BankIslami

PAKISTAN'S BEST ISLAMIC BANK CERTIFIED BY EUROMONEY

August 19, 2026

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

Our Ref: BIPL/CSD/2026/233

Subject: Financial Results for the Half Year ended June 30, 2026

Dear Sir,

We have to inform you that the Board of Directors of the Bank in their meeting held on August 19, 2026 at 9:30 A.M. (PST) at Karachi, recommended the following:

1-	Cash Dividend	: An interim Cash Dividend for the Half Year ended June 30, 2026 at Rs.1.5 /- per share i.e. 15%.
2-	Bonus Shares	: Nil
3-	Right Shares	: Nil
4-	Any other Entitlement / Corporate Action	: Nil
5-	Any other Price Sensitive Information	: Nil

The Financial Statements of the Bank for the half year ended June 30, 2026 are attached as :

Annexure-A (Unconsolidated)
1. Unconsolidated Statement of Financial Position
2. Unconsolidated Profit and Loss Account
3. Unconsolidated Statement of Changes in Equity
4. Unconsolidated Cash Flow Statement

Annexure-B (Consolidated)
1. Consolidated Statement of Financial Position
2. Consolidated Profit and Loss Account
3. Consolidated Statement of Changes in Equity
4. Consolidated Cash Flow Statement

The above entitlement will be paid to the shareholders whose names will appear in the Register of Members on September 01, 2026.

The Share Transfer Books of the Bank will be closed from September 02, 2026 to September 04, 2026 (both days inclusive). Transfers received at our Shares Registrar, Karachi, Pakistan, at the close of business on September 01, 2026 will be treated in time for the purpose of above entitlement to the transferees.

11th Floor, Executive Tower, Dolmen City,
Marine Drive, Clifton Block-4, Karachi, Pakistan.
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The half yearly Report of the Bank for the period ended June 30, 2026 will be transmitted through PUCARS separately, within the specified time.

Yours Sincerely

Hasan Shahid
Company Secretary

cc:
Executive Directors/HOD
Offsite- II Department, Supervision Division
Securities and Exchange Commission of Pakistan
63, NIC Building Jinnah Avenue, Blue Area
Islamabad.

Annexure A-1

BANKISLAMI PAKISTAN LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
		---------- Rupees in '000 ----------	
ASSETS			
Cash and balances with treasury banks	7	75,642,545	71,821,007
Balances with other banks	8	1,076,753	1,067,562
Due from financial institutions	9	54,698,400	18,999,952
Investments	10	305,803,712	322,887,104
Islamic financing, related assets and advances	11	309,829,034	291,750,609
Property and equipment	12	24,579,799	25,405,457
Right-of-use assets	13	5,412,571	5,655,325
Intangible assets	14	5,049,518	4,694,747
Deferred tax assets	15	4,430,717	4,404,883
Other assets	16	24,343,754	24,656,232
Total Assets		810,866,803	771,342,878
LIABILITIES			
Bills payable	17	7,241,834	9,895,158
Due to financial institutions	18	16,956,509	14,613,108
Deposits and other accounts	19	700,333,251	660,183,339
Lease liabilities	20	6,514,068	6,604,095
Subordinated sukuk	21	3,000,000	3,000,000
Deferred tax liabilities		-	-
Other liabilities	22	28,371,992	28,433,270
Total Liabilities		762,417,654	722,728,970
NET ASSETS		48,449,149	48,613,908
REPRESENTED BY			
Share capital - net	23	11,007,991	11,007,991
Reserves		8,771,427	8,367,375
Surplus on revaluation of assets	24	3,494,031	4,315,560
Unappropriated profit		25,175,700	24,922,982
		48,449,149	48,613,908
CONTINGENCIES AND COMMITMENTS	25		

The annexed notes 1 to 41 form an integral part of these condensed interim unconsolidated financial statements.

