



# Bank Alfalah

LDN/CA/26  
13<sup>th</sup> February 2026

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

## **Financial Results for the year ended 31<sup>st</sup> December 2025 of Bank Alfalah Limited**

Dear Sir,

We have to inform you that the Board of Directors of Bank Alfalah Limited (“**the Bank**”) in its meeting held on 13<sup>th</sup> February 2026 at 05:30 P.M. (UAE time) at Abu Dhabi and via Weblink, recommended the following:

- (i) **CASH DIVIDEND** - Final Cash Dividend for the year ended 31<sup>st</sup> December 2025 at the rate of PKR. 3/- per share i.e. 30%.  
*This is in addition to the already paid three interim cash dividends @ 25% each, cumulatively 105% up to 31<sup>st</sup> December 2025.*
- (ii) **BONUS SHARES** - Nil
- (iii) **RIGHT SHARES** - Nil
- (iv) **ANY OTHER ENTITLEMENT/CORPORATE ACTION** - Nil
- (v) **ANY OTHER PRICE-SENSITIVE INFORMATION:**

This is to inform you that the Board of Directors of the Bank has also recommended the following for approval of the shareholders:

- 1- Sub-division in the face value of shares of the Bank from Rs.10/- per share to Rs.5/- per share, i.e. in the ratio of 02 shares for each 01 share held as per the provisions of Section 85(1)(c) of the Companies Act, 2017.
- 2- Amendment to the relevant clause / article of Memorandum and Articles of Association to reflect the proposed sub-division of shares.

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

- a)** Statement of Profit/Loss including Earning/(Loss) Per Share
- b)** Statement of Financial Position;
- c)** Statement of Changes in Equity; and
- d)** Statement of Cash Flows

The Annual General Meeting of the Bank will be held on 26<sup>th</sup> March 2026 at 10:30 A.M. at Karachi.



# Bank Alfalah

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The Share Transfer Books of the Bank for the purpose of above final cash dividend will be closed from **17<sup>th</sup> March 2026 to 26<sup>th</sup> March 2026** (both days inclusive). The above entitlement will be paid to the shareholders whose names appear in the Register of Members at the close of business on 16<sup>th</sup> March 2026. Transfers received at the office of Bank's Share Registrar F.D. Registrar Services (Pvt.) Ltd (1705, 17<sup>th</sup> Floor, Saima Trade Tower-A, I. I. Chundrigar Road, Karachi-74000) at the close of business on 16<sup>th</sup> March 2026 will be treated in time for the purpose of above entitlement to the transferees.

The Annual Report of the Bank for the period ended 31<sup>st</sup> December 2025 will be transmitted through PUCARS, within the specified time.

Yours truly,

**Mian Ejaz Ahmad**  
**Company Secretary**

Encl: as above

c.c. Executive Director/HOD,  
Offsite-II Department, Supervision Division,  
The SECP, 63, NIC Building, Jinnah Avenue, Blue Area, Islamabad.

**BANK ALFALAH LIMITED**  
**UNCONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	Note	2025	2024
		-----(Rupees in '000)-----	
Mark-up / return / interest earned	25	356,931,566	506,898,096
Mark-up / return / interest expensed	26	221,081,834	380,080,506
Net mark-up / return / interest income		135,849,732	126,817,590
<b>NON MARK-UP / INTEREST INCOME</b>			
Fee and commission income	27	16,409,160	17,530,448
Dividend income		3,927,863	1,761,125
Foreign exchange income	28	11,969,793	9,533,058
Income from derivatives		864,060	1,368,096
Gain on securities	29	13,262,334	13,900,541
Net gain / (loss) on derecognition of financial assets measured at amortised cost		-	-
Other income	30	1,079,364	321,064
Total non-mark-up / interest income		47,512,574	44,414,332
 Total income		 183,362,306	 171,231,922
<b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	31	116,243,473	84,369,292
Workers' welfare fund	32	1,384,095	1,695,819
Other charges	33	89,173	222,567
Total non-mark-up / interest expenses		117,716,741	86,287,678
 Profit before credit loss allowance / provisions		 65,645,565	 84,944,244
Credit loss allowance / provisions and write offs - net	34	3,310,023	1,849,109
Other income / unusual items		-	-
 <b>PROFIT BEFORE TAXATION</b>		 62,335,542	 83,095,135
Taxation	35	33,998,485	44,777,004
 <b>PROFIT AFTER TAXATION</b>		 28,337,057	 38,318,131
		-----(Rupees)-----	
<b>Basic and diluted earnings per share</b>	36	<b>17.97</b>	<b>24.30</b>

The annexed notes 1 to 53 and annexures I to III form an integral part of these unconsolidated financial statements.

