,835,849	962,776	3,105,893	7,904,518	6,409,311	1,209,893	1,596,612	9,215,816
Reversals for the period / year	(3,098,273)	(1,175,015)	(1,346,575)	(5,619,863)	(6,658,465)	(2,918,158)	(3,491,719)	(13,068,342)
	737,576	(212,239)	1,759,318	2,284,655	(249,154)	(1,708,265)	(1,895,107)	(3,852,526)
Closing balance	45,354,035	1,659,063	5,317,191	52,330,289	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. 585,766 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. 3,671,358 thousand (December 31, 2024; Rs. 1,478,971 thousand).

9.4 Advances - particulars of credit loss allowance

	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
New advances	906,223	254,392	2,471,117	3,631,732	2,140,953	302,863	1,542,095	3,985,911
Advances derecognized or repaid	(1,419,766)	(348,889)	(359,696)	(2,128,351)	(5,587,360)	(1,230,939)	(1,043,267)	(7,861,566)
Transfer to stage 1	(59,964)	(285,169)	345,133	-	(16,765)	(823,878)	840,643	-
Transfer to stage 2	(78,991)	158,009	(79,018)	-	(9,556)	166,003	(156,447)	-
Transfer to stage 3	212,271	(190,060)	(22,211)	-	422,217	(360,196)	(62,021)	-
	(440,227)	(411,717)	2,355,325	1,503,381	(3,050,511)	(1,946,147)	1,121,003	(3,875,655)
Changes in risk parameters	1,177,803	199,478	(596,007)	781,274	2,801,357	237,882	(3,016,110)	23,129
Closing balance	45,354,035	1,659,063	5,317,191	52,330,289	44,616,459	1,871,302	3,557,873	50,045,634

9.5 Advances - category of classification

	September 30, 2025 (Un-audited)	December 31, 2024 (Audited)
Performing	Outstanding amount	Outstanding amount
Underperforming	Credit loss allowance held	Credit loss allowance held
	Rupees in '000'	Rupees in '000'
Stage 1	748,614,868	747,109,523
Stage 2	34,165,525	26,103,213
	782,780,393	773,212,736
Non-Performing:		
Other assets especially mentioned	265,805	185,249
Other assets especially mentioned	452,073	393,344
Substandard	1,642,218	3,725,991
Doubtful	6,673,706	6,921,675
Loss	44,843,168	41,991,879
	53,611,165	53,032,889
Underperforming	677,568	686,740
Total	837,334,931	827,443,025

THE BANK OF PUNJAB

		(Un-audited) September 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
10	PROPERTY AND EQUIPMENT		
	Capital work-in-progress	10.1 621,627	943,459
	Property and equipment	10.2 28,633,694	27,611,332
		<u>29,255,321</u>	<u>28,554,791</u>
10.1	Capital work-in-progress		
	Civil works	478,920	802,910
	Advances to suppliers	142,707	140,549
		<u>621,627</u>	<u>943,459</u>
		(Un-audited) September 30, 2025	(Un-audited) September 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	(321,832)	184,725
	Property and equipment:		
	Freehold land	-	2,037,002
	Furniture and fixtures	124,341	235,829
	Electrical and office equipments	663,152	543,690
	Computer equipments	887,034	1,100,739
	Lease hold improvements	966,506	842,734
	Vehicles	458,707	54,761
	Land & building transferred from NBA	400,606	-
		<u>3,500,346</u>	<u>4,814,755</u>
		<u>3,178,514</u>	<u>4,999,480</u>
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	5,199	4,185
	Electrical and office equipments	8,734	6,238
	Computer equipments	897	933
	Lease hold improvements	243	1,783
	Vehicles	-	-
		<u>15,073</u>	<u>13,139</u>
10.3.1	Gross carrying amount / cost of vehicles disposed off during the period was Rs. 120,941 thousand (September 30, 2024: Nil).		
		(Un-audited) September 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	1,603,624	2,545,251
	Terminations - at cost during the period / year	(147,404)	(277,925)
	Depreciation on terminations during the period / year	56,428	130,928
	Terminations - at book value	(90,976)	(146,997)
	Depreciation charge for the period / year	(1,631,382)	(1,956,626)
	Net carrying amount	<u>12,747,030</u>	<u>12,865,764</u>

			(Un-audited)	(Audited)
			September 30, 2025	December 31, 2024
12	INTANGIBLE ASSETS	Note	Rupees in '000'	
	Intangible in progress		289,525	431,669
	Software and long term licenses		2,437,926	2,040,198
		12.1	2,727,451	2,471,867
			(Un-audited)	(Un-audited)
			September 30, 2025	September 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		(142,144)	(219,225)
	Intangible assets purchased		732,748	930,159
			590,604	710,934
			(Un-audited)	(Audited)
			September 30, 2025	December 31, 2024
13	DEFERRED TAX ASSETS - NET		Rupees in '000'	
	Deductible temporary differences on:			
	Right of use assets net of lease liabilities		2,613,242	2,202,388
	Workers' Welfare Fund		1,344,315	936,836
	Credit loss allowance against off balance sheet obligations		395,006	916,029
	Credit loss allowance against lendings to financial institutions		10,211	21,312
	Credit loss allowance against balance with other banks		5,895	7,553
	Credit loss allowance against balance with treasury banks		215,916	233,840
	Credit loss allowance against investments		314,031	10,244
	Credit loss allowance against other assets		367,929	204,307
	Credit loss allowance against advances		11,186,783	10,698,002
			16,453,328	15,230,511
	Taxable temporary differences on:			
	Surplus on revaluation of property and equipment		(3,151,301)	(3,272,050)
	Surplus on revaluation of investments classified as FVTPL		-	(432,272)
	Surplus on revaluation of investments classified as FVOCI		(2,615,832)	(1,098,443)
	Accelerated tax depreciation		(1,359,674)	(1,353,424)
	Surplus on revaluation of non banking assets acquired in satisfaction of claims		(20,314)	(23,134)
			(7,147,121)	(6,179,323)
			9,306,207	9,051,188

