Meezan Bank
The Premier Islamic Bank

Best Bank
2018, 2020, 2023, 2024 & 2025
Pakistan Banking Awards

FORM-8

August 25, 2026

MEBL/CS/PSX-21/088/2026

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

TRANSMISSION OF QUARTERLY REPORT OF MEEZAN BANK LIMITED FOR THE PERIOD ENDED JUNE 30, 2026

Dear Sir,

السّلامُ علیکُم

We have to inform you that the Quarterly Report of Meezan Bank for the period ended **June 30, 2026** has been transmitted through PUCARS and is also available on Bank's website.

You may please inform the TRE Certificate Holders of the Exchange accordingly.

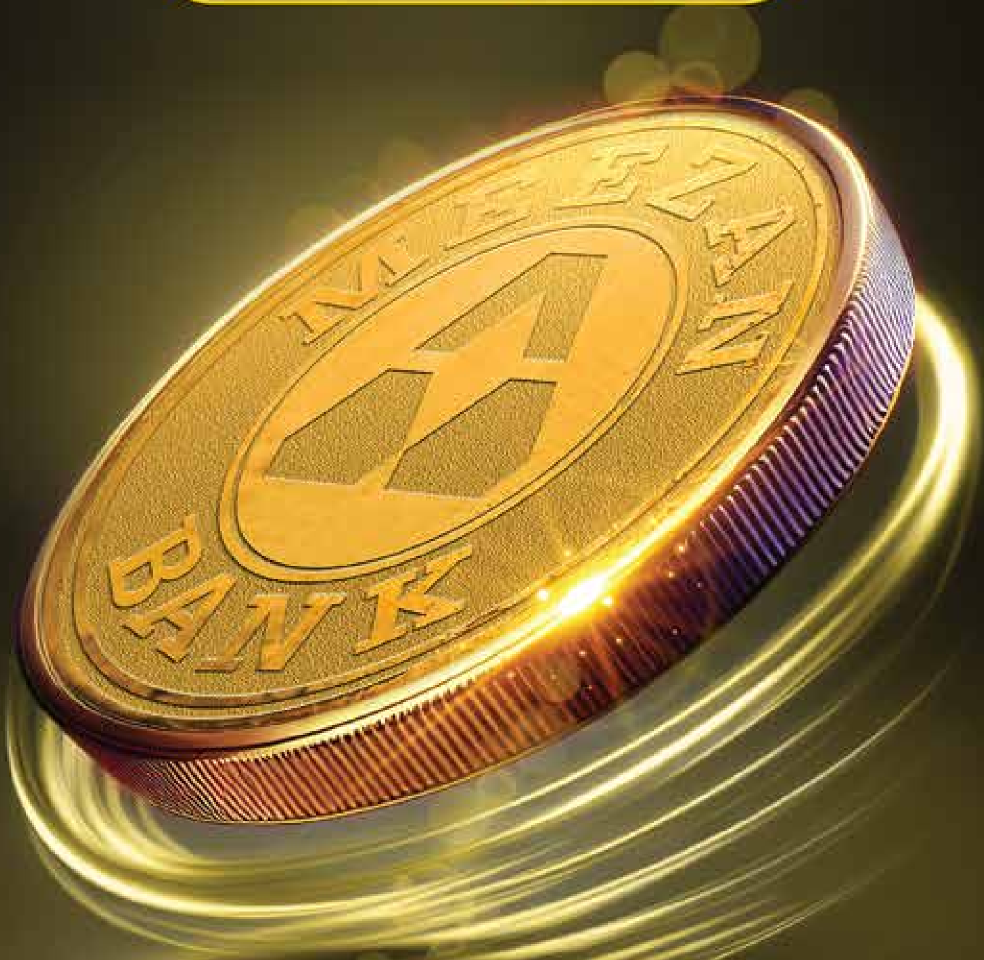
Yours Sincerely,

Muhammad Sohail Khan
Company Secretary

Encl: As above.

Meezan Bank
The Premier Islamic Bank

Half Yearly Report
June 30, 2026



بِسۡمِ ٱللَّهِ ٱلرَّحۡمَٰنِ ٱلرَّحِيمِ

In the name of Allah The Beneficent The Merciful

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CORPORATE INFORMATION
FOR THE HALF YEAR ENDED JUNE 30, 2026

Board of Directors	Riyadh S. A. A. Edrees	Chairman
	Bader H. A. M. A. AlRabiah	Vice Chairman
	Tariq Mahmood Pasha	
	Irfan Siddiqui	
	Saad Ur Rahman Khan	
	Faisal Fahad AlMuzaini	
	Zine Elabidine Bachiri	
	Abdulrazzaq T.A.M. Razooqi	
	Mohammad Abdul Aleem	
	Nausheen Ahmad	
	Dr. Syed Amir Ali	President & CEO
Shariah Board	Justice (Retd.) Muhammad Taqi Usmani	Chairman
	Dr. Muhammad Imran Ashraf Usmani	
	Sheikh Esam Mohamed Ishaq	
	Mufti Zubair Ahmed	
	Mufti Muhammad Naveed Alam	Resident Shariah Board Member
Management	Dr. Syed Amir Ali	President & CEO
Board Audit Committee	Mohammad Abdul Aleem	
	Tariq Mahmood Pasha	
	Saad Ur Rahman Khan	
	Abdulrazzaq T.A.M. Razooqi	
	Irfan Siddiqui	
Board Risk Management Committee	Saad Ur Rahman Khan	
	Bader H. A. M. A. AlRabiah	
	Zine Elabidine Bachiri	
	Abdulrazzaq T.A.M. Razooqi	
Board Human Resources, Remuneration & Compensation Committee	Riyadh S. A. A. Edrees	
	Mohammad Abdul Aleem	
	Nausheen Ahmad	
	Abdulrazzaq T.A.M. Razooqi	
	Irfan Siddiqui	
Board Information Technology Committee	Saad Ur Rahman Khan	
	Riyadh S. A. A. Edrees	
	Bader H. A. M. A. AlRabiah	
	Irfan Siddiqui	
Board IFRS 9 Committee	Riyadh S. A. A. Edrees	
	Faisal Fahad AlMuzaini	
	Tariq Mahmood Pasha	
Resident Shariah Board Member	Mufti Muhammad Naveed Alam	
Financial Controller	Adeel Ali Khan	
Company Secretary	Muhammad Sohail Khan	
Auditors	A. F. Ferguson & Co., Chartered Accountants	
Legal Adviser	Haidermota & Co. Advocates	
Registered Office and Head Office	Meezan House C-25, Estate Avenue, SITE, Karachi - 75730, Pakistan Phone: (92-21) 38103500, 37133500, Fax: (92-21) 36406056 24/7 Call Centre: (92-21) 111-331-331 & 111-331-332	
E-mail	info@meezanbank.com	
Website	www.meezanbank.com www.meezanbank.pk	
Shares Registrar	THK Associates (Pvt.) Ltd Plot No, 32-C, Jami Commercial, Street 2, DHA, Phase VII, Karachi - 75500, Pakistan Phone: (92-21) 111-000-322, 35310191-6 Email: secretariat@thk.com.pk, sfc@thk.com.pk Website: www.thk.com.pk	

بِسۡمِ اللّٰہِ الرَّحۡمٰنِ الرَّحِیۡمِ

The Board of Directors is pleased to present the condensed interim unaudited unconsolidated and consolidated financial statements of Meezan Bank Limited for the half year ended June 30, 2026.

Economy

While Pakistan's macroeconomic environment had shown signs of stabilisation following the economic challenges experienced during 2022–2024, geopolitical tensions in the Middle East resulted in renewed inflationary pressures and supply-side disruptions arising from interruptions to key shipping routes. Despite these headwinds, the Federal Government has continued to pursue policy initiatives and structural reforms aimed at preserving macroeconomic stability and strengthening investor confidence. Pakistan's GDP growth for FY 2026 was recorded at 3.7% which is the highest in the last four years.

The onset of Middle East conflict in the second quarter of the year resulted in re-emergence of inflationary pressure driven by higher energy prices. As a result, the State Bank of Pakistan (SBP) increased the policy rate by 100 bps to 11.5% in April 2026. The Monetary Policy Committee of the SBP has kept the policy rate unchanged in its latest meeting held in July 2026 with a view that current monetary policy stance remains appropriate to guide inflation towards the target range of 5-7 percent over the medium term.

Workers' remittances remained a key source of external support, reaching USD 41.6 billion during FY2026, reflecting a year-on-year increase of 8.6%. During the period, under Pakistan's ongoing 37-month Extended Fund Facility Programme (EFF) with the International Monetary Fund (IMF), a tranche of $1.1 billion was received with further disbursements expected to be approved later this year. Supported by these inflows, foreign exchange reserves increased to USD 22 billion as at 30 June 2026. These developments, alongside continued measures to strengthen foreign exchange market stability, have contributed to exchange rate stability, with the Pakistani Rupee appreciating marginally to Rs 278.2 per US dollar from Rs 280.1 at 31 December 2025.

Looking ahead, prudent policy management will remain critical to containing inflationary pressures, supporting economic growth and sustaining the gradual improvement in the country's fiscal and external positions. Further, outcome of the ongoing crisis in the Middle East and its impact on global energy prices could have implications on the Country's trade balance, current account deficit, exchange rate stability and inflation.

Financial Highlights

With the grace of Almighty Allah, Meezan Bank delivered good financial performance for the half year ended June 30, 2026. The Bank reported a Profit after Tax (PAT) of Rs 48.9 billion, compared to Rs 46.2 billion in the corresponding period last year, reflecting an increase of 6%. Basic Earnings per Share stood at Rs 27.15 for the current period, as against Rs 25.72 reported in the same period last year. The Bank's Return on Equity (ROE) was recorded at 34.7%, while Return on Assets (ROA) stood at 2.0% for H1'26. Alhamdulillah, the Bank has consistently maintained its Return on Equity (ROE) above the industry average, in line with its commitment to delivering sustained value to shareholders. A continued focus on profitability, combined with a prudent approach to balancing dividend pay-outs and profit retention, has supported strong internal capital generation. As a result, the Bank's Capital Adequacy Ratio (CAR) remains robust at above 19%, well above the regulatory requirement.

The Board is pleased to announce the approval of an interim cash dividend of Rs 8.00 (80%) for the second quarter bringing the total cash dividend payout for the half year ended June 30, 2026 to Rs 15.50 per share (155%) as Rs 7.50 per share (75%) interim cash dividend was paid for the first quarter. The Bank takes pride in its longstanding track record of consistently distributing dividends each year since its listing on the Pakistan Stock Exchange. Meezan Bank continued to rank among the most valuable banks in Pakistan, with a market capitalization of USD 3.34 billion, closing the half year at Rs 930 billion. This reflects investors' continued confidence in the Bank's management, financial performance and growth outlook. A summary of the Bank's financial highlights is presented below:

Rupees in millions

Profit & Loss Account	Jan - June 2026	Jan - June 2025	Growth %
Profit / return earned on financing, investments and placements	222,786	209,526	6%
Profit on deposits and other dues expensed	(94,000)	(83,770)	12%
Net spread earned	**128,786**	**125,756**	**2%**
Fee, commission and other non -funded income	21,626	15,923	36%
Operating income	**150,412**	**141,679**	**6%**
Operating and other expenses	(45,257)	(35,858)	26%
Profit before credit loss allowance / provisions	**105,155**	**105,821**	**(1%)**
Credit loss allowance and write offs - net	(2,604)	(3,379)	(23%)
Profit before tax	**102,551**	**102,442**	**0%**
Taxation	(53,671)	(56,278)	(5%)
Profit after tax	**48,880**	**46,164**	**6%**
Basic Earnings per share - Rupees	27.15	25.72	6%
Number of branches	1,150	1,057	9%

Rupees in millions

Statement of Financial Position	June 30, 2026	December 31, 2025	Growth %
Total Assets	5,142,014	4,806,561	7%
Investments	2,903,071	2,596,837	12%
Islamic financing and related assets - Gross	1,637,815	1,686,267	(3%)
Deposits	3,735,167	3,302,842	13%
ADR (Gross Advances to Deposits) - %	43.8%	51.1%	(7%)
Equity	288,656	279,257	3%

Returns from financing, investments and placements registered an increase of 6%, amounting to Rs 222.8 billion compared to Rs 209.5 billion in the corresponding period last year. This increase is primarily attributable to the volumetric growth partially offset by the decline in policy rate prevailing during the period. The Policy Rate averaged 10.9% during the current period, compared to 11.8% in June 2025, reflecting a decrease of almost 100 basis points. However, the impact of rate decline was offset by increase in assets volume driven by growth in deposit. Returns paid on deposits and other dues also increased to Rs 94.0 billion, as against Rs 83.8 billion in June 2025, representing an increase of 12%. Consequently, the Bank's net spread increased to Rs 128.8 billion for the current period, compared to Rs 125.8 billion in the corresponding period last year, reflecting an increase of 2%.

Fee, commission and other income exhibited strong growth during the period, increasing by 36% to Rs 21.6 billion, compared to Rs 15.9 billion in June 2025. Core fee and commission income rose by 24% to Rs 13.5 billion, driven primarily by higher contributions from debit card usage, branch banking services and trade-related activities. Foreign exchange income also recorded an uptick of 54% over the corresponding period last year, rising to Rs 4.3 billion from Rs 2.8 billion in H1 2025, mainly supported by increased trade and home remittance flows.

Total expenses have increased to Rs 45.3 billion in H1 2026 from Rs 35.9 billion in H1 2025. As a result, the Bank's cost-to-income ratio for the period is 30% which is amongst the lowest in the industry. The rise in expenses from corresponding period last year is attributable to opening of 93 new branches from H1 2025, higher staff and information technology expenses as well as inflationary impacts. Further customer onboarding and communication expenses have also increased which are directly linked with growth in business volumes. The Bank remains committed to cost rationalization and the implementation of process automation initiatives aimed at enhancing operational efficiency and achieving a more streamlined operating model.

Total assets have increased by 7% from the level of December 2025, closing at Rs 5.14 trillion as at June 2026. Investments portfolio increased by 12% reaching Rs 2.90 trillion as compared to Rs 2.60 trillion at the start of the year. The Bank has been able to increase its investments due to the regular Sukuk auctions by the Government of Pakistan. Gross financing portfolio decreased by 3% from Rs 1.69 trillion as at December 2025 to Rs 1.64 trillion at the end of the current period, translating into an Advances to Deposits Ratio (ADR) of 43.8%.

Meezan Bank continues to maintain strong asset quality, outperforming industry benchmarks, with a non-performing financing ratio of 1.8%. The Bank also maintains a prudent level of provisioning against non-performing financings, resulting in a healthy coverage ratio of 152%.

The Bank's deposit portfolio registered strong growth of 13% compared to December 2025, reaching Rs 3.74 trillion as at the end of the period. Current Account (CA) deposits constituted slightly over 49% of the total deposit base, amounting to Rs 1.85 trillion, while Savings Account (SA) deposits grew by 9% to close at Rs 1.55 trillion as at June 2026. Collectively, Current and Savings Account (CASA) deposits represented 91% of the total deposit portfolio, aggregating to Rs 3.39 trillion. The Bank's consistent growth in deposits reflects the continued trust and confidence placed in it by its customers.

Meezan Bank remains committed to its digital transformation strategy, focused on enhancing customer experiences and optimizing back-office operations. Adopting a hybrid growth model, the Bank has expanded its physical presence in underserved areas while continuing to onboard customers through digital channels. Strategically distributed across the country, Meezan Bank operates 1,150 branches across 372 cities, complemented by an ATM network exceeding 1,350 touchpoints nationwide.

The VIS Credit Rating Company Limited has reaffirmed Meezan with highest possible credit rating - 'AAA' (Triple A) rating for the Long Term and an 'A1+' (A-One Plus) rating for the Short Term, maintaining a stable outlook.

Outlook

Meezan Bank remains steadfast in its commitment to fostering economic growth and reinforcing the financial stability of Pakistan through the progressive advancement of the Islamic banking sector. The Bank continues to align its strategic direction with the Government's vision for Islamic finance, consistent with the constitutional mandate, to support the transformation of the national economy towards a fully Shariah-compliant financial system. Its strategy is centred on achieving balanced and sustainable growth, enhancing sectoral diversification and maintaining strong regulatory compliance and financial soundness above the prescribed thresholds.

The Bank is also expanding its presence across both physical and digital platforms, with a continued focus on delivering leading-edge digital banking solutions to reinforce its position as an industry leader. The Bank successfully completed migration of its mobile banking customers to an upgraded application during the year. The new App is developed on the industry-leading Oracle Banking Digital Experience (OBDX) platform, providing a scalable solution for future digital services. A structured roadmap has also been established with new features to further improve customer experience and strengthen service reliability. Post this implementation the Bank has enhanced its focus on digital customer acquisition and during the current six months one third of the customers were onboarded through digital channels. The Bank also completed migration of legacy card and ATM platform to SmartVista. The platform provides a modern, and resilient foundation for card issuing, ATM acquiring, POS, e-commerce, payment switching, settlement, and digital channel integration. This implementation will reduce transaction processing time, improve security and enhance Bank's readiness for future product innovations.

While ongoing geopolitical tensions in the Middle East present potential challenges, including market volatility and inflationary pressures, the Bank's robust capital base, prudent risk management and diversified operations position it to maintain resilience, support economic activity and uphold investor and depositor confidence.

Acknowledgement

The Board extends its sincere appreciation to the State Bank of Pakistan, the Ministry of Finance, and the Securities and Exchange Commission of Pakistan for their continued support and commitment to fostering the growth and development of Pakistan's Islamic financial sector. The Board also expresses its heartfelt gratitude to the Bank's valued customers for their unwavering trust and confidence. It further acknowledges the invaluable guidance and support of the Board of Directors, the Shariah Board, shareholders, and the holders of Additional Tier 1 Sukuk and Tier II Subordinated Sukuk. Their continued confidence and commitment have been instrumental in reinforcing Meezan Bank's leadership as Pakistan's premier Islamic banking institution.

The Board also expresses its appreciation for the dedication, professionalism, and unwavering commitment of the Bank's management and employees. Their sustained efforts and pursuit of excellence continue to support the Bank's growth and contribute to the advancement of Islamic banking in Pakistan. Above all, the Board expresses its profound gratitude to Allah Almighty for His infinite blessings and guidance, which have made the Bank's continued achievements possible. The Board prays for His continued mercy and guidance as the Bank remains steadfast in its vision of establishing "Islamic banking as the banking of first choice."