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*[Signature]*

President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

**BANK ALFALAH LIMITED**  
**UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2025**

	Note	2025	2024
		(Rupees in '000)	
<b>ASSETS</b>			
Cash and balances with treasury banks	5	227,463,156	227,823,979
Balances with other banks	6	24,109,552	18,469,608
Lendings to financial institutions	7	19,674,292	100,998,323
Investments	8	2,173,446,680	1,991,232,454
Advances	9	1,104,923,835	1,109,376,154
Property and equipment	10	71,100,467	63,543,484
Right-of-use assets	11	26,377,543	25,290,607
Intangible assets	12	1,723,556	1,543,109
Deferred tax assets	19	-	-
Other assets	13	181,108,039	171,928,403
<b>Total assets</b>		<b>3,829,927,120</b>	<b>3,710,206,121</b>
<b>LIABILITIES</b>			
Bills payable	14	56,957,969	41,768,326
Borrowings	15	832,127,882	1,141,885,742
Deposits and other accounts	16	2,496,208,099	2,136,912,622
Lease liabilities	17	32,471,152	29,481,938
Subordinated debt	18	14,000,000	14,000,000
Deferred tax liabilities	19	24,345,073	16,515,641
Other liabilities	20	176,304,889	151,529,442
<b>Total liabilities</b>		<b>3,632,415,064</b>	<b>3,532,093,711</b>
<b>NET ASSETS</b>		<b>197,512,056</b>	<b>178,112,410</b>
<b>REPRESENTED BY</b>			
Share capital	21	15,771,651	15,771,651
Reserves		42,366,356	43,466,925
Surplus on revaluation of assets	22	43,203,860	33,778,787
Unappropriated profit		96,170,189	85,095,047
		<b>197,512,056</b>	<b>178,112,410</b>
<b>CONTINGENCIES AND COMMITMENTS</b>	23		

The annexed notes 1 to 53 and annexures I to III form an integral part of these unconsolidated financial statements.

446



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President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

