

The General Manager
Pakistan Stock Exchange Limited
Stock Exchange Building
Stock Exchange Road
KARACHI.

Dear Sir

The Bank of Khyber – Financial Results for the Year ended December 31, 2025

We have to inform you that the Board of Directors of our Bank in their 203rd meeting held on **Friday, March 06, 2026 at 10:30 a.m.** at Peshawar, recommended the following:

(i) **CASH DIVIDEND**

A Final Cash Dividend for the year ended 2025 at **Rs. 1.70** per share i.e **17%**.
This is in addition to the interim dividend already paid at Rs.1.50 per share i.e. 15%.

(ii) **BONUS SHARES**

NIL

(iii) **RIGHT SHARES**

NIL

(iv) **ANY OTHER ENTITLEMENT / CORPORATE ACTION**

NIL

(v) **ANY OTHER PRICE – SENSITIVE INFORMATION**

NIL

The financial results of the Bank alongwith Statement of Profit or Loss along with appropriations, Earning/(Loss) per Share and comparative figures of immediately preceding corresponding period, Statement of Financial Position, Statement of Changes in Equity; and Statement of Cash Flows, are attached.

The Annual General Meeting (AGM) of the Bank will be held on **Monday, March 30, 2026 at 10:30 a.m.** at **the Bank of Khyber, Head Office, BOK Tower, Peshawar Cantt.**

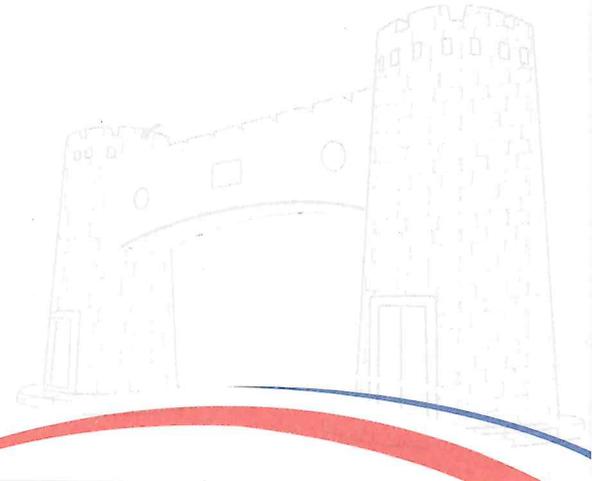
The Share Transfer Books of the Bank will be closed from March 23, 2026 to March 30, 2026 (both days inclusive). Transfers received at the THK Associates (Pvt) Limited, Plot No. 32 – C, Jami Commercial Street 2, D.H.A, Phase VII, Karachi, at the close of the business on March 20, 2026 will be treated in time for attending the Annual General Meeting and the above entitlement.

The Annual Financial Statements (Annual Report) of the Bank will be transmitted through PUCARS at least 21 days before holding of Annual General Meeting.

Regards,



Raza Mohsin Qizilbash
Company Secretary



THE BANK OF KHYBER
STATEMENT OF FINANCIAL POSITION
AS AT DECEMBER 31, 2025

	Note	2025 ----- Rupees in '000 -----	2024
ASSETS			
Cash and balances with treasury banks	7	25,398,116	23,993,095
Balances with other banks	8	3,217,067	3,252,274
Lendings to financial institutions	9	3,438,549	133,574
Investments	10	274,956,627	282,766,597
Advances	11	126,705,821	146,881,971
Property and equipment	12	4,796,539	4,293,173
Right-of-use assets	13	1,626,161	2,059,970
Intangible assets	14	379,645	361,363
Deferred tax assets	15	1,032,911	1,193,562
Other assets	16	11,748,178	12,628,288
Total Assets		453,299,614	477,563,867
LIABILITIES			
Bills payable	17	3,212,340	21,951,353
Borrowings	18	35,697,978	133,531,771
Deposits and other accounts	19	378,123,220	277,641,989
Lease liabilities	20	1,757,104	2,147,700
Subordinated debt		-	-
Deferred tax liabilities		-	-
Other liabilities	21	10,832,282	20,391,835
Total Liabilities		429,622,924	455,664,648
NET ASSETS		23,676,690	21,899,219
REPRESENTED BY			
Share capital	22	11,579,360	11,579,360
Reserves		6,229,178	5,066,025
Surplus on revaluation of assets	23	1,358,853	1,676,698
Unappropriated profit		4,509,299	3,577,136
		23,676,690	21,899,219
CONTINGENCIES AND COMMITMENTS	24		

The annexed notes 1 to 49 and annexures I to III form an integral part of these financial statements.