On behalf of the Board

Riyadh S.A.A. Edrees
Chairman

Dr. Syed Amir Ali
President & CEO

Karachi:
August 06, 2026

ڈائریکٹرز کی طرف سے جائزہ

بِسۡمِ اللّٰہِ الرَّحۡمٰنِ الرَّحِیۡمِ

بورڈ آف ڈائریکٹرز کی جانب سے 30 جون 2026 کو مکمل ہونے والی ششماہی کے لیے میزان بینک کے تفصیلی مالیاتی نتائج پر مبنی مختصر عبوری غیر آڈٹ شدہ غیر مجموعی اور مجموعی گوشوارے پیش کرنا ہمارے لیے باعثِ مسرت ہے۔

معیشت

اگرچہ 2022 سے 2024 کے دوران پیش آنے والے معاشی چیلنجز کے بعد پاکستان کی معیشت میں استحکام کے آثار نمایاں ہونا شروع ہو گئے تھے، تاہم مشرقِ وسطیٰ میں جغرافیائی سیاسی کشیدگی کے باعث مہنگائی کے دباؤ میں دوبارہ اضافہ ہوا اور اہم بحری تجارتی راستوں میں رکاوٹوں کے نتیجے میں رسد (Supply) کا نظام بھی متاثر ہوا۔ ان مشکلات کے باوجود وفاقی حکومت نے معاشی استحکام برقرار رکھنے اور سرمایہ کاروں کے اعتماد کو مزید مضبوط بنانے کے لیے پالیسی اقدامات اور ساختی اصلاحات (Structural Reforms) کا سلسلہ جاری رکھا۔ مالی سال 2026 کے دوران پاکستان کی مجموعی قومی پیداوار (GDP) کی شرح نمو 3.7 فیصد ریکارڈ کی گئی، جو گزشتہ چار برسوں کی بلند ترین شرح ہے۔

سال کی دوسری سہ ماہی میں مشرقِ وسطیٰ میں تنازع شروع ہونے کے نتیجے میں توانائی کی قیمتوں میں اضافے کے باعث مہنگائی کے دباؤ میں دوبارہ اضافہ ہوا۔ اس صورتحال کے پیشِ نظر اسٹیٹ بینک آف پاکستان (SBP) نے اپریل 2026 میں پالیسی ریٹ میں 100 بیسس پوائنٹس اضافہ کرتے ہوئے اسے 11.5 فیصد کر دیا۔ جولائی 2026 میں منعقدہ اپنے حالیہ اجلاس میں اسٹیٹ بینک کی مانیٹری پالیسی کمیٹی نے پالیسی ریٹ کو برقرار رکھنے کا فیصلہ کیا، کیونکہ اس کے مطابق موجودہ مالیاتی پالیسی کا مؤقف درمیانی مدت میں مہنگائی کو 5 سے 7 فیصد کے ہدف تک لانے کے لیے موزوں ہے۔

بیرونِ ملک مقیم پاکستانیوں کی جانب سے بھیجی جانے والی ترسیلاتِ زر بیرونی شعبے کے لیے ایک اہم سہارا ثابت ہوئیں جو مالی سال 2026 کے دوران 41.6 بلین امریکی ڈالر تک پہنچ گئیں، جو گزشتہ سال کے مقابلے میں 8.6 فیصد زیادہ ہیں۔ اسی عرصے کے دوران پاکستان کے بین الاقوامی مالیاتی فنڈ (IMF) کے ساتھ جاری 37 ماہہ توسیعی فنڈ سہولت (EFF-Extended Fund Facility) پروگرام کے تحت 1.1 بلین امریکی ڈالر کی ایک قسط موصول ہوئی، جبکہ مزید اقساط کی منظوری رواں سال کے آخر میں متوقع ہے۔ ان رقوم کی آمد کے نتیجے میں 30 جون 2026 تک ملک کے زرمبادلہ کے ذخائر بڑھ کر 22 بلین امریکی ڈالر ہو گئے۔ اس کے علاوہ زرمبادلہ کی منڈی میں استحکام کے لیے کیے گئے مسلسل اقدامات نے بھی مثبت کردار ادا کیا، جس کے باعث پاکستانی روپیہ امریکی ڈالر کے مقابلے میں معمولی مضبوط ہوا اور اس کی قدر 31 دسمبر 2025 کے 280.1 روپے فی ڈالر سے بہتر ہو کر 278.2 روپے فی ڈالر ہو گئی۔

مستقبل کے تناظر میں مہنگائی پر قابو پانے، معاشی ترقی کو فروغ دینے اور ملک کی مالیاتی و بیرونی شعبے کی صورتحال میں بتدریج بہتری برقرار رکھنے کے لیے محتاط اور دانشمندانہ معاشی پالیسیوں کا تسلسل انتہائی اہم ہوگا۔ مزید برآں، مشرقِ وسطیٰ میں جاری کشیدگی کے نتائج اور عالمی توانائی کی قیمتوں پر اس کے اثرات پاکستان کے تجارتی توازن، جاری کھاتوں یعنی کرنٹ اکاؤنٹ کے خسارے، شرحِ مبادلہ کے استحکام اور مہنگائی پر اثر انداز ہو سکتے ہیں۔

اہم مالیاتی کارکردگی

اللہ تعالیٰ کے فضل و کرم سے میزان بینک نے 30 جون 2026 کو اختتام پذیر ہونے والی ششماہی مدت کے دوران ایک بار پھر مضبوط مالیاتی کارکردگی کا مظاہرہ کیا۔ بینک کا بعد از ٹیکس منافع (PAT-Profit after Tax) 48.9 بلین روپے رہا، جبکہ گزشتہ سال کی اسی مدت میں یہ 46.2 بلین روپے تھا، جو 6 فیصد اضافے کی عکاسی کرتا ہے۔ اس عرصے کے دوران فی حصص بنیادی آمدنی (EPS-Basic Earnings per Share) 27.15 روپے رہی، جبکہ گزشتہ سال کی اسی مدت میں یہ 25.72 روپے تھی۔ بینک کی حصص یافتگان کی سرمایہ کاری پر منافع (ROE-Return on Equity) 34.7 فیصد جبکہ اثاثوں پر منافع (ROA-Return on Assets) ششماہی 2026 کے لیے 2.0 فیصد ریکارڈ کیا گیا۔ الحمدللہ، بینک مسلسل اپنی ROE کو بینکاری صنعت کی اوسط سے بلند رکھنے میں کامیاب رہا ہے، جو حصص یافتگان کے لیے پائیدار قدر پیدا کرنے کے عزم کا مظہر ہے۔ منافع میں مسلسل بہتری، منافع کی تقسیم اور منافع کو برقرار رکھنے کے درمیان متوازن حکمتِ عملی کے باعث بینک اندرونی ذرائع سے سرمایہ پیدا کرنے کی مضبوط صلاحیت برقرار رکھنے میں کامیاب رہا۔ اسی کے نتیجے میں بینک کا سرمایہ جاتی کفایت کا تناسب (CAR-Capital Adequacy Ratio) 19 فیصد سے زائد برقرار رہا، جو ریگولیٹری تقاضوں سے نمایاں طور پر زیادہ ہے۔

بورڈ آف ڈائریکٹرز کو یہ اعلان کرتے ہوئے خوشی ہو رہی ہے کہ اس نے دوسری سہ ماہی کے لیے فی حصص 8.00 روپے (80 فیصد) عبوری نقد منافع (Interim Cash Dividend) کی منظوری دے دی ہے۔ اس کے نتیجے میں 30 جون 2026 کو اختتام پذیر ہونے والی ششماہی مدت کے لیے مجموعی نقد منافع فی حصص 15.50 روپے (155 فیصد) ہو گیا ہے، کیونکہ پہلی سہ ماہی کے لیے فی حصص 7.50 روپے (75 فیصد) عبوری نقد منافع پہلے ہی ادا کیا جا چکا ہے۔ بینک کو اس بات پر فخر ہے کہ پاکستان اسٹاک ایکسچینج میں فہرست ہونے کے بعد سے وہ ہر سال مسلسل اپنے حصص یافتگان کو منافع (Dividend) تقسیم کرتا آ رہا ہے۔ میزان بینک پاکستان کے سب سے زیادہ مالیت رکھنے والے بینکوں میں اپنی نمایاں حیثیت برقرار رکھنے میں کامیاب رہا اور ششماہی مدت کے اختتام پر بینک کی مارکیٹ کیپٹلائزیشن 3.34 بلین امریکی ڈالر (تقریباً 930 بلین روپے) رہی، جو بینک کی انتظامیہ، مضبوط مالیاتی کارکردگی اور مستقبل میں ترقی کے امکانات پر سرمایہ کاروں کے مسلسل اعتماد کی عکاس ہے۔

بینک کی مالیاتی کارکردگی کا خلاصہ درج ذیل ہے:

روپے (ملین میں)

نفع ونقصان کھاتہ	جنوری تا جون 2026	جنوری تا جون 2025	اضافہ/کمی کی شرح %
فنانسنگ، سرمایہ کاری اور تعین سے حاصل شدہ آمدنی/منافع	222,786	209,526	6%
جمع شدہ رقوم پر منافع کی ادائیگی اور دیگر واجب الادا مصارف	(94,000)	(83,770)	12%
اصل منافع	**128,786**	**125,756**	2%
فیس، کمیشن کی آمدنی اور دیگر بلا سرمایہ آمدنی	21,626	15,923	36%
آپریٹنگ آمدنی	**150,412**	**141,679**	6%
انتظامی اور دیگر اخراجات	(45,257)	(35,858)	26%
قرض پر خسارے کے لیے مختص رقوم/ پرووژنز سے قبل منافع	**105,155**	**105,821**	**(1%)**
پرووژنز اور قرضوں کی معافی۔ اصل	(2,604)	(3,379)	(23%)
قبل از ٹیکس منافع	**102,551**	**102,442**	0%
ٹیکس	(53,671)	(56,278)	(5%)
بعد از ٹیکس منافع	**48,880**	**46,164**	6%
بنیادی فی حصص آمدنی ۔ روپے	27.15	25.72	6%
برانچوں کی تعداد	1,150	1,057	9%

روپے (ملین میں)

مالیاتی حیثیت کا جائزہ	30 جون 2026	31 دسمبر 2025	اضافہ کی شرح%
کل اثاثہ جات	5,142,014	4,806,561	7%
سرمایہ کاریاں	2,903,071	2,596,837	12%
اسلامی فنانسنگ اور متعلقہ اثاثہ جات ۔ مجموعی	1,637,815	1,686,267	(3%)
ڈپازٹس	3,735,167	3,302,842	13%
ADR (ڈپازٹس کے مقابل مجموعی ایڈوانسز)۔	43.8%	51.1%	(7%)
ایکویٹی	288,656	279,257	3%

فنانسنگ، سرمایہ کاری اور پلیسمنٹس سے حاصل ہونے والی آمدنی میں 6 فیصد اضافہ ہوا اور یہ 222.8 بلین روپے تک پہنچ گئی، جبکہ گزشتہ سال کی اسی مدت میں یہ 209.5 بلین روپے تھی۔ یہ اضافہ بنیادی طور پر کاروباری حجم میں اضافے کی بدولت ہوا، اگرچہ اس دوران پالیسی ریٹ میں کمی نے اس کے اثرات کو جزوی طور پر محدود رکھا۔ موجودہ مدت کے دوران اوسط پالیسی ریٹ 10.9 فیصد رہا، جبکہ جون 2025 میں یہ 11.8 فیصد تھا، یعنی تقریباً 100 بیسس پوائنٹس کی کمی واقع ہوئی۔

تاہم، شرح منافع میں کمی کے اثرات کو ڈپازٹس میں اضافے کے باعث اثاثوں کے حجم میں ہونے والی بڑھوتری نے بڑی حد تک متوازن کر دیا۔ ڈپازٹس اور دیگر واجبات پر ادا کیا گیا منافع بھی بڑھ کر 94.0 بلین روپے ہو گیا، جبکہ جون 2025 میں یہ 83.8 بلین روپے تھا، جو 12 فیصد اضافے کو ظاہر کرتا ہے۔ اس کے نتیجے میں بینک کا خالص اسپریڈ (Net Spread) بڑھ کر 128.8 بلین روپے ہو گیا، جو گزشتہ سال کی اسی مدت کے 125.8 بلین روپے کے مقابلے میں 2 فیصد زیادہ ہے۔

فیس، کمیشن اور دیگر نان فنڈڈ آمدنی میں نمایاں اضافہ دیکھنے میں آیا اور یہ 36 فیصد بڑھ کر 21.6 بلین روپے ہو گئی، جبکہ جون 2025 میں یہ 15.9 بلین روپے تھی۔ بنیادی فیس اور کمیشن کی آمدنی 24 فیصد اضافے کے ساتھ 13.5 بلین روپے تک پہنچ گئی، جس کی بنیادی وجوہات ڈیبٹ کارڈ کے بڑھتے ہوئے استعمال، برانچ بینکنگ خدمات اور تجارتی سرگرمیوں سے حاصل ہونے والی زیادہ آمدنی تھیں۔ اسی طرح زرمبادلہ سے حاصل ہونے والی آمدنی میں بھی 54 فیصد اضافہ ہوا اور یہ 4.3 بلین روپے تک پہنچ گئی، جبکہ 2025 کی پہلی ششماہی میں یہ 2.8 بلین روپے تھی۔ اس اضافے کی بنیادی وجہ بین الاقوامی تجارت اور بیرونِ ملک پاکستانیوں کی ترسیلاتِ زر میں اضافہ تھا۔

2026 کی پہلی ششماہی میں بینک کے مجموعی اخراجات بڑھ کر 45.3 بلین روپے ہو گئے، جبکہ 2025 کی اسی مدت میں یہ 35.9 بلین روپے تھے۔ اس کے باوجود بینک کا کاسٹ ٹو انکم ریشو (Cost-to-Income Ratio) 30 فیصد رہا، جو بینکاری صنعت میں کم ترین شرحوں میں شمار ہوتا ہے۔ اخراجات میں اضافے کی بنیادی وجوہات گزشتہ سال کی پہلی ششماہی کے بعد 93 نئی برانچوں کا قیام، ملازمین پر بڑھنے والے اخراجات، انفارمیشن ٹیکنالوجی پر زیادہ سرمایہ کاری اور مہنگائی کے اثرات تھے۔ اس کے علاوہ نئے صارفین کی شمولیت (Customer Onboarding) اور ان سے رابطے (Communication) سے متعلق اخراجات میں بھی اضافہ ہوا، جو کاروباری حجم میں اضافے کا فطری نتیجہ ہے۔ بینک لاگت میں مؤثر نظم و ضبط برقرار رکھنے اور آپریشنل استعداد کو بہتر بنانے کے لیے عمل کاری (Process Automation) اور دیگر اصلاحاتی اقدامات پر مسلسل توجہ دے رہا ہے۔

30 جون 2026 تک بینک کے مجموعی اثاثے بڑھ کر 5.14 ٹریلین روپے ہو گئے، جو دسمبر 2025 کے مقابلے میں 7 فیصد زیادہ ہیں۔ بینک کی سرمایہ کاری میں 12 فیصد اضافہ ہوا اور یہ 2.90 ٹریلین روپے تک پہنچ گئی، جبکہ سال کے آغاز پر یہ 2.60 ٹریلین روپے تھی۔ حکومتِ پاکستان کی جانب سے باقاعدگی سے جاری کیے جانے والے صکوک کی نیلامیوں میں شرکت کے باعث بینک اپنی سرمایہ کاری میں نمایاں اضافہ کرنے میں کامیاب رہا۔ بینک کے مجموعی اسلامی فنانسنگ پورٹ فولیو میں 3 فیصد کمی واقع ہوئی اور یہ دسمبر 2025 کے 1.69 ٹریلین روپے سے کم ہو کر 30 جون 2026 تک 1.64 ٹریلین روپے رہ گیا، جس کے نتیجے میں ایڈوانسز ٹو ڈپازٹس ریشو (ADR) 43.8 فیصد ریکارڈ کیا گیا۔

میزان بینک نے اپنے اثاثوں کے معیار کو مسلسل مضبوط برقرار رکھا ہے اور اس حوالے سے بینکاری صنعت کے معیار سے بہتر کارکردگی کا مظاہرہ کیا ہے اور اس کا غیر فعال فنانسنگ (NPF-Non-Performing Financing) تناسب 1.8 فیصد رہا۔ مزید برآں، بینک نے غیر فعال فنانسنگ کے مقابلے میں مناسب سطح پر پرووژنز برقرار رکھی ہیں، جس کے نتیجے میں کوریج ریشو (Coverage Ratio) 152 فیصد کی مضبوط سطح پر موجود ہے۔

بینک کے ڈپازٹس میں دسمبر 2025 کے مقابلے میں 13 فیصد اضافہ ہوا اور رپورٹنگ مدت کے اختتام پر یہ 3.74 ٹریلین روپے تک پہنچ گئے۔ کرنٹ اکاؤنٹس (CA-Current Accounts) میں موجود رقوم مجموعی ڈپازٹس کا 49 فیصد سے زائد رہیں، جن کی مالیت 1.85 ٹریلین روپے تھی۔ اسی طرح سیونگ اکاؤنٹس (SA-Savings Accounts) کے ڈپازٹس میں 9 فیصد اضافہ ہوا اور جون 2026 کے اختتام پر یہ 1.55 ٹریلین روپے تک پہنچ گئے۔ مجموعی طور پر کرنٹ اور سیونگ اکاؤنٹس (CASA) کے ڈپازٹس 3.39 ٹریلین روپے رہے، جو بینک کے کل ڈپازٹس کا 91 فیصد بنتے ہیں۔ ڈپازٹس میں یہ مسلسل اضافہ اس اعتماد اور بھروسے کا مظہر ہے جو صارفین نے میزان بینک پر برقرار رکھا ہوا ہے۔

میزان بینک اپنی ڈیجیٹل تبدیلی (Digital Transformation) کی حکمتِ عملی پر عمل پیرا ہے، جس کا بنیادی مقصد صارفین کے تجربے کو مزید بہتر بنانا اور بیک آفس آپریشنز کو زیادہ مؤثر بنانا ہے۔ بینک نے ہائبرڈ گروتھ ماڈل (Hybrid Growth Model) اختیار کرتے ہوئے ایک جانب کم سہولت یافتہ علاقوں میں اپنی برانچوں کے ذریعے رسائی بڑھائی ہے، جبکہ دوسری جانب ڈیجیٹل ذرائع کے ذریعے بھی نئے صارفین کو بینکنگ نظام میں شامل کرنے کا عمل جاری رکھا ہے۔ ملک بھر میں حکمتِ عملی کے تحت قائم کیے گئے اپنے نیٹ ورک کے ذریعے میزان بینک 372 شہروں میں 1,150 برانچوں کے ذریعے خدمات فراہم کر رہا ہے، جبکہ اس کے 1,350 سے زائد اے ٹی ایم بھی ملک بھر میں صارفین کی سہولت کے لیے دستیاب ہیں۔

VIS کریڈٹ ریٹنگ کمپنی لمیٹڈ نے میزان بینک کی طویل مدتی کریڈٹ ریٹنگ کو ایک مرتبہ پھر بلند ترین درجے 'AAA' (ٹرپل اے) اور قلیل مدتی کریڈٹ ریٹنگ کو 'A1+' (اے ون پلس) پر برقرار رکھا ہے، جبکہ بینک کا مستقبل کا منظرنامہ بھی مستحکم قرار دیا گیا ہے۔

مستقبل کے امکانات

میزان بینک اسلامی بینکاری کے فروغ کے ذریعے پاکستان کی معاشی ترقی اور مالیاتی استحکام کو مضبوط بنانے کے اپنے عزم پر قائم ہے۔ بینک کی حکمتِ عملی حکومتِ پاکستان کے اسلامی مالیاتی نظام کے فروغ کے وژن اور آئینی تقاضوں سے ہم آہنگ ہے، تاکہ قومی معیشت کو بتدریج مکمل طور پر شریعہ سے ہم آہنگ مالیاتی نظام کی جانب منتقل کرنے میں اپنا کردار ادا کیا جاسکے۔ بینک کی پالیسی متوازن اور پائیدار ترقی، مختلف معاشی شعبوں میں سرمایہ کاری کے تنوع، مؤثر ریگولیٹری تعمیل اور مقررہ تقاضوں سے بہتر مالیاتی استحکام کو برقرار رکھنے پر مرکوز ہے۔

بینک اپنی فزیکل (برانچوں) اور ڈیجیٹل دونوں ذرائع سے موجودگی کو مسلسل وسعت دے رہا ہے، جبکہ جدید ترین ڈیجیٹل بینکاری سہولیات کی فراہمی کے ذریعے صنعت میں اپنی قائدانہ حیثیت مزید مضبوط بنانے کے لیے سرگرم عمل ہے۔ سال کے دوران بینک نے اپنے موبائل بینکنگ صارفین کو کامیابی کے ساتھ ایک جدید موبائل ایپلی کیشن پر منتقل کر دیا۔ یہ نئی ایپ (Oracle Banking Digital Experience (OBDX پلیٹ فارم پر تیار کی گئی ہے، جو مستقبل میں مزید جدید ڈیجیٹل خدمات کی فراہمی کے لیے ایک مضبوط، قابلِ توسیع اور جدید بنیاد فراہم کرتی ہے۔ صارفین کے تجربے کو مزید بہتر بنانے اور خدمات کے معیار و استحکام میں اضافہ کرنے کے لیے نئی سہولتوں پر مشتمل ایک واضح روڈ میپ بھی مرتب کیا گیا ہے۔ اس نئی ایپلی کیشن کے نفاذ کے بعد بینک نے ڈیجیٹل ذرائع سے نئے صارفین کی شمولیت پر خصوصی توجہ دی، جس کے نتیجے میں موجودہ ششماہی کے دوران شامل ہونے والے ہر تین میں سے ایک صارف نے ڈیجیٹل چینلز کے ذریعے بینک میں اپنا اکاؤنٹ کھولا۔ اسی عرصے میں بینک نے اپنے سابقہ کارڈ اور اے ٹی ایم پلیٹ فارم کو بھی کامیابی سے SmartVista پلیٹ فارم پر منتقل کر دیا۔ یہ جدید پلیٹ فارم ڈیبٹ و کریڈٹ کارڈز کے اجراء، اے ٹی ایم سروسز، پوائنٹ آف سیل (POS)، ای کامرس، ادائیگیوں کی سوئچنگ، سیٹلمنٹ اور ڈیجیٹل چینلز کے انضمام کے لیے ایک جدید، محفوظ اور مضبوط تکنیکی بنیاد فراہم کرتا ہے۔ اس تبدیلی سے لین دین کی رفتار مزید بہتر ہوگی، سکیورٹی میں اضافہ ہوگا اور بینک مستقبل میں جدید مصنوعات اور خدمات متعارف کرانے کے لیے مزید تیار ہوگا۔

اگرچہ مشرقِ وسطیٰ میں جاری جغرافیائی سیاسی کشیدگی مستقبل میں مالیاتی منڈیوں میں اتار چڑھاؤ اور مہنگائی کے دباؤ جیسے چیلنجز پیدا کر سکتی ہے، تاہم میزان بینک کی مضبوط سرمایہ جاتی بنیاد، محتاط رسک مینجمنٹ، متنوع کاروباری ڈھانچہ اور مستحکم مالی بنیاد اسے ان حالات کا مؤثر انداز میں مقابلہ کرنے، معاشی سرگرمیوں کی معاونت جاری رکھنے اور سرمایہ کاروں اور ڈپازٹرز کے اعتماد کو برقرار رکھنے کے قابل بناتے ہیں۔

