

HO/CS/18780/2026  
February 12, 2026

**HABIBMETRO**

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

Dear Sir,

**FINANCIAL RESULTS FOR THE YEAR ENDED DECEMBER 31, 2025**

We are pleased to inform you that the Board of Directors in their meeting held at Karachi on February 12, 2026 at 03:00 p.m. have approved the audited accounts of the Bank for the year ended December 31, 2025 and recommended the following:

- i) **CASH DIVIDEND:**  
A final cash dividend for the year ended December 31, 2025 at Rs. 4.50 per share i.e. 45%. This is in addition to the Interim Dividends already paid at Rs. 7.50 per share i.e. 75%, totaling Rs. 12.00 per share i.e. 120%.
- ii) **BONUS SHARES:**  
NIL
- iii) **RIGHT SHARES:**  
NIL
- iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION:**  
NIL
- v) **ANY OTHER PRICE-SENSITIVE INFORMATION:**  
NIL

The Annual General Meeting of the Bank will be held at 03:00 p.m. on March 30, 2026 at Karachi.

The share transfer books of the Bank will remain closed from March 23, 2026 to March 30, 2026 (both days inclusive). Transfers received in order at the office of the Company's Share Registrar Messrs CDC Share Registrar Services Limited, CDC House, 99-B, Block 'B', S.M.C.H.S., Main Shahra-e-Faisal, Karachi, at the close of business on March 20, 2026 will be treated in time for the purpose of above entitlement to the transferees.

The required Standalone and Consolidated Statements of Profit and Loss, Statements of Financial Position, Statements of Changes in Equity and Statements of Cash Flows are attached as:

Annexure – A (Standalone)  
Annexure – B (Consolidated)

The Annual Report of the Bank will be transmitted through PUCARS atleast 21 days before holding of the Annual General Meeting.

Yours sincerely,



**Mehvish Muneera**  
Head of Legal & Company Secretary

**Enclosure:**  
As above

c.c.: The Director / HOD (Supervision Division), Securities & Exchange Commission of Pakistan

Habib Metropolitan Bank Ltd.  
(Subsidiary of Habib Bank AG Zurich)  
HabibMetro Head Office,  
I.I. Chundrigar Road,  
Karachi-Pakistan.  
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Fax: 92 21 32630404-05  
Website: www.habibmetro.com

**HABIB METROPOLITAN BANK LIMITED**  
**UNCONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2025**

	Note	2025 ----- (Rupees in '000) -----	2024
Mark-up / return / interest earned	25	159,261,719	234,238,668
Mark-up / return / interest expensed	26	(92,804,098)	(163,924,780)
Net mark-up / interest income		<u>66,457,621</u>	<u>70,313,888</u>
<b>NON MARK-UP / INTEREST INCOME</b>			
Fee and commission income	27	11,293,344	10,752,584
Dividend income		904,593	746,054
Foreign exchange income		8,188,692	7,085,082
Income / (loss) from derivatives		-	-
Gain / (loss) on securities - net	28	3,964,701	2,450,620
Net loss on derecognition of financial assets measured at amortised cost	29	-	(3,602)
Other income	30	139,934	256,148
Total non mark-up / interest income		<u>24,491,264</u>	<u>21,286,886</u>
Total income		<u>90,948,885</u>	<u>91,600,774</u>
<b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	31	38,803,643	33,483,644
Workers' welfare fund		1,000,463	1,139,470
Other charges	32	292,953	187,804
Total non mark-up / interest expenses		<u>(40,097,059)</u>	<u>(34,810,918)</u>
Profit before credit loss allowance		<u>50,851,826</u>	<u>56,789,856</u>
Credit loss allowance and write offs - net	33	(1,829,136)	(4,129,875)
<b>PROFIT BEFORE TAXATION</b>		<u>49,022,690</u>	<u>52,659,981</u>
Taxation	34	(26,438,007)	(27,986,473)
<b>PROFIT AFTER TAXATION</b>		<u>22,584,683</u>	<u>24,673,508</u>
<b>----- (Rupees) -----</b>			
<b>Basic and diluted earnings per share</b>	35	<u>21.55</u>	<u>23.55</u>

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.