		(Un-audited)	(Audited)	
		September 30,	December 31,	
		2025	2024	
14	OTHER ASSETS - NET	Note	Rupees in '000'	
	Income / mark-up accrued in local currency		66,824,025	58,609,241
	Income / mark-up accrued in foreign currency		136,809	111,762
	Advances, deposits, advance rent and other prepayments		5,588,619	2,815,975
	Non-banking assets acquired in satisfaction of claims		3,535,004	4,049,527
	Acceptances	21	16,018,037	12,772,495
	Deferred fair value loss on remeasurement of staff loans - notional		16,729,092	13,194,712
	Deferred fair value loss on derecognition of financial asset measured at amortised cost		7,499,311	7,674,252
	Branch adjustment account		283,847	16,023
	Stock of stationery and cards		637,599	435,848
	Suspense account		7,481	3,907
	Mark to market gain on forward foreign exchange contracts - net		151,318	241,385
	Zakat recoverable from National Investment Trust Limited (NITL)		36,790	36,790
	Receivable against fraud and forgeries		539,508	418,081
	Auto Teller Machine and Point of Sale receivable - net		198,128	338,296
	Inter bank fund transfer and RAAST receivable - net		1,622,017	6,279,814
	Receivable against settlement arrangements		219,175	221,905
	Receivable against litigation expenses		334,690	312,218
	Receivable against sale of shares - net		718,522	-
	Receivable against PRI rebate		2,491,421	355,504
	Others		2,245,049	2,423,652
			125,816,442	110,311,387
	Less: Credit loss allowance held against other assets	14.1	(1,647,008)	(1,332,437)
	Other assets (net of credit loss allowance)		124,169,434	108,978,950
	Surplus on revaluation of non-banking assets acquired in satisfaction of claims	23	842,921	940,388
	Other assets - total		125,012,355	109,919,338

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		(Un-audited) September 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
14.1	Credit loss allowance held against other assets		
	Advances, deposits, advance rent & other prepayments	35,723	35,723
	Acceptances	106,324	53,313
	Income / mark-up accrued	379,092	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	427,860	327,239
	Receivable against settlement arrangements	219,175	225,337
	Receivable against litigation expenses	334,690	312,218
	Others	76,478	-
		<u>1,647,008</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	492,510	254,950
	Reversals during the period / year	(177,852)	(402,762)
		314,658	(147,812)
	Amount written off	(87)	(513,357)
	Closing balance	<u>1,647,008</u>	<u>1,332,437</u>
14.1.2	This includes provision amounted to Rs. 3,008 thousand (December 31, 2024: Rs. 4,795 thousand) maintained against certain closed cases as per approval of the management.		
		(Un-audited) September 30, 2025	(Audited) December 31, 2024
		Rupees in '000'	
15	CONTINGENT ASSETS		
	Contingent assets	Nil	Nil
16	BILLS PAYABLE		
	In Pakistan	7,320,838	7,636,873
	Outside Pakistan	-	-
		<u>7,320,838</u>	<u>7,636,873</u>
17	BORROWINGS		
	Secured		
	Borrowings from SBP under:		
	Export refinance scheme (ERF)	19,282,633	23,083,370
	Long term financing facility (LTF)	7,173,225	8,862,770
	Financing facility for storage of agriculture produce (FFSAP)	416,684	319,557
	Financing scheme for renewable energy	5,233,675	5,911,823
	Refinancing facility for combating COVID-19	269,589	494,864
	Refinance facility for working capital of small and medium enterprises (SMEs)	5,000	-
	Temporary economic refinance scheme (TERF)	10,858,423	11,755,342
	Refinance and credit guarantee scheme for women entrepreneurs	38,833	42,150
	Finance facility for SAAF rozgar reimbursement credit	12,819,161	15,636,440
	Finance facility for shamsi tawana consumer	42,072	38,526
	Islamic temporary economic refinance facility (ITERF)	922,935	1,413,043
	Refinancing facility for modernization of small and medium enterprises (SMEs)	147,859	90,033
		57,210,089	67,647,918
	Repurchase agreement borrowings	320,577,755	338,739,825
	Borrowing from Pakistan Mortgage Refinance Company Limited	3,995,356	1,997,198
	Total secured	<u>381,783,200</u>	<u>408,384,941</u>
	Unsecured		
	Call borrowings	2,200,000	200,000
	Overdrawn nostro accounts	2,348,269	420,989
	Borrowing From AFD	3,657,125	-
	Total unsecured	<u>8,205,394</u>	<u>620,989</u>
		<u>389,988,594</u>	<u>409,005,930</u>

18 DEPOSITS AND OTHER ACCOUNTS

	September 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	376,129,836	12,623,702	388,753,538	339,980,192	10,182,140	350,162,332
Savings deposits	714,165,388	5,057,264	719,222,652	680,865,027	5,613,810	686,478,837
Term deposits	728,504,190	22,787,485	751,291,675	598,218,684	49,773,450	647,992,134
Margin deposits	16,453,316	-	16,453,316	8,776,447	-	8,776,447
	1,835,252,730	40,468,451	1,875,721,181	1,627,840,350	65,569,400	1,693,409,750
Financial institutions:						
Current deposits	2,273,719	726,655	3,000,374	2,387,275	1,590,280	3,977,555
Savings deposits	5,067,125	2,927	5,070,052	7,564,653	20,597	7,585,250
Term deposits	1,307,500	-	1,307,500	5,225,157	-	5,225,157
Margin deposits	6,181	-	6,181	90,008	-	90,008
	8,654,525	729,582	9,384,107	15,267,093	1,610,877	16,877,970
	1,843,907,255	41,198,033	1,885,105,288	1,643,107,443	67,180,277	1,710,287,720

18.1 Current deposits include call deposits amounting to Rs. 35,430,070 thousand (December 31, 2024: Rs. 30,976,161 thousand).

19 LEASE LIABILITIES

	(Un-audited) September 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	1,603,624	2,545,251
Mark-up accrued during the period / year	1,754,825	2,187,160
Terminations during the period / year	(185,613)	(386,477)
Payment of lease liabilities against right of use assets during the period / year	(2,501,464)	(2,972,068)
Outstanding at the end of the period / year	17,772,497	17,101,125