اظہارِ تشکر

بورڈ آف ڈائریکٹرز، پاکستان کے اسلامی مالیاتی شعبے کی ترقی اور فروغ کے لیے مسلسل تعاون اور بھرپور عزم پر اسٹیٹ بینک آف پاکستان، وزارتِ خزانہ اور سیکیورٹیز اینڈ ایکسچینج کمیشن آف پاکستان (SECP) کا تہہ دل سے شکر گزار ہے۔ بورڈ بینک کے معزز صارفین کا بھی دلی شکریہ ادا کرتا ہے، جن کے غیر متزلزل اعتماد اور بھروسے نے بینک کی مسلسل کامیابی میں اہم کردار ادا کیا ہے۔ بورڈ آف ڈائریکٹرز، شریعہ بورڈ، حصص یافتگان، نیز ایڈیشنل ٹیئر ون (Additional Tier 1) صکوک اور ٹیئر ٹو سب آرڈینیٹڈ (Tier II Subordinated) صکوک کے حامل سرمایہ کاروں کی قیمتی رہنمائی، تعاون اور اعتماد کو بھی قدر کی نگاہ سے دیکھتا ہے۔ ان کے مسلسل اعتماد اور وابستگی نے میزان بینک کو پاکستان کے ممتاز اسلامی بینک کے طور پر اپنی قائدانہ حیثیت مزید مستحکم کرنے میں اہم کردار ادا کیا ہے۔

بورڈ بینک کی انتظامیہ اور تمام ملازمین کی لگن، پیشہ ورانہ صلاحیت اور غیر متزلزل عزم کو بھی خراجِ تحسین پیش کرتا ہے۔ ان کی مسلسل محنت، بہترین کارکردگی کے حصول کی کوشش اور انتھک خدمات نہ صرف بینک کی ترقی میں معاون ثابت ہو رہی ہیں بلکہ پاکستان میں اسلامی بینکاری کے فروغ میں بھی اہم کردار ادا کر رہی ہیں۔ سب سے بڑھ کر، بورڈ اللہ تعالیٰ کا بے حد شکر گزار ہے، جس کے بے شمار فضل، کرم اور رہنمائی کے باعث بینک اپنی مسلسل کامیابیوں کا سفر جاری رکھنے میں کامیاب رہا ہے۔ بورڈ دعا گو ہے کہ اللہ تعالیٰ اپنی رحمتوں اور رہنمائی کا سایہ ہمیشہ بینک پر قائم رکھے تاکہ بینک "اسلامی بینکاری کو ہر فرد کی پہلی ترجیحی بینکاری" بنانے کے اپنے وژن پر ثابت قدم رہ سکے۔

(منجانب بورڈ)

ڈاکٹر سید عامر علی
صدر اور CEO

ریاض ایس۔اے۔اے۔ادریس
چیئرمین

کراچی
6 اگست، 2026

INDEPENDENT AUDITOR'S REVIEW REPORT
TO THE MEMBERS OF MEEZAN BANK LIMITED

Report on review of Interim Financial Statements

Introduction

We have reviewed the accompanying unconsolidated condensed interim statement of financial position of Meezan Bank Limited ("the Bank") as at June 30, 2026 and the related unconsolidated condensed interim statement of profit and loss account, unconsolidated condensed interim statement of comprehensive income, unconsolidated condensed interim statement of changes in equity, and unconsolidated condensed interim cash flow statement, and notes to the unconsolidated condensed interim financial statements for the half year then ended (here-in-after referred to as the "interim financial statements"). Management is responsible for the preparation and presentation of these interim financial statements in accordance with accounting and reporting standards as applicable in Pakistan for interim financial reporting. Our responsibility is to express a conclusion on these interim financial statements based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of interim financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying interim financial statements are not prepared, in all material respects, in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting.

Other Matter

Pursuant to the requirement of Section 237 (1) (b) of the Companies Act, 2017, only cumulative figures for the half year, presented in the second quarter accounts are subject to a limited scope review by the statutory auditors of the Bank. Accordingly, the figures of the unconsolidated condensed interim statement of profit and loss account and unconsolidated condensed interim statement of comprehensive income for the quarter ended June 30, 2026 have not been reviewed by us.

The engagement partner on the audit resulting in this independent auditor's report is **Shahbaz Akbar**.

A.F. Ferguson & Co.
Chartered Accountants
Place: Karachi
Date: August 20, 2026
UDIN: RR202610068CzhZN4RA5

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

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
ASSETS			
Cash and balances with treasury banks	6	**326,087,709**	330,542,818
Balances with other banks	7	**35,269,314**	15,388,174
Due from financial institutions	8	**5,563,224**	12,325,225
Investments	9	**2,903,071,322**	2,596,837,140
Islamic financing and related assets	10	**1,592,269,620**	1,640,934,798
Property and equipment	11	**54,124,955**	50,038,251
Right-of-use assets	12	**24,957,531**	21,777,193
Intangible assets	13	**3,475,023**	3,429,762
Deferred tax assets	14	**21,500,064**	-
Other assets	15	**175,695,487**	135,287,558
Total Assets		**5,142,014,249**	4,806,560,919
LIABILITIES			
Bills payable	16	**128,592,031**	73,767,955
Due to financial institutions	17	**743,259,516**	887,048,227
Deposits and other accounts	18	**3,735,167,166**	3,302,842,200
Lease liability against right-of-use assets	19	**32,704,310**	28,428,316
Sub-ordinated sukuks	20	**16,990,000**	16,990,000
Deferred tax liabilities	14	**-**	1,654,497
Other liabilities	21	**196,644,741**	216,572,601
Total Liabilities		**4,853,357,764**	4,527,303,796
NET ASSETS		**288,656,485**	279,257,123
REPRESENTED BY			
Share capital		**18,005,546**	18,005,546
Advance against issue of shares	34.2	**655,603**	-
Reserves		**63,183,699**	57,960,448
(Deficit) / surplus on revaluation of assets - net of tax	22	**(41,504)**	14,380,110
Unappropriated profit		**206,853,141**	188,911,019
		288,656,485	279,257,123
CONTINGENCIES AND COMMITMENTS	23		

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

UNCONSOLIDATED CONDENSED INTERIM
STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)
FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2026

	Note	Quarter ended June 30, 2026	Quarter ended June 30, 2025	Half year ended June 30, 2026	Half year ended June 30, 2025
		Rupees in '000			
Profit / return earned on Islamic financing and related assets, investments and placements	24	**116,955,530**	101,909,368	**222,786,477**	209,525,897
Profit / return on deposits and other dues expensed	25	**49,596,060**	37,943,930	**94,000,217**	83,770,048
Net profit / return		**67,359,470**	63,965,438	**128,786,260**	125,755,849
OTHER INCOME					
Fee and commission income	26	**6,557,080**	5,342,308	**13,511,834**	10,872,870
Dividend income		**980,009**	177,001	**2,096,337**	884,137
Foreign exchange income		**2,453,092**	1,172,332	**4,251,524**	2,768,230
Gain on securities	27	**59,770**	658,139	**1,010,792**	669,304
Net gains on derecognition of financial assets measured at amortised cost		**-**	-	**-**	-
Other income	28	**424,741**	395,526	**755,029**	728,567
Total other income		**10,474,692**	7,745,306	**21,625,516**	15,923,108
Total income		**77,834,162**	71,710,744	**150,411,776**	141,678,957
OTHER EXPENSES					
Operating expenses	29	**20,966,699**	15,022,683	**43,163,592**	33,633,322
Workers welfare fund		**1,138,331**	1,153,016	**2,091,033**	2,169,016
Other charges	30	**1,611**	51,123	**2,256**	55,729
Total other expenses		**22,106,641**	16,226,822	**45,256,881**	35,858,067
Profit before credit loss allowance / provisions		**55,727,521**	55,483,922	**105,154,895**	105,820,890
Credit loss allowance / provisions and write offs - net	31	**2,154,834**	1,520,212	**2,603,630**	3,378,592
Extra ordinary / unusual items		**-**	-	**-**	-
PROFIT BEFORE TAXATION		**53,572,687**	53,963,710	**102,551,265**	102,442,298
Taxation	32	**28,097,500**	29,847,504	**53,671,401**	56,278,494
PROFIT AFTER TAXATION		**25,475,187**	24,116,206	**48,879,864**	46,163,804
		Rupees			
Basic earnings per share	33	**14.15**	13.44	**27.15**	25.72
Diluted earnings per share	34	**14.06**	13.35	**26.97**	25.57

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

UNCONSOLIDATED CONDENSED INTERIM
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER AND HALF YEAR ENDED JUNE 30, 2026

	Quarter ended June 30, 2026	Quarter ended June 30, 2025	Half year ended June 30, 2026	Half year ended June 30, 2025
	Rupees in '000			
Profit after taxation for the period	**25,475,187**	24,116,206	**48,879,864**	46,163,804
Other comprehensive (loss) / income				
Items that may be reclassified to the unconsolidated condensed interim statement of profit and loss account in subsequent periods:				
- Movement in surplus on revaluation of debt investments carried at FVOCI - net of tax	**(4,832,220)**	5,013,199	**(14,137,823)**	(4,357,892)
- Gain on sale of debt investments carried at FVOCI – reclassified to the statement of profit and loss account - net of tax	**(23,759)**	(309,181)	**(475,241)**	(314,361)
Items that will not be reclassified to the unconsolidated condensed interim statement of profit and loss account in subsequent periods:				
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	**1,734,288**	212,307	**249,737**	329,136
Total comprehensive income for the period	**22,353,496**	29,032,531	**34,516,537**	41,820,687

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	Dr. Syed Amir Ali	Irfan Siddiqui	Mohammad Abdul Aleem	Adeel Ali Khan
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

UNCONSOLIDATED CONDENSED INTERIM
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2026

			Capital reserves				Revenue reserve	Surplus / (deficit) on revaluation of			
	Share capital	Advance against issue of shares	Share premium	Statutory reserve *	Non - Distributable Capital Reserve - Gain on Bargain Purchase	Employee share option compensation reserve	General reserve	Investments	Non-banking Assets	Unappro-priated profit	Total
	Rupees in '000										
Balance as at January 01, 2025 (Audited)	**17,947,407**	**-**	**3,104,253**	**40,767,834**	**3,117,547**	**945,867**	**66,766**	**22,141,192**	**-**	**158,893,426**	**246,984,292**
Profit after taxation for the half year ended June 30, 2025	-	-	-	-	-	-	-	-	-	46,163,804	46,163,804
Other comprehensive income / (loss) for the half year ended June 30, 2025 - net of tax											
- Movement in deficit on revaluation of debt investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	(4,357,892)	-	-	(4,357,892)
- Gain on sale of debt investments carried at FVOCI – reclassified to the statement of profit and loss account - net of tax	-	-	-	-	-	-	-	(314,361)	-	-	(314,361)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	329,136	-	-	329,136
Total other comprehensive loss - net of tax	-	-	-	-	-	-	-	(4,343,117)	-	-	(4,343,117)
Total comprehensive income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(4,343,117)**	**-**	**46,163,804**	**41,820,687**
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(218,813)	-	218,813	-
Recognition of share based compensation	-	-	-	-	-	342,406	-	-	-	-	342,406
Other appropriations											
Transfer to statutory reserve*	-	-	-	4,616,380	-	-	-	-	-	(4,616,380)	-
Transactions with owners recognised directly in equity											
Final cash dividend for the year 2024@ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,563,185)	(12,563,185)
First interim cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,563,185)	(12,563,185)
	-	-	-	-	-	-	-	-	-	(25,126,370)	(25,126,370)
Advance received against issue oof 5,813,938 shares under the Employees share option scheme (note 34.2)	-	417,509	-	-	-	-	-	-	-	-	417,509
Balance as at June 30, 2025 (Unaudited)	**17,947,407**	**417,509**	**3,104,253**	**45,384,214**	**3,117,547**	**1,288,273**	**66,766**	**17,579,262**	**-**	**175,533,293**	**264,438,524**
Profit after taxation for the half year ended December 31, 2025	-	-	-	-	-	-	-	-	-	42,877,446	42,877,446
Other comprehensive income / (loss) for the half year ended December 31, 2025 - net of tax											
- Movement in deficit on revaluation of debt investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	(4,296,782)	-	-	(4,296,782)
- Gain on sale of debt investments carried at FVOCI – reclassified to the statement of profit and loss account - net of tax	-	-	-	-	-	-	-	(141,152)	-	-	(141,152)
Remeasurement loss on defined benefit obligations - net of tax	-	-	-	-	-	-	-	-	-	(78,863)	(78,863)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	1,259,224	-	-	1,259,224
Total other comprehensive loss - net of tax	-	-	-	-	-	-	-	(3,178,710)	-	(78,863)	(3,257,573)
Total comprehensive income	**-**	**-**	**-**	**-**	**-**	**-**	**-**	**(3,178,710)**	**-**	**42,798,583**	**39,619,873**
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(20,442)	-	20,442	-
Recognition of share based compensation	-	-	-	-	-	406,492	-	-	-	-	406,492
Other appropriations											
Transfer to statutory reserve*	-	-	-	4,287,745	-	-	-	-	-	(4,287,745)	-
Transactions with owners recognised directly in equity											
Second interim cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,603,883)	(12,603,883)
Third interim cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,603,883)	(12,603,883)
	-	-	-	-	-	-	-	-	-	(25,207,766)	(25,207,766)
Issue of 5,813,938 shares under the Employees share option scheme	58,139	(417,509)	774,981	-	-	(469,823)	-	-	-	54,212	-
Balance as at December 31, 2025 (Audited)	**18,005,546**	**-**	**3,879,234**	**49,671,959**	**3,117,547**	**1,224,942**	**66,766**	**14,380,110**	**-**	**188,911,019**	**279,257,123**

UNCONSOLIDATED CONDENSED INTERIM
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2026

			Capital reserves				Revenue reserve	Surplus / (deficit) on revaluation of			
	Share capital	Advance against issue of shares	Share premium	Statutory reserve *	Non - Distributable Capital Reserve - Gain on Bargain Purchase	Employee share option compensation reserve	General reserve	Investments	Non-banking Assets	Unappro-priated profit	Total
	Rupees in '000										
Balance as at December 31, 2025 (Audited)	18,005,546	-	3,879,234	49,671,959	3,117,547	1,224,942	66,766	14,380,110	-	188,911,019	279,257,123
Profit after taxation for the half year ended June 30, 2026	-	-	-	-	-	-	-	-	-	48,879,864	48,879,864
Other comprehensive income / (loss) for the half year ended June 30, 2026 - net of tax											
- Movement in deficit on revaluation of debt investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	(14,137,823)	-	-	(14,137,823)
- Gain on sale of debt investments carried at FVOCI – reclassified to the statement of profit and loss account - net of tax	-	-	-	-	-	-	-	(475,241)	-	-	(475,241)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	249,737	-	-	249,737
Total other comprehensive loss - net of tax	-	-	-	-	-	-	-	(14,363,327)	-	-	(14,363,327)
Total comprehensive income	-	-	-	-	-	-	-	(14,363,327)	-	48,879,864	34,516,537
Transfer from surplus on revaluation of assets to unappropriated profit - net of tax	-	-	-	-	-	-	-	(58,287)	-	58,287	-
Recognition of share based compensation	-	-	-	-	-	335,265	-	-	-	-	335,265
Other appropriations											
Transfer to statutory reserve*	-	-	-	4,887,986	-	-	-	-	-	(4,887,986)	-
Transactions with owners recognised directly in equity											
Final cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,603,883)	(12,603,883)
First interim cash dividend for the year 2026 @ Rs 7.5 per share	-	-	-	-	-	-	-	-	-	(13,504,160)	(13,504,160)
	-	-	-	-	-	-	-	-	-	(26,108,043)	(26,108,043)
Advance received against issue of 6,541,796 shares under the Employees shares option scheme (note 34.2)	-	655,603	-	-	-	-	-	-	-	-	655,603
Balance as at June 30, 2026 (Unaudited)	18,005,546	655,603	3,879,234	54,559,945	3,117,547	1,560,207	66,766	(41,504)	-	206,853,141	288,656,485

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

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

UNCONSOLIDATED CONDENSED INTERIM
CASH FLOW STATEMENT (UNAUDITED)
FOR THE 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		**102,551,265**	102,442,298
Less: Dividend income		**(2,096,337)**	(884,137)
		100,454,928	101,558,161
Adjustments:			
Depreciation	29	**4,108,728**	3,373,054
Net profit / return		**(131,135,155)**	(127,772,404)
Amortisation	29	**425,660**	394,075
Depreciation on right-of-use assets	29	**1,577,479**	1,418,699
Amortisation of lease liability against right-of-use assets	25	**2,348,895**	2,016,555
Credit loss allowance / provisions and write offs - net	31	**2,603,630**	3,378,592
Share based compensation expense		**335,265**	342,406
Unrealised loss / (gain) - FVTPL	27	**376**	(450)
Gain on sale of property and equipment	28	**(166,538)**	(320,565)
		(119,901,660)	(117,170,038)
		(19,446,732)	(15,611,877)
Decrease / (increase) in operating assets			
Due from financial institutions		**6,762,188**	(34,186,910)
Islamic financings and related assets		**48,488,550**	365,602,217
Other assets (excluding advance taxation and profit receivable)		**(8,472,966)**	(8,727,832)
		46,777,772	322,687,475
Increase / (decrease) in operating liabilities			
Bills payable		**54,824,076**	(18,329,794)
Due to financial institutions		**(141,441,908)**	(205,400,507)
Deposits and other accounts		**432,324,966**	457,667,350
Other liabilities (excluding current taxation and profit payable)		**(2,509,268)**	(8,106,296)
		343,197,866	225,830,753
		370,528,906	532,906,351
Net profit / return received		**189,350,769**	209,781,509
Net profit / return paid		**(93,783,260)**	(86,362,849)
Income tax paid		**(77,309,155)**	(48,669,723)
Net cash generated from operating activities		**388,787,260**	607,655,288
CASH FLOW FROM INVESTING ACTIVITIES			
Net investments in amortised cost securities		**(32,363,087)**	(67,627,222)
Net investments in securities classified as FVOCI		**(303,045,860)**	(464,947,608)
Net (investments) / divestments in securities classified as FVTPL		**(367,534)**	3,353,741
Investments in subsidiaries		**(500,000)**	-
Net investments in associates		**(2,851)**	-
Dividends received		**2,042,229**	812,982
Investments in property and equipment		**(8,313,750)**	(5,275,970)
Investments in intangible assets		**(470,921)**	(852,101)
Proceeds from sale of property and equipment		**284,856**	664,801
Net cash used in investing activities		**(342,736,918)**	(533,871,377)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of lease liability against right-of-use assets		**(2,830,718)**	(2,264,397)
Redemption of subordinated sukuks		**-**	(4,000,000)
Advance received against issue of shares		**655,603**	417,509
Dividend paid		**(26,100,690)**	(25,119,633)
Net cash used in financing activities		**(28,275,805)**	(30,966,521)
Net Increase in cash and cash equivalents		**17,774,537**	42,817,390
Cash and cash equivalents at the beginning of the period		**343,157,486**	272,075,918
Expected credit loss allowance on cash and cash equivalents - net		**(1,703)**	(9,815)
Cash and cash equivalents at the end of the period	35	**360,930,320**	314,883,493

The annexed notes 1 to 42 form an integral part of these unconsolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

1 LEGAL STATUS AND NATURE OF BUSINESS

1.1 Meezan Bank Limited (the Bank) was incorporated in Pakistan on January 27, 1997, as a public limited company under the provisions of the repealed Companies Ordinance, 1984 (now the Companies Act, 2017), and its shares are quoted on the Pakistan Stock Exchange Limited. The Bank was registered as an 'Investment Finance Company' on August 8, 1997, and carried on the business of investment banking as permitted under SRO 585(I)/87 dated July 13, 1987, in accordance and in conformity with the principles of Islamic Shariah. A 'Certificate of Commencement of Business' was issued to the Bank on September 29, 1997.

1.2 The Bank was granted a 'Scheduled Islamic Commercial Bank' license on January 31, 2002 and formally commenced operations as a Scheduled Islamic Commercial Bank with effect from March 20, 2002, on receiving notification in this regard from the State Bank of Pakistan (the SBP) under section 37 of the State Bank of Pakistan Act, 1956. Currently, the Bank is engaged in corporate, commercial, consumer, investment and retail banking activities.

1.3 The Bank was operating through one thousand one hundred and fifty branches as at June 30, 2026 (December 31, 2025: one thousand one hundred and five branches). Its registered office is at Meezan House, C-25, Estate Avenue, SITE, Karachi, Pakistan.

1.4 The VIS Credit Rating Company Limited (VIS) has reaffirmed the Bank's medium to long-term rating as 'AAA' and short-term rating as 'A1+' on June 30, 2026 (2025: 'AAA' and 'A1+' dated June 30, 2025).

2 BASIS OF PRESENTATION

The Bank provides Islamic financing and related assets mainly through Murabaha, Istisna, Tijarah, Ijarah, Diminishing Musharakah, Running Musharakah, Bai Muajjal, Musawammah, Service Ijarah, Wakalah, Wakalah Tul Istithmar including under Islamic Export Refinance Scheme and various long term islamic refinancing facilities of the State Bank of Pakistan respectively.