Managing Director

Chief Financial Officer

Director

Director

Director





THE BANK OF KHYBER
STATEMENT OF PROFIT AND LOSS ACCOUNT
FOR THE YEAR ENDED DECEMBER 31, 2025

	2025	2024	
	----- Rupees in '000 -----		
Mark-up / return / interest earned	25	52,234,407	65,221,290
Mark-up / return / interest expensed	26	33,233,259	48,729,328
Net mark-up / interest income		19,001,148	16,491,962
NON MARK-UP / INTEREST INCOME			
Fee and commission income	27	1,065,084	941,990
Dividend income		5	2,047
Share of profit of associate		15,388	11,182
Foreign exchange income		592,553	529,442
Income / (loss) from derivatives		-	-
Gain on securities	28	2,330,319	177,001
Net losses on derecognition of financial assets measured at amortised cost	29	(44,081)	(23,802)
Other income	30	165,752	140,166
Total non-markup / interest income		4,125,020	1,778,026
Total income		23,126,168	18,269,988
NON MARK-UP / INTEREST EXPENSES			
Operating expenses	31	11,725,066	10,538,609
Workers welfare fund		-	-
Other charges	32	287	22,058
Total non-markup / interest expenses		11,725,353	10,560,667
Profit before credit loss allowance		11,400,815	7,709,321
(Reversal) of credit loss allowance and write offs - net	33	(881,192)	(425,754)
Other income / expense items		-	-
PROFIT BEFORE TAXATION		12,282,007	8,135,075
Taxation	34	6,466,244	4,519,954
PROFIT AFTER TAXATION		5,815,763	3,615,121
		----- Rupees -----	
Basic and diluted earnings per share	35	5.02	3.12

The annexed notes 1 to 49 and annexures I to III form an integral part of these financial statements.

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Managing Director



Chief Financial Officer



Director

Director

Director

THE BANK OF KHYSBER
STATEMENT OF CHANGES IN EQUITY
FOR THE YEAR ENDED DECEMBER 31, 2025

	Share capital	Statutory reserve	Surplus / Investments	(Deficit) on revaluation of Property and equipment	Non-banking assets	Unappropriated profit	Total
Balance as at January 1, 2024	11,027,905	4,343,001	(823,221)	900,120	47,723	4,805,756	20,301,284
Impact of adoption of IFRS 9 - net of tax	-	-	729,764	-	-	(1,949,528)	(1,219,764)
Balance as at January 1, 2024 after adoption of IFRS 9	11,027,905	4,343,001	(93,457)	900,120	47,723	2,856,228	19,081,520
Profit after taxation for the prior year	-	-	-	-	-	3,615,121	3,615,121
Other comprehensive income - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of investments in debt instruments through FVOCI - net of tax	-	-	872,762	-	-	-	872,762
Gain on sale of debt investments carried at FVOCI reclassified to profit and loss - net of tax	-	-	(58,742)	-	-	-	(58,742)
Remeasurement gain on defined benefit obligations - net of tax	-	-	-	-	-	21,944	21,944
Movement in surplus on revaluation of equity investments - net of tax	-	-	33,947	-	-	-	33,947
Movement in (deficit) on revaluation of non-banking assets - net of tax	-	-	-	-	(13,520)	-	(13,520)
Share of remeasurement (loss) on defined obligation of associate - net of tax	-	-	-	-	-	(863)	(863)
Share of surplus on revaluation of investments of associate - net of tax	-	-	1,414	-	-	-	1,414
Total other comprehensive income - net of tax	-	-	849,381	-	(13,520)	21,081	856,942
Transfer to statutory reserve	-	723,024	-	-	-	(723,024)	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit - net of tax	-	-	(5,958)	-	-	5,958	-
Transfer from surplus on revaluation of non-banking asset to unappropriated profit - net of tax	-	-	-	-	(7,591)	7,591	-
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-
Final cash dividend for the year ended December 31, 2023 (Rs. 1.50 per share)	-	-	-	-	-	(1,554,364)	(1,554,364)
Bonus shares issued for the year ended December 31, 2023 (Rs. 0.50 per share)	551,455	-	-	-	-	(551,455)	-
Balance as at December 31, 2024	11,579,360	5,066,025	749,966	900,120	26,612	3,577,136	21,899,219
Effect of remeasurement on adoption of IFRS 9 - net of tax (note 6.1)	-	-	90,629	-	-	-	90,629
Balance as at January 1, 2025 - restated	11,579,360	5,066,025	840,595	900,120	26,612	3,577,136	21,989,848
Profit after taxation for the current year	-	-	-	-	-	5,815,763	5,815,763
Other comprehensive loss - net of tax	-	-	-	-	-	-	-
Movement in surplus on revaluation of investments in debt instruments through FVOCI - net of tax	-	-	640,737	-	-	-	640,737
Gain on sale of debt investments carried at FVOCI reclassified to profit and loss - net of tax	-	-	(1,119,345)	-	-	-	(1,119,345)
Deficit transferred to profit and loss on reclassification of debt investment - net of tax	-	-	792	-	-	-	792
Remeasurement (loss) on defined benefit obligations - net of tax	-	-	-	-	-	(24,064)	(24,064)
Movement in surplus on revaluation of equity investments - net of tax	-	-	46,019	-	-	-	46,019
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	31,187	-	31,187
Share of remeasurement gain / loss on defined obligation of associate - net of tax	-	-	-	-	-	-	-
Share of surplus on revaluation of investments of associate - net of tax	-	-	1,339	-	-	-	1,339
Total other comprehensive loss - net of tax	-	-	(430,458)	-	31,187	(24,064)	(423,335)
Transfer to statutory reserve	-	1,163,153	-	-	-	(1,163,153)	-
Gain on disposal of equity investments at FVOCI transferred to unappropriated profit - net of tax	-	-	-	-	-	-	-
Gain on disposal of equity investments at FVOCI of associate transferred to unappropriated profit - net of tax	-	-	(3,791)	-	-	3,791	-
Transfer from surplus on revaluation of non-banking asset to unappropriated profit - net of tax	-	-	-	-	(5,412)	5,412	-
Transactions with owners, recorded directly in equity	-	-	-	-	-	-	-
Final cash dividend for the year ended December 31, 2024 (Rs. 1.70 per share)	-	-	-	-	-	(1,968,682)	(1,968,682)
Interim cash dividend for the year ended December 31, 2025 (Rs. 1.50 per share)	-	-	-	-	-	(1,736,904)	(1,736,904)
Balance as at December 31, 2025	11,579,360	6,229,178	406,346	900,120	52,387	4,509,299	23,676,690