19.1 Liabilities outstanding

Not later than one year	78,085	146,338
Later than one year and up to five years	2,084,176	1,631,629
Over five years	15,610,236	15,323,158
Total at the end of the period / year	17,772,497	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	Un-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) September 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
Mark-up / return / interest payable in local currency	32,856,614	58,846,660
Mark-up / return / interest payable in foreign currencies	373,883	1,245,364
Mark-up payable on subordinated debts	1,270,051	680,067
Provision for taxation - net	7,617,098	1,787,511
Sundry creditors and accrued expenses	2,251,764	1,745,839
Lease key money	28,783,708	21,617,332
Acceptances	14 16,018,037	12,772,495
Payable to gratuity fund	395,695	421,347
Gratuity payable to key management personnel	30,061	30,061
Provision for employees compensated absences	178,193	184,746
Unrealized loss on revaluation of foreign bills and trade loans	91,304	113,276
Credit loss allowance against off-balance sheet obligations	21.2 803,609	1,805,577
Levies and taxes payable	1,674,583	3,563,792
Dividend payable	14	-
Unclaimed dividends	2,586	2,586
Payable to charity fund	2,734	469
Charges payable against financing of consumer assets	1,563,945	1,120,316
Payable against purchase of shares	-	200
Workers' Welfare Fund	21.1 2,870,176	2,086,563
Deferred and unearned income	1,886,241	1,322,348
Clearing and settlement accounts	3,953,569	1,911,890
Credit loss guarantee received against advances	1,796,690	231,006
Payable on account of GoPb transactions	218,198	-
Others	1,978,828	1,106,866
	<u>106,617,581</u>	<u>112,596,311</u>

- 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 Credit loss allowance against off-balance sheet obligations

Note	(Un-audited) September 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	409,164	969,931
Reversals during the period / year	(1,411,132)	(733,436)
	<u>(1,001,968)</u>	<u>236,495</u>
Closing balance	<u>803,609</u>	<u>1,805,577</u>

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

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

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) September 30, 2024	(Audited) December 31, 2024		(Un-audited) September 30, 2025	(Audited) December 31, 2024
Number of shares			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 September 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	4,124,606	1,525,362
Securities measured at FVOCI - equity investments	8.1	905,840	587,028
Property and equipment		9,063,011	9,295,219
Non-banking assets acquired in satisfaction of claims	14	842,921	940,388
		14,936,378	12,347,997

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

Securities measured at FVOCI - debt instruments	(2,144,795)	(793,188)
Securities measured at FVOCI - equity investments	(471,037)	(305,255)
Property and equipment	(3,151,301)	(3,272,050)
Non-banking assets acquired in satisfaction of claims	(20,314)	(23,134)
	(5,787,447)	(4,393,627)
	9,148,931	7,954,370

24 CONTINGENCIES AND COMMITMENTS

Guarantees	24.1	166,063,612	159,178,133
Commitments	24.2	427,823,103	353,075,813
Other contingent liabilities	24.3	291,951	291,951
		594,178,666	512,545,897

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		(Un-audited)	(Audited)
		September 30,	December 31,
		2025	2024
		Rupees in '000'	
Note			
24.1	Guarantees:		
	Financial guarantees	52,125,765	48,123,386
	Performance guarantees	34,125,894	28,380,622
	Other guarantees:		
	Back to back guarantees	49,377,758	47,837,861
	Mobilization and bid bond guarantees	15,323,018	14,779,233
	Other guarantees	15,111,177	20,057,031
		79,811,953	82,674,125
		166,063,612	159,178,133
24.2	Commitments:		
	Documentary credits and short-term trade-related transactions		
	- letters of credit	141,035,156	162,730,274
	Commitments in respect of:		
	- forward foreign exchange contracts	24.2.1 258,837,200	120,009,708
	- forward Government securities transactions	24.2.2 1,100,000	35,060,700
	- forward lending	24.2.3 26,671,044	34,883,622
	Commitments for acquisition of:		
	- property and equipment	81,923	342,919
	- intangible assets	97,780	48,590
		427,823,103	353,075,813
24.2.1	Commitments in respect of forward foreign exchange contracts		
	Purchase	135,738,850	76,547,355
	Sale	123,098,350	43,462,353
		258,837,200	120,009,708
24.2.2	Commitments in respect of forward Government securities transactions		
	Purchase	1,100,000	18,060,700
	Sale	-	17,000,000
		1,100,000	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 26,671,044	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.		

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		(Un-audited)	Restated
		September 30,	(Un-audited)
		2025	September 30,
			2024
		Rupees in '000'	
25	MARK-UP / RETURN / INTEREST EARNED	Note	
	Loans and advances		71,582,789
	Investments		126,774,751
	Lendings to financial institutions		1,636,437
	Balances with banks		229,403
	IFRS-09 adjustments - notional:		
	Staff loans		987,448
	Other loans		980,148
			202,190,976
25.1	Interest income recognised on:		
	Financial assets measured at amortised cost		87,534,111
	Financial assets measured at FVOCI		108,656,708
	Financial assets measured at FVTPL		6,000,157
			202,190,976
26	MARK-UP / RETURN / INTEREST EXPENSED		
	Deposits and other accounts		105,529,649
	Borrowings		32,547,857
	Subordinated debts		3,223,439
	Mark-up on lease liability against right of use assets		1,754,825
	IFRS-09 adjustment on borrowings - notional		675,173
			143,730,943
27	FEE AND COMMISSION INCOME		
	Branch banking customer fees		348,621
	Consumer finance related fees		445,876
	Card related fees		3,204,580
	Credit related fees		901,262
	Investment banking fees		547,257
	Branchless banking fees		522,758
	Commission on trade		1,244,282
	Commission on guarantees		856,828
	Commission on cash management		177,860
	Commission on remittances including home remittances		256,135
	Commission on bancassurance		275,326
	Commission on wheat financing		-
	SMS banking income		1,095,738
			9,876,523
28	GAIN ON SECURITIES - NET		
	Realized gain / (loss) on sale of securities - net	28.1	3,600,209
	Unrealized gain - measured at FVTPL	8.1	7,510
	Realized gain - deliverable future contracts		-
			3,607,719
28.1	Realized gain / (loss) on sale of securities - net:		
	Federal government securities		3,597,317
	Non government debt securities		32,482
	Shares		(29,590)
			3,600,209
28.2	Realized gain / (loss) on sale of securities - net:		
	Net gain on financial assets measured at FVTPL:		
	- Designated upon initial recognition		76,713
	- Mandatorily measured at FVTPL		32,482
	Net gain on financial assets measured at FVOCI		3,491,014
			3,600,209
29	NET (LOSS) / GAIN ON DERECOGNITION OF FINANCIAL ASSETS MEASURED AT AMORTISED COST		
	Gain on derecognition on financial assets measured at amortised cost		-
	Loss on derecognition on financial assets measured at amortised cost	29.1	(783,315)
			(783,315)
29.1	This includes amortization of deferred loss / modification impact(s) on PIA Corporation Limited and other parties.		1,563,972
			(302,931)
			1,261,041