The purchases and sales arising under these arrangements are not reflected in these unconsolidated condensed interim financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of profit thereon. The income on such financing is recognised in accordance with the principles of Islamic Shariah. However, income, if any, received which does not comply with the principles of Islamic Shariah is recognised as charity payable if so directed by the Resident Shariah Board Member (RSBM) of the Bank.

3 STATEMENT OF COMPLIANCE

3.1 These unconsolidated condensed interim financial statements have been prepared in accordance with the accounting and reporting standards as applicable in Pakistan for interim financial reporting. The accounting and reporting standards as applicable in Pakistan for interim financial reporting comprise of:

- International Accounting Standard (IAS) 34, "Interim Financial Reporting", issued by the International Accounting Standards Board (IASB) as are notified under the Companies Act, 2017;

- Islamic Financial Accounting Standards (IFAS) issued by the Institute of Chartered Accountants of Pakistan as are notified under the Companies Act, 2017;

- Provisions of, directives, and notifications issued under the Banking Companies Ordinance, 1962 and the Companies Act, 2017; and

- Directives issued by the State Bank of Pakistan (SBP) and the Securities Exchange Commission of Pakistan (SECP).

Whenever the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 or the directives and notifications issued by the SBP and the SECP differ with the requirements of IAS 34 or IFAS, the requirements of the Banking Companies Ordinance, 1962, the Companies Act, 2017 and the said directives and notifications, shall prevail.

3.2 The SBP vide its BPRD Circular No. 04 dated February 25, 2015 has clarified that the reporting requirements of IFAS 3, 'Profit and loss sharing on deposits' for Institutions offering Islamic Financial Services (IIFS) relating to annual, half yearly and quarterly financial statements would be notified by the SBP through issuance of specific instructions and uniform disclosure formats in consultation with IIFS. These reporting requirements have not been notified to date. Accordingly, the disclosure requirements under IFAS 3 have not been considered in these unconsolidated condensed interim financial statements.

3.3 The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment property' for Banking Companies through BSD Circular Letter No. 10 dated August 26, 2002 till further instructions. Accordingly, the requirements of this standard has not been considered in the preparation of these unconsolidated condensed interim financial statements.

3.4 The SECP through SRO 56(1)/2016 dated January 28, 2016, has directed that the requirements of IFRS 10, 'Consolidated financial statements' are not applicable in case of investments by companies in mutual funds established under Trust Deed structure. Accordingly, implications of IFRS 10 in respect of investment in mutual funds are not considered in these unconsolidated condensed interim financial statements.

3.5 The disclosures made in these unconsolidated condensed interim financial statements have been limited based on the format prescribed by the SBP through BPRD Circular No. 02 dated February 09, 2023 and the requirements of International Accounting Standard 34, "Interim Financial Reporting". These do not include all the information and disclosures required for annual financial statements, and therefore should be read in conjunction with the annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2025.

3.6 The Bank believes that there is no significant doubt on the Bank's ability to continue as a going concern. Therefore, these unconsolidated condensed interim financial statements have been prepared on a going concern basis.

3.7 Standards, interpretations of and amendments to the published accounting and reporting standards that are effective in the current period:

3.7.1 There are certain new and amended standards, interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2026. These do not have any material effect on the Bank's unconsolidated condensed interim financial statements. The details are as follows:

- IFRS 7, 'Financial Instruments: Disclosures'; the SECP through S.R.O. 742(1)/2025 dated April 16, 2025 has required disclosures regarding the significance of financial instruments to the Bank's financial position and performance, as well as the nature, extent, and management of risks arising from such instruments. Accordingly, the Bank will include such disclosures in its annual financial statements for the year ending December 31, 2026. However, disclosure requirements of IFRS 7 do not apply to these unconsolidated condensed interim financial statements except for those specified in paragraph 16A(j) of IAS 34, 'Interim Financial Reporting' which have been disclosed in these unconsolidated condensed interim financial statements.

- Certain amendments to IFRS 7 'Financial Instruments: Disclosures' and IFRS 9 'Financial Instruments' have become applicable on the Bank which clarify the date of recognition and derecognition of a financial asset or financial liability. These amendments do not have any material impact and therefore, have not been recorded in these unconsolidated condensed interim financial statements.

3.8 Standards, interpretations of and amendments to the published accounting and reporting standards that are not yet effective:

3.8.1 There are certain new and amended standards, issued by the International Accounting Standards Board (IASB), interpretations and amendments that are mandatory for the Bank's accounting periods beginning on or after January 01, 2027 but are considered not to be relevant or will not have any material effect on the Bank's unconsolidated condensed interim financial statements except for:

- the new standard - IFRS 18 'Presentation and Disclosure in Financial Statements' (published in April 2024) with applicability date of January 01, 2027. Application of IFRS 18 will impact the presentation of the 'Statement of Profit and Loss Account' with certain additional disclosures as and when instructed by the SBP.

4. BASIS OF MEASUREMENT

4.1 Accounting Convention

These unconsolidated condensed interim financial statements have been prepared under the historical cost convention, except for certain non banking assets acquired in satisfaction of claims which are stated at revalued amounts, investment classified at fair value through profit or loss and fair value through other comprehensive income, commitments in respect of certain foreign exchange contracts which are measured at fair value, staff retirement benefits and compensated absences which are carried at present value.

4.2 Functional and presentation currency

Items included in these unconsolidated condensed interim financial statements are measured using the currency of the primary economic environment in which the Bank operates. These unconsolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Bank's functional and presentation currency.

4.3 Rounding off

Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

4.4 Critical accounting estimates and judgments

The preparation of these unconsolidated condensed interim financial statements in conformity with the accounting and reporting standards as applicable in Pakistan requires management to make judgments, estimates and assumptions that affect the reported amounts of assets and liabilities and income and expenses as well as in the disclosure of contingent liabilities. It also requires management to exercise judgment in application of its accounting policies. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. These estimates and assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised, if the revision affects only that period, or in the period of revision and in future periods if the revision affects both current and future periods.

The significant judgments made by the management in applying the Bank's accounting policies and the key sources of estimation were the same as those applied in the preparation of unconsolidated annual audited financial statements for the year ended December 31, 2025.

5. MATERIAL ACCOUNTING POLICY INFORMATION AND FINANCIAL RISK MANAGEMENT POLICIES

The accounting policies applied in the preparation of these unconsolidated condensed interim financial statements are the same as applied in the preparation of the annual audited unconsolidated financial statements of the Bank for the year ended December 31, 2025 except for changes mentioned in note 5.1 to these unconsolidated condensed interim financial statements.

The financial risk management objectives and policies adopted by the Bank are consistent with those disclosed in the annual audited unconsolidated financial statements for the year ended December 31, 2025.

5.1 IFRS 9 - 'Financial Instruments'

5.1.1 The Bank adopted IFRS 9 effective from January 01, 2024, except for certain relaxations and extensions issued by the SBP from time to time. The impacts of these relaxations and extensions were incorporated in the annual audited unconsolidated financial statements of the Bank for the years ended December 31, 2024 and 2025, with the modified retrospective approach as permitted under IFRS 9.

In addition, the SBP, in a separate instruction vide BPRD/RPD/822456/25 dated January 22, 2025, allowed an extension for application of the Effective Profit Rate (EPR) up to December 31, 2025. During the current period, in accordance with the aforementioned instruction, the Bank has applied EPR only on investments. However, the impact of EPR on other financial instruments as required under the applicable financial reporting framework, including the opening impact on investments, is not material. Therefore, the impact has not been recorded in these unconsolidated condensed interim financial statements.

5.1.2 The SBP has directed the Banks through its BPRD Circular Letter No. 01 dated January 22, 2025 to continue the existing revenue recognition methodology, including the requirements of IFAS 1 and IFAS 2 until further instructions. Had IFRS 9 been adopted in its entirety for revenue recognition from Islamic operations, profit / return earned on Islamic financing and related assets in unconsolidated condensed interim statement of profit and loss account for the period ended June 30, 2026 would have been higher by Rs. 1,703 million and taxation would have been higher by Rs. 886 million. Further, unappropriated profit in unconsolidated condensed interim statement of changes in equity would have been higher by Rs. 3,914 million (December 31, 2025: Rs. 3,097 million).

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
6 CASH AND BALANCES WITH TREASURY BANKS		Rupees in '000	
In hand			
- local currency		**66,778,692**	53,186,875
- foreign currencies		**3,823,505**	2,774,219
		70,602,197	55,961,094
With the State Bank of Pakistan in			
- local currency current accounts		**166,629,489**	177,334,102
- foreign currency current accounts		**19,405,381**	17,725,572
	6.1	**186,034,870**	195,059,674
With the National Bank of Pakistan in			
- local currency current accounts		**69,462,520**	79,533,880
National Prize Bonds	6.2	**270**	270
Less: Credit loss allowance held against cash and balances with treasury banks		**(12,148)**	(12,100)
Cash and balances with treasury banks - net of credit loss allowance		**326,087,709**	330,542,818

6.1 These include local and foreign currency amounts required to be maintained by the Bank with the SBP under the Banking Companies Ordinance, 1962 and / or stipulated by the SBP. These accounts are non-remunerative in nature.

6.2 These represent the national prize bonds received from customers for onward surrendering to SBP. The Bank, as a matter of Shariah principle, does not deal in prize bonds.

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
7 BALANCES WITH OTHER BANKS			
In Pakistan			
- in current accounts		**20,592,810**	11,868,771
Outside Pakistan			
- in current accounts		**4,424,827**	3,542,098
- in deposit accounts	7.1	**10,276,027**	-
		14,700,854	3,542,098
Less: Credit loss allowance held against balances with other banks		**(24,350)**	(22,695)
Balances with other banks - net of credit loss allowance		**35,269,314**	15,388,174

7.1 This represents the balance in the remunerative account maintained with financial institutions outside Pakistan. The return on these balances ranges from 0.25% to 2.50% (December 31, 2025: Nil) per annum.

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
8 DUE FROM FINANCIAL INSTITUTIONS		Rupees in '000	
Bai Muajjal receivable from other financial institution		**15,500**	15,500
Musharakah placements - outside Pakistan - unsecured	8.1	**5,563,228**	12,325,416
		5,578,728	12,340,916
Less: Credit loss allowance held against due from financial institutions	8.2	**(15,504)**	(15,691)
Due from financial institutions - net of credit loss allowance		**5,563,224**	12,325,225

8.1 The average return on this product is 3.55% (December 31, 2025: 3.83%) per annum. The balance has maturity in July 2026 (December 31, 2025: January 2026).

8.2 Particulars of credit loss allowance against due from financial institutions	June 30, 2026 (Unaudited)		December 31, 2025 (Audited)	
	Due from financial institutions	Credit loss allowance held	Due from financial institutions	Credit loss allowance held
	Rupees in '000			
Domestic				
Stage 1 / Performing	5,563,228	4	8,403,693	13
Stage 2 / Under performing	-	-	3,921,723	178
Stage 3 / Non-performing				
Substandard	-	-	-	-
Doubtful	-	-	-	-
Loss	15,500	15,500	15,500	15,500
	15,500	15,500	15,500	15,500
Total	5,578,728	15,504	12,340,916	15,691

9 INVESTMENTS

9.1 Investments by type:

	Note	June 30, 2026 (Unaudited)				December 31, 2025 (Audited)			
		Cost / amortised cost	Credit loss allowance	Surplus / (deficit)	Carrying Value	Cost / amortised cost	Credit loss allowance	Surplus	Carrying Value
		Rupees in '000							
FVTPL securities									
- Federal Government securities		1,274,062	-	-	1,274,062	909,861	-	-	909,861
- Units of mutual funds		79,716	-	18,752	98,468	76,383	-	19,594	95,977
- Non Government sukuks		933,000	-	7,030	940,030	933,000	-	6,564	939,564
		2,286,778	-	25,782	2,312,560	1,919,244	-	26,158	1,945,402
FVOCI securities									
- Federal Government securities	9.1.2	2,381,581,835	-	(8,259,932)	2,373,321,903	2,078,057,070	-	22,244,965	2,100,302,035
- Shares		11,448,145	-	8,027,341	19,475,486	9,552,908	-	7,628,487	17,181,395
- Non Government sukuks	9.2	9,288,983	317,475	189,661	9,161,169	10,355,525	317,597	22,659	10,060,587
- Foreign securities		9,511,682	1,053	(43,537)	9,467,092	10,819,282	1,186	62,451	10,880,547
		2,411,830,645	318,528	(86,467)	2,411,425,650	2,108,784,785	318,783	29,958,562	2,138,424,564
Amortized cost securities									
- Federal Government securities		486,907,925	-	-	486,907,925	454,544,838	-	-	454,544,838
In related parties									
Associates									
- Units of mutual funds		862,137	-	-	862,137	859,286	-	-	859,286
Subsidiaries									
- Shares*		1,563,050	-	-	1,563,050	1,063,050	-	-	1,063,050
Total Investments		2,903,450,535	318,528	(60,685)	2,903,071,322	2,567,171,203	318,783	29,984,720	2,596,837,140

* During the period, the Bank has invested Rs 500 million towards additional paid up capital of fully owned subsidiary - Meezan Exchange Company (Private) Limited.

9.1.1 Details of investment in subsidiaries and associates

	June 30, 2026 (Unaudited)						
	Percentage of holding	Assets	Liabilities	Revenue	Profit / (loss) after taxation	Total comprehensive income / (loss)	Market value / net asset share
		Rupees in '000					
Subsidiaries (unlisted)							
Al Meezan Investment Management Limited	65.00%	9,133,479	3,182,232	4,772,231	1,740,520	1,740,520	N/A
Meezan Exchange Company (Private) Limited	100.00%	1,545,526	23,023	105,646	(8,933)	(8,933)	N/A
Associates (open ended - listed)							
Meezan Balanced Fund	8.92%	6,145,507	253,988	172,955	81,070	81,070	525,524
Al Meezan Mutual Fund	4.49%	27,032,609	575,961	448,650	(54,832)	(54,832)	1,187,903
Meezan Islamic Fund	3.03%	71,227,340	797,579	2,042,486	721,694	721,694	2,134,022
Meezan Rozana Amdani Fund	0.01%	78,148,314	14,392,735	1,667,233	1,446,567	1,446,567	6,376
Meezan Gold Fund	3.13%	9,815,768	39,398	14,152	(129,842)	(129,842)	306,000
KSE Meezan Index Fund	4.75%	8,315,544	89,060	240,673	188,916	188,916	390,758
Meezan Cash Fund*	-	165,669,359	8,004,959	12,037,614	10,533,797	10,533,797	5,058
Meezan Islamic Income Fund	0.04%	13,803,947	212,390	929,046	746,132	746,132	5,437
		380,158,388	24,366,070	17,552,809	13,533,502	13,533,502	4,561,078

	December 31, 2025 (Audited)						
	Percentage of holding	Assets	Liabilities	Revenue	Profit after taxation	Total comprehensive income	Market value / net asset share
	Rupees in '000						
Subsidiaries (unlisted)							
Al Meezan Investment Management Limited	65.00%	10,399,202	3,191,415	10,077,316	4,157,600	4,157,600	N/A
Meezan Exchange Company (Private) Limited	100.00%	1,058,545	27,109	167,241	836	836	N/A
Associates (open ended - listed)							
Meezan Balanced Fund	10.74%	5,020,372	72,632	984,672	818,563	818,563	531,388
Al Meezan Mutual Fund	4.68%	25,560,147	283,334	5,926,327	5,232,036	5,232,036	1,182,954
Meezan Islamic Fund	3.26%	65,642,680	1,143,199	18,137,753	16,030,819	16,030,819	2,102,683
Meezan Rozana Amdani Fund*	-	31,568,686	78,788	4,581,601	3,977,978	3,977,978	517
Meezan Gold Fund	3.69%	8,555,689	272,526	2,145,387	1,998,729	1,998,729	305,649
KSE Meezan Index Fund	6.31%	6,318,519	52,679	1,772,382	1,669,653	1,669,653	395,374
Meezan Cash Fund*	-	264,997,361	927,468	22,905,987	20,112,947	20,112,947	5,278
Meezan Islamic Income Fund	0.03%	20,034,591	89,311	2,586,956	2,044,770	2,044,770	5,984
		427,698,045	2,919,937	59,041,065	51,885,495	51,885,495	4,529,827

Subsidiary and associates are incorporated / registered in Pakistan. Shares in subsidiaries are placed in custody account with Central Depository of Pakistan and cannot be sold without the prior approval of SECP in accordance with the SECP's circular No. 9 of 2006 dated June 15, 2006.

* Nil percentage due to round off

9.1.2 Investments given as collateral

	June 30, 2026 (Unaudited)		December 31, 2025 (Audited)	
	Cost / amortised cost	Market value	Cost / amortised cost	Market value
	Rupees in '000			
Federal Government securities				
- GoP Ijarah sukuks	**639,000,000**	**633,091,900**	628,000,000	635,567,800

9.2 Particulars of credit loss allowance against investments

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
Opening balance		**318,783**	344,866
Charge / (reversal)			
ECL charge for the period / year		**243**	1,460
ECL reversal for the period / year (including cash recovery)*		**(498)**	(27,543)
		(255)	(26,083)
Closing balance	9.3	**318,528**	318,783

* This cash recovery pertains to December 31, 2025

9.3 Particulars of credit loss allowance against debt securities

	June 30, 2026 (Unaudited)		December 31, 2025 (Audited)	
	Investment - Cost / amortised cost	Credit loss allowance	Investment - Cost / amortised cost	Credit loss allowance
	Rupees in '000			
Domestic				
Performing - Stage 1	**10,618,309**	**5,209**	12,048,814	5,464
Under performing - Stage 2	**-**	**-**	-	-
Non-performing - Stage 3				
Substandard	**-**	**-**	-	-
Doubtful	**-**	**-**	-	-
Loss	**313,319**	**313,319**	313,319	313,319
	313,319	**313,319**	313,319	313,319
	10,931,628	**318,528**	12,362,133	318,783

9.4 The debt securities amounting to Rs 2,868,490 million (December 2025: Rs 2,532,602 million) and Rs 7,859 million (December 2025: Rs 8,802 million) pertains to Government securities and Government guaranteed exposure respectively. The exposure is exempted for the calculation of ECL by the SBP.

9.5 The market value of securities classified as amortised cost as at June 30, 2026 amounted to Rs 487,143 million (December 31, 2025: Rs 454,901 million).