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Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

**HABIB METROPOLITAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2025**

	Note	2025 ----- (Rupees in '000) -----	2024
<b>ASSETS</b>			
Cash and balances with treasury banks	6	88,751,233	86,815,817
Balances with other banks	7	13,542,382	6,434,551
Lendings to financial institutions	8	45,950,890	5,570,998
Investments	9	864,651,712	810,875,400
Advances	10	514,782,767	474,300,584
Property and equipment	11	17,446,345	16,856,551
Right-of-use assets	12	8,969,420	8,608,382
Intangible assets	13	641,326	685,790
Other assets	14	104,141,556	89,985,707
<b>Total Assets</b>		<b>1,658,877,631</b>	<b>1,500,133,780</b>
<b>LIABILITIES</b>			
Bills payable	15	29,736,142	28,478,822
Borrowings	16	272,083,732	330,010,768
Deposits and other accounts	17	1,119,625,165	927,132,777
Lease liabilities	18	11,253,857	10,463,713
Sub-ordinated debts		-	-
Deferred tax liabilities	19	5,095,030	3,077,177
Other liabilities	20	93,274,221	85,938,708
<b>Total Liabilities</b>		<b>1,531,068,147</b>	<b>1,385,101,965</b>
<b>NET ASSETS</b>		<b>127,809,484</b>	<b>115,031,815</b>
<b>REPRESENTED BY</b>			
Share capital	21	10,478,315	10,478,315
Reserves		37,609,753	35,352,814
Surplus on revaluation of assets - net of tax	22	16,471,384	14,333,684
Unappropriated profit		63,250,032	54,867,002
		<b>127,809,484</b>	<b>115,031,815</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	23		

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.



Chief Financial Officer      President & Chief Executive Officer      Director      Director      Chairman



**HABIB METROPOLITAN BANK LIMITED**  
**UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED 31 DECEMBER 2025**

	Share Capital	Exchange Translation Reserve	Reserves				Surplus / (deficit) on		Un-appropriated profit	Total
			Share premium	Statutory reserves	Special reserve	Revenue reserve	Investments	Property & equipment & Non-banking assets		
(Rupees in '000)										
Opening balance as at 31 December 2023	10,478,315	11,309	2,550,985	26,115,406	240,361	1,500,000	(1,550,783)	6,369,534	47,560,186	93,275,333
Impact of adoption of IFRS 9 as at 1 January 2024 - net of tax	-	-	-	-	-	-	(184,901)	-	461,044	276,143
Balance as at 1 January 2024 on adoption of IFRS 9	10,478,315	11,309	2,550,985	26,115,406	240,361	1,500,000	(1,735,684)	6,369,534	48,021,230	93,551,476
Profit after taxation	-	-	-	-	-	-	-	-	24,673,508	24,673,508
Other comprehensive Income - net of tax										
Effect of translation of net investment in an offshore branch - net of tax	-	51	-	-	-	-	-	-	-	-
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	7,757,554	-	-	7,757,554
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	1,884,497	-	-	1,884,497
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	118,513	118,513
Movement in deficit on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	769,953	-	769,953
Movement in deficit on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	(101,927)	-	(101,927)
Total comprehensive income	-	51	-	-	-	-	9,642,051	668,026	24,792,021	35,102,149
Gain on sale of equity investments - FVOCI	-	-	-	-	-	-	(445,658)	-	445,656	-
Transfer to statutory reserve	-	-	-	4,934,702	-	-	-	-	(4,934,702)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(164,605)	164,605	-
Transactions with owners, recorded directly in equity										
Final cash dividend (Rs. 5.50 per share) for the year ended 31 December 2023	-	-	-	-	-	-	-	-	(5,763,073)	(5,763,073)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2024	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2024	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2024	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Balance as at 31 December 2024	10,478,315	11,360	2,550,985	31,050,108	240,361	1,500,000	7,460,729	6,872,955	54,867,002	115,031,815
Impact of adoption of IFRS 9 as at 1 January 2025 - net of tax (note 4.1)	-	-	-	-	-	-	31,462	-	-	31,462
Balance as at 1 January 2025 on adoption of IFRS 9	10,478,315	11,360	2,550,985	31,050,108	240,361	1,500,000	7,492,191	6,872,955	54,867,002	115,063,277
Profit after taxation	-	-	-	-	-	-	-	-	22,584,683	22,584,683
Other comprehensive Income - net of tax										
Effect of translation of net investment in an offshore branch - net of tax	-	(1,529)	-	-	-	-	-	-	-	(1,529)
Movement in deficit on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	(12,680)	-	-	(12,680)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	2,276,907	-	-	2,276,907
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	(30,879)	(30,879)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	25,924	-	25,924
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	477,760	-	477,760
Total comprehensive income	-	(1,529)	-	-	-	-	2,264,227	503,684	22,553,804	25,320,186
Gain on sale of equity investments - FVOCI	-	-	-	-	-	-	(508,817)	-	508,817	-
Transfer to statutory reserve	-	-	-	2,258,468	-	-	-	-	(2,258,468)	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(152,856)	152,856	-
Transactions with owners, recorded directly in equity										
Final cash dividend (Rs. 4.50 per share) for the year ended 31 December 2024	-	-	-	-	-	-	-	-	(4,715,242)	(4,715,242)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2025	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2025	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2025	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)
Balance as at 31 December 2025	10,478,315	9,831	2,550,985	33,308,576	240,361	1,500,000	9,247,601	7,223,783	63,250,032	127,809,484