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

Share capital	Capital reserves		Statutory reserve (note 21.3)	Surplus/(deficit) on revaluation of			Unappropriated profit	Total
	Share premium	Exchange translation reserve		Investments	Property and equipment	Non banking assets		
(Rupees in '000)								
<b>Balance as at December 31, 2023</b>	15,771,651	4,731,049	14,191,974	22,478,107	(906,806)	12,088,444	86,726	69,481,688
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	5,002,695	-	(2,250,700)	2,751,995
<b>Opening balance as at January 01, 2024</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>14,191,974</b>	<b>22,478,107</b>	<b>4,095,889</b>	<b>12,088,444</b>	<b>86,726</b>	<b>67,230,988</b>
Profit after taxation	-	-	-	-	-	-	38,318,131	38,318,131
<b>Other comprehensive income / (loss) - net of tax</b>								
Effect of translation of net investment in foreign branches	-	-	(1,766,018)	-	-	-	-	(1,766,018)
Movement in surplus on revaluation of investments in debt securities - net of tax	-	-	-	10,801,414	-	-	-	10,801,414
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss - net of tax	-	-	-	(899,946)	-	-	-	(899,946)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax	-	-	-	2,030,719	-	-	-	2,030,719
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	456,187	456,187
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	5,609,282	-	-	5,609,282
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	236,629	-	236,629
Total other comprehensive (loss) / income - net of tax	-	-	(1,766,018)	-	11,932,187	5,609,282	236,629	456,187
Transfer to statutory reserve	-	-	-	3,831,813	-	-	-	(3,831,813)
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(144,681)	(8,640)	153,321	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(117,049)	-	-	117,049
<b>Transactions with owners, recorded directly in equity</b>								
Final cash dividend for the year ended December 31, 2023 - 50%	-	-	-	-	-	-	-	(7,885,826)
Interim cash dividend for the quarter ended March 31, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)
Interim cash dividend for the half year ended June 30, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)
Interim cash dividend for the nine months period ended September 30, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)
<b>Balance as at December 31, 2024</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>12,425,956</b>	<b>26,309,920</b>	<b>15,911,027</b>	<b>17,553,045</b>	<b>314,715</b>	<b>85,095,047</b>
Impact of adoption of IFRS 9 - net of tax (note 4.1)	-	-	-	-	1,503,916	-	-	(81,096)
<b>Balance as at January 01, 2025</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>12,425,956</b>	<b>26,309,920</b>	<b>17,414,943</b>	<b>17,553,045</b>	<b>314,715</b>	<b>85,013,951</b>
Profit after taxation	-	-	-	-	-	-	28,337,057	28,337,057
<b>Other comprehensive income / (loss) - net of tax</b>								
Effect of translation of net investment in foreign branches	-	-	(3,934,275)	-	-	-	-	(3,934,275)
Movement in surplus on revaluation of investments in debt securities classified as FVOCI - net of tax	-	-	-	7,766,454	-	-	-	7,766,454
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss - net of tax	-	-	-	(3,340,058)	-	-	-	(3,340,058)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax	-	-	-	4,417,103	-	-	-	4,417,103
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	503,076	503,076
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	(73,760)	-	-	(73,760)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	72,881	-	72,881
Total other comprehensive (loss) / income - net of tax	-	-	(3,934,275)	-	8,843,499	(73,760)	72,881	503,076
Transfer to statutory reserve	-	-	-	2,833,706	-	-	-	(2,833,706)
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	(122,572)	(12,720)	135,292	-
Transfer of revaluation surplus upon change in use - net of tax	-	-	-	-	6,020	(6,020)	-	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(786,171)	-	-	786,171
<b>Transactions with owners, recorded directly in equity</b>								
Final cash dividend for the year ended December 31, 2024 - 25%	-	-	-	-	-	-	-	(3,942,913)
Interim cash dividend for the quarter ended March 31, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)
Interim cash dividend for the half year ended June 30, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)
Interim cash dividend for the nine months period ended September 30, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)
<b>Balance as at December 31, 2025</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>8,491,681</b>	<b>29,143,626</b>	<b>25,472,271</b>	<b>17,362,733</b>	<b>368,856</b>	<b>96,170,189</b>
								<b>197,512,056</b>

The annexed notes 1 to 53 and annexures I to III form an integral part of these unconsolidated financial statements.