30

OTHER INCOME

Note

(Un-audited)
September 30,
2025(Un-audited)
September 30,
2024

Rupees in '000'

Rent on property	13,684	-
Gain on sale of property and equipment - net	171,895	11,181
Gain on sale of non banking assets acquired in satisfaction of claims - net	177,888	514,549
Gain on termination of lease liability against right of use assets	94,637	179,553
Notice pay on resignations	66,446	45,178
Claim decided in favour of Bank against litigation	-	331,646
	<u>524,550</u>	<u>1,082,107</u>

31

OPERATING EXPENSES

Total compensation expense

31.1

22,263,221

19,020,554

Property expense:

Rent and taxes	51,710	55,974
Insurance	14,876	13,105
Utilities cost	1,514,182	1,551,214
Security	1,230	422
Repair and maintenance including janitorial charges	178,291	194,604
Depreciation	884,179	671,767
Depreciation on right of use assets	1,631,382	1,416,257
	<u>4,275,850</u>	<u>3,903,343</u>

Information technology expenses:

Software maintenance	1,532,050	1,074,828
Hardware maintenance	64,935	65,816
Depreciation on computer equipment	851,129	623,149
Amortization on intangible assets	335,020	308,257
Network charges	431,306	384,425
	<u>3,214,440</u>	<u>2,456,475</u>

Other operating expenses:

Directors' fees and allowances	40,931	49,789
Fees and allowances to shariah board	10,304	7,610
Legal and professional charges	561,731	244,026
Subscription charges	68,492	44,522
Outsourced staff services costs	978,188	753,556
Travelling and conveyance	347,135	300,878
NIFT clearing charges	125,225	73,843
Depreciation	727,602	530,593
Depreciation on non banking assets acquired in satisfaction of claims	24,219	14,448
Depreciation on ijarah assets under IFAS - 2	484,753	249,370
Training and development	88,012	92,506
Postage and courier charges	308,845	269,357
Stationery and printing	553,838	459,609
Marketing, advertisement and publicity	714,472	653,316
Auditors remuneration	11,622	5,164
Insurance	305,811	228,363
Deposit protection fee	696,884	561,763
Repair and maintenance	774,129	582,061
Entertainment expenses	250,194	229,733
Vehicle running expenses	84,137	81,379
Fuel for generator	257,054	196,680
Commission and brokerage	1,444,208	320,507
SMS banking charges	587,473	547,839
Bank charges	72,781	43,919
Card related expenses	3,335,686	1,764,005
Cash remittance charges	763,853	582,577
Branch license fee	23,385	24,891
CNIC verification / ECIB charges	433,222	199,598
Organizational development	60,302	27,680
Miscellaneous expenses	277,186	366,702
	<u>14,411,674</u>	<u>9,506,284</u>
	<u>44,165,185</u>	<u>34,886,656</u>

31.1 This includes IFRS-09 adjustment on staff loans - notional amounting to Rs. 987,448 thousand (September 30, 2024: Rs. 903,591 thousand)

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		(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
		Rupees in '000'	
32	OTHER CHARGES		
	Penalties imposed by SBP	65,389	5,889
	Operational loss	2,835	157
		<u>68,224</u>	<u>6,046</u>
33	CHARGE / (REVERSAL) OF CREDIT LOSS ALLOWANCE AND WRITE OFFS - NET		
	Reversal of credit loss allowance against lending to financial institutions	7 (21,349)	(47,958)
	Charge / (reversal) of credit loss allowance against investments	8.3.1 584,205	(96,426)
	Charge / (reversal) of credit loss allowance / provision against loans & advances	9.3 2,284,655	(2,152,150)
	Reversal of credit loss allowance against balances with treasury banks	5 (34,469)	(261,910)
	Charge / (reversal) of credit loss allowance against other assets	14.1.1 314,658	(129,802)
	Reversal of credit loss allowance against off balance sheet obligations	21.2 (1,001,968)	(594,250)
	Reversal of credit loss allowance against balance with other banks	6 (3,185)	(198,520)
		<u>2,122,547</u>	<u>(3,481,016)</u>
34	TAXATION - NET		
	Current	34.1 16,219,236	4,170,935
	Deferred	(1,772,412)	2,017,048
		<u>14,446,824</u>	<u>6,187,983</u>
34.1	This includes provision for super tax in accordance with Income Tax Ordinance, 2001.		
		(Un-audited) September 30, 2025	(Un-audited) Restated September 30, 2024
35	BASIC EARNINGS PER SHARE		
	Profit after taxation for the period (Rs in '000')	11,949,966	8,423,314
	Weighted average number of ordinary shares (No.).	3,271,569,319	3,271,569,319
	Basic earnings per share - Rs.	<u>3.65</u>	<u>2.57</u>
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 value 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:

September 30, 2025 (Un-audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
Rupees in '000'					
On balance sheet financial instruments					
Financial assets measured at fair value:					
Government securities	1,283,678,765	-	1,283,678,765	-	1,283,678,765
Shares	7,390,949	4,485,753	-	73,410	4,559,163
Non-Government debt securities	8,134,121	-	8,134,121	-	8,134,121
Mutual fund & investment trust units	3,411,101	-	3,411,101	-	3,411,101
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	138,136,310	-	138,636,067	-	138,636,067
Non-Government debt securities	1,929,165	-	1,929,165	-	1,929,165
Off balance sheet financial instruments:					
Forward purchase of foreign exchange contracts	134,717,723	-	134,717,723	-	134,717,723
Forward sale of foreign exchange contracts	121,925,905	-	121,925,905	-	121,925,905
Forward purchase of Government Securities transaction	1,100,000	-	1,100,000	-	1,100,000
December 31, 2024 (Audited)					
	Carrying value / Notional value	Level 1	Level 2	Level 3	Total
Rupees in '000'					
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

December 31, 2024 (Audited)

Carrying value / Notional value	Level 1	Level 2	Level 3	Total
Rupees in '000'				
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

September 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	4,347,049	-	4,347,049	4,347,049

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	15.84%	Increase / decrease discount rate by 1% with all other variables held constant, would decrease / increase the fair value by Rs. 1.267 million and Rs 1.314 million respectively.