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.

Chief Financial Officer



President & Chief Executive Officer

Director

Director

Chairman

# HABIB METROPOLITAN BANK LIMITED

## UNCONSOLIDATED CASH FLOW STATEMENT

### FOR THE YEAR ENDED 31 DECEMBER 2025

	Note	2025 ----- (Rupees in '000) -----	2024 ----- (Rupees in '000) -----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		49,022,690	52,659,981
Less: Dividend income		(904,593)	(746,054)
		<u>48,118,097</u>	<u>51,913,927</u>
<b>Adjustments</b>			
Net mark-up / Interest income (excluding mark up on lease liability against right-of-use assets)		(67,773,371)	(71,513,297)
Depreciation on property and equipment	11.2	2,830,999	2,465,078
Depreciation on right-of-use assets	12	1,632,246	1,542,854
Depreciation on non-banking assets	14	1,293	-
Amortisation	13	298,258	255,885
Markup on lease liability against right-of-use assets	26	1,315,750	1,199,409
Credit loss allowance against cash and balances with banks	33	133,904	(3,473)
Credit loss allowance against lending to financial institutions	33	339	(85)
Credit loss allowance for diminution in value of investments	33	(11,431)	337,945
Credit loss allowance against loans and advances	33	1,606,438	4,114,350
Credit loss allowance against other assets	33	332,989	(50,872)
Credit loss allowance against off-balance sheet obligation	20.1	82,704	(197,990)
Gain on sale of property and equipment - net	30	(50,233)	(41,338)
Gain on sale of investment in a subsidiary	28.1	(5,576)	-
Gain on sale of ijarah assets	30	(51,260)	(71,725)
Gain on termination of right-of-use-assets - net	30	(6,039)	(20,980)
Unrealised gain on FVTPL securities	28	(753,881)	(1,176,593)
Unrealised - forward purchase of federal Government security transactions	28	(122,190)	-
Provision against workers welfare fund		1,000,463	1,139,470
Provision against defined benefit plan	31.1	322,010	310,200
Provision against compensated absences	31.1	182,332	149,026
		<u>(59,034,256)</u>	<u>(61,562,136)</u>
		<u>(10,916,159)</u>	<u>(9,648,209)</u>
<b>(Increase) / decrease in operating assets</b>			
Lendings to financial institutions		(40,380,231)	(74,631)
Securities classified as FVTPL		12,579,666	(39,136,408)
Advances		(42,262,655)	(65,404,645)
Other assets (excluding dividend and non-banking assets)		<u>(9,246,924)</u>	<u>(8,735,060)</u>
		<u>(79,310,144)</u>	<u>(113,350,744)</u>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		1,257,320	126,123
Borrowings from financial institutions		(59,860,713)	1,116,946
Deposits and other accounts		192,492,388	(85,170,067)
Other liabilities (excluding current taxation)		<u>15,083,965</u>	<u>(15,922,085)</u>
		<u>148,972,960</u>	<u>(99,849,083)</u>
		<u>58,746,657</u>	<u>(222,848,036)</u>
Payment against compensated absences		(125,747)	(118,010)
Contribution to the defined benefit plan		(326,925)	(60,000)
Mark-up / Interest received		160,571,503	242,410,706
Mark-up / Interest paid		(93,837,108)	(166,333,202)
Income tax paid		<u>(39,102,452)</u>	<u>(33,737,128)</u>