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*Lydia*

President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

**BANK ALFALAH LIMITED**  
**UNCONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	Note	2025	2024
		-----(Rupees In '000)-----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation		62,335,542	83,095,135
less: Dividend income		(3,927,863)	(1,761,125)
		<u>58,407,679</u>	<u>81,334,010</u>
<b>Adjustments</b>			
Net mark-up / return / interest income		(140,160,317)	(130,321,112)
Depreciation	31	6,091,461	4,702,766
Depreciation on right-of-use assets	31	4,538,289	3,923,093
Amortisation	31	412,559	374,884
Credit loss allowance /provisions and write offs - net	34	3,310,023	1,849,109
Unrealised gain on revaluation of investments classified as FVPL	29	(1,342,980)	(4,046,951)
Gain on disposal of subsidiary	29.1	(396,857)	-
Unrealised gain on advances classified as FVPL		-	(91,600)
Gain on sale of property and equipment - net	30	(88,573)	(109,587)
Gain on sale of non banking assets - net	30	(3,368)	(27,800)
Gain on termination of leases - net	30	(160,323)	(63,731)
Staff loans - notional cost	31.1	4,433,874	2,744,484
Finance charges on leased assets	26	4,310,585	3,503,522
Workers' welfare fund	32	1,384,095	1,695,819
Charge for defined benefit plan	31.1	650,373	771,603
Charge for staff compensated absences	31.1	430,024	416,359
		<u>(116,591,135)</u>	<u>(114,679,142)</u>
		<u>(58,183,456)</u>	<u>(33,345,132)</u>
<b>Decrease / (Increase) in operating assets</b>			
Lendings to financial institutions		84,606,438	(12,070,605)
Securities classified as FVPL		(33,388,557)	8,778,374
Advances		2,907,605	(417,017,890)
Other assets (excluding advance taxation and mark-up receivable)		(30,622,076)	(10,181,304)
		<u>23,503,410</u>	<u>(430,491,425)</u>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		15,189,643	15,763,788
Borrowings		(299,603,027)	235,936,641
Deposits		359,295,477	51,915,492
Other liabilities (excluding current taxation and mark-up payable)		29,848,209	22,896,226
		<u>104,730,302</u>	<u>326,512,147</u>
		<u>70,050,256</u>	<u>(137,324,410)</u>
Contribution made to gratuity fund		(961,901)	(671,297)
Mark-up / Interest received		369,998,215	500,255,335
Mark-up / Interest paid		(221,811,459)	(377,775,676)
Income tax paid		(39,696,984)	(58,902,442)
<b>Net cash generated from / (used in) operating activities</b>		<u>177,578,127</u>	<u>(74,418,490)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net investments in securities carried at amortised cost		67,489,594	3,212,876
Net (divestments) / investments in securities classified as FVOCI		(191,235,938)	105,980,086
Divestment from / (investment in) subsidiaries		96,857	(2,200,000)
Dividends received		3,927,863	1,771,556
Investments in property and equipment and intangible assets		(13,486,070)	(19,675,231)
Proceeds from sale of property and equipment		149,454	215,436
Proceeds from sale of non-banking assets		27,089	267,800
Effect of translation of net investment in foreign branches		(395,956)	(1,766,018)
<b>Net cash (used in) / generated from investing activities</b>		<u>(133,427,107)</u>	<u>87,806,505</u>
Balance carried forward		<u>44,151,020</u>	<u>13,388,015</u>



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**BANK ALFALAH LIMITED**  
**UNCONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	Note	2025	2024
		----- (Rupees in '000)-----	
Balance brought forward		44,151,020	13,388,015
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payments of lease obligations against right-of-use assets		(6,786,693)	(6,108,213)
Dividend paid		(15,717,497)	(23,207,789)
<b>Net cash used in financing activities</b>		(22,504,190)	(29,316,002)
<b>Increase / (decrease) in cash and cash equivalents</b>		21,646,830	(15,927,987)
Cash and cash equivalents at the beginning of the year		230,515,652	249,842,535
Effects of exchange rate changes on cash and cash equivalents		1,434,385	(1,942,616)
		231,950,037	247,899,919
Expected credit loss allowance on cash and cash equivalents - net		(34,474)	(21,895)
<b>Cash and cash equivalents at end of the year</b>	37	<u>253,562,393</u>	<u>231,950,037</u>

The annexed notes 1 to 53 and annexures I to III form an integral part of these unconsolidated financial statements.