PRESIDENT / CHIEF EXECUTIVE OFFICER	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

BankIslami Pakistan Ltd. Karachi

Annexure A-2

BANKISLAMI PAKISTAN LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF PROFIT AND LOSS ACCOUNT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2026

	Note	Quarter Ended		Half Year Ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
		Rupees in '000			
Profit / return earned	26	17,688,704	19,131,802	34,368,297	38,897,762
Profit / return expensed	27	8,474,656	9,829,962	16,750,054	20,374,571
Net profit / return		9,214,048	9,301,840	17,618,243	18,523,191
OTHER INCOME					
Fee and commission income	28	857,775	1,047,776	1,704,646	1,782,824
Dividend income		92,365	84,846	133,902	111,152
Foreign exchange income		625,087	113,719	1,076,444	246,609
(Loss) / income from shariah compliant alternative of forward foreign exchange contracts		35,227	181,190	(8,951)	287,595
(Loss) / gain on securities - net	29	(203,871)	280,387	(139,713)	2,388,038
Net gains on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	30	48,640	39,593	92,575	79,905
Total other income		1,455,223	1,747,511	2,858,903	4,896,123
Total Income		10,669,271	11,049,351	20,477,146	23,419,314
OTHER EXPENSES					
Operating expenses	31	8,623,938	7,959,287	17,095,165	15,012,616
Workers' welfare fund		49,757	70,716	87,982	182,779
Other charges	32	9,764	73,350	14,292	186,786
Total other expenses		8,683,459	8,103,353	17,197,439	15,382,181
Profit before credit loss allowance / provisions		1,985,812	2,945,998	3,279,707	8,037,133
Reversal of provisions / credit loss allowance and write offs - net	33	(452,255)	(519,081)	(1,031,389)	(919,045)
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		2,438,067	3,465,079	4,311,096	8,956,178
Taxation	34	1,317,912	1,669,798	2,290,836	4,547,171
PROFIT AFTER TAXATION		1,120,155	1,795,281	2,020,260	4,409,007
		Rupees			
Basic and diluted earnings per share	35	1.01	1.62	1.82	3.98

The annexed notes 1 to 41 form an integral part of these condensed interim unconsolidated financial statements.

PRESIDENT / CHIEF EXECUTIVE OFFICER	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

BankIslami Pakistan Ltd. Karachi

Annexure A-3

BANKISLAMI PAKISTAN LIMITED
CONDENSED INTERIM UNCONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE PERIOD ENDED JUNE 30, 2026

	Share capital	Discount on issue of shares	Statutory reserve*	Surplus on revaluation of: Investments	Surplus on revaluation of: Property & Equipment / Non Banking Assets	Unappropriated profit	Total
	----	----	----	Rupees in '000	----	----	----
Opening Balance as at January 01, 2025	11,087,033	(79,042)	7,166,819	5,848,559	1,547,510	22,738,397	48,309,276
Profit after taxation for the half year ended June 30, 2025	-	-	-	-	-	4,409,007	4,409,007
Other comprehensive income for the half year ended June 30, 2025 :							
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	(1,929,442)	-	-	(1,929,442)
Gain on sale of debt investments carried at FVOCI reclassified to the statement of profit and loss account - net of tax	-	-	-	(1,124,144)	-	-	(1,124,144)
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	184,277	-	-	184,277
	-	-	-	(2,869,309)	-	-	(2,869,309)
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	(41,497)	41,497	-
Transfer from surplus on revaluation of non-banking assets to unappropriated profit - net of tax	-	-	-	-	(98)	98	-
Gain on sale of equity instruments-FVOCI	-	-	-	(3,398)	-	3,398	-
Transfer to statutory reserve	-	-	881,801			(881,801)	-
Transactions with owners, recorded directly in equity							
Final cash dividend to shareholders for the year 2024 @ Rs. 1.25 per share	-	-	-	-	-	(1,385,879)	(1,385,879)
Opening Balance as at July 01, 2025	11,087,033	(79,042)	8,048,620	2,975,852	1,505,915	24,924,717	48,463,095
Profit after taxation for the period from July 01, 2025 to December 31, 2025	-	-	-	-	-	1,593,775	1,593,775