<b>Net cash flow generated from / (used in) operating activities</b>		<u>85,925,928</u>	<u>(180,685,670)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net investments in amortised cost securities		(45,903,425)	17,364,288
Net investments in securities classified as FVOCI		(15,235,878)	158,372,865
Investment in new subsidiary		38,724	(1,000,000)
Dividend received		904,593	740,211
Investments in property and equipment		(3,444,532)	(3,620,923)
Investment in intangible assets		(253,794)	(618,421)
Proceeds from sale of property and equipment		73,972	55,665
Proceeds from sale of ijarah assets		225,294	265,937
Effect of translation of net investment in an offshore branch		(1,529)	51
<b>Net cash flows (used in) / generated from investing activities</b>		<u>(63,596,575)</u>	<u>171,559,673</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend paid		(12,571,187)	(13,522,536)
Payment of lease obligation against right-of-use assets		(2,512,852)	(2,315,877)
<b>Net cash flows used in financing activities</b>		<u>(15,084,039)</u>	<u>(15,838,413)</u>
<b>Increase / (Decrease) in cash and cash equivalents</b>		<u>7,245,314</u>	<u>(24,964,410)</u>
Cash and cash equivalents at the beginning of the year		86,737,498	111,701,908
<b>Cash and cash equivalents at the end of the year</b>		<u>93,982,812</u>	<u>86,737,498</u>

The annexed notes 1 to 48 and annexures I and II form an integral part of these unconsolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

**HABIB METROPOLITAN BANK LIMITED**  
**CONSOLIDATED PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED 31 DECEMBER 2025**

	Note	2025 ----- (Rupees in '000) -----	2024
Mark-up / return / interest earned	25	163,621,320	241,204,136
Mark-up / return / interest expensed	26	(95,511,890)	(168,758,424)
Net mark-up / interest income		68,109,430	72,445,712
<b>NON MARK-UP / INTEREST INCOME</b>			
Fee and commission income	27	11,421,317	10,841,239
Dividend income		956,722	775,461
Foreign exchange income		8,241,359	7,094,104
Income / (loss) from derivatives		-	-
Gain / (loss) on securities - net	28	3,992,860	2,481,080
Net loss on derecognition of financial assets measured at amortised cost	29	-	(3,602)
Other income	30	122,603	242,265
Total non mark-up / interest income		24,734,861	21,430,547
Total Income		92,844,291	93,876,259
<b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	31	39,523,879	34,062,659
Workers' welfare fund		1,022,699	1,178,818
Other charges	32	294,108	187,804
Total non-mark-up / interest expenses		(40,840,686)	(35,429,281)
Profit before credit loss allowance		52,003,605	58,446,978
Credit loss allowance and write offs - net	33	(1,996,053)	(4,343,224)
<b>PROFIT BEFORE TAXATION</b>		50,007,552	54,103,754
Taxation	34	(26,846,743)	(28,338,503)
<b>PROFIT AFTER TAXATION</b>		23,160,809	25,765,251
<b>PROFIT ATTRIBUTABLE TO:</b>			
Equity shareholders of the Holding Company		22,663,415	24,943,158
Non-controlling interest	21.4	497,394	822,093
		23,160,809	25,765,251
<b>Basic and diluted earnings per share</b>			
	35	21.63	23.80

The annexed notes 1 to 48 and annexures I and II form an integral part of these consolidated financial statements.