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*E. J. H.*

President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

**BANK ALFALAH LIMITED**  
**CONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	<b>Note</b>	<b>2025</b>	<b>2024</b>
		<b>(Rupees in '000)</b>	
Mark-up / return / interest earned	25	356,951,918	507,120,276
Mark-up / return / interest expensed	26	221,068,596	380,246,673
Net mark-up / return / interest income		<u>135,883,322</u>	<u>126,873,603</u>
<b>NON MARK-UP / INTEREST INCOME</b>			
Fee and commission income	27	16,409,160	17,868,146
Dividend income		2,802,870	1,328,035
Foreign exchange income	28	12,085,962	9,545,077
Income from derivatives		864,060	1,368,096
Gain on securities	29	12,865,477	14,021,158
Net gain / (loss) on derecognition of financial assets measured at amortised cost		-	-
Share of profit from associates	8.1.1	1,292,380	1,232,883
Other income	30	1,067,496	320,195
Total non-mark-up / interest income		<u>47,387,405</u>	<u>45,683,590</u>
Total income		<u>183,270,727</u>	<u>172,557,193</u>
<b>NON MARK-UP / INTEREST EXPENSES</b>			
Operating expenses	31	116,520,973	85,119,044
Workers' welfare fund	32	1,384,095	1,697,014
Other charges	33	93,044	222,567
Total non-mark-up / interest expenses		<u>117,998,112</u>	<u>87,038,625</u>
Profit before credit loss allowance / provisions		65,272,615	85,518,568
Credit loss allowance / provisions and write offs - net	34	3,310,023	271,228
Other income / unusual items		-	-
<b>PROFIT BEFORE TAXATION FROM CONTINUING OPERATIONS</b>			
Taxation	35	34,086,801	45,384,044
<b>PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS</b>			
<b>DISCONTINUED OPERATIONS</b>			
<b>LOSS FROM DISCONTINUED OPERATIONS - NET OF TAX</b>	36.3	(75,392)	-
<b>PROFIT AFTER TAXATION</b>		<u>27,800,399</u>	<u>39,863,296</u>
<b>Profit / (loss) attributable to:</b>			
Equity holders of the Holding Company			
- from continuing operations		27,875,791	39,853,621
- from discontinued operations	36.3	(73,581)	-
Equity holders of the Holding Company		<u>27,802,210</u>	<u>39,853,621</u>
Non-controlling interest			
- from continuing operations		-	-
- from discontinued operations	36.3	(1,811)	9,675
Non-controlling interest		<u>(1,811)</u>	<u>9,675</u>
		<u>27,800,399</u>	<u>39,863,296</u>
		<b>Rupees</b>	
<b>Basic and diluted earnings per share - continuing operations</b>	37	<u>17.67</u>	<u>25.27</u>
<b>Basic and diluted earnings per share</b>	37	<u>17.62</u>	<u>25.27</u>

The annexed notes 1 to 54 and annexures I to III form an integral part of these consolidated financial statements.

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*Lydia*

President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

**BANK ALFALAH LIMITED**  
**CONSOLIDATED STATEMENT OF FINANCIAL POSITION**  
**AS AT DECEMBER 31, 2025**

	Note	2025	2024
		----- (Rupees in '000)-----	
<b>ASSETS</b>			
Cash and balances with treasury banks	5	227,583,076	227,868,901
Balances with other banks	6	24,109,552	19,713,246
Lendings to financial institutions	7	19,674,292	100,998,323
Investments	8	2,178,171,675	1,996,182,261
Advances	9	1,104,923,835	1,109,376,542
Property and equipment	10	71,295,025	63,673,849
Right-of-use assets	11	26,465,246	25,365,699
Intangible assets	12	1,728,936	1,559,640
Deferred tax assets	13	181,133,531	172,317,236
Other assets		3,835,085,168	3,717,055,697
<b>Total assets</b>			
<b>LIABILITIES</b>			
Bills payable	14	56,957,969	41,768,326
Borrowings	15	832,127,882	1,142,200,709
Deposits and other accounts	16	2,495,388,928	2,136,104,698
Lease liabilities	17	32,573,375	29,555,307
Subordinated debt	18	14,000,000	14,000,000
Deferred tax liabilities	19	27,399,186	19,459,032
Other liabilities	20	176,427,279	152,580,928
<b>Total liabilities</b>		3,634,874,619	3,535,669,000
<b>NET ASSETS</b>		<u>200,210,549</u>	<u>181,386,697</u>
<b>REPRESENTED BY</b>			
Share capital	21	15,771,651	15,771,651
Reserves		42,366,356	43,466,925
Surplus on revaluation of assets	22	43,227,219	33,820,479
Unappropriated profit		98,845,323	88,305,939
Total equity attributable to the equity holders of the Holding Company		<u>200,210,549</u>	<u>181,364,994</u>
Non-controlling interest		-	21,703
		<u>200,210,549</u>	<u>181,386,697</u>
<b>CONTINGENCIES AND COMMITMENTS</b>	23		

The annexed notes 1 to 54 and annexures I to III form an integral part of these consolidated financial statements.