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

	(Un-audited) September 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
Remeasurement recognised in OCI	15,581	-
Closing balance	113,367	97,786

38 SEGMENT INFORMATION

38.1 Segment details with respect to business activities

(Un-audited)
September 30, 2025

	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	42,481,762	5,525,749	16,296,487	121,815,211	14,228,866	1,842,901	202,190,976
Inter segment (cost) / revenue - net	(16,826,822)	74,161,641	32,129,628	(91,767,566)	(685)	2,303,804	-
Non mark-up / return / interest income	2,807,984	4,799,199	1,523,934	5,682,755	528,987	(266,533)	15,076,326
Total income	28,462,924	84,486,589	49,950,049	35,730,400	14,757,168	3,880,172	217,267,302
Segment total expenses	19,947,826	60,105,387	40,515,316	31,342,904	12,499,988	24,336,544	188,747,965
Profit before credit loss allowance and tax	8,515,098	24,381,202	9,434,733	4,387,496	2,257,180	(20,456,372)	28,519,337
Credit loss allowance	(786,439)	1,443,629	872,883	133,520	510,192	(51,238)	2,122,547
Profit / (loss) before tax	9,301,537	22,937,573	8,561,850	4,253,976	1,746,988	(20,405,134)	26,396,790
Balance sheet							
Cash and bank balances	-	241,978	28,548,539	62,294,999	17,349,218	-	108,434,734
Investments - net	934,859	-	-	1,319,101,348	123,889,460	-	1,443,925,667
Net inter segment lending	-	766,592,965	472,768,688	-	7,353,503	40,747,544	1,287,462,700
Lendings to financial institutions	-	-	-	8,373,351	11,030,364	-	19,403,715
Advances - performing	416,846,137	95,179,807	171,581,836	-	78,486,724	14,272,731	776,367,235
- non-performing - net	5,455,064	-	1,895,881	-	1,257,164	29,298	8,637,407
Others	32,048,536	4,463,598	15,197,008	29,903,691	19,189,565	78,245,966	179,048,364
Total assets	455,284,596	866,478,348	689,991,952	1,419,673,389	258,555,998	133,295,539	3,823,279,822
Borrowings	58,830,601	-	4,185,287	325,126,024	1,846,682	-	389,988,594
Subordinated debts	-	-	-	-	-	30,816,332	30,816,332
Deposits and other accounts	187,220,320	855,208,580	616,053,180	-	226,623,208	-	1,885,105,288
Net inter segment borrowing	194,637,654	-	-	1,092,825,046	-	-	1,287,462,700
Others	14,596,021	11,269,768	69,753,485	1,722,319	8,491,838	25,877,485	131,710,916
Total liabilities	455,284,596	866,478,348	689,991,952	1,419,673,389	236,961,728	56,693,817	3,725,083,830
Equity							98,195,992
Total equity and liabilities							3,823,279,822
Contingencies and commitments	316,763,948	-	3,128,450	254,117,662	19,729,775	438,831	594,178,666

(U, .dited)
September 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	62,013,557	172,320	17,685,833	163,822,850	20,168,986	1,597,311	265,460,857
Inter segment revenue - net	(32,979,985)	108,455,423	60,487,552	(141,355,023)	(2,045,971)	7,438,004	-
Non mark-up / return / interest income	2,348,755	3,588,888	1,264,856	4,660,598	182,650	3,696,625	15,742,372
Total income	31,382,327	112,216,631	79,438,241	27,128,425	18,305,665	12,731,940	281,203,229
Segment total expenses	31,582,571	100,324,170	56,990,176	45,693,333	12,340,015	23,142,683	270,072,948
Profit before credit loss allowance and tax	(200,244)	11,892,461	22,448,065	(18,564,908)	5,965,650	(10,410,743)	11,130,281
Credit loss allowance	(3,227,407)	16,258	681,118	(511,531)	(514,166)	74,712	(3,481,016)
Profit / (loss) before tax	3,027,163	11,876,203	21,766,947	(18,053,377)	6,479,816	(10,485,455)	14,611,297

(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

The Bank has related party transactions with its subsidiaries, employee benefit plans, directors and Key Management Personnel. The Bank 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)					(Audited)				
	September 30, 2025					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	-	-	1,985,000	-	-	-	-	-	-	-
Closing balance	-	-	2,000,000	-	-	-	-	1,985,000	-	-
Credit loss allowance against lendings to financial institutions	-	-	5,670	-	-	-	-	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	-	167,077	-	-	-	-	254,115	-	-	-
Repaid during the period / year	-	149,760	-	-	-	-	192,962	-	-	-
Closing balance	-	544,931	-	-	-	-	527,614	-	-	-
Credit loss allowance held against advances	-	7,065	-	-	-	-	5,301	-	-	-
Fair value loss held against advances	-	207,649	-	-	-	-	257,679	-	-	-
Other assets - advance deposits and prepayments										
Other assets - markup receivable	-	23,668	101,981	-	-	-	-	180,764	-	-
Credit loss allowance against other assets	-	455	56,768	-	-	-	21,508	103,724	-	-
Right of use assets										
Lease liability against right of use assets	-	-	161	-	-	-	336	420	-	-
	-	-	-	-	54,865	-	-	-	-	58,184
	-	-	-	-	19,226	-	-	-	-	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	21,820	1,857,446	21,950,430	4,074,065	1,457,350	112,807	2,504,848	5,709,242	25,776,888	19,344,943
Withdrawn during the period / year	23,412	1,896,662	22,485,648	5,441,288	1,187,592	100,121	2,440,022	5,003,133	24,374,823	18,628,941
Closing balance	20,630	77,714	188,345	1,220,441	1,143,910	22,222	116,930	723,563	2,587,664	874,152
Markup & commission payable	46	237	3,163	-	24,277	92	594	1,783	-	3,530
Contingencies (non funded exposure)	-	-	-	-	56,300	-	-	-	-	56,300

September 30, 2024 (Un-audited)

September 30, 2025 (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	-	36,160	336,306	-	-	-	17,148	277,309	-	-
Fee and commission income	103	-	111	-	1,073	2	838	134	-	1,016
Other income (rental)	-	-	13,684	-	-	-	-	-	-	-
Expense:										
Mark-up expensed on deposits	1,562	5,138	10,656	120,693	63,665	4,615	6,555	1,941	184,719	284,874
Depreciation on right of use assets	-	-	-	-	3,319	-	-	-	-	3,319
Mark-up on lease liability against right of use assets	-	-	-	-	1,832	-	-	-	-	1,609
Compensation expense	-	736,419	-	-	-	-	578,137	-	-	-
Commission expense	-	-	14,876	-	-	-	-	9,114	-	-
Training and development	-	-	-	-	36,828	-	-	-	-	-
Outsourced staff services cost	-	-	-	-	90	-	-	-	-	-
Directors fee and allowances	40,931	-	-	-	-	50,149	-	-	-	-