BankIslami Pakistan Ltd. Karachi

Annexure A-3

	Share capital	Discount on issue of shares	Statutory reserve*	Surplus on revaluation of Investments	Surplus on revaluation of Property & Equipment / Non Banking Assets	Unappropriated profit	Total
	----------	----------	----------	Rupees in '000	----------	----------	----------
Other comprehensive income for the period from July 01, 2025 to December 31, 2025:							
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	(962,982)	-	-	(962,982)
Gain on sale of debt investments carried at FVOCI reclassified to the statement of profit and loss account - net of tax	-	-	-	(752,033)	-	-	(752,033)
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	558,212	-	-	558,212
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	(32,064)	(32,064)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	1,410,267	-	1,410,267
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	(1,307)	-	(1,307)
	-	-	-	(1,156,803)	1,408,960	(32,064)	220,093
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	(130,067)	130,067	-
Transfer from surplus on revaluation of non-banking assets to unappropriated profit - net of tax	-	-	-	-	90	(90)	-
Transfer from surplus on revaluation of property and equipment on sale to unappropriated profit - net of tax	-	-	-	-	(27,713)	27,713	-
Transfer from surplus on revaluation of non-banking assets on sale to unappropriated profit - net of tax	-	-	-	-	(184,884)	184,884	-
Gain on sale of equity instruments-FVOCI	-	-	-	(75,790)		75,790	-
Transfer to statutory reserve	-	-	318,755	-	-	(318,755)	-
Transactions with owners, recorded directly in equity							
First Interim cash dividend to shareholders for the year 2025 @ Rs. 1.5 per share	-	-	-	-	-	(1,663,055)	(1,663,055)
Closing Balance as at December 31, 2025 (Audited)	11,087,033	(79,042)	8,367,375	1,743,259	2,572,301	24,922,982	48,613,908
Profit after taxation for the half year ended June 30, 2026	-	-	-	-	-	2,020,260	2,020,260

BankIslami Pakistan Ltd. Karachi

Annexure A-4

BANKISLAMI PAKISTAN LIMITED
CONDENSED INTERIM UNCONSOLIDATED CASH FLOW STATEMENT (UN-AUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2026

	Note	June 30, 2026	June 30, 2025
		----------- Rupees in '000 -----------	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		4,311,096	8,956,178
Less: Dividend income		(133,902)	(111,152)
		4,177,194	8,845,026
Adjustments for non-cash charges and other items:			
Net profit / return		(18,072,868)	(18,991,771)
Depreciation on property and equipment	31	1,313,922	967,976
Depreciation on non-banking assets	31	105	1,173
Depreciation on right-of-use assets	31	965,166	869,921
Amortisation		326,014	161,179
Depreciation on operating Ijarah assets		1,396,216	78,440
Finance charges on leased assets	27	454,625	468,580
Reversal of provisions / credit loss allowance and write offs - net	33	(1,031,389)	(919,045)
Unrealized loss on revaluation of investments classified as FVPL	29	11,545	3,757
Charge for defined benefit plan		97,275	176,958
Gain on sale of property and equipment	30	(23,621)	(21,426)
Gain on termination of lease	30	(5,668)	(8,959)
		(14,568,678)	(17,213,217)
		(10,391,484)	(8,368,191)
(Increase) / decrease in operating assets			
Due from financial institutions		(35,699,748)	(5,291,878)
Securities classified as FVPL		(23,125)	(3,757)
Islamic financing, related assets and advances		(18,245,802)	53,892,747
Other assets (excluding advance taxation)		(2,356,813)	(5,455,618)
		(56,325,488)	43,141,494
(Decrease) / increase in operating liabilities			
Bills payable		(2,653,324)	(7,731,226)
Due to financial institutions		2,343,401	(54,690,143)
Deposits and other accounts		40,149,912	71,159,888
Other liabilities (excluding current taxation)		2,382,050	5,471,513
		42,222,039	14,210,032
		(24,494,933)	48,983,335
Profit / return received		37,042,593	42,863,175
Profit / return paid		(17,386,400)	(22,195,320)
Income tax paid		(2,826,144)	(5,788,572)
Payment to gratuity fund		(100,000)	-
Net cash (used in) / generated from operating activities		(7,764,884)	63,862,618
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in amortized cost securities		(33,771,275)	-
Net Investments in securities classified as FVOCI		49,195,497	(48,394,877)
Dividends received		133,902	111,152
Investments in property and equipment		(693,078)	(8,061,030)
Investments in intangible assets		(681,535)	(99,359)
Proceeds from disposal of property and equipment		93,803	26,693
Net cash generated from / (used in) investing activities		14,277,314	(56,417,421)
CASH FLOW FROM FINANCING ACTIVITIES			
Payments of lease obligations against right-of-use assets		(1,302,007)	(730,453)
Dividend paid		(1,379,694)	(1,379,784)
Net cash used in financing activities		(2,681,701)	(2,110,237)
Increase in cash and cash equivalents		3,830,729	5,334,960
Cash and cash equivalents at the beginning of the period		72,888,569	42,076,616
Cash and cash equivalents at the end of the period		76,719,298	47,411,576