*Abdel*



*Signature*

President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

**BANK ALFALAH LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	Share capital	Capital reserves		Statutory reserve (note 21.3)	Surplus/(deficit) on revaluation of			Unappropriated profit	Sub-total	Non controlling interest	Total
		Share premium	Exchange translation reserve		Investments	Property and equipment	Non banking assets				
(Rupees in '000)											
<b>Balance as at December 31, 2023</b>	15,771,651	4,731,049	14,191,974	22,478,107	(902,400)	12,088,444	86,726	71,472,352	139,917,903	(294,665)	139,623,238
Impact of adoption of IFRS 9 - net of tax	-	-	-	-	5,002,695	-	-	(2,250,700)	2,751,995	-	2,751,995
<b>Opening balance as at January 01, 2024</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>14,191,974</b>	<b>22,478,107</b>	<b>4,100,295</b>	<b>12,088,444</b>	<b>86,726</b>	<b>69,221,652</b>	<b>142,669,898</b>	<b>(294,665)</b>	<b>142,375,233</b>
Profit after taxation	-	-	-	-	-	-	-	39,853,621	39,853,621	9,675	39,863,296
<b>Other comprehensive income / (loss) - net of tax</b>											
Effect of translation of net investment in foreign branches	-	-	(1,766,018)	-	-	-	-	-	(1,766,018)	-	(1,766,018)
Movement in surplus on revaluation of investments in debt securities classified as FVOCI - net of tax	-	-	-	-	10,802,324	-	-	-	10,802,324	-	10,802,324
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss - net of tax	-	-	-	-	(899,946)	-	-	-	(899,946)	-	(899,946)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax	-	-	-	-	2,030,719	-	-	-	2,030,719	-	2,030,719
Movement in share of surplus on revaluation of investments of associates - net of tax	-	-	-	-	36,376	-	-	-	36,376	-	36,376
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	460,866	460,866	54	460,920
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	5,609,282	-	-	-	5,609,282	-	5,609,282
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	236,629	236,629	-	236,629	-	236,629
Total other comprehensive (loss) / income - net of tax	-	-	(1,766,018)	-	11,969,473	5,609,282	236,629	460,866	16,510,232	54	16,510,286
Transfer to statutory reserve	-	-	-	3,831,813	-	-	-	(3,831,813)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(144,681)	(8,640)	153,321	-	-	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(117,049)	-	-	117,049	-	-	-
<b>Transactions with owners, recorded directly in equity</b>											
Adjustment of non-controlling interest	-	-	-	-	-	-	-	(311,627)	(311,627)	311,627	-
Cost of issue of right shares - subsidiary	-	-	-	-	-	-	-	(8,314)	(8,314)	(4,988)	(13,302)
Final cash dividend for the year ended December 31, 2023 - 50%	-	-	-	-	-	-	-	(7,885,826)	(7,885,826)	-	(7,885,826)
Interim cash dividend for the quarter ended March 31, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)	(3,154,330)	-	(3,154,330)
Interim cash dividend for the half year ended June 30, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)	(3,154,330)	-	(3,154,330)
Interim cash dividend for the nine months period ended September 30, 2024 - 20%	-	-	-	-	-	-	-	(3,154,330)	(3,154,330)	-	(3,154,330)
<b>Balance as at December 31, 2024</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>12,425,956</b>	<b>26,309,920</b>	<b>15,952,719</b>	<b>17,553,045</b>	<b>314,715</b>	<b>88,305,939</b>	<b>181,364,994</b>	<b>21,703</b>	<b>181,386,697</b>
Impact of adoption of IFRS 9 - net of tax (note 4.1)	-	-	-	-	1,503,916	-	-	(81,096)	1,422,820	-	1,422,820
<b>Balance as at January 01, 2025 carried forward</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>12,425,956</b>	<b>26,309,920</b>	<b>17,456,635</b>	<b>17,553,045</b>	<b>314,715</b>	<b>88,224,843</b>	<b>182,787,814</b>	<b>21,703</b>	<b>182,809,517</b>