10 ISLAMIC FINANCING AND RELATED ASSETS

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
In Pakistan:			
Murabaha financing and related assets			
- Murabaha financing	10.1	**9,602,751**	9,630,861
- Financing under Islamic Export Refinance - Murabaha	10.1	**29,894**	102,104
- Financing against Islamic SME Asaan Finance	10.1	**685,963**	873,531
- Advances against Murabaha		**16,974,066**	16,392,877
- Murabaha inventory		**2,319,745**	4,872,271
- Advance against Islamic SME Asaan Finance		**189,350**	235,372
- Advance against Islamic Export Refinance - Murabaha		**916,000**	1,191,061
- Inventory under Islamic SME Asaan Finance		**223**	9,900
- Financing against Islamic Working Capital Finance	10.1	**-**	50,000
		30,717,992	33,357,977
Running Musharakah financing			
- Running Musharakah financing		**398,745,888**	527,693,782
- Financing under Islamic Export Refinance - Running Musharakah		**20,483,278**	24,794,578
		419,229,166	552,488,360
Istisna financing and related assets			
- Istisna financing		**68,703,426**	45,401,451
- Advances against Istisna		**74,822,422**	147,494,496
- Istisna inventory		**68,895,990**	17,539,907
- Financing under Islamic Export Refinance - Istisna		**667,130**	406,730
- Advances under Islamic Export Refinance - Istisna		**3,739,367**	7,572,908
- Inventory under Islamic Export Refinance - Istisna		**1,658,149**	3,265,927
		218,486,484	221,681,419

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
Tijarah financing and related assets			
- Tijarah financing		**5,807,552**	5,697,698
- Tijarah inventory		**14,538,811**	20,681,640
- Financing under Islamic Export Refinance - Tijarah		**758,664**	1,072,026
- Inventory under Islamic SME Asaan Finance		**138,986**	190,261
- Inventory under Islamic Export Refinance - Tijarah		**278,170**	921,639
		21,522,183	28,563,264
Musawammah financing and related assets			
- Musawammah financing	10.2	**16,088,799**	28,413,174
- Financing under Islamic Export Refinance - Musawammah	10.2	**212,898**	313,810
- Financing under SBP's Islamic Financing Facility for Renewable Energy (IFRE) - Musawammah	10.2	**420,883**	453,478
- Financing against Islamic SME Asaan Finance	10.2	**2,500**	4,167
- Advances against Musawammah		**16,116,817**	14,634,779
- Musawammah Inventory		**11,983,011**	20,850,389
- Advance against Islamic SME Asaan Finance		**-**	-
- Advances under Islamic Export Refinance - Musawammah		**81,275**	277,737
- Inventory under Islamic Export Refinance - Musawammah		**-**	-
		44,906,183	64,947,534
Salam Financing and related assets			
- Salam Financing		**2,457,058**	3,156,907
- Advances against Salam		**45,145,602**	37,490,065
- Salam Inventory		**5,361,222**	3,581,976
		52,963,882	44,228,948
Financing against bills			
- Financing against bills - Salam		**376,625**	1,027,208
- Advance against bills - Salam		**1,738**	1,738
		378,363	1,028,946
- Bai Muajjal financing	10.3	**72,701,089**	76,319,397
Ijarah financing and related assets			
- Net investment in Ijarah		**47,145**	48,147
- Net book value of assets / investment in Ijarah under IFAS 2		**124,536,672**	98,978,088
	10.4	**124,583,817**	99,026,235
- Advances against Ijarah		**17,868,966**	14,316,223
		142,452,783	113,342,458
Diminishing Musharakah financing and related assets			
- Diminishing Musharakah financing		**443,366,560**	403,873,112
- Diminishing Musharakah financing - housing		**20,981,433**	18,441,541
- Diminishing Musharakah financing - SBP's Islamic Financing Facility for Storage of Agricultural Produce (IFFSAP)		**943,961**	1,023,127
- Diminishing Musharakah financing - SBP's Islamic Financing Facility for Renewable Energy (IFRE)		**13,541,830**	13,866,661
- Diminishing Musharakah financing - SBP's Islamic Refinance Facility for Combating COVID – 19 (IRFCC)		**-**	13,836
- Diminishing Musharakah financing - SBP's Islamic SME Asaan Finance (I-SAAF) Scheme		**2,915,505**	3,335,175
- Diminishing Musharakah financing - SBP's Islamic Long Term Financing Facility (ILTFF) for Plant & Machinery		**15,034,550**	16,353,397
- Diminishing Musharakah financing - SBP's Islamic Temporary Economic Refinance Facility (ITERF)		**10,188,090**	11,064,358
- Diminishing Musharakah financing - under SBP's Islamic Refinance Facility for Modernization of SMEs (IRFMS)		**365,960**	413,031
- Diminishing Musharakah financing - SBP's Islamic Refinance and Credit Guarantee Scheme for Women Entrepreneurs (IRCGSWE)		**27,813**	33,125
- Advances against Diminishing Musharakah		**64,444,958**	21,112,666
- Advances against Diminishing Musharakah under SBP's IFFSAP		**104,316**	158,000
- Advances against Diminishing Musharakah under SBP's IFRE		**457,076**	1,327,913
- Advances against Diminishing Musharakah under SBP's IRFCC		**-**	36,343
- Advances against Diminishing Musharakah under SBP's ISAAF		**250,454**	240,293
- Advances against Diminishing Musharakah under SBP's ITERF		**332,500**	427,230
- Advances against Diminishing Musharakah under SBP's IRCGSWE		**-**	278
- Advances against Diminishing Musharakah under SBP's ILTFF		**7,659,256**	2,955,795
		580,614,262	494,675,881

		Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
			Rupees in '000	
	- Musharakah financing		**1,701,155**	1,701,188
	- Advance against Service Ijarah		**39,352,763**	42,113,067
	- Qard financing under SBP's IRFCC		**-**	5,802
	- Labbaik (Qard for Hajj and Umrah)		**-**	742
	- Staff financing (including under SBP's IFRE)	10.5	**11,633,173**	10,601,312
	- Other financing		**1,155,709**	1,210,512
	Gross Islamic financing and related assets	10.6	**1,637,815,187**	1,686,266,807
	Less: Credit loss allowance against Islamic financing and related assets			
	Stage 1	10.7.1	**(2,708,804)**	(2,444,933)
	Stage 2	10.7.1	**(3,169,541)**	(3,012,754)
	Less: Credit loss allowance / provision against non-performing Islamic financing and related assets - Specific / Stage 3	10.7.1	**(26,067,222)**	(26,274,322)
	Less: Provision against non-performing Islamic financing and related assets - General	10.7.1	**(13,600,000)**	(13,600,000)
	Islamic financing and related assets - net of credit loss allowance		**1,592,269,620**	1,640,934,798
10.1	Murabaha receivable - gross	10.1.1	**10,763,451**	11,130,890
	Less: Deferred murabaha income	10.1.3	**(274,910)**	(261,583)
	Less: Profit receivable shown in other assets		**(169,933)**	(212,811)
	Murabaha financing	10.1.2	**10,318,608**	10,656,496
10.1.1	Murabaha Sale Price		**10,763,451**	11,130,890
	Murabaha Purchase Price		**(10,318,608)**	(10,656,496)
			444,843	474,394
10.1.2	The movement in Murabaha financing during the period / year is as follows:			
	Opening balance		**10,656,496**	7,674,763
	Sales during the period / year		**22,894,862**	53,531,217
	Adjusted during the period / year		**(23,232,750)**	(50,549,484)
	Closing balance		**10,318,608**	10,656,496
10.1.3	Deferred murabaha income			
	Opening balance		**261,583**	145,025
	Arising during the period / year		**1,288,140**	2,878,281
	Recognised during the period / year		**(1,274,813)**	(2,761,723)
	Closing balance		**274,910**	261,583
10.2	Musawammah financing - gross		**17,437,994**	30,577,478
	Less: Deferred income		**(474,266)**	(707,425)
	Less: Profit receivable shown in other assets		**(238,648)**	(685,424)
	Musawammah financing		**16,725,080**	29,184,629
10.3	Bai Muajjal financing - gross		**105,551,863**	111,931,910
	Less: Deferred income		**(32,364,520)**	(34,533,347)
	Less: Profit receivable shown in other assets		**(486,254)**	(1,079,166)
	Bai Muajjal financing		**72,701,089**	76,319,397

10.4 Net book value of assets / investments in Ijarah under IFAS 2 is net of depreciation of Rs 67,154 million (December 31, 2025: Rs 58,911 million).

10.5 This includes Rs 1,168 million (December 31, 2025: Rs 1,127 million) representing profit free financing to staff advanced under the Bank's Human Resource Policies.

		June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
10.6	**Particulars of financing - Gross**		
	- in local currency	**1,561,308,107**	1,577,459,239
	- in foreign currencies	**76,507,080**	108,807,568
		1,637,815,187	1,686,266,807

10.7 Islamic financing and related assets include Rs 29,900 million (December 31, 2025: Rs 31,018 million) which have been placed under non-performing status (stage 3 under IFRS 9) as detailed below:

Category of classification	June 30, 2026 (Unaudited) Non-performing amount	June 30, 2026 (Unaudited) Credit loss allowance	December 31, 2025 (Audited) Non-performing amount	December 31, 2025 (Audited) Credit loss allowance
	Rupees in '000			
Domestic				
Other Assets Especially Mentioned	-	-	3,888	1,672
Substandard (Stage 3)	**3,858,324**	**1,923,855**	6,517,309	3,596,876
Doubtful (Stage 3)	**7,260,483**	**5,734,324**	7,521,012	5,969,140
Loss (Stage 3)	**18,780,881**	**18,409,043**	16,975,914	16,706,634
Total	**29,899,688**	**26,067,222**	31,018,123	26,274,322

10.7.1 Particulars of credit loss allowance against Islamic financing and related assets:

	Note	June 30, 2026 (Unaudited) Expected credit loss Stage 1	Stage 2	Stage 3	General	Total	December 31, 2025 (Audited) Expected credit loss Stage 1	Stage 2	Stage 3	General	Total
		Rupees in '000									
Opening balance		2,444,933	3,012,754	26,274,322	13,600,000	45,332,009	2,609,888	1,511,416	23,885,078	13,600,000	41,606,382
Exchange adjustment for the period / year		-	-	(10,329)	-	(10,329)	-	-	3,234	-	3,234
Net ECL Charge / (reversal) for the period / year:											
Charge for the period / year		1,051,987	674,055	1,968,881	-	3,694,923	1,072,025	2,453,008	5,553,072	-	9,078,105
Less: Reversals for the period / year	10.7.2	(788,116)	(517,268)	(2,165,652)	-	(3,471,036)	(1,236,980)	(951,670)	(3,167,062)	-	(5,355,712)
		263,871	156,787	(196,771)	-	223,887	(164,955)	1,501,338	2,386,010	-	3,722,393
Amount written off		-	-	-	-	-	-	-	-	-	-
Closing balance		2,708,804	3,169,541	26,067,222	13,600,000	45,545,567	2,444,933	3,012,754	26,274,322	13,600,000	45,332,009

10.7.2 It includes reversal on account of settlement of exposure amounting to Nil (December 31, 2025: Rs 244 million) against acquisition of non-banking asset amounting to Nil (December 31, 2025: Rs 281 million).

10.7.3 In addition, the Bank has also maintained a general provision of Rs 13,600 million (December 31, 2025: Rs 13,600 million) against financing made on prudent basis, in view of prevailing economic conditions. This general provision is in addition to the requirements of IFRS 9. This general provision can be maintained till December 31, 2026 under BPRD circular No. 1 of 2025 dated January 22, 2025.

10.7.4 In accordance with BSD Circular No. 2 dated January 27, 2009 issued by the SBP, the Bank has availed the benefit of Forced Sales Value (FSV) of collaterals against certain non-performing financing under SBP prudential regulations for calculation of provision under such regulations. The accumulated benefit availed amounts to Rs. 377.10 million (December 31, 2025: Rs. 408.38 million). The additional profit arising from availing the FSV benefit - net of tax amounts to Rs. 181.01 million (December 31, 2025: Rs. 191.94 million). The increase in profit, due to availing of the benefit, is not available for distribution of cash and stock dividend to share holders.

10.7.5 Islamic financing and related assets - particulars of credit loss allowance

	June 30, 2026 (Unaudited)					December 31, 2025 (Audited)				
	Expected credit loss			General	Total	Expected credit loss			General	Total
	Stage 1	Stage 2	Stage 3			Stage 1	Stage 2	Stage 3		
	Rupees in '000									
Opening balance	2,444,933	3,012,754	26,274,322	13,600,000	45,332,009	2,609,888	1,511,416	23,885,078	13,600,000	41,606,382
Fresh disbursements	375,582	9,131	108,929	-	493,642	863,624	28,766	2,081,754	-	2,974,144
Amount derecognised / repaid	(368,330)	(78,131)	(1,951,910)	-	(2,398,371)	(470,594)	(58,869)	(2,951,738)	-	(3,481,201)
Transfer to stage 1	49,358	(48,620)	(738)	-	-	492,545	(492,545)	-	-	-
Transfer to stage 2	(135,624)	135,624	-	-	-	(290,431)	417,149	(126,718)	-	-
Transfer to stage 3	(1,204)	(110,693)	111,897	-	-	(34,696)	(39,242)	73,938	-	-
	(80,218)	(92,689)	(1,731,822)	-	(1,904,729)	560,448	(144,741)	(922,764)	-	(507,057)
Amounts written off / charged off	-	-	-	-	-	-	-	-	-	-
Changes in risk parameters	344,089	249,476	1,535,051	-	2,128,616	(725,403)	1,646,079	3,308,774	-	4,229,450
Other changes	-	-	(10,329)	-	(10,329)	-	-	3,234	-	3,234
Closing balance	2,708,804	3,169,541	26,067,222	13,600,000	45,545,567	2,444,933	3,012,754	26,274,322	13,600,000	45,332,009

10.7.6 Category of classification

		June 30, 2026 (Unaudited)		December 31, 2025 (Audited)	
		Outstanding amount	Credit loss allowance	Outstanding amount	Credit loss allowance
		Rupees in '000			
Domestic					
Performing	Stage 1	1,440,822,086	2,708,804	1,496,118,261	2,444,933
Underperforming	Stage 2	167,093,413	3,169,541	159,130,423	3,012,754
Non-Performing	Stage 3				
Other Assets Especially Mentioned		-	-	3,888	1,672
Substandard		3,858,324	1,923,855	6,517,309	3,596,876
Doubtful		7,260,483	5,734,324	7,521,012	5,969,140
Loss		18,780,881	18,409,043	16,975,914	16,706,634
		29,899,688	26,067,222	31,018,123	26,274,322
Total		1,637,815,187	31,945,567	1,686,266,807	31,732,009

		Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
11	**PROPERTY AND EQUIPMENT**		Rupees in '000	
	Capital work-in-progress	11.1	**8,296,547**	5,999,282
	Property and equipment		**46,128,408**	44,338,969
			54,424,955	50,338,251
	Less: Provision against capital work-in-progress		**(300,000)**	(300,000)
			54,124,955	50,038,251
11.1	**Capital work-in-progress**			
	Advances to suppliers and contractors for:			
	- civil works		**3,792,678**	3,293,823
	- purchase of vehicles		**832,024**	273,940
	- Electrical, office and computer equipment		**3,271,913**	2,086,818
	- furniture and fixtures		**399,932**	344,701
			8,296,547	5,999,282

		June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
11.2	**Additions / transfers to property and equipment**	Rupees in '000	
	The following additions have been made to property and equipment during the period:		
	Capital work-in-progress	**2,297,265**	(1,587,375)
	Property and equipment		
	Leasehold land	**324,042**	231,188
	Building on leasehold land	**453,600**	1,328,095
	Leasehold improvements	**1,046,572**	1,074,094
	Furniture and fixture	**411,504**	597,650
	Electrical, office and computer equipment	**2,400,959**	2,356,541
	Vehicles	**1,379,808**	1,556,402
		6,016,485	7,143,970
		8,313,750	5,556,595
11.3	**Disposal of property and equipment**		
	The net book value of property and equipment disposed off during the period is as follows:		
	Leasehold improvements	**10,841**	391
	Furniture and fixture	**507**	96
	Electrical, office and computer equipment	**2,829**	2,752
	Vehicles	**104,141**	340,997
		118,318	344,236

12 RIGHT-OF-USE ASSETS

		June 30, 2026 (Unaudited)		
		Cost	Accumulated depreciation	Net Book Value
			Rupees in '000	
At January 1,		36,965,569	(15,188,376)	21,777,193
Additions during the period		4,757,817	-	4,757,817
Depreciation charge	29	-	(1,577,479)	(1,577,479)
Derecognition during the period		(635,762)	635,762	-
At June 30,		41,087,624	(16,130,093)	24,957,531

	December 31, 2025 (Audited)		
	Cost	Accumulated depreciation	Net Book Value
	Rupees in '000		
At January 1,	33,624,561	(12,394,364)	21,230,197
Additions during the year	3,423,389	-	3,423,389
Depreciation charge	-	(2,876,393)	(2,876,393)
Derecognition during the year	(82,381)	82,381	-
At December 31,	36,965,569	(15,188,376)	21,777,193

13. INTANGIBLE ASSETS

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
	Rupees in '000	
Computer software	**2,844,724**	2,356,915
Advance against computer software	**630,299**	1,072,847
	3,475,023	3,429,762

13.1 Additions to intangible assets

	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
	Rupees in '000	
The following additions have been made to intangible assets during the period: Computer software (including advances) - directly purchased	**470,921**	852,101

14 DEFERRED TAX ASSETS / (LIABILITIES)

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
	Rupees in '000	
Taxable temporary differences on:		
Excess of accounting book values over tax written down values of owned assets	**(1,058,520)**	(1,325,892)
Surplus on revaluation of FVOCI investments	**-**	(15,578,452)
Surplus on revaluation of FVTPL investments	**(13,407)**	(13,602)
Right-of-use assets	**(12,977,916)**	(11,324,140)
	(14,049,843)	(28,242,086)
Deductible temporary differences on:		
Net credit loss allowance against investments	**165,635**	165,767
Income not accrued due to non-culmination of financing	**4,306,009**	3,411,814
Deficit on revaluation of FVOCI investments	**44,963**	-
Lease liability against right-of-use assets	**17,006,241**	14,782,766
Net credit loss allowance against Islamic financing and related assets	**12,412,580**	7,812,844
Others	**1,614,479**	414,398
	35,549,907	26,587,589
	21,500,064	(1,654,497)

		Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
15	**OTHER ASSETS**		Rupees in '000	
	Profit / return accrued in local currency		**107,454,093**	73,890,154
	Profit / return accrued in foreign currencies		**553,669**	681,900
	Acceptances		**23,992,353**	25,440,891
	Advances, deposits, and other prepayments		**17,717,219**	15,799,142
	Advance taxation (payments less provisions)		**7,598,476**	-
	Non-banking assets acquired in satisfaction of claims		**521,392**	521,392
	Mark to market gain on forward foreign exchange contracts		**1,945,747**	2,518,214
	Receivables on account of sale of securities		**3,191**	18,062
	Dividends receivable		**54,369**	261
	Stamps		**44,239**	38,215
	Security deposits		**322,589**	552,230
	Receivable from State Bank of Pakistan under home remittance		**13,946,913**	10,734,906
	Receivable under Alternate Delivery Channel (ADC)		**1,314,416**	4,784,283
	Others		**2,346,229**	767,420
			177,814,895	135,747,070
	Less: Credit loss allowance / provision held against other assets	15.1 & 15.1.1	**(2,119,408)**	(459,512)
	Other Assets (net of credit loss allowance / provision held)		**175,695,487**	135,287,558

		June 30, 2026	December 31, 2025
15.1	**Particulars against expected credit loss allowance / provision held against other assets**		
	Credit loss allowance against other assets		
	Profit / return accrued and others	**98,589**	77,399
	Acceptances	**18,705**	22,090
		117,294	99,489
	Provision against other assets		
	Non-banking assets acquired in satisfaction of claims	**17,972**	17,972
	Others	**1,984,142**	342,051
		2,002,114	360,023
		2,119,408	459,512
15.1.1	**Movement in credit loss allowance / provision held against other assets**		
	Opening balance	**459,512**	344,733
	Charge for the period / year (including ECL)	**1,825,220**	306,728
	Reversal for the period / year	**(148,935)**	(152,002)
	Amount adjusted / written off	**(16,389)**	(39,947)
	Closing balance	**2,119,408**	459,512

		Note	June 30, 2026	December 31, 2025
16	**BILLS PAYABLE**			
	In Pakistan		**128,592,031**	73,767,955
17	**DUE TO FINANCIAL INSTITUTIONS**			
	In Pakistan	17.1	**743,259,516**	887,048,227

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
17.1 Details of due to financial institutions secured / unsecured		Rupees in '000	
Secured			
With State Bank of Pakistan			
Musharakah under Islamic Export Refinance Scheme		**30,042,479**	39,928,382
Investment under Islamic Long Term Financing Facility		**14,396,337**	16,112,761
Investment under Islamic Refinance Facility for Combating COVID-19		**-**	55,981
Investment under Islamic Financing for Renewable Energy		**14,086,512**	15,331,117
Investment under Islamic Temporary Economic Refinance Facility for Plant and Machinery		**10,122,900**	11,048,651
Investment under Islamic Refinance Scheme for Storage of Agriculture Produce		**943,961**	1,071,071
Investment under Islamic Refinance and Credit Guarantee Scheme for Women Entrepreneurs (IRCGSWE)		**34,382**	41,973
Investment under Islamic Refinance Scheme for Working Capital Finance		**-**	50,000
Investment under Islamic Refinance Scheme for Modernization of SMEs (IRFMS)		**366,408**	421,969
Investment under Islamic Refinance Scheme for SME Asaan Finance		**4,475,022**	4,846,580
Investment under Shariah Compliant Open Market Operations	17.1.1	**355,155,157**	29,807,956
Investment under Shariah Compliant Standing Ceiling Facility	17.1.1	**144,341,472**	444,054,944
		573,964,630	562,771,385
With Scheduled Bank	17.1.2	**130,000,000**	155,000,000
Other financial institutions		**7,968,183**	7,973,336
Total secured		**711,932,813**	725,744,721
Unsecured			
Overdrawn nostro accounts		**426,703**	2,773,506
Musharakah with scheduled banks / financial institutions	17.1.3	**30,900,000**	158,530,000
Total Unsecured		**31,326,703**	161,303,506
		743,259,516	887,048,227

17.1.1 These represent acceptance of funds by the Bank on Mudarabah basis which has been invested in special pools of the Bank and are secured against lien of the Bank's investment in Federal Government securities. The expected average return on Open Market Operations is 11.56% (December 31, 2025: 10.56%) per annum and Standing Ceiling Facility is 12.50% (December 31, 2025: 11.50%) per annum. These balances have maturity in July 2026 (December 31, 2025: January 2026)

17.1.2 These represent acceptance of funds by the Bank on Musharakah basis which are secured against lien of the Bank's investment in Federal Government securities. The expected average return on these Musharakah is around 10.88% (December 31, 2025: 10.38%) per annum. These balances have maturity in July 2026 (December 31, 2025: January 2026).

17.1.3 These represent acceptance of funds by the Bank on Musharakah basis. The expected average return on these Musharakah is around 11.13% (December 31, 2025: 10.68%) per annum. These balances have maturity in July 2026 (December 31, 2025: January 2026).