The annexed notes 1 to 41 form an integral part of these condensed interim unconsolidated financial statements.

PRESIDENT / CHIEF EXECUTIVE OFFICER	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

BankIslami Pakistan Ltd. Karachi

Annexure B-1

BankIslami Pakistan Limited
Condensed Interim Consolidated Statement of Financial Position
As At June 30, 2026

	Note	(Un-audited) June 30, 2026	(Audited) December 31, 2025
		---------- Rupees in '000 ----------	
ASSETS			
Cash and balances with treasury banks	7	75,657,596	71,821,007
Balances with other banks	8	1,078,557	1,069,764
Due from financial institutions	9	54,698,400	18,999,952
Investments	10	304,784,342	321,687,104
Islamic financing, related assets and advances	11	309,829,034	291,750,609
Property and equipment	12	24,588,839	25,407,260
Right-of-use assets	13	5,426,854	5,655,325
Intangible assets	14	5,098,290	4,743,612
Deferred tax assets	15	4,311,786	4,286,765
Other assets	16	24,352,035	24,664,577
Total Assets		809,825,733	770,085,975
LIABILITIES			
Bills payable	17	7,241,834	9,895,158
Due to financial institutions	18	16,956,509	14,613,108
Deposits and other accounts	19	699,336,446	658,990,028
Lease liabilities	20	6,527,222	6,604,095
Subordinated sukuks	21	3,000,000	3,000,000
Deferred tax liabilities		-	-
Other liabilities	22	28,397,773	28,462,093
Total Liabilities		761,459,784	721,564,482
NET ASSETS		48,365,949	48,521,493
REPRESENTED BY			
Share capital - net	23	11,007,991	11,007,991
Reserves	23	8,773,250	8,367,355
Surplus on revaluation of assets	24	3,484,966	4,306,495
Unappropriated profit		25,099,742	24,839,652
		48,365,949	48,521,493
CONTINGENCIES AND COMMITMENTS	25		

The annexed notes 1 to 41 form an integral part of these condensed interim consolidated financial statements.

PRESIDENT / CHIEF EXECUTIVE OFFICER	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

BankIslami Pakistan Ltd. Karachi

Annexure B-2

BankIslami Pakistan Limited
Condensed Interim Consolidated Profit and Loss Account (Un-audited)
For The Quarter and Half year ended June 30, 2026