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**BANK ALFALAH LIMITED**  
**CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	Share capital	Capital reserves		Statutory reserve (note 21.3)	Surplus/(deficit) on revaluation of			Unappropriated profit	Sub-total	Non controlling interest	Total
		Share premium	Exchange translation reserve		Investments	Property and equipment	Non banking assets				
(Rupees in '000)											
<b>Balance brought forward</b>	15,771,651	4,731,049	12,425,956	26,309,920	17,456,635	17,553,045	314,715	88,224,843	182,787,814	21,703	182,809,517
Profit after taxation	-	-	-	-	-	-	-	27,802,210	27,802,210	(1,811)	27,800,399
<b>Other comprehensive income / (loss) - net of tax</b>											
Effect of translation of net investment in foreign branches	-	-	(3,934,275)	-	-	-	-	-	(3,934,275)	-	(3,934,275)
Movement in surplus on revaluation of investments in debt securities classified as FVOCI - net of tax	-	-	-	-	7,767,477	-	-	-	7,767,477	-	7,767,477
Gain on sale of debt securities carried at FVOCI reclassified to profit and loss - net of tax	-	-	-	-	(3,340,058)	-	-	-	(3,340,058)	-	(3,340,058)
Movement in surplus on revaluation of equity securities classified as FVOCI - net of tax	-	-	-	-	4,417,103	-	-	-	4,417,103	-	4,417,103
Movement in share of deficit on revaluation of investments of associates - net of tax	-	-	-	-	(19,356)	-	-	-	(19,356)	-	(19,356)
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	-	-	502,165	502,165	-	502,165
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	(73,760)	-	-	-	(73,760)	-	(73,760)
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	-	72,881	-	-	72,881	-	72,881
Total other comprehensive (loss) / income - net of tax	-	-	(3,934,275)	-	8,825,166	(73,760)	72,881	502,165	5,392,177	-	5,392,177
Transfer to statutory reserve	-	-	-	2,833,706	-	-	-	(2,833,706)	-	-	-
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	(122,572)	(12,720)	135,292	-	-	-
Transfer of revaluation surplus upon change in use - net of tax	-	-	-	-	-	6,020	(6,020)	-	-	-	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	(786,171)	-	-	786,171	-	-	-
<b>Transactions with owners, recorded directly in equity</b>											
Derecognition of subsidiary on disposal	-	-	-	-	-	-	-	-	-	(19,892)	(19,892)
Final cash dividend for the year ended December 31, 2024 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)	-	(3,942,913)
Interim cash dividend for the quarter ended March 31, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)	-	(3,942,913)
Interim cash dividend for the half year ended June 30, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)	-	(3,942,913)
Interim cash dividend for the nine months period ended September 30, 2025 - 25%	-	-	-	-	-	-	-	(3,942,913)	(3,942,913)	-	(3,942,913)
<b>Balance as at December 31, 2025</b>	<b>15,771,651</b>	<b>4,731,049</b>	<b>8,491,681</b>	<b>29,143,626</b>	<b>25,495,630</b>	<b>17,362,733</b>	<b>368,856</b>	<b>98,845,323</b>	<b>200,210,549</b>	<b>-</b>	<b>200,210,549</b>

The annexed notes 1 to 54 and annexures I to III form an integral part of these consolidated financial statements.