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) September 30, 2025	(Audited) December 31, 2024
	Rupees in '000'	
Advances	7,467,508	9,481,684
Credit loss allowance held against advances	18,293	88,080
Deposits and other accounts	924,367,992	753,243,728
Bills payable	143,367	65,758
Subordinated debits	13,124,666	13,126,352
Acceptances	71,929	71,929
Contingencies and commitments	24,721,768	34,117,577
Credit loss allowance against off balance sheet obligations	126	24,010
Mark-up receivable	6,138,279	3,265,516
Credit loss allowance against other assets	728	111
Mark-up payable on subordinated debits	397,181	299,653
Mark-up payable on deposits and other accounts	27,365,048	36,367,364

	(Un-audited) September 30, 2025	(Un-audited) September 30, 2024
	Rupees in '000'	
Mark-up earned	398,221	4,167,190
Mark-up expensed	55,828,921	100,385,668
Income on contingencies and commitments	267,921	142,390
Mark-up expense on subordinated debits	1,353,581	1,147,840

39.3 The Bank made contribution of Rs. 526,125 thousand and Rs. 421,347 thousand (September 30, 2024: Rs. 450,918 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 arms length basis, to its associated entities for business and commercial purposes, under its regulatory framework.

39.5 Advances to employees as at September 30, 2025, other than key management personnel, net of fair value adjustments amounted to Rs. 16,547,859 thousand (December 31, 2024: Rs. 17,209,106 thousand) with markup receivable of Rs. 1,273,895 thousand (December 31, 2024: Rs. 1,080,273 thousand) and markup income of Rs. 1,124,137 thousand (September 30, 2024: Rs. 921,585 thousand) and fee & commission income of Rs. 47,405 thousand (September 30, 2024: Rs. 21,698 thousand). The ECL on said advances including markup and unutilized limits amounted to Rs. 435,275 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 September 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. 5,744,950 thousand (December 31, 2024: Rs. 11,496,500 thousand)

		(Un-audited) September 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 I (CET I) Capital	88,543,494	84,424,012
	Eligible Additional Tier I (ADT I) Capital	11,967,500	11,967,500
	Total Eligible Tier I Capital	100,510,994	96,391,512
	Eligible Tier 2 Capital	27,939,279	24,830,979
	Total Eligible Capital (Tier I + Tier 2)	128,450,273	121,222,491
	Risk Weighted Assets (RWAs):		
	Credit risk	578,237,670	514,265,279
	Market risk	62,878,588	66,256,293
	Operational risk	95,658,474	95,658,474
	Total	736,774,732	676,180,046
	Common equity tier I capital adequacy ratio	12.02%	12.49%
	Tier I CAR (%)	13.64%	14.26%
	Total CAR (%)	17.43%	17.93%
40.1	Leverage Ratio (LR):		
	Eligible Tier-I Capital	100,510,994	96,391,512
	Total exposures	2,920,716,630	2,770,894,675
	LR (%)	3.44%	3.48%
40.2	Liquidity Coverage Ratio (LCR):		
	Total high quality liquid assets	1,110,795,874	828,488,113
	Total net cash outflow	534,503,755	434,785,659
	LCR (%)	207.82%	190.55%
40.3	Net Stable Funding Ratio (NSFR):		
	Total available stable funding	1,398,357,052	1,308,850,221
	Total required stable funding	820,764,121	967,747,619
	NSFR (%)	170.37%	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 17.21%, 3.32% and 170.03% respectively.		

41 ISLAMIC BANKING BUSINESS

The Bank has started Islamic banking operations in the year 2013. As at close of the September 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 SEPTEMBER 30, 2025**

		(Un-audited) September 30, 2025	(Audited) December 31, 2024
	Note	Rupees in '000'	
ASSETS			
Cash and balances with treasury banks - net		15,407,687	12,893,765
Balances with other banks - net		1,941,531	774,490
Due from financial institutions - net	41.1	11,030,364	14,769,016
Investments - net	41.2	123,889,460	55,521,524
Islamic financing and related assets - net	41.3	79,743,888	79,408,331
Property and equipment		2,348,093	2,184,672
Right of use assets		3,185,253	3,148,547
Intangible assets		12,235	13,053
Due from head office		7,353,503	10,691,544
Other assets - net		13,643,984	9,389,214
Total assets		258,555,998	188,794,156
LIABILITIES			
Bills payable		842,067	865,968
Due to financial institutions		1,846,682	2,108,804
Deposits and other accounts	41.4	226,623,208	158,743,365
Lease liabilities		4,160,544	3,923,690
Other liabilities		3,489,227	3,022,990
		236,961,728	168,664,817
NET ASSETS		21,594,270	20,129,339
REPRESENTED BY			
Islamic banking fund		2,000,000	2,000,000
Reserves		14,899	30,832
Surplus on revaluation of assets		118,900	385,024
Unappropriated profit	41.5	19,460,471	17,713,483
		21,594,270	20,129,339
CONTINGENCIES AND COMMITMENTS	41.6		

ISLAMIC BANKING BUSINESS
STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE PERIOD ENDED SEPTEMBER 30, 2025

		Quarter Ended		Period Ended	
		September 30,	Restated September 30,	September 30,	Restated September 30,
		2025	2024	2025	2024
Note		Rupees in '000'			
Profit / return earned	41.7	4,901,927	6,221,109	14,228,866	20,168,986
Profit / return expensed	41.8	2,493,933	3,002,043	7,255,881	10,956,292
Net profit / return		2,407,994	3,219,066	6,972,985	9,212,694
Fee and commission income		291,376	109,545	662,790	300,920
Dividend income		-	-	-	-
Foreign exchange loss - net		(80,008)	(138,639)	(204,840)	(199,080)
Gain on securities - net		41	-	559	1,366
Other income		41,525	3,272	70,478	79,444
		252,934	(25,822)	528,987	182,650
Total income		2,660,928	3,193,244	7,501,972	9,395,344
Operating expenses		1,916,655	1,266,888	5,244,550	3,429,567
Workers' Welfare Fund		-	-	-	-
Other charges		62	117	242	127
		1,916,717	1,267,005	5,244,792	3,429,694
Profit before credit loss allowance		744,211	1,926,239	2,257,180	5,965,650
Charge / (reversal) of credit loss allowance and write offs - net		173,410	(119,314)	510,192	(514,166)
Profit before taxation		570,801	2,045,553	1,746,988	6,479,816
Taxation	41.9	-	-	-	-
Profit after taxation		570,801	2,045,553	1,746,988	6,479,816