18 DEPOSITS AND OTHER ACCOUNTS

	June 30, 2026 (Unaudited)			December 31, 2025 (Audited)		
	In local currency	In foreign currencies	Total	In local currency	In foreign currencies	Total
	Rupees in '000					
Customers						
- Current accounts - non-remunerative	**1,738,518,956**	**82,399,162**	**1,820,918,118**	1,492,909,032	73,740,245	1,566,649,277
- Savings deposits	**1,430,595,312**	**90,641,289**	**1,521,236,601**	1,327,066,220	86,367,358	1,413,433,578
- Fixed deposits	**315,025,465**	**22,589,049**	**337,614,514**	268,077,826	14,512,825	282,590,651
- Margin	**20,613,208**	**84,333**	**20,697,541**	20,623,920	246,738	20,870,658
	3,504,752,941	**195,713,833**	**3,700,466,774**	3,108,676,998	174,867,166	3,283,544,164
Financial institutions						
- Current accounts - non-remunerative	**4,216,756**	**61,821**	**4,278,577**	1,588,353	200,949	1,789,302
- Savings deposits	**27,078,083**	**120,569**	**27,198,652**	12,653,980	344,154	12,998,134
- Fixed deposits	**3,223,163**	**-**	**3,223,163**	4,510,600	-	4,510,600
	34,518,002	**182,390**	**34,700,392**	18,752,933	545,103	19,298,036
	3,539,270,943	**195,896,223**	**3,735,167,166**	3,127,429,931	175,412,269	3,302,842,200

19 LEASE LIABILITY AGAINST RIGHT-OF-USE ASSETS

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
As at January 1,		**28,428,316**	25,848,322
Additions		**4,757,817**	3,423,389
Amortisation of lease liability against right-of-use assets		**2,348,895**	4,176,644
Payments		**(2,830,718)**	(5,020,039)
As at June 30 / December 31,		**32,704,310**	28,428,316

19.1 Contractual maturity of lease liabilities

Not later than one year		**609,865**	727,197
Later than one year and upto five years		**5,595,564**	5,142,295
Over five years		**26,498,881**	22,558,824
As at June 30 / December 31,		**32,704,310**	28,428,316

20 SUB-ORDINATED SUKUKS

Additional Tier I Sukuk	20.1	**7,000,000**	7,000,000
Tier II Sukuk	20.2	**9,990,000**	9,990,000
		16,990,000	16,990,000

20.1 In August 2018, the Bank issued regulatory Shariah compliant unsecured, sub-ordinated privately placed Additional Tier I Sukuk based on Mudaraba of Rs. 7,000 million as instrument of redeemable capital under section 66 of the Companies Act, 2017. The brief description of Additional Tier I sukuk is as follows:

Credit Rating	AA+ (Double A Plus) by VIS Credit Rating Company Limited
Issue Date	August 01, 2018
Tenor	Perpetual
Profit payment frequency	Monthly in arrears
Redemption	Perpetual. However, the Bank has call option which can be exercised with prior approval of SBP.
Expected Periodic Profit Amount (Mudaraba Profit Amount) - Non - discretionary subject to actual profit of the pool	The Mudaraba Profit is computed under General Pool on the basis of profit sharing ratio and monthly weightages announced by the Bank under the SBP guidelines of pool management. Last announced profit rate on the Sukuk is 13.55% per annum.
Call Option	The Bank may call Additional Tier I Sukuks with prior approval of SBP on or after five years from the date of issue.
Loss Absorbency	The Additional Tier I Sukuk, at the option of the SBP, will be fully and permanently converted into common shares (variable) upon the occurrence of a point of non-viability trigger event as determined by SBP or for any other reason as may be directed by SBP.
Lock-in-Clause	Profit and/or redemption amount can be held back in respect of the Additional Tier I Sukuk, upon directive of the SBP, if such payment will result in a shortfall in the Bank's minimum capital requirement, capital adequacy ratio requirement or leverage ratio requirement.

20.2 In December 2021, the Bank issued regulatory Shariah compliant unsecured, subordinated privately placed Tier II Sukuks based on Mudaraba of Rs. 9,990 million as instrument of redeemable capital under section 66 of the Companies Act, 2017. The brief description of Tier II sukuk is as follows:

Credit Rating	AAA (Triple A) by VIS Credit Rating Company Limited.
Issue Date	December 16, 2021
Tenor	10 years from the issue date
Profit payment frequency	Semi-annually in arrears
Redemption	Bullet payment at the end of the tenth year
Expected Periodic Profit Amount (Mudaraba Profit Amount) - Non-discretionary subject to actual profit of the pool	The Mudaraba Profit is computed under General Pool on the basis of profit sharing ratio and monthly weightages announced by the Bank under the SBP guidelines of pool management. Last announced profit rate on the Sukuks is 12.96% per annum.
Call Option	The Bank may call Tier II Sukuk with prior approval of SBP on or after five years from the date of issue.
Loss Absorbency	The Tier II Sukuk, at the option of the SBP, will be fully and permanently converted into common shares (variable) upon the occurrence of a point of non-viability trigger event as determined by SBP or for any other reason as may be directed by SBP.
Lock-in-Clause	Profit and/or redemption amount can be held back in respect of the Tier II Sukuk upon directive of the SBP, if such payment will result in a shortfall in the Bank's minimum capital requirement, capital adequacy ratio requirement or leverage ratio requirement.

		Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
21	**OTHER LIABILITIES**		Rupees in '000	
	Return on deposits and other dues			
	- payable in local currency		**12,133,625**	11,957,873
	- payable in foreign currencies		**403,121**	361,916
	Unearned income		**9,995,194**	8,975,298
	Accrued expenses	21.1	**28,391,804**	35,756,050
	Current taxation (provision less payments)		**-**	8,444,986
	Acceptances		**23,992,353**	25,440,891
	Dividend payable (including unclaimed dividend)		**51,674**	44,321
	Payable to defined benefit plan		**1,018,419**	2,624,413
	Credit loss allowance / provision against off-balance sheet obligations	21.2	**986,045**	275,119
	Charity payable		**12,669**	2,135
	Security deposits against Ijarah		**45,239,965**	34,228,937
	Payable on account of credit murabaha / ijarah / musawammah		**141,751**	837,998
	Security deposits against lockers		**270,819**	257,649
	Mark to market loss on forward foreign exchange contracts		**2,355,596**	1,731,205
	Withholding taxes payable		**-**	1,295,863
	Workers Welfare Fund payable		**20,219,101**	18,128,068
	Payable under Alternate Delivery Channel (ADC)		**48,019,063**	62,915,680
	Others		**3,413,542**	3,294,199
			196,644,741	216,572,601

21.1 During the period, the Bank has reversed Rs 8,500 million (December 31, 2025: Rs 10,900 million) on account of an estimate for variable remuneration relating to prior years based on the assessment finalised during the current period.

		Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
21.2	**Credit loss allowance against off-balance sheet obligations**		Rupees in '000	
	Opening balance		**275,119**	302,882
	Charge for the period / year		**784,300**	222,750
	Reversal for the period / year		**(73,374)**	(250,513)
	Closing balance		**986,045**	275,119

		Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
22	**(DEFICIT) / SURPLUS ON REVALUATION OF ASSETS - NET OF TAX**		Rupees in '000	
	(Deficit) / surplus on revaluation of:			
	- Securities measured at FVOCI - Debt	9.1	**(8,113,808)**	22,330,075
	- Securities measured at FVOCI - Equity	9.1	**8,027,341**	7,628,487
			(86,467)	29,958,562
	Less: Deferred tax on (deficit) / surplus on revaluation of:			
	- Securities measured at FVOCI - Debt		**4,219,180**	(11,611,639)
	- Securities measured at FVOCI - Equity		**(4,174,217)**	(3,966,813)
			44,963	(15,578,452)
			(41,504)	14,380,110

		Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
			Rupees in '000	
23	**CONTINGENCIES AND COMMITMENTS**			
	- Guarantees	23.1	**92,307,476**	94,577,231
	- Commitments	23.2	**1,973,313,658**	1,739,809,762
	- Other contingent liabilities	23.3	**1,802,000**	1,802,000
			2,067,423,134	1,836,188,993
23.1	**Guarantees:**			
	Financial guarantees		**30,395**	30,395
	Performance guarantees		**63,102,077**	59,177,602
	Other guarantees		**29,175,004**	35,369,234
			92,307,476	94,577,231
23.2	**Commitments:**			
	Documentary letters of credit		**311,722,477**	311,246,151
	Commitments in respect of:			
	- forward foreign exchange transactions	23.2.1	**465,432,561**	380,719,312
	Commitments for acquisition of:			
	- property and equipment		**734,661**	1,619,997
	- intangible assets		**1,811,007**	1,077,033
	Other commitments	23.2.2	**1,193,612,952**	1,045,147,269
			1,973,313,658	1,739,809,762
23.2.1	**Commitments in respect of forward foreign exchange transactions**			
	Purchase		**268,959,752**	200,854,639
	Sale		**196,472,809**	179,864,673
			465,432,561	380,719,312
23.2.2	**Other Commitments**			
	Commitments in respect of financing (including irrevocable commitments)		**1,193,612,952**	1,045,147,269

23.3 Other contingent liabilities

The Income Tax Department amended the deemed assessment orders of the Bank for prior years including the tax year 2025. The additions / disallowances were mainly due to allocation of expenses relating to dividends and capital gain, allowability of provision against Islamic financing and related assets, provision against investments and provision against other assets. In the amended order for tax year 2015, additional issues with respect to the taxability of gain on bargain purchase, non-adjustment of loss pertaining to HSBC Bank Middle East – Pakistan Branches and the levy of super tax were also raised. The matter has been decided in Bank's favour by Appellate Tribunal Inland Revenue. Both the Bank and the tax department filed a reference with the High Court of Sindh in respect of the aforementioned matters.

The management of the Bank, in consultation with its tax advisors, is confident that the decision in respect of the above matters would be in Bank's favour and accordingly no provision has been made in these unconsolidated condensed interim financial statements with respect thereto. The additional tax liability in respect of gain on bargain purchase and non-adjustment of loss pertaining to HSBC Bank Middle East – Pakistan Branches is Rs 1,096 million and Rs 706 million respectively.

		Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
24	**PROFIT / RETURN EARNED ON ISLAMIC FINANCING AND RELATED ASSETS, INVESTMENTS AND PLACEMENTS**		Rupees in '000	
	Profit / return earned on:			
	- Financing	24.1	**75,879,189**	80,018,705
	- Investments		**146,552,786**	126,895,200
	- Deposits / placements with financial institutions		**354,502**	2,611,992
			222,786,477	209,525,897

24.1 The income on Ijarah under IFAS 2 is net of takaful of Rs 2,409 million (June 30, 2025: Rs 1,415 million) recovered from customers.

		Note	June 30, 2026 (Unaudited)
24.2	Profit / return (calculated using the effective profit rate method) recognised on:		Rupees in '000
	- Fair value through other comprehensive income		142,935,732
	- Amortised cost		79,814,147
		25.1.1	222,749,879

		Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
25	**PROFIT / RETURN ON DEPOSITS AND OTHER DUES EXPENSED**		Rupees in '000	
	Deposits and other accounts	25.2	**58,936,389**	52,704,956
	Sub-ordinated sukuks		**1,017,826**	1,326,528
	Shariah Compliant Open Market Operations and Standing Ceiling Facility from the State Bank of Pakistan		**19,863,247**	21,250,088
	Other Musharakahs / Mudarabas		**11,833,860**	6,471,921
	Amortisation of lease liability against right-of-use assets		**2,348,895**	2,016,555
			94,000,217	83,770,048

		Note	June 30, 2026 (Unaudited)
25.1	Profit expense calculated using the effective profit rate method:		Rupees in '000
	Financial liabilities	25.1.1	93,452,525

25.1.1 As disclosed in note 5.1.1, the Bank has applied the effective profit rate method during the current period.

25.2 This includes conversion cost of Rs 548 million (June 30, 2025: Rs 891 million) against foreign currency deposits.

		Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
26	**FEE AND COMMISSION INCOME**		Rupees in '000	
	Trade related fees and commissions	26.1	**3,043,555**	2,963,024
	Commission on guarantees		**239,092**	200,274
	Branch banking customer fees	26.1	**2,542,844**	1,897,675
	Credit related fees		**100,908**	55,738
	Debit card related fees	26.1	**5,818,588**	4,206,142
	Investment banking related fees		**762,170**	443,156
	Commission on cash management		**360,680**	273,227
	Commission on home remittances		**346,393**	278,167
	Wealth management fees		**295,024**	552,395
	Others		**2,580**	3,072
			13,511,834	10,872,870

26.1 Trade related income pertains to corporate, commercial and SME segment. Branch banking fees pertain to retail banking segment while debit card fees pertain to alternative delivery channel segment.

		Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
			Rupees in '000	
27	**GAIN ON SECURITIES**			
	Realised - net	27.1	**1,011,168**	668,854
	Unrealised measured at FVTPL - net	27.2	**(376)**	450
			1,010,792	669,304
27.1	**Realised gain on:**			
	Federal Government securities		**1,011,152**	668,854
	Associates		**16**	-
			1,011,168	668,854
27.2	**Net gain on financial assets measured at FVTPL**			
	- designated upon initial recognition		**-**	-
	- mandatorily measured at FVTPL		**(376)**	450
			(376)	450
	Net gain on financial assets measured at FVOCI		**1,011,152**	668,854
			1,010,776	669,304
28	**OTHER INCOME**			
	Gain on termination of Islamic financing		**453,725**	406,320
	Gain on sale of property and equipment		**166,538**	320,565
	Rental income		**132,886**	-
	Others		**1,880**	1,682
			755,029	728,567
29	**OPERATING EXPENSES**			
	Total compensation expense	21.1	**18,632,445**	13,348,603
	Property expense			
	Depreciation on right-of-use assets		**1,577,479**	1,418,699
	Rent and taxes		**66,141**	76,958
	Utilities cost (including electricity and diesel)		**1,535,703**	1,258,540
	Security (including guards)		**1,135,816**	1,078,784
	Repair and maintenance (including janitorial charges)		**987,066**	812,168
	Depreciation		**888,318**	682,245
	Others (including takaful expense)		**28,936**	28,525
			6,219,459	5,355,919
	Information technology expenses			
	Software maintenance		**1,962,647**	1,566,375
	Hardware maintenance		**329,735**	310,719
	Depreciation		**1,200,109**	1,017,493
	Amortisation		**425,660**	394,075
	Network charges		**212,745**	208,317
			4,130,896	3,496,979

	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
Other operating expenses	Rupees in '000	
Stationery and printing (including debit card related cost)	**1,169,212**	1,090,698
Repairs and maintenance	**752,136**	1,025,328
Local transportation and car running	**1,499,632**	1,031,631
Depreciation on vehicles, equipment etc.	**2,020,301**	1,673,316
Legal and professional charges	**132,028**	73,702
NIFT and other clearing charges	**245,392**	179,190
Marketing, advertisement and publicity	**2,196,849**	1,303,124
Security charges - cash transportation	**1,191,635**	934,174
Communication (including courier)	**2,721,960**	2,360,186
Travelling and conveyance	**250,000**	187,496
Training and development	**113,460**	71,458
Fees, subscription and other charges	**878,867**	612,727
Brokerage and bank charges	**243,325**	236,022
Office supplies	**388,255**	338,425
Entertainment	**62,532**	57,875
Takaful expense	**136,436**	141,073
Outsourced services costs	**27,345**	14,843
Auditors' remuneration	**42,600**	35,600
Fees and allowances to Shariah Board	**37,804**	33,268
Directors' fee and allowances	**49,860**	29,620
Others	**21,163**	2,065
	14,180,792	11,431,821
	43,163,592	33,633,322

		Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
			Rupees in '000	
30	**OTHER CHARGES**			
	Penalties imposed by the State Bank of Pakistan		**2,256**	55,729
31	**CREDIT LOSS ALLOWANCE / PROVISIONS AND WRITE OFFS - NET**			
	Net credit loss allowance against non-performing Islamic financing and related assets - net	10.7.1	**223,887**	2,788,005
	Net reversal of credit loss allowance against investments	9.2	**(255)**	(4,471)
	Net credit loss allowance against cash and balance with treasury banks	6	**48**	365
	Net (reversal of) / credit loss allowance against due from financial institutions	8.2	**(187)**	20
	Net credit loss allowance against balances with other banks	7	**1,655**	9,450
	Net credit loss allowance / provision against other assets	15.1.1	**1,676,285**	549,659
	Net credit loss allowance against off-balance sheet obligations and other liabilities		**749,456**	71,889
	Recoveries of written off financings		**(47,259)**	(36,325)
			2,603,630	3,378,592
32	**TAXATION**			
	Current	32.1	**55,408,297**	57,963,388
	Prior years		**5,794,250**	3,230,088
	Deferred		**(7,531,146)**	(4,914,982)
			53,671,401	56,278,494

32.1 The Bank has recognised super tax charge of Rs 10,765 million (June 30, 2025: Rs 11,408 million) in the current period based on taxable income for the period.

		Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
33	**BASIC EARNINGS PER SHARE**		**Rupees in '000**	
	Profit for the period		**48,879,864**	46,163,804
			(Number of shares)	
	Weighted average number of ordinary shares		**1,800,554,600**	1,794,740,700
			Rupees	
	Basic earnings per share		**27.15**	25.72
34	**DILUTED EARNINGS PER SHARE**		**Rupees in '000**	
	Profit for the period		**48,879,864**	46,163,804
			(Number of shares)	
	Weighted average number of ordinary shares (adjusted for effects of all dilutive potential ordinary shares)	34.1	**1,812,437,536**	1,805,487,803
			Rupees	
	Diluted earnings per share		**26.97**	25.57
34.1	**Reconciliation of basic and diluted earning per share**		**(Number)**	
	Weighted average number of ordinary shares		**1,800,554,600**	1,794,740,700
	Add: Diluted impact of Employee stock option scheme		**11,882,936**	10,747,103
	Dilutive potential ordinary shares		**1,812,437,536**	1,805,487,803

34.2 The Bank has received advance against issue of 6,541,796 (June 30, 2025: 5,813,938) shares amounting to Rs 655.60 million (June 30, 2025: Rs 417.51 million) under employees share option scheme. These shares were issued subsequent to the period end.

		Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
35	**CASH AND CASH EQUIVALENTS**		**Rupees in '000**	
	Cash and balances with treasury banks	6	**326,087,709**	284,370,870
	Balances with other banks	7	**35,269,314**	30,745,623
	Overdrawn Nostros	17.1	**(426,703)**	(233,000)
			360,930,320	314,883,493

36 FAIR VALUE MEASUREMENTS

Fair value measurement defines fair value as the price that would be received from the sale of an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The fair value of quoted securities other than those classified as amortised cost, is based on quoted market price. Quoted debt securities classified as amortised cost are carried at cost. The fair value of unquoted equity securities, other than investments in associates and subsidiaries, is determined on the basis of valuation methodologies. The fair value of unquoted debt securities, fixed term financings, other assets, other liabilities, fixed term deposits and due to financial institutions cannot be calculated with sufficient reliability due to the absence of a current and active market for these assets and liabilities and reliable data regarding market rates for similar instruments.

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since these are either short-term in nature or, in the case of customer financings and deposits, are frequently repriced.

36.1 Fair value of financial assets

The Bank measures fair values using the following fair value hierarchy that reflects the significance of the inputs used in making the measurements:

Level 1: Fair value measurements using quoted prices (unadjusted) in active markets for identical assets or liabilities.

Level 2: Fair value measurements using inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

Level 3: Fair value measurements using input for the asset or liability that are not based on observable market data (i.e. unobservable inputs).

	June 30, 2026 (Unaudited)				
			Fair value		
	Carrying value	Level 1	Level 2	Level 3	Total
			Rupees in '000		
On balance sheet financial instruments					
Financial assets - measured at fair value					
Investments					
- Federal Government securities	2,374,595,965	1,455,422,900	919,173,065	1,274,062	2,375,870,027
- Shares / units of mutual funds	19,573,954	19,205,620	98,468	269,866	19,573,954
- Non Government sukuks	10,101,199	-	9,167,674	933,525	10,101,199
- Foreign securities	9,467,092	-	9,456,703	10,389	9,467,092
	2,413,738,210	1,474,628,520	937,895,910	2,487,842	2,415,012,272
Financial assets - disclosed but not measured at fair value					
Investments					
- Federal Government securities	486,907,925	-	96,847,460	390,295,665	487,143,125
	486,907,925	-	96,847,460	390,295,665	487,143,125
	2,900,646,135	1,474,628,520	1,034,743,370	392,783,507	2,902,155,397
Off-balance sheet financial instruments - measured at fair value					
Forward purchase of foreign exchange	2,128,134	-	2,128,134	-	2,128,134
Forward sale of foreign exchange	1,718,286	-	1,718,286	-	1,718,286

	December 31, 2025 (Audited)				
			Fair value		
	Carrying value	Level 1	Level 2	Level 3	Total
On balance sheet financial instruments			Rupees in '000		
Financial assets - measured at fair value					
Investments					
- Federal Government securities	2,101,211,896	1,148,274,703	952,937,193	-	2,101,211,896
- Shares / units of mutual funds	17,277,372	16,800,261	95,977	381,134	17,277,372
- Non Government sukuks	11,000,151	-	11,000,151	-	11,000,151
- Foreign securities	10,880,547	-	10,870,158	10,389	10,880,547
	2,140,369,966	1,165,074,964	974,903,479	391,523	2,140,369,966
Financial assets - disclosed but not measured at fair value					
Investments					
- Federal Government securities	454,544,838	-	64,605,563	390,295,665	454,901,228
	454,544,838	-	64,605,563	390,295,665	454,901,228
	2,594,914,804	1,165,074,964	1,039,509,042	390,687,188	2,595,271,194

	December 31, 2025 (Audited)				
			Fair value		
	Carrying value	Level 1	Level 2	Level 3	Total
Off-balance sheet financial instruments - measured at fair value			Rupees in '000		
Forward purchase of foreign exchange	2,518,214	-	2,518,214	-	2,518,214
Forward sale of foreign exchange	1,731,205	-	1,731,205	-	1,731,205

36.2 Fair value of non-financial assets

	June 30, 2026 (Unaudited)				
			Fair value		
	Carrying value	Level 1	Level 2	Level 3	Total
			Rupees in '000		
Non-banking assets acquired in satisfaction of claims	503,420	-	-	503,420	503,420
	503,420	-	-	503,420	503,420

	December 31, 2025 (Audited)				
			Fair value		
	Carrying value	Level 1	Level 2	Level 3	Total
			Rupees in '000		
Non-banking assets acquired in satisfaction of claims	503,420	-	-	503,420	503,420
	503,420	-	-	503,420	503,420

Non-banking assets acquired in satisfactions of claims are carried at revalued amounts (level 3 measurement) determined by professional valuers based on their assessment of the market values.