The annexed notes 1 to 49 and annexures I to III form an integral part of these financial statements.

ADDs

Managing Director

Chief Financial Officer

Director

Director

Director

THE BANK OF KHYBER
CASH FLOW STATEMENT
FOR THE YEAR ENDED DECEMBER 31, 2025

	Note	2025 ----- Rupees in '000 -----	2024
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		12,282,007	8,135,075
Less: Dividend income		5	2,047
		<u>12,282,002</u>	<u>8,133,028</u>
Adjustments:			
Net mark-up / interest income		(19,391,613)	(16,938,878)
Depreciation - Property and equipment	31	866,258	765,565
Depreciation - Non-banking assets acquired in satisfaction of claims	31	44,711	41,481
Depreciation - Right-of-use assets	31	767,509	792,106
Impairment loss - Property and equipment	31	10,936	-
Amortization	31	86,924	81,383
(Reversal) of credit loss allowance and write offs - net	33	(881,192)	(425,754)
Unrealised loss on revaluation of investments measured at FVPL	28	1,650	773
Net losses on derecognition of financial assets measured at amortised cost	29	44,081	23,802
Gain on disposal of property and equipment - net	30	(15,567)	(10,283)
(Gain) / loss on early culmination of lease	30	(17,006)	3,493
Finance charges on leased assets	26	390,465	446,916
Unwinding of deferred cost on staff loans	31.1	175,771	217,210
Exchange (gain) / loss on cash and cash equivalents		(71,481)	34,139
Share of profit of associate		(15,388)	(11,182)
		<u>(18,003,942)</u>	<u>(14,979,229)</u>
		(5,721,940)	(6,846,201)
(Increase) / Decrease in operating assets			
Lendings to financial institutions		(3,285,292)	2,000,000
Securities classified as FVPL		5,442	319,714
Advances		21,114,614	(51,908,174)
Others assets (excluding advance taxation and mark-up receivable)		(991,065)	4,658,429
		<u>16,843,699</u>	<u>(44,930,031)</u>
(Decrease) / Increase in operating liabilities			
Bills payable		(18,739,013)	18,192,275
Borrowings from financial institutions		(97,833,793)	83,071,212
Deposits		100,481,231	(11,649,572)
Other liabilities (excluding current taxation and mark-up payable)		425,091	665,495
		<u>(15,666,484)</u>	<u>90,279,410</u>
Mark-up / interest received		54,434,236	69,367,976
Mark-up / interest paid		(41,463,220)	(46,087,267)
Income tax paid		(8,018,408)	(3,676,033)
Net cash flow generated from operating activities		<u>407,883</u>	<u>58,107,854</u>
CASH FLOW FROM INVESTING ACTIVITIES			
Net Investments in amortized cost		8,401,393	14,838,953
Net Investments in securities classified as FVOCI		(1,277,585)	(70,209,539)
Dividends received		3,043	2,047
Investments in property and equipment		(1,385,299)	(664,434)
Investments in intangible assets		(105,206)	(14,138)
Disposal of property and equipment		20,306	15,405
Net cash flow generated from / (used in) investing activities		<u>5,656,652</u>	<u>(56,031,706)</u>
CASH FLOW FROM FINANCING ACTIVITIES			
Payments of lease obligations against right-of-use assets		(1,097,755)	(1,012,610)
Dividend paid		(3,668,646)	(1,639,510)
Net cash flow (used in) financing activities		<u>(4,766,401)</u>	<u>(2,652,120)</u>
Effects of credit loss allowance changes on cash and cash equivalents		199	(325)
Effects of exchange rate changes on cash and cash equivalents		71,481	(34,139)
Increase / (decrease) in cash and cash equivalents		1,369,814	(610,436)
Cash and cash equivalents at beginning of the year	36	27,245,369	27,855,805
Cash and cash equivalents at end of the year	36	<u>28,615,183</u>	<u>27,245,369</u>

The annexed notes 1 to 49 and annexures I to III form an integral part of these financial statements.

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Managing Director

Chief Financial Officer

Director

Director

Director