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Chief Financial Officer    President & Chief Executive Officer    Director    Director    Chairman



**HABIB METROPOLITAN BANK LIMITED**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT 31 DECEMBER 2025**

	Note	2025 ----- (Rupees in '000) -----	2024 ----- (Rupees in '000) -----
<b>ASSETS</b>			
Cash and balances with treasury banks	6	89,075,960	86,903,001
Balances with other banks	7	13,571,386	6,462,022
Lendings to financial institutions	8	45,950,890	5,570,998
Investments	9	859,675,397	807,496,585
Advances	10	551,696,111	502,468,656
Property and equipment	11	17,644,748	17,007,330
Right-of-use assets	12	9,016,711	8,654,445
Intangible assets	13	692,789	741,652
Deferred tax assets	19	-	-
Other assets	14	104,358,100	90,279,655
<b>Total Assets</b>		<b>1,691,682,092</b>	<b>1,525,584,344</b>
<b>LIABILITIES</b>			
Bills payable	15	29,736,142	28,478,822
Borrowings	16	298,634,511	350,224,431
Deposits and other accounts	17	1,118,287,222	925,227,989
Lease liabilities	18	11,313,588	10,519,685
Sub-ordinated debts		-	-
Deferred tax liabilities	19	4,677,042	2,722,825
Other liabilities	20	94,959,176	87,517,942
<b>Total Liabilities</b>		<b>1,557,607,681</b>	<b>1,404,691,694</b>
<b>NET ASSETS</b>		<b>134,074,411</b>	<b>120,892,650</b>
<b>REPRESENTED BY</b>			
Share capital	21	10,478,315	10,478,315
Reserves		39,583,458	36,857,521
Surplus on revaluation of assets - net of tax	22	16,541,636	14,371,296
Unappropriated profit		62,271,555	54,342,480
		<b>128,874,964</b>	<b>116,049,612</b>
Non-controlling interest	21.4	5,199,447	4,843,038
		<b>134,074,411</b>	<b>120,892,650</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	23		

The annexed notes 1 to 48 and annexures I and II form an integral part of these consolidated financial statements.

for

  


Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman

HABIB METROPOLITAN BANK LIMITED  
CONSOLIDATED STATEMENT OF CHANGES IN EQUITY  
FOR THE YEAR ENDED 31 DECEMBER 2025

	Reserves						Surplus / (deficit) on revaluation			Un-appropriated profit	Sub Total	Non-controlling Interest	Total
	Share Capital	Exchange Translation Reserve	Share premium	Statutory reserves	Merger reserve	Special reserve	Revenue reserve	Investments	Property and equipment and Non-banking				
(Rupees in '000)													
Opening balance as at 1 January 2024	10,478,315	11,309	2,550,985	26,999,111	31,002	340,361	1,500,000	(1,724,821)	8,369,534	47,715,963	94,271,959	4,193,391	98,465,350
Profit after taxation	-	-	-	-	-	-	-	-	-	24,943,158	24,943,158	822,093	25,765,251
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect of translation of net investment in an offshore branch - net of tax	-	51	-	-	-	-	-	-	-	-	51	-	51
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	7,746,181	-	-	7,746,181	-	7,746,181
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	1,922,438	-	-	1,922,438	21,889	1,944,127
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	119,608	119,608	2,697	122,305
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	789,953	-	789,953	-	789,953
Movement in (deficit) on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	-	(101,926)	-	(101,926)	-	(101,926)
Total comprehensive income	-	51	-	-	-	-	-	9,668,619	688,027	25,062,766	35,399,463	848,479	36,249,942
Gain on sale of equity shares - FVOCI - net of tax	-	-	-	-	-	-	-	(445,858)	-	445,858	-	-	-
Transfer to statutory reserve	-	-	-	5,424,702	-	-	-	-	-	(5,424,702)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	-	(164,605)	164,605	-	-	-
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Final cash dividend (Rs. 5.50 per share) for the year ended 31 December 2023	-	-	-	-	-	-	-	-	-	(5,783,073)	(5,783,073)	-	(5,783,073)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2024	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Profit distribution by First Habib Modaraba (Rs. 2.10 per certificate) for the period ended 30 June 2024	-	-	-	-	-	-	-	-	-	-	-	(196,832)	(196,832)
Balance as at 31 December 2024	10,478,315	11,360	2,550,985	32,423,813	31,002	340,361	1,500,000	7,496,340	6,872,956	54,342,480	116,049,612	4,843,036	120,892,850
Impact of adoption of IFRS - 9 as at 1 January 2025 - net of tax (note 4.1)	-	-	-	-	-	-	-	31,462	-	-	31,462	-	31,462
Balance as at 1 January 2025 on adoption of IFRS - 9	10,478,315	11,360	2,550,985	32,423,813	31,002	340,361	1,500,000	7,529,802	6,872,956	54,342,480	116,081,074	4,843,036	120,924,112
Profit after taxation	-	-	-	-	-	-	-	-	-	22,863,416	22,863,416	486,619	23,352,034
Other comprehensive income - net of tax	-	-	-	-	-	-	-	-	-	-	-	-	-
Effect of translation of net investment in an offshore branch - net of tax	-	(1,629)	-	-	-	-	-	-	-	-	(1,629)	-	(1,629)
Movement in surplus on revaluation of debt securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	(13,284)	-	-	(13,284)	-	(13,284)
Movement in surplus on revaluation of equity securities measured at FVOCI - net of tax	-	-	-	-	-	-	-	2,310,161	-	-	2,310,161	17,302	2,327,463
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(33,736)	(33,736)	(6,463)	(40,199)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	-	-	-	477,760	-	477,760	-	477,760
Movement in deficit on revaluation of property and equipment - net of tax	-	-	-	-	-	-	-	-	26,924	-	26,924	-	26,924
Total comprehensive income	-	(1,629)	-	-	-	-	-	2,296,867	603,684	22,829,679	26,428,701	606,468	26,936,169
Gain on sale of equity shares - FVOCI - net of tax	-	-	-	-	-	-	-	(508,817)	-	608,817	-	-	-
Transfer to statutory reserve	-	-	-	2,758,468	-	-	-	-	-	(2,758,468)	-	-	-
Transfer on amalgamation (refer note 1.2.3)	-	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	-	(152,856)	152,856	-	-	-
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-	-	-	-	-	-	-
Final cash dividend (Rs. 4.50 per share) for the year ended 31 December 2024	-	-	-	-	-	-	-	-	-	(4,716,242)	(4,716,242)	-	(4,716,242)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 31 March 2025	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 June 2025	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Interim cash dividend (Rs. 2.50 per share) for the quarter ended 30 September 2025	-	-	-	-	-	-	-	-	-	(2,619,579)	(2,619,579)	-	(2,619,579)
Profit distribution by First Habib Modaraba (Rs. 2.25 per certificate) for the period ended 30 June 2025	-	-	-	-	-	-	-	-	-	-	-	(210,891)	(210,891)
Disposal of shares	-	-	-	-	(31,002)	-	-	-	-	(29,830)	(60,832)	60,832	-
Balance as at 31 December 2025	10,478,315	9,831	2,550,985	35,182,281	-	340,361	1,500,000	9,317,852	7,223,784	62,271,556	128,874,964	5,199,447	134,074,411

The annexed notes 1 to 48 and annexures A and B form an integral part of these consolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman



**HABIB METROPOLITAN BANK LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED 31 DECEMBER 2025**

	Note	2025 ----- (Rupees in '000) -----	2024 ----- (Rupees in '000) -----
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		50,007,552	54,103,754
Less: Dividend income		(956,722)	(775,461)
		<u>49,050,830</u>	<u>53,328,293</u>
<b>Adjustments</b>			
Net mark-up / interest income (excluding mark up on lease liability against right-of-use assets)		(69,436,388)	(73,656,690)
Depreciation on property and equipment	11.2	2,873,479	2,492,901
Depreciation on right-of-use assets	12	1,644,580	1,549,356
Depreciation on non banking assets	14.1.1	1,293	-
Amortisation	13.1	305,272	260,625
Mark-up on lease liability against right-of-use assets	26	1,326,958	1,210,978
Credit loss allowance against cash and balances with banks	33	133,904	(3,473)
Credit loss allowance against lending to financial institutions	33	339	(85)
Credit loss allowance for diminution in value of investments	33	(11,431)	337,945
Credit loss allowance against loans and advances	33	1,772,684	4,327,243
Credit loss allowance against other assets	33	333,659	(50,416)
Credit loss allowance against off-balance sheet obligation	20.1	82,704	(197,990)
Gain on sale of property and equipment - net	30	(50,468)	(42,339)
Gain on sale of ijarah assets	30	(51,260)	(71,725)
Gain on sale of right-of-use assets	30	(7,375)	(20,980)
Unrealised gain on FVTPL securities		(781,750)	(1,207,053)
Unrealised gain Government security transactions		(122,190)	-
Provision against workers' welfare fund		1,022,699	1,178,818
Provision against defined benefit plan	31.1	332,569	316,995
Provision against compensated absences	31.1	182,332	149,026
		<u>(60,448,390)</u>	<u>(63,426,864)</u>
		<u>(11,397,560)</u>	<u>(10,098,571)</u>
<b>(Increase) / decrease in operating assets</b>			
Lendings to financial institutions		(40,380,231)	(74,716)
Securities classified as FVTPL		12,892,198	(39,218,228)
Advances		(51,197,322)	(72,170,916)
Other assets (excluding dividend and non-banking assets)		(9,337,262)	(8,988,146)
		<u>(88,022,617)</u>	<u>(120,452,006)</u>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		1,257,320	126,123
Borrowings from financial institutions		(53,523,597)	9,329,341
Deposits and other accounts		193,059,233	(86,257,784)
Other liabilities (excluding current taxation)		15,327,288	(15,210,846)
		<u>156,120,244</u>	<u>(92,013,166)</u>
		<u>56,700,067</u>	<u>(222,563,743)</u>
Payment against workers' welfare fund		(6,259)	-
Payment against compensated absences		(125,747)	(118,010)
Contribution paid to defined benefit plan		(337,787)	(70,406)
Mark-up / Interest received		164,947,591	249,350,491
Mark-up / Interest paid		(96,537,620)	(171,058,271)
Income tax paid		(39,494,825)	(34,742,728)
<b>Net cash flows generated from / (used in) operating activities</b>		<u>85,145,420</u>	<u>(179,202,667)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net investments in amortised cost securities		(44,156,215)	15,158,209
Net investments in securities classified as FVOCI		(15,658,160)	158,371,398
Dividend received		956,722	769,618
Investments in property and equipment		(3,549,476)	(3,924,236)
Investments in intangible assets		(256,409)	(444,368)
Proceeds from sale of property and equipment		89,047	58,929
Proceeds from sale of ijarah assets		225,293	265,937
Effect of translation of net investment in an offshore branch		(1,529)	51
<b>Net cash flows (used in) / generated from investing activities</b>		<u>(62,350,727)</u>	<u>170,255,538</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Dividend paid		(12,777,728)	(13,717,342)
Payment of lease against right-of-use assets	18	(2,532,575)	(2,331,748)
<b>Net cash flows used in financing activities</b>		<u>(15,310,303)</u>	<u>(16,049,090)</u>
<b>Increase / (decrease) in cash and cash equivalents</b>		<u>7,484,390</u>	<u>(24,996,219)</u>
Cash and cash equivalents at beginning of the year		86,852,153	111,848,372
<b>Cash and cash equivalents at end of the year</b>	36	<u>94,336,543</u>	<u>86,852,153</u>

The annexed notes 1 to 48 and annexures I and II form an integral part of these consolidated financial statements.

Chief Financial Officer

President & Chief Executive Officer

Director

Director

Chairman