Valuation techniques used in determination of fair values

Item	Valuation approach and input used
Listed Securities	The valuation has been determined through closing rates of Pakistan Stock Exchange.
GoP Ijarah Sukuks	The fair value of GoP Ijarah sukuks listed on Pakistan Stock Exchange has been determined through closing rates of Pakistan Stock Exchange. The fair value of other GoP Ijarah sukuks are derived using PKISRV rates. The PKISRV rates are announced by FMA (Financial Market Association) through Reuters. The rates announced are simple average of quotes received from eight different pre-defined / approved dealers / brokers.
Foreign sukuks	These are measured at fair value using the rates published by the valuation expert (Bloomberg).
Forward foreign exchange contracts	The valuation has been determined by interpolating the mid rates announced by SBP.
Non-banking assets acquired in satisfaction of claims	NBAs are valued by professionally qualified valuers as per the accounting policy disclosed in unconsolidated financial statements of the Bank for the year ended December 31, 2025.
Mutual Funds	The valuation has been determined based on net asset values declared by respective funds.
Unquoted equity securities	Fair value of investment in Sapphire Electric Company Limited has been determined by Dividend Discount Model (DDM) by using constant dividends streams of the entity using various key assumptions considering economic and market conditions. Key assumptions include discount rate and terminal growth rate (if applicable).
Corporate sukuk	The valuation has been determined through closing rates announced by FMA (Financial Market Association) through Reuters or discounted cash flow methodology as deemed appropriate.

The Bank's policy is to recognise transfers into and out of the different fair value hierarchy levels at the date the event or change in circumstances that caused the transfer occurred.

There were no transfers between levels 1 and 2 during the period.

Fair value of Islamic financing and related assets, other assets, other liabilities and fixed term deposits and other accounts and due to financial institutions cannot be calculated with sufficient reliability due to absence of current and active market for such assets and liabilities and reliable data regarding market rates for similar instruments.

In the opinion of the management, the fair value of the remaining financial assets and liabilities are not significantly different from their carrying values since these assets and liabilities are short term in nature or in the case of financings and deposits are frequently repriced.

37 SEGMENT INFORMATION

37.1 Segment details with respect to business activities

2026	Corporate and Commercial banking	Retail banking	Trading and sales	Others	Inter-segment Eliminations	Total
	Rupees in '000					
Statement of profit and loss account for the half year ended June 30, 2026 (Unaudited)						
External funded revenue	69,392,649	7,200,458	146,193,370	-	-	222,786,477
External non funded revenue	4,129,048	3,974,962	7,358,187	6,163,319	-	21,625,516
Inter segment revenue - net	-	173,659,307	-	871,251	(174,530,558)	-
Total income	73,521,697	184,834,727	153,551,557	7,034,570	(174,530,558)	244,411,993
External cost of funds	2,568,551	61,778,484	29,653,183	-	-	94,000,218
Segment direct expenses	1,512,385	37,455,193	839,751	5,449,551	-	45,256,880
Inter segment expense allocation	54,195,471	-	120,335,087	-	(174,530,558)	-
Total expenses	58,276,407	99,233,677	150,828,021	5,449,551	(174,530,558)	139,257,098
Credit loss allowance / provisions and write offs - net	1,227,240	1,334,213	1,619	40,558	-	2,603,630
Profit before tax	14,018,050	84,266,837	2,721,917	1,544,461	-	102,551,265
Statement of financial position as at June 30, 2026 (Unaudited)						
Cash and bank balances	14,676,404	332,979,769	-	13,700,850	-	361,357,023
Due from financial institutions	-	-	5,563,224	-	-	5,563,224
Investments	10,100,146	-	2,892,971,176	-	-	2,903,071,322
Net inter segment lending	-	3,422,010,376	-	40,829,167	(3,462,839,543)	-
Islamic financings and related assets	1,434,092,565	158,177,055	-	-	-	1,592,269,620
Others	42,997,217	135,236,705	99,621,950	1,897,188	-	279,753,060
Total assets	1,501,866,332	4,048,403,905	2,998,156,350	56,427,205	(3,462,839,543)	5,142,014,249
Due to financial institutions	69,460,683	12,975,504	660,823,329	-	-	743,259,516
Deposits and other accounts	-	3,735,167,166	-	-	-	3,735,167,166
Subordinated sukuks	16,990,000	-	-	-	-	16,990,000
Net inter segment borrowing	1,295,444,396	-	2,167,395,147	-	(3,462,839,543)	-
Others	35,661,208	265,097,475	1,630,819	55,551,580	-	357,941,082
Total liabilities	1,417,556,287	4,013,240,145	2,829,849,295	55,551,580	(3,462,839,543)	4,853,357,764
Equity	84,310,045	35,163,760	168,307,055	875,625	-	288,656,485
Total equity and liabilities	1,501,866,332	4,048,403,905	2,998,156,350	56,427,205	(3,462,839,543)	5,142,014,249
Contingencies and commitments	1,597,642,885	4,347,688	465,432,561	-	-	2,067,423,134

2025	Corporate and Commercial banking	Retail banking	Trading and sales	Others	Inter-segment Eliminations	Total
	Rupees in '000					
Statement of profit and loss account for the half year ended June 30, 2025 (Unaudited)						
External funded revenue	74,491,216	6,425,614	128,609,067	-	-	209,525,897
External non funded revenue	3,787,820	3,012,124	4,317,872	4,805,292	-	15,923,108
Inter segment revenue - net	-	161,578,220	-	148,619	(161,726,839)	-
Total Income	78,279,036	171,015,958	132,926,939	4,953,911	(161,726,839)	225,449,005
External cost of funds	3,626,933	55,277,740	24,865,375	-	-	83,770,048
Segment direct expenses	843,990	29,604,175	1,031,266	4,378,636	-	35,858,067
Inter segment expense allocation	63,078,344	-	98,648,495	-	(161,726,839)	-
Total expenses	67,549,267	84,881,915	124,545,136	4,378,636	(161,726,839)	119,628,115
(Reversal of provisions / credit loss allowance) / credit loss allowance / provisions and write offs - net	3,410,812	(85,155)	9,649	43,286	-	3,378,592
Profit before tax	7,318,957	86,219,198	8,372,154	531,989	-	102,442,298
Statement of financial position as at December 31, 2025 (Audited)						
Cash and bank balances	3,519,303	328,711,413	-	13,700,276	-	345,930,992
Due from financial institutions	-	-	12,325,225	-	-	12,325,225
Investments	10,998,843	-	2,585,838,297	-	-	2,596,837,140
Net inter segment lending	-	3,009,284,975	-	51,428,568	(3,060,713,543)	-
Islamic financings and related assets	1,513,471,064	127,463,734	-	-	-	1,640,934,798
Others	44,107,572	96,499,687	64,704,035	5,221,470	-	210,532,764
Total assets	1,572,096,782	3,561,959,809	2,662,867,557	70,350,314	(3,060,713,543)	4,806,560,919
Due to financial institutions	83,419,224	13,462,601	790,166,402	-	-	887,048,227
Deposits and other accounts	-	3,302,842,200	-	-	-	3,302,842,200
Subordinated Sukuks	16,990,000	-	-	-	-	16,990,000
Net inter segment borrowing	1,344,400,777	-	1,716,312,766	-	(3,060,713,543)	-
Others	35,949,287	213,545,068	1,678,037	69,250,977	-	320,423,369
Total liabilities	1,480,759,288	3,529,849,869	2,508,157,205	69,250,977	(3,060,713,543)	4,527,303,796
Equity	91,337,494	32,109,940	154,710,352	1,099,337	-	279,257,123
Total equity and liabilities	1,572,096,782	3,561,959,809	2,662,867,557	70,350,314	(3,060,713,543)	4,806,560,919
Contingencies and commitments	1,450,970,651	4,499,030	380,719,312	-	-	1,836,188,993

38 RELATED PARTY TRANSACTIONS

38.1 Parties are considered to be related if one party has the ability to control the other party or exercise significant influence over the other party in making financial or operational decisions and includes a subsidiary company, associated companies, retirement benefit funds, directors and key management personnel and their close family members.

38.2 The Bank enters into transactions with related parties in the ordinary course of business and on substantially the same terms as for comparable transactions with person of similar standing. Contributions to and accruals in respect of staff retirement benefits and other benefit plans are made in accordance with the actuarial valuations / terms of the contribution plan. Remuneration and other benefit to the key management personnel is determined in accordance with the terms of their appointment.

38.3 Subsidiary companies

- Al Meezan Investment Management Limited
- Meezan Exchange Company (Private) Limited

38.4 Associates

Associates include mutual funds managed by Al Meezan Investment Management Limited and entities having common directorship with the Board. However, entities are not considered related party only if common director is an independent director working on both the Boards.

38.5 Key management personnel

- President and Chief Executive Officer

38.6 Details of transactions with related parties and balances with them as at the period-end as are follows. Balances pertaining to parties that were related at the beginning of the year but ceased to be related during any part of the current period are not reflected as part of the closing balance. However, new related parties (as applicable) have been added during the period. The same are accounted for through the movement presented above.

	Total		Subsidiaries		Associates		Directors and close family members		Key management personnel and close family members		Other related parties	
	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)
	Rupees in '000											
Islamic financing and related assets												
At January 1,	**93,660**	82,900	-	-	-	-	-	-	**93,660**	82,900	-	-
Addition during the period / year	-	15,850	-	-	-	-	-	-	-	15,850	-	-
Repayment / redemption / deletion during the period / year	**(3,934)**	(5,090)	-	-	-	-	-	-	**(3,934)**	(5,090)	-	-
At June 30/ December 31	**89,726**	93,660	-	-	-	-	-	-	**89,726**	93,660	-	-
Investments												
At January 1,	**1,922,336**	1,922,333	**1,063,050**	1,063,050	**859,286**	859,283	-	-	-	-	-	-
Addition during the period / year	**510,000**	517	**500,000**	-	**10,000**	517	-	-	-	-	-	-
Repayment / redemption / deletion during the period / year	**(7,149)**	(514)	-	-	**(7,149)**	(514)	-	-	-	-	-	-
At June 30/ December 31	**2,425,187**	1,922,336	**1,563,050**	1,063,050	**862,137**	859,286	-	-	-	-	-	-
Deposits	**20,009,476**	9,443,127	**233,188**	684,767	**19,031,006**	7,660,890	**306,641**	319,072	**26,044**	39,694	**412,597**	738,704
Other Assets												
Profit receivable on financing / investments / placements	**40**	44	-	-	-	-	-	-	**40**	44	-	-
Fee and other receivable	**169,196**	202,628	**135,540**	177,254	**33,641**	25,374	-	-	-	-	**15**	-
Dividend receivable	**54,679**	-	-	-	**54,679**	-	-	-	-	-	-	-
Credit loss allowance / provision held against other assets	**34**	39	**18**	24	**5**	3	-	-	**11**	12	-	-

	Total		Subsidiaries		Associates		Directors and close family members		Key management personnel and close family members		Other related parties	
	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)	June 30, 2026 (Unaudited)	Dec 31, 2025 (Audited)
	Rupees in '000											
Due to financial institutions												
At January 1,	**85,960,000**	47,130,000	**-**	-	**85,960,000**	47,130,000	**-**	-	**-**	-	**-**	-
Addition during the period / year	**552,709,000**	457,553,200	**-**	-	**552,709,000**	457,553,200	**-**	-	**-**	-	**-**	-
Repayment / redemption / deletion during the period / year	**(638,669,000)**	(418,723,200)	**-**	-	**(638,669,000)**	(418,723,200)	**-**	-	**-**	-	**-**	-
At June 30, December 31	**-**	85,960,000	**-**	-	**-**	85,960,000	**-**	-	**-**	-	**-**	-
Sub-ordinated sukuks												
At January 1,	**210,000**	210,000	**-**	-	**210,000**	210,000	**-**	-	**-**	-	**-**	-
Addition during the period / year	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
Repayment / redemption / deletion during the period / year	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-	**-**	-
At June 30, December 31	**210,000**	210,000	**-**	-	**210,000**	210,000	**-**	-	**-**	-	**-**	-
Other liabilities												
Payable to defined benefit plan	**1,018,419**	2,624,413	**-**	-	**-**	-	**-**	-	**-**	1,225,685	**1,018,419**	1,398,728
Accrued expenses / Advance rental	**30,050**	22,559	**16,232**	9,600	**-**	-	**4,080**	2,100	**9,738**	10,859	**-**	-
Unearned Income	**11,907**	9,539	**-**	-	**11,907**	9,539	**-**	-	**-**	-	**-**	-
Profit payable on musharakah acceptance	**-**	1,049,943	**-**	-	**-**	1,049,943	**-**	-	**-**	-	**-**	-
Advance against issue of shares	**9,613**	-	**-**	-	**-**	-	**9,613**	-	**-**	-	**-**	-
Contingencies and Commitments												
Letters of Guarantee (unfunded)	**2,500,100**	2,500,100	**100**	100	**2,500,000**	2,500,000	**-**	-	**-**	-	**-**	-

Transactions, income and expenses	Total		Subsidiary		Associates		Directors and close family members		Key management personnel and close family members		Other related parties	
	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
	Rupees in '000											
Profit earned on financing / investments / placements	**3,593**	2,033	**-**	-	**-**	-	**-**	-	**3,593**	2,033	**-**	-
Fees and other income earned	**300,711**	569,695	**251,823**	471,695	**48,481**	97,809	**294**	11	**4**	148	**109**	32
Capital gain	**16**	-	**-**	-	**16**	-	**-**	-	**-**	-	**-**	-
Dividend income earned	**1,842,179**	710,928	**1,787,500**	650,000	**54,679**	60,928	**-**	-	**-**	-	**-**	-
Return on deposits / acceptance expensed	**3,793,739**	929,463	**6,271**	5,437	**3,751,300**	836,315	**7,901**	2,170	**997**	4,219	**27,270**	81,322
Charge for defined benefit plan	**1,018,419**	846,293	**-**	-	**-**	-	**-**	-	**-**	-	**1,018,419**	846,293
Contribution to defined contribution plan	**590,147**	516,920	**-**	-	**-**	-	**-**	-	**-**	-	**590,147**	516,920
Contribution to staff benevolent fund	**110,407**	104,717	**-**	-	**-**	-	**-**	-	**-**	-	**110,407**	104,717
ECL charge / (reversals)	**(6)**	(3)	**(6)**	(4)	**1**	(4)	**-**	-	**(1)**	5	**-**	-
Fees expensed	**29,095**	16,061	**27,345**	14,843	**1,750**	1,218	**-**	-	**-**	-	**-**	-
Charity paid	**67,000**	-	**-**	-	**2,000**	-	**-**	-	**-**	-	**65,000**	-
Recovery of expenses	**18,387**	15,275	**18,387**	15,275	**-**	-	**-**	-	**-**	-	**-**	-
Remuneration to key management personnel	**66,091**	182,268	**-**	-	**-**	-	**-**	-	**66,091**	182,268	**-**	-
Fee to non-executive directors	**49,860**	29,620	**-**	-	**-**	-	**49,860**	29,620	**-**	-	**-**	-

39 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
	Rupees in '000	
Minimum Capital Requirement (MCR)		
Paid-up capital (net of losses)	**18,005,546**	18,005,546
Capital Adequacy Ratio		
Eligible Common Equity Tier 1 (CET 1) Capital	**284,875,527**	261,159,000
Eligible Additional Tier 1 (ADT 1) Capital	**7,000,000**	7,000,000
Total Eligible Tier 1 Capital	**291,875,527**	268,159,000
Eligible Tier 2 Capital	**22,845,779**	36,676,439
Total Eligible Capital (Tier 1 + Tier 2)	**314,721,306**	304,835,439
Risk weighted assets (RWAs):		
Credit Risk	**1,028,462,346**	984,506,336
Market Risk	**80,150,860**	74,813,511
Operational Risk	**528,664,481**	528,664,481
Total	**1,637,277,687**	1,587,984,328
Common Equity Tier 1 Capital Adequacy ratio	**17.40%**	16.45%
Tier 1 Capital Adequacy Ratio	**17.83%**	16.89%
Total Capital Adequacy Ratio	**19.22%**	19.20%
Leverage ratio (LR):		
Tier-1 Capital	**291,875,527**	268,159,000
Total Exposures	**5,652,593,143**	5,151,309,338
Leverage Ratio	**5.16%**	5.21%
Liquidity Coverage Ratio (LCR):		
Total High Quality Liquid Assets	**1,051,289,684**	2,007,784,674
Total Net Cash Outflow	**395,251,337**	639,582,984
Liquidity Coverage Ratio	**266%**	314%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	**3,541,706,443**	3,170,842,648
Total Required Stable Funding	**1,724,753,609**	1,613,365,501
Net Stable Funding Ratio	**205%**	197%

40 GENERAL

40.1 Corresponding figures have been rearranged and reclassified where necessary for better presentation.

40.2 The Bank has been notified as a shariah compliant business by Pakistan Stock Exchange (PSX) vide Notice PSX/N-1419 dated December 26, 2025. Accordingly, the Bank is required to make below additional disclosures.

The Bank only enters into relationships with conventional banks on need basis under Shariah compliant arrangements in line with Shariah Board guidelines. All local or Nostro accounts with conventional banks are non-remunerative accounts therefore no interest income is earned on them. As a policy the Bank does not enter into any direct relationship with conventional insurers.

On liability side, the Bank mainly raises funds through deposits, SBP / interbank acceptances and sub-ordinated sukuks. These amounts are based on islamic principles of Mudaraba, Musharakah, Qard etc. Outstanding position of these liabilities are as under:

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
Due to financial institutions	17	**743,259,516**	887,048,227
Deposits and other accounts	18	**3,735,167,166**	3,302,842,200
Sub-ordinated sukuks	20	**16,990,000**	16,990,000
		4,495,416,682	4,206,880,427

Total profit accrued against these liabilities during the period was Rs 94,000 million (June 30, 2025: Rs 83,770 million).In accordance with shariah guidelines, no liability was raised through any conventional mode of financing / advance and thus no interest was accrued or paid.

On investment side, the Bank has made investment in GoP shariah compliant securities (mainly sukuk and bai muajjal), privately placed corporate sukuk, listed and unlisted shariah compliant equities (including those of subsidiaries, associates and mutual funds). Further bank balances / placements (including those with foreign correspondent banks) have been held under islamic mode of placements. Outstanding position of these assets are as under:

	Note	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
		Rupees in '000	
Balance with State Bank of Pakistan and National Bank of Pakistan	6	**255,497,390**	274,593,554
Balances with other banks	7	**35,269,314**	15,388,174
Due from financial institutions	8	**5,563,224**	12,325,225
Investments	9	**2,903,071,322**	2,596,837,140
		3,199,401,250	2,899,144,093

The Bank neither deal in conventional derivative financial instruments nor provide any conventional loan / advance. Any amount recovered due to late payment is recognised and taken as charity payable by the bank. Below are the details of revenue earned from shariah compliant businesses:

	Note	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
		Rupees in '000	
Profit / return earned on Islamic financing and related assets, investments and placements	24	**222,786,477**	209,525,897
Fee and commission income	26	**13,511,834**	10,872,870
Dividend income		**2,096,337**	884,137
Foreign exchange income		**4,251,524**	2,768,230
Gain / (loss) on securities	27	**1,010,792**	669,304
Other income	28	**755,029**	728,567
		244,411,993	225,449,005

41 NON-ADJUSTING EVENT

The Board of Directors in their meeting held on August 06, 2026 has announced interim cash dividend of Rs 8 per share (80%). These unconsolidated condensed interim financial statements do not include the effect of this appropriation which will be accounted for subsequent to the period end.