	Note	Quarter Ended		Half Year Ended	
		June 30, 2026	June 30, 2025	June 30, 2026	June 30, 2025
		Rupees in '000			
Profit / return earned	26	**17,691,391**	19,131,802	**34,370,984**	38,897,762
Profit / return expensed	27	**8,445,522**	9,829,962	**16,693,737**	20,374,571
Net profit / return		**9,245,869**	9,301,840	**17,677,247**	18,523,191
OTHER INCOME					
Fee and commission income	28	**857,775**	1,047,776	**1,704,646**	1,782,824
Dividend income		**92,365**	84,846	**133,902**	111,152
Foreign exchange income		**625,185**	113,719	**1,076,542**	246,609
(Loss) / income from shariah compliant alternative of forward foreign exchange contracts		**35,227**	181,190	**(8,951)**	287,595
(Loss) / gain on securities - net	29	**(203,871)**	280,387	**(139,713)**	2,388,038
Net gains on derecognition of financial assets measured at amortised cost		-	-	-	-
Other income	30	**48,340**	39,593	**92,075**	79,905
Total other income		**1,455,021**	1,747,511	**2,858,501**	4,896,123
Total Income		**10,700,890**	11,049,351	**20,535,748**	23,419,314
OTHER EXPENSES					
Operating expenses	31	**8,645,648**	7,959,287	**17,138,442**	15,012,616
Workers' welfare fund		**49,757**	70,716	**87,982**	182,779
Other charges	32	**9,764**	73,350	**14,292**	186,786
Total other expenses		**8,705,169**	8,103,353	**17,240,716**	15,382,181
Share of profit from associates		-	-	-	-
Profit before credit loss allowance		**1,995,721**	2,945,998	**3,295,032**	8,037,133
Reversal of provisions / credit loss allowance and write offs - net	33	**(452,255)**	(519,081)	**(1,031,389)**	(919,045)
Extra ordinary / unusual items		-	-	-	-
PROFIT BEFORE TAXATION		**2,447,976**	3,465,079	**4,326,421**	8,956,178
Taxation	34	**1,322,382**	1,669,798	**2,296,946**	4,547,171
PROFIT AFTER TAXATION		**1,125,594**	1,795,281	**2,029,475**	4,409,007
ATTRIBUTABLE TO:					
Equity Shareholders of the Holding Company		**1,125,594**	1,795,281	**2,029,475**	4,409,007
Non-controlling interest		-	-	-	-
		1,125,594	1,795,281	**2,029,475**	4,409,007
		Rupees			
Basic and Diluted earnings per share	35	**1.02**	1.62	**1.83**	3.98

The annexed notes 1 to 41 form an integral part of these condensed interim consolidated financial statements.

PRESIDENT / CHIEF EXECUTIVE OFFICER	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

BankIslami Pakistan Ltd. Karachi

Annexure B-3

BankIslami Pakistan Limited
Condensed Interim Consolidated Statement of Changes in Equity
For The Quarter and Half year ended June 30, 2026