		September 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'								
41.1	DUE FROM FINANCIAL INSTITUTIONS									
	Placements	11,050,000	-	11,050,000	14,810,000	-	14,810,000			
	Less: Credit loss allowance	(19,636)	-	(19,636)	(40,984)	-	(40,984)			
		11,030,364	-	11,030,364	14,769,016	-	14,769,016			
41.1.1	Profit rate on these placements ranging from 10.90% to 11.14%. Secured against GoPb Ijara Sukuks									
		September 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									
	Investments by segment:	Rupees in '000'								
	FVTPL									
	Federal government securities	239,682	-	-	239,682	804,860	-	-	804,860	
		239,682	-	-	239,682	804,860	-	-	804,860	
	FVOCI									
	Federal government securities	104,732,645	-	194,535	104,927,180	34,514,669	-	287,582	34,802,251	
	Non government debt securities	8,218,231	-	(215,230)	8,003,001	8,266,007	-	(15,008)	8,250,999	
		112,950,876	-	(20,695)	112,930,181	42,780,676	-	272,574	43,053,250	
	Amortised cost									
	Federal government securities	9,537,672	-	-	9,537,672	9,561,046	-	-	9,561,046	
	Non government debt securities	1,791,386	(609,461)	-	1,181,925	2,122,068	(19,700)	-	2,102,368	
		11,329,058	(609,461)	-	10,719,597	11,683,114	(19,700)	-	11,663,414	
	Total investments	124,519,616	(609,461)	(20,695)	123,889,460	55,268,650	(19,700)	272,574	55,521,524	
								(Un-audited)	(Audited)	
								September 30, 2025	December 31, 2024	
								Rupees in '000'		
41.2.1	Particulars of credit loss allowance - non government debt securities									
	Stage 1							(2,393)	(19,700)	
	Stage 2							-	-	
	Stage 3							(607,068)	-	
								(609,461)	(19,700)	
41.3	ISLAMIC FINANCING AND RELATED ASSETS - NET									
	Ijarah							6,309,112	3,472,893	
	Murabaha							267,838	272,036	
	Musharaka							11,414,340	8,198,268	
	Diminishing musharaka							42,527,535	42,190,942	
	Payment against documents							55,304	55,304	
	Waqala							4,520,296	7,064,896	
	Istisna							9,637,169	10,565,509	
	Musawamah financing							6,485,622	7,731,982	
	Tijarah financing							960,578	2,163,367	
	Gross islamic financing and related assets							82,177,794	81,715,197	
	Less: credit loss allowance against Islamic financings									
	-Stage 1							(538,941)	(468,232)	
	-Stage 2							(193,811)	(281,189)	
	-Stage 3							(1,701,154)	(1,557,445)	
								(2,433,906)	(2,306,866)	
	Islamic financing and related assets - net							79,743,888	79,408,331	
41.4	DEPOSITS AND OTHER ACCOUNTS									
		September 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	68,882,805	1,995,373	70,878,178	37,466,351	1,243,324	38,709,675			
	Savings deposits	124,425,210	447,587	124,872,797	102,120,880	497,296	102,618,176			
	Term deposits	23,461,923	5,793,328	29,255,251	11,353,436	4,455,062	15,808,498			
	Margin deposits	69,122	-	69,122	35,364	-	35,364			
		216,839,060	8,236,288	225,075,348	150,976,031	6,195,682	157,171,713			
	Financial institutions:									
	Current deposits	29,575	171,269	200,844	49,334	103,629	152,963			
	Savings deposits	1,346,736	-	1,346,736	1,418,456	186	1,418,642			
	Term deposits	-	-	-	-	-	-			
	Margin deposits	280	-	280	47	-	47			
		1,376,591	171,269	1,547,860	1,467,837	103,815	1,571,652			
		218,215,651	8,407,557	226,623,208	152,443,868	6,299,497	158,743,365			

41.4.1 Current deposits include call deposits amounting to Rs. 5,120,356 thousand (December 31, 2024 - Rs. 2,472,287 thousand).

THE BANK OF PUNJAB

		(Un-audited) September 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	1,746,988	8,815,405
	Closing balance	19,460,471	17,713,483
41.6	CONTINGENCIES AND COMMITMENTS		
	Guarantees:		
	Financial guarantees	18,200	18,200
	Performance guarantees	2,087,294	1,419,293
	Other guarantees	4,606,656	8,949,903
		6,712,150	10,387,396
	Commitments:		
	Documentary credits and short-term trade-related transactions - letters of credit	6,364,758	4,075,301
	Commitments in respect of forward lending	800,506	9,078,833
	Commitments in respect of purchase forward foreign exchange contracts	5,819,538	4,548,013
	Commitments for acquisition of:		
	- fixed assets	4,648	3,119
	- intangible assets	28,175	-
		13,017,625	17,705,266
		19,729,775	28,092,662
		(Un-audited) September 30, 2025	Restated (Un-audited) September 30, 2024
		Rupees in '000'	
41.7	PROFIT / RETURN EARNED OF FINANCING, INVESTMENTS AND PLACEMENT		
	Profit earned on:		
	Financing	7,319,758	13,434,945
	Investments	5,896,724	5,955,417
	Placements	902,917	664,583
	Deposits with financial institutions	-	80
	IFRS-09 adjustments - notional:		
	Staff loans	92,627	79,295
	Other loans	16,840	34,666
		14,228,866	20,168,986
41.8	PROFIT ON DEPOSITS AND OTHER DUES EXPENSED		
	Deposits and other accounts	6,680,091	8,360,445
	Markup on lease liability against right of use assets	411,659	321,041
	Markup on call borrowings	9,519	103,909
	Markup on borrowings from SBP	110,796	93,511
	Profit on deposits from conventional head office	685	2,045,971
	IFRS-09 adjustment on borrowings - notional	43,131	31,415
		7,255,881	10,956,292

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. 925,904 thousand (September 30, 2024: Rs. 2,843,212 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 _____, 2025 by the Board of Directors of the Bank.

43 GENERAL

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

43.2 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 as mentioned in note 4.1.2 of these unconsolidated condensed interim financial statements.