*Abdel*



*Lydia*

President & Chief Executive Officer

Chief Financial Officer

Director

Director

Director

**BANK ALFALAH LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	Note	2025	2024
		----- (Rupees in '000) -----	
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>			
Profit before taxation from continuing operations		61,962,592	85,247,340
Profit before taxation from discontinued operations	36.3	7,796	-
less: Dividend income		(2,802,870)	(1,328,035)
Share of profit from associates		(1,292,380)	(1,232,883)
		<u>57,875,138</u>	<u>82,686,422</u>
<b>Adjustments</b>			
Net mark-up / return / interest income		(140,229,161)	(130,392,407)
Depreciation		6,118,724	4,731,185
Depreciation on right-of-use assets		4,564,692	3,946,074
Amortisation		415,073	376,531
Credit loss allowance /provisions and write offs - net		3,305,462	271,228
Unrealised gain on revaluation of investments classified as FVPL		(1,336,472)	(4,080,557)
Unrealised gain on advances classified as FVPL		-	(91,600)
Gain on sale of property and equipment - net	30	(88,573)	(108,718)
Gain on sale of non banking assets - net	30	(3,368)	(27,800)
Gain on termination of leases - net	30	(160,323)	(63,731)
Staff loans - notional cost	31.1	4,433,874	2,744,484
Finance charges on leased assets		4,325,970	3,518,804
Workers' welfare fund	32	1,384,095	1,697,014
Charge for defined benefit plan	31.1	650,373	771,603
Charge for staff compensated absences	31.1	430,024	416,359
		<u>(116,189,610)</u>	<u>(116,291,531)</u>
		<u>(58,314,472)</u>	<u>(33,605,109)</u>
<b>Decrease / (increase) in operating assets</b>			
Lendings to financial institutions		84,606,438	(12,070,605)
Securities classified as FVPL		(33,388,557)	8,778,374
Advances		2,015,620	(417,011,237)
Other assets (excluding advance taxation and mark-up receivable)		(30,604,904)	(9,330,263)
		<u>22,628,597</u>	<u>(429,633,731)</u>
<b>Increase / (decrease) in operating liabilities</b>			
Bills payable		15,189,643	15,763,788
Borrowings		(299,617,994)	235,951,608
Deposits		359,284,230	51,163,441
Other liabilities (excluding current taxation and mark-up payable)		30,080,902	22,436,418
		<u>104,936,781</u>	<u>325,315,255</u>
		<u>69,250,906</u>	<u>(137,923,585)</u>
Contribution made to gratuity fund		(961,901)	(671,297)
Mark-up / Interest received		370,945,478	500,473,471
Mark-up / Interest paid		(221,803,762)	(377,916,532)
Income tax paid		(39,720,670)	(58,973,294)
<b>Net cash generated from / (used in) operating activities</b>		<b>177,710,051</b>	<b>(75,011,237)</b>
<b>Balance carried forward</b>		<b>177,710,051</b>	<b>(75,011,237)</b>



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**BANK ALFALAH LIMITED**  
**CONSOLIDATED CASH FLOW STATEMENT**  
**FOR THE YEAR ENDED DECEMBER 31, 2025**

	Note	2025	2024
		-----(Rupees in '000)-----	
<b>Balance brought forward</b>		177,710,051	(75,011,237)
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>			
Net investments in securities carried at amortised cost		67,489,594	3,212,876
Net (divestments) / investments in securities classified as FVOCI		(191,237,328)	105,832,499
Dividends received from associates		1,124,993	434,993
Dividends received from other investments		2,802,870	1,338,466
Divestment from subsidiary		396,857	-
Investments in property and equipment and intangible assets		(13,627,572)	(19,805,023)
Proceeds from sale of property and equipment		149,454	215,623
Proceeds from sale of non-banking assets		27,089	267,800
Effect of translation of net investment in foreign branches		(395,956)	(1,766,018)
<b>Net cash (used in) / generated from investing activities</b>		(133,269,999)	89,731,216
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>			
Payments of lease obligations against right-of-use assets		(6,801,788)	(6,138,088)
Cost of issue of right shares		-	(13,302)
Dividend paid		(15,717,497)	(23,207,789)
<b>Net cash used in financing activities</b>		(22,519,285)	(29,359,179)
<b>Net increase / (decrease) in cash and cash equivalents</b>		21,920,767	(14,639,200)
Cash and cash equivalents at the beginning of the year		231,804,212	249,842,308
Effects of exchange rate changes on cash and cash equivalents		1,434,385	(1,942,616)
Expected credit loss allowance on cash and cash equivalents - net		233,238,597	247,899,692
Cash and cash equivalents of discontinued operations		(34,474)	(21,895)
<b>Cash and cash equivalents at end of the year</b>	38	(1,442,577)	-
		<b>253,682,313</b>	<b>233,238,597</b>

The annexed notes 1 to 54 and annexures I to III form an integral part of these consolidated financial statements.

*Atta*



*Yousaf*