	Share capital	Discount on issue of shares	Statutory reserve*	Surplus on revaluation of Investments	Surplus on revaluation of Property & Equipment / Non Banking Assets	Unappropriated profit	Sub total	Non-Controlling interest	Total
	Rupees in '000								
Opening Balance as at January 01, 2025	11,087,033	(79,042)	7,166,799	5,848,559	1,538,445	22,653,174	48,214,968	-	48,214,968
Profit after taxation for the half year ended June 30, 2025	-	-	-	-	-	4,409,007	4,409,007	-	4,409,007
Other comprehensive (loss) / income for the half year ended June 30, 2025 :									
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	(1,929,442)	-	-	(1,929,442)	-	(1,929,442)
Gain on sale of debt investments carried at FVOCI reclassified to the statement of profit and loss account - net of tax	-	-	-	(1,124,144)	-	-	(1,124,144)	-	(1,124,144)
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	164,277	-	-	164,277	-	164,277
	-	-	-	(2,889,309)	-	-	(2,889,309)	-	(2,889,309)
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	(41,497)	41,497	-	-	-
Transfer from surplus on revaluation of non-banking assets to unappropriated profit - net of tax	-	-	-	-	(98)	98	-	-	-
Gain on sale of equity instruments - FVOCI	-	-	-	(3,398)	-	3,398	-	-	-
Transfer to statutory reserve	-	-	881,801			(881,801)	-	-	-
Transactions with owners, recorded directly in equity									
Final cash dividend to shareholders for the year 2024 @ Rs. 1.25 per share	-	-	-	-	-	(1,385,879)	(1,385,879)	-	(1,385,879)
Opening Balance as at July 01, 2025	11,087,033	(79,042)	8,048,600	2,975,852	1,496,850	24,839,494	48,368,787	-	48,368,787
Profit after taxation for the period from July 01, 2025 to December 31, 2025	-	-	-	-	-	1,595,668	1,595,668	-	1,595,668
Other comprehensive (loss) / income for the period from July 01, 2025 to December 31, 2025:									
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	(962,982)	-	-	(962,982)	-	(962,982)
Gain on sale of debt investments carried at FVOCI reclassified to the statement of profit and loss account - net of tax	-	-	-	(752,033)	-	-	(752,033)	-	(752,033)
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	558,212	-	-	558,212	-	558,212
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	(32,064)	(32,064)	-	(32,064)
Movement in surplus on revaluation of property and equipment - net of tax	-	-	-	-	1,410,267	-	1,410,267	-	1,410,267
Movement in surplus on revaluation of non-banking assets - net of tax	-	-	-	-	(1,307)	-	(1,307)	-	(1,307)
	-	-	-	(1,156,803)	1,408,960	(32,064)	220,093	-	220,093
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	(130,067)	130,067	-	-	-
Transfer from surplus on revaluation of non-banking assets to unappropriated profit - net of tax	-	-	-	-	90	(90)	-	-	-
Transfer from surplus on revaluation of property and equipment on sale to unappropriated profit - net of tax	-	-	-	-	(27,713)	27,713	-	-	-
Transfer from surplus on revaluation of non-banking assets on sale to unappropriated profit - net of tax	-	-	-	-	(184,884)	184,884	-	-	-
Gain on sale of equity instruments - FVOCI	-	-	-	(75,790)		75,790	-	-	-
Transfer to statutory reserve	-	-	318,755	-	-	(318,755)	-	-	-
Transactions with owners, recorded directly in equity									
First Interim cash dividend to shareholders for the year 2025 @ Rs. 1.5 per share	-	-	-	-	-	(1,663,055)	(1,663,055)	-	(1,663,055)
Closing Balance as at December 31, 2025 (Audited)	11,087,033	(79,042)	8,367,355	1,743,259	2,563,236	24,839,652	48,521,493	-	48,521,493
Profit after taxation for the half year ended June 30, 2026	-	-	-	-	-	2,029,475	2,029,475	-	2,029,475
Other comprehensive (loss) / income for the half year ended June 30, 2026 :									
Movement in surplus on revaluation of investments in debt instruments - net of tax	-	-	-	(965,173)	-	-	(965,173)	-	(965,173)
Loss on sale of debt investments carried at FVOCI reclassified to the statement of profit and loss account - net of tax	-	-	-	68,731	-	-	68,731	-	68,731
Movement in surplus on revaluation of investments in equity instruments - net of tax	-	-	-	97,302	-	-	97,302	-	97,302
	-	-	-	(799,140)	-	-	(799,140)	-	(799,140)
Transfer from surplus on revaluation of property and equipment to unappropriated profit - net of tax	-	-	-	-	(19,160)	19,160	-	-	-
Transfer from surplus on revaluation of non-banking assets to unappropriated profit - net of tax	-	-	-	-	(4)	4	-	-	-
Transfer from surplus on revaluation of property and equipment on sale to unappropriated profit - net of tax	-	-	-	-	(400)	400	-	-	-
Gain on sale of equity instruments - FVOCI	-	-	-	(2,825)	-	2,825	-	-	-
Transfer to statutory reserve	-	-	405,895	-	-	(405,895)	-	-	-
Transactions with owners, recorded directly in equity									
Final cash dividend to shareholders for the year 2025 @ Rs. 1.25 per share	-	-	-	-	-	(1,385,879)	(1,385,879)	-	(1,385,879)
Closing Balance as at June 30, 2026 (Un-audited)	11,087,033	(79,042)	8,773,250	941,294	2,543,672	25,099,742	48,365,949	-	48,365,949

*This represents reserve created under section 21(1) of the Banking Companies Ordinance, 1962.