42 DATE OF AUTHORISATION

These unconsolidated condensed interim financial statements were authorised for issue on August 06, 2026 by the Board of Directors of the Bank.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

CONDENSED INTERIM CONSOLIDATED FINANCIAL STATEMENTS

CONSOLIDATED CONDENSED INTERIM
STATEMENT OF FINANCIAL POSITION
AS AT JUNE 30, 2026

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
	Rupees in '000	
ASSETS		
Cash and balances with treasury banks	**326,589,013**	330,810,281
Balances with other banks	**35,089,416**	15,439,064
Due from financial institutions	**5,563,224**	12,325,225
Investments	**2,913,422,934**	2,608,334,204
Islamic financing and related assets	**1,592,269,620**	1,640,934,798
Property and equipment	**54,952,602**	50,826,681
Right-of-use assets	**25,396,325**	22,174,737
Intangible assets	**3,521,865**	3,493,490
Deferred tax asset	**19,686,436**	-
Other assets	**176,149,964**	135,596,974
Total Assets	**5,152,641,399**	4,819,935,454
LIABILITIES		
Bills payable	**128,592,031**	73,767,955
Due to financial institutions	**743,259,516**	887,048,227
Deposits and other accounts	**3,734,933,978**	3,302,337,407
Lease liability against right-of-use assets	**33,195,416**	28,889,130
Sub-ordinated sukuk	**16,990,000**	16,990,000
Deferred tax liabilities	**-**	3,607,635
Other liabilities	**199,270,900**	219,097,035
Total Liabilities	**4,856,241,841**	4,531,737,389
NET ASSETS	**296,399,558**	288,198,065
REPRESENTED BY		
Share capital	**18,005,546**	18,005,546
Advance against issue of shares	**655,603**	-
Reserves	**63,208,015**	57,984,764
Surplus on revaluation of assets - net of tax	**(41,504)**	14,380,110
Unappropriated profit	**212,468,993**	195,304,919
	294,296,653	285,675,339
Non-controlling Interest	**2,102,905**	2,522,726
	296,399,558	288,198,065

The annexed notes 1 to 5 form an integral part of these consolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

CONSOLIDATED CONDENSED INTERIM

STATEMENT OF PROFIT AND LOSS ACCOUNT (UNAUDITED)

FOR THE HALF YEAR ENDED JUNE 30, 2026

	Quarter ended June 30, 2026	Quarter ended June 30, 2025	Half year ended June 30, 2026	Half year ended June 30, 2025
	Rupees in '000			
Profit / return earned on Islamic financing and related assets, investments and placements	**116,975,323**	101,915,283	**222,821,361**	209,535,252
Profit / return on deposits and other dues expensed	**49,610,827**	37,956,961	**94,025,550**	83,794,414
Net profit / return	**67,364,496**	63,958,322	**128,795,811**	125,740,838
OTHER INCOME				
Fee and commission income	**8,757,190**	6,812,895	**17,842,956**	14,024,872
Dividend income	**113,950**	116,073	**255,278**	173,209
Foreign exchange income	**2,532,385**	1,170,975	**4,330,817**	2,768,725
Gain on securities	**64,631**	658,139	**1,017,434**	669,304
Other income	**411,577**	439,989	**775,749**	804,078
Total other income	**11,879,733**	9,198,071	**24,222,234**	18,440,188
Total income	**79,244,229**	73,156,393	**153,018,045**	144,181,026
OTHER EXPENSES				
Operating expenses	**22,190,917**	15,739,012	**45,276,873**	34,906,409
Workers welfare fund	**1,176,289**	1,173,651	**2,141,512**	2,217,630
Other charges	**1,611**	54,119	**2,256**	62,882
Total other expenses	**23,368,817**	16,966,782	**47,420,641**	37,186,921
	55,875,412	56,189,611	**105,597,404**	106,994,105
Share of profit of associates	**1,475,039**	372,722	**261,823**	711,214
Profit before credit loss allowance / provisions	**57,350,451**	56,562,333	**105,859,227**	107,705,319
Credit loss allowance / provisions and write offs - net	**2,154,834**	1,520,212	**2,603,630**	3,378,592
Extra ordinary / unusual items	**-**	-	**-**	-
PROFIT BEFORE TAXATION	**55,195,617**	55,042,121	**103,255,597**	104,326,727
Taxation	**28,956,803**	30,320,050	**54,614,458**	57,186,365
PROFIT AFTER TAXATION	**26,238,814**	24,722,071	**48,641,139**	47,140,362
Attributable to:				
Shareholders of the Holding company	**25,784,823**	24,497,477	**48,099,635**	46,604,314
Non-controlling interest	**453,991**	224,594	**541,504**	536,048
	26,238,814	24,722,071	**48,641,139**	47,140,362
	Rupees			
Basic earnings per share	**14.32**	13.65	**26.71**	25.97
Diluted earnings per share	**14.23**	13.57	**26.54**	25.81

The annexed notes 1 to 5 form an integral part of these consolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

CONSOLIDATED CONDENSED INTERIM
STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2026

	Quarter ended June 30, 2026	Quarter ended June 30, 2025	Half year ended June 30, 2026	Half year ended June 30, 2025
	Rupees in '000			
Profit after taxation for the period attributable to:				
Shareholders of the Holding company	**25,784,823**	24,497,477	**48,099,635**	46,604,314
Non-controlling interest	**453,991**	224,594	**541,504**	536,048
	26,238,814	24,722,071	**48,641,139**	47,140,362
Other Comprehensive Income / (loss)				
Items that may be reclassified to the consolidated condensed interim statement of profit and loss account in subsequent periods:				
- Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	**(4,832,220)**	5,013,199	**(14,137,823)**	(4,357,892)
- Gain on sale of debt investments carried at FVOCI reclassified to the statement of profit or loss account - net of tax	**(23,759)**	(309,181)	**(475,241)**	(314,361)
Items that will not be reclassified to statement of profit and loss account in subsequent periods:				
- Movement in surplus on revaluation of equity investments through FVOCI - net of tax	**1,734,288**	212,307	**249,737**	329,136
- Remeasurement of defined benefit plan - net of tax	**3,356**	15,302	**3,356**	15,302
Total comprehensive income for the period	**23,120,479**	29,653,698	**34,281,168**	42,812,547
Attributable to:				
Shareholders of the Holding company	**22,665,313**	29,423,748	**33,738,489**	42,271,143
Non-controlling interest	**455,166**	229,950	**542,679**	541,404
	23,120,479	29,653,698	**34,281,168**	42,812,547

The annexed notes 1 to 5 form an integral part of these consolidated condensed interim financial statements.

Riyadh S. A. A. Edrees Chairman	**Dr. Syed Amir Ali** President & CEO	**Irfan Siddiqui** Director	**Mohammad Abdul Aleem** Director	**Adeel Ali Khan** Financial Controller, officiating as CFO

CONSOLIDATED CONDENSED INTERIM
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2026

			Capital reserves				Revenue reserve	Surplus / (deficit) on revalution of				
	Share capital	Advance against issue of shares	Share premium	Statutory reserve *	Non - Distributable Capital Reserve - Gain on Bargain Purchase	Employee share option compensation reserve	General reserve	Investments	Non-banking Assets	Unappro-priated profit	Non controlling interest	Total
	Rupees in '000											
Balance as at January 01, 2025	17,947,407	-	3,104,253	40,767,834	3,117,547	945,867	91,082	22,141,192	-	163,601,395	1,913,643	253,630,220
Profit after taxation for the half ended June 30, 2025	-	-	-	-	-	-	-	-	-	46,604,314	536,048	47,140,362
Other comprehensive income / (loss) for the year												
- Movement in deficit on revaluation of debt investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	(4,357,892)	-	-	-	(4,357,892)
- Gain on sale of debt investments carried at FVOCI - reclassified to the consolidated statement of profit and loss account - net of tax	-	-	-	-	-	-	-	(314,361)	-	-	-	(314,361)
- Transfer from revaluation of assets to unapprorpriated profit - net of tax	-	-	-	-	-	-	-	(218,813)	-	218,813	-	-
- Remeasurement of post retirement benefits Obligation - net of tax	-	-	-	-	-	-	-	-	-	9,946	5,356	15,302
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	329,136	-	-	-	329,136
Total other comprehensive income/(loss) - net of tax	-	-	-	-	-	-	-	(4,561,930)	-	228,759	5,356	(4,327,815)
Recognition of share based compensation	-	-	-	-	-	342,406	-	-	-	-	-	342,406
Other appropriations												
Transfer to statutory reserve*	-	-	-	4,616,380	-	-	-	-	-	(4,616,380)	-	-
Transactions with owners recognised directly in equity												
Final cash dividend for the year 2024 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
First interim cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,563,185)	-	(12,563,185)
	-	-	-	-	-	-	-	-	-	(25,126,370)	-	(25,126,370)
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	-	(350,000)	(350,000)
Advance received against issue of 5,813,938 shares under the Employees shares option scheme	-	417,509	-	-	-	-	-	-	-	-	-	417,509
Balance as at June 30, 2025	17,947,407	417,509	3,104,253	45,384,214	**3,117,547**	1,288,273	91,082	17,579,262	-	180,691,718	2,105,047	271,726,312
Profit after taxation for the year	-	-	-	-	-	-	-	-	-	44,112,921	925,179	45,038,100
Other Comprehensive (loss) / income for the year												
- Movement in deficit on revaluation of debt investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	(4,296,782)	-	-	-	(4,296,782)
- Gain on sale of debt investments carried at FVOCI - reclassified to the consolidated statement of profit and loss account - net of tax	-	-	-	-	-	-	-	(141,152)	-	-	-	(141,152)
- Remeasurement loss on valuation of employee retirement benefits	-	-	-	-	-	-	-	-	-	(78,863)	-	(78,863)
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	1,259,224	-	-	-	1,259,224
Total other comprehensive loss - net of tax	-	-	-	-	-	-	-	(3,178,710)	-	(78,863)	-	(3,257,573)
Transfer from surplus on revaluation of assets to unapprorpriated profit - net of tax	-	-	-	-	-	-	-	(20,442)	-	20,442	-	-
Recognition of share based compensation	-	-	-	-	-	406,492	-	-	-	-	-	406,492
Other appropriations												
Transfer to statutory reserve*	-	-	-	4,287,745	-	-	-	-	-	(4,287,745)	-	-
Transactions with owners recognised directly in equity												
Second interim cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,603,883)	-	(12,603,883)
Third interim cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,603,883)	-	(12,603,883)
	-	-	-	-	-	-	-	-	-	(25,207,766)	-	(25,207,766)
Issue of 5,813,938 shares under the Employees shares option scheme (note 38.4)	58,139	(417,509)	774,981	-	-	(469,823)	-	-	-	54,212	-	-
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	-	(507,500)	(507,500)
Balance as at December 31, 2025 (Audited)	18,005,546	-	3,879,234	49,671,959	3,117,547	1,224,942	91,082	14,380,110	-	195,304,919	2,522,726	288,198,065

CONSOLIDATED CONDENSED INTERIM
STATEMENT OF CHANGES IN EQUITY
FOR THE HALF YEAR ENDED JUNE 30, 2026

	Share capital	Advance against issue of shares	Capital reserves: Share premium	Capital reserves: Statutory reserve *	Capital reserves: Non - Distributable Capital Reserve - Gain on Bargain Purchase	Capital reserves: Employee share option compensation reserve	Revenue reserve: General reserve	Surplus / (deficit) on revaluation of: Investments	Surplus / (deficit) on revaluation of: Non-banking Assets	Unappro-priated profit	Non controlling interest	Total
	Rupees in '000											
Balance as at December 31, 2025	18,005,546	-	3,879,234	49,671,959	3,117,547	1,224,942	91,082	14,380,110	-	195,304,919	2,522,726	288,198,065
Profit after taxation for the half ended June 30, 2026	-	-	-	-	-	-	-	-	-	48,099,635	541,504	48,641,139
Other comprehensive income / (loss) for the half year ended June 30, 2026- net of tax												
- Movement in deficit on revaluation of debt investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	(14,137,823)	-	-	-	(14,137,823)
- Gain on sale of debt investments carried at FVOCI - reclassified to the consolidated statement of profit and loss - net of tax	-	-	-	-	-	-	-	(475,241)	-	-	-	(475,241)
- Transfer from revaluation of assets to unapprorpriated profit - net of tax	-	-	-	-	-	-	-	(58,287)	-	58,287	-	-
- Remeasurement of post retirement benefits Obligation - net of tax	-	-	-	-	-	-	-	-	-	2,181	1,175	3,356
- Movement in surplus on revaluation of equity investments carried at FVOCI - net of tax	-	-	-	-	-	-	-	249,737	-	-	-	249,737
Total other comprehensive income/(loss) - net of tax	-	-	-	-	-	-	-	(14,421,614)	-	60,468	1,175	(14,359,971)
Recognition of share based compensation	-	-	-	-	-	335,265	-	-	-	-	-	335,265
Other appropriations												
Transfer to statutory reserve*	-	-	-	4,887,986	-	-	-	-	-	(4,887,986)	-	-
Transactions with owners recognised directly in equity												
Final cash dividend for the year 2025 @ Rs 7 per share	-	-	-	-	-	-	-	-	-	(12,603,883)	-	(12,603,883)
First interim cash dividend for the year 2025 @ Rs 7.5 per share	-	-	-	-	-	-	-	-	-	(13,504,160)	-	(13,504,160)
	-	-	-	-	-	-	-	-	-	(26,108,043)	-	(26,108,043)
Advance received against issue of 6,541,796 shares under the Employees shares option scheme	-	655,603	-	-	-	-	-	-	-	-	-	655,603
Dividend payout by Subsidiary	-	-	-	-	-	-	-	-	-	-	(962,500)	(962,500)
Balance as at June 30, 2026	18,005,546	655,603	3,879,234	54,559,945	3,117,547	1,560,207	91,082	(41,504)	-	212,468,993	2,102,905	296,399,558

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

The annexed notes 1 to 5 form an integral part of these consolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

CONSOLIDATED CONDENSED INTERIM
CASH FLOW STATEMENT (UNAUDITED)
FOR THE HALF YEAR ENDED JUNE 30, 2026

	Half year ended June 30, 2026	Half year ended June 30, 2025
	Rupees in '000	
CASH FLOW FROM OPERATING ACTIVITIES		
Profit before taxation	**103,255,597**	104,326,727
Less: Dividend income	**(255,278)**	(173,209)
	103,000,319	104,153,518
Adjustments:		
Depreciation	**4,231,045**	3,440,817
Net profit / return	**(131,175,829)**	(127,787,195)
Amortization	**442,546**	416,550
Depreciation on right-of-use-assets	**1,638,522**	1,472,905
Amortisation of Lease liability against Right-of-Use assets	**2,380,018**	2,046,357
Credit loss allowance / provisions and write offs - net	**2,603,630**	3,378,592
Share based compensation expense	**335,265**	342,406
Unrealised gain - FVTPL	**376**	(450)
Gain on sale of property and equipment	**(173,153)**	(328,871)
Share of results of associates	**(261,823)**	(711,214)
	(119,979,403)	(117,730,103)
	(16,979,084)	(13,576,585)
Decrease / (Increase) in operating assets		
Due from financial institutions	**6,762,188**	(34,186,910)
Islamic financing and related assets	**48,488,550**	365,602,217
Other assets (excluding advance taxation and profit receivable)	**(8,618,027)**	(7,929,651)
	46,632,711	323,485,656
Decrease / (Increase) in operating assets		
Bills payable	**54,824,076**	(18,329,794)
Due to financial institutions	**(141,441,908)**	(205,400,506)
Deposits and other accounts	**432,596,571**	457,507,839
Other liabilities (excluding current taxation and profit payable)	**(1,718,090)**	(7,553,233)
	344,260,649	226,224,306
	373,914,276	536,133,377
Net profit / return received	**189,385,653**	209,790,864
Net profit / return paid	**(93,808,593)**	(86,387,215)
Income tax paid	**(79,046,692)**	(49,730,747)
Net cash generated from operating activities	**390,444,644**	609,806,279
CASH FLOW FROM INVESTING ACTIVITIES		
Net investments in amortized cost securities	**(32,652,622)**	(67,627,224)
Net investments in securities classified as FVOCI	**(303,045,853)**	(464,947,606)
Net (investments) / divestments in securities classified as FVTPL	**(236,968)**	3,353,741
Net investments in associates	**1,063,382**	(358,164)
Dividends received	**201,170**	102,054
Investments in property and equipment	**(8,490,396)**	(5,486,198)
Investments in intangible assets	**(470,921)**	(865,706)
Proceeds from sale of property and equipment	**306,583**	675,255
Net cash used in investing activities	**(343,325,625)**	(535,153,848)
CASH FLOW FROM FINANCING ACTIVITIES		
Payment of lease liability against right-of-use assets	**(2,933,842)**	(2,356,233)
Redemption of subordinated sukuks	**-**	(4,000,000)
Advance received against issue of shares	**655,603**	417,509
Dividend paid to equity shareholders of the Bank	**(26,100,690)**	(25,119,633)
Dividend paid to non-controlling interest	**(962,500)**	(350,000)
Net cash used in financing activities	**(29,341,429)**	(31,408,357)
Decrease in cash and cash equivalents	**17,777,590**	43,244,074
Cash and cash equivalents at the beginning of the period	**343,475,839**	272,080,803
Impact of net credit loss allowance on cash and cash equivalents during the period	**(1,703)**	(9,815)
Cash and cash equivalents at the end of the period	**361,251,726**	315,315,062

The annexed notes 1 to 5 form an integral part of these consolidated condensed interim financial statements.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

1 BASIS OF PRESENTATION

1.1 These condensed interim consolidated financial statements include the unaudited financial statements of Meezan Bank Limited (MBL) (the holding company), Al-Meezan Investment Management Limited (subsidiary) and Meezan Exchange Company (Private) Limited (subsidiary) collectively referred as the 'Group' and associates namely, Al Meezan Mutual Fund, Meezan Islamic Fund, KSE Meezan Index Fund, Meezan Pakistan Exchange Traded Fund, Meezan Asset Allocation Fund, Meezan Rozana Amdani Fund, Meezan Gold Fund, Meezan Balanced Fund, Meezan Energy Fund, Meezan Cash Fund, Meezan Islamic Income Fund, Meezan Fixed Term Fund , Meezan Tahaffuz Pension Fund, Meezan GOKP Pension Fund , Meezan Punjab Pension Fund.

1.2 These condensed interim consolidated financial statements has been prepared in accordance with the requirements of International Accounting Standard (IAS) 34 'Interim Financial Reporting'.

1.3 These condensed interim consolidated financial statements comprise of the statement of financial position as at June 30, 2026 and the profit and loss account, statement of comprehensive income, statement of changes in equity and the cash flow statement for the period ended June 30, 2026.

2 BASIS OF MEASUREMENT

2.1 Accounting Convention

These consolidated condensed interim financial statements have been prepared under the historical cost convention, except for certain non banking assets acquired in satisfaction of claims which are stated at revalued amounts, investment classified at fair value through profit or loss and fair value through other comprehensive income, commitments in respect of certain foreign exchange contracts which are measured at fair value, staff retirement benefits and compensated absences which are carried at present value.

2.2 Functional and presentation currency

Items included in these consolidated condensed interim financial statements are measured using the currency of the primary economic environment in which the Group operates. These consolidated condensed interim financial statements are presented in Pakistani Rupees, which is the Group's functional and presentation currency.

2.3 Rounding off

Figures have been rounded off to the nearest thousand rupees unless otherwise stated.

3 MATERIAL ACCOUNTING POLICY INFORMATION AND FINANCIAL RISK MANAGEMENT POLICIES

3.1 The accounting policies applied in the preparation of these consolidated condensed interim financial statements are the same as applied in the preparation of the annual audited unconsolidated financial statements of the Group for the year ended December 31, 2025.

The financial risk management objectives and policies adopted by the Group are consistent with those disclosed in the annual audited unconsolidated financial statements for the year ended December 31, 2025.

4 GENERAL

4.1 The Group has been notified as a shariah compliant business by Pakistan Stock Exchange (PSX) vide Notice PSX/N-1419 dated December 26, 2025. Accordingly, the Group is required to make below additional disclosures.

The Group only enters into relation with conventional banks on need basis under Shariah compliant arrangement in line with Shariah Board guidelines. All local or Nostro accounts with conventional bank are non-remunerative accounts therefore no interest income is earned on them. As a policy the Group does not enter into any direct relationship with conventional insurers.

On liability side, the Group mainly raises funds through deposits, SBP / interbank acceptances and sub-ordinated sukuk. These amounts are baed on islamic principles of Mudaraba, Musharakah, Qard etc. Outstanding position of these liabilities are as under:

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
	Rupees in '000	
Due to financial institutions	**743,259,516**	887,048,227
Deposits and other accounts	**3,734,933,978**	3,302,337,407
Sub-ordinated sukuks	**16,990,000**	16,990,000
	4,495,183,494	4,206,375,634

Total profit accrued against these liabilities during the period was