Chief Financial Officer




President



Chairman



Director



Director

The Bank of Punjab

Directors' Report

Quarterly Financial Statements – September 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 nine months period ended September 30, 2025.

During the nine months period of 2025, the economy progressed on a stable footing, supported by low inflation, a stronger external position, and improving investor confidence. These favorable developments have been reflected in capital market performance, with the KSE-100 Index posting a 44% YTD gain as of Sep 2025. Optimism surrounding the IMF's second review of the USD 7 billion Extended Fund Facility (EFF) has further strengthened market sentiment.

Headline CPI inflation remained subdued through most of the year, staying below the SBP's medium-term target range of 5–7% between January and August 2025. However, the recent floods disrupted food supply chains, triggering renewed price pressures in Sep 2025. Headline inflation rebounded to 5.6% year-on-year, while core inflation remained firm at 7.3% year-on-year. In its Sep 2025 Monetary Policy meeting, SBP maintained the policy rate at 11% for the third consecutive meeting, adopting a cautious stance amid emerging food price pressures due to flood related disruptions.

Pakistan's external account position strengthened over the past year, with the current account recording a surplus of USD 2.1 billion in FY2025, driven by record workers' remittances of USD 38 billion, stable exports, and contained imports. The SBP's foreign exchange reserves surpassed USD 14 billion for the first time since February 2022, supported by IMF inflows, bilateral assistance, and reduced external debt servicing. As a result, the exchange rate remained broadly stable, reflecting improved market confidence and stronger FX inflows.

Looking ahead, the successful completion of the IMF program second review will be positive for Pakistan. Meeting targets will unlock USD 1.1 billion in disbursements, while an additional USD 200 million is expected to be released under the IMF Resilience and Sustainability Facility (RSF).

The Board acknowledges and commends the exceptional performance of the Bank during the nine months period of 2025, which has significantly exceeded expectations and delivered record-breaking financial results across all key performance areas. This extraordinary achievement reflects the Bank's strong operational execution, strategic focus, and continued commitment to creating long-term value for its stakeholders.

Financial Highlights:	Rs. In Million
Profit before taxation	26,396.790
Taxation	14,446.824
Profit after taxation	11,949.966
Earnings per share (Rupees)	3.65

Despite a challenging macroeconomic environment characterized by declining interest rates, and the increasing costs across, the Bank sustained pressure on industry margins and delivered an exceptional financial performance with operating profit reached Rs. 28.52 billion, reflecting a remarkable 156% increase over the corresponding period of the previous year. Net Interest Income recorded significant growth of 91%, amounting to Rs. 58.46 billion, reaffirming the Bank's ability to generate robust core earnings. Additionally, Fee & Commission Income grew by 31%, supported by continued diversification of revenue streams, reflecting deepening client engagement across retail, corporate, and Islamic banking segments.

Operational efficiency remained a key focus area, with the Bank achieving a notable improvement in its cost-to-income ratio, driven by disciplined expense management and enhanced productivity across business lines. These improvements are indicative of the Bank's ongoing efforts to streamline operations, leverage technology, and optimize resource allocation. Bank's Profit Before Tax increased by 81% to Rs. 26.40 billion, compared to Rs. 14.61 billion in the same period last year. Earnings per share increased to Rs. 3.65, up from Rs. 2.57, despite the impact of an elevated effective tax rate of 53%. These results reflect Bank's continued financial strength and its commitment to generating sustainable value for shareholders.

Bank's Balance Sheet remained well-capitalized, reflecting stability growth momentum, with Capital Adequacy Ratio at 17.43%. Total Assets stood at Rs. 2,536 billion, while Total Deposits grew by 20% year-on-year to Rs. 1,885 billion. Particularly noteworthy was the 35% year-on-year increase in Current Deposits, indicating strong customer confidence and the success of targeted deposit mobilization initiatives. Gross Advances amounted to Rs. 837 billion, while Total Investments and Lending to Financial Institutions reached Rs. 1,463 billion, reflecting a prudent and diversified asset allocation strategy, with government sponsored schemes exposure in agriculture, SME and affordable housing, abundantly covered against substantial first loss guarantees, despite exceptionally strong prevailing recovery levels between 97.5% and 100%, at the back of robust collection and recovery mechanism. Liquidity buffers were maintained at comfortable levels, ensuring flexibility in navigating volatile market conditions and supporting the Bank's growth aspirations.

The Bank of Punjab continues to serve as a key partner to the Government of Punjab (GoPb) in driving transformative development and social uplift programs across the province

spearheaded by Honorable CM Punjab Maryum Nawaz Sharif, including the CM Punjab Asaan Karobar Scheme, CM Punjab Kissan Card, CM Punjab Livestock Card, CM Punjab Petrol/Electric Bikes Program, and the Apni Chat Apna Ghar Initiatives, to name the few. Through these programs, the Bank is enabling financial inclusion, empowering small businesses and farmers, and fostering sustainable economic growth.

Additionally, the Bank is handling the massive exercise of disbursement of financial relief to flood-affecteds. BOP also continue to maintain pole position in the Federal Government sponsored schemes.

The Bank of Punjab has also continued to demonstrate strong financial and operational fundamentals, underpinned by a solid credit profile. Its long-term entity rating of “AA+” and short-term rating of “A1+”, reaffirmed by M/s PACRA, reflect the Bank’s sound risk management practices and financial stability. Bank has a nationwide presence of 900 fully online branches, including 210 Taqwa Islamic Banking branches and 16 sub-branches, complemented by a robust network of 943 ATMs. Through a comprehensive suite of services—ranging from Mobile and Internet Banking to Credit Cards, Cash Management, and Branchless Banking—the Bank is effectively serving the diverse financial needs of its growing customer base.

Bank’s record-breaking performance during the period stands as a testament to its strategic vision, disciplined execution, and unwavering commitment to value creation. By prioritizing innovation, digital transformation, and a customer-centric approach, the Bank has positioned itself for sustainable growth. These achievements underscore the strength of its business model and its capacity to respond effectively to evolving market dynamics while delivering consistent value to all stakeholders.

On behalf of the Board, I extend sincere appreciation to our valued customers and shareholders for their continued trust and confidence. We are also grateful to the Government of the Punjab and the State Bank of Pakistan for their support and guidance. Lastly, the Board commends the management team and staff for their dedication, professionalism, and significant contributions to the Bank’s continued success.

For and on behalf of the Board

President/CEO

Chairman