The annexed notes 1 to 41 form an integral part of these condensed interim consolidated financial statements.

PRESIDENT / CHIEF EXECUTIVE OFFICER | **CHIEF FINANCIAL OFFICER** | **CHAIRMAN** | **DIRECTOR** | **DIRECTOR**

BankIslami Pakistan Ltd. Karachi

Annexure B-4

BankIslami Pakistan Limited
Condensed Interim Consolidated Cash Flow Statement (Un-audited)
For The Quarter and Half year ended June 30, 2026

	Note	Half Year Ended June 30, 2026	Half Year Ended June 30, 2025
		------------ Rupees in '000 ------------	
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation		4,326,421	8,956,178
Less: Dividend income		(133,902)	(111,152)
		4,192,519	8,845,026
Adjustments for non-cash charges and other items:			
Net profit / return		(18,131,872)	(18,991,771)
Depreciation on property and equipment	31	1,316,815	967,976
Depreciation on non-banking assets	31	105	1,173
Depreciation on right-of-use assets	31	965,166	869,921
Amortisation		326,107	161,179
Depreciation on operating Ijarah assets		1,396,216	78,440
Finance charges on leased assets	27	454,625	468,580
Reversal of provisions / credit loss allowance and write offs - net	33	(1,031,389)	(919,045)
Unrealized loss / (gain) on revaluation of investments classified as FVPL	29	11,545	3,757
Charge for defined benefit plan		97,275	176,958
Gain on sale of property and equipment	30	(23,621)	(21,426)
Gain on termination of lease	30	(5,668)	(8,959)
		(14,624,696)	(17,213,217)
		(10,432,177)	(8,368,191)
(Increase) / decrease in operating assets			
Due from financial institutions		(35,699,748)	(5,291,878)
Securities classified as FVPL		(23,125)	(3,757)
Islamic financing, related assets and advances		(18,245,802)	53,892,747
Other assets (excluding advance taxation)		(2,356,673)	(5,455,618)
		(56,325,348)	43,141,494
(Decrease) / increase in operating liabilities			
Bills payable		(2,653,324)	(7,731,226)
Due to financial institutions		2,343,401	(54,690,143)
Deposits and other accounts		40,346,418	71,159,888
Other liabilities (excluding current taxation)		2,358,582	5,471,513
		42,395,077	14,210,032
		(24,362,448)	48,983,335
Profit / return received		37,045,206	42,863,175
Profit / return paid		(17,319,888)	(22,195,320)
Income tax paid		(2,824,147)	(5,788,572)
Payment to gratuity fund		(100,000)	-
Net cash (used in) / generated from operating activities		(7,561,277)	63,862,618
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in amortized cost securities		(33,771,275)	-
Net Investments in securities classified as FVOCI		49,014,867	(48,394,877)
Dividends received		133,902	111,152
Investments in property and equipment		(703,208)	(8,061,030)
Investments in intangible assets		(681,535)	(99,359)
Proceeds from disposal of property and equipment		93,803	26,693
Net cash generated from / (used in) investing activities		14,086,554	(56,417,421)
CASH FLOW FROM FINANCING ACTIVITIES			
Payments of lease obligations against right-of-use assets		(1,300,201)	(730,453)
Dividend paid		(1,379,694)	(1,379,784)
Net cash used in financing activities		(2,679,895)	(2,110,237)
Increase in cash and cash equivalents		3,845,382	5,334,960
Cash and cash equivalents at the beginning of the period		72,890,771	42,076,616
Cash and cash equivalents at the end of the period		76,736,153	47,411,576

The annexed notes 1 to 41 form an integral part of these condensed interim consolidated financial statements.

PRESIDENT / CHIEF EXECUTIVE OFFICER	CHIEF FINANCIAL OFFICER	CHAIRMAN	DIRECTOR	DIRECTOR

BankIslami Pakistan Ltd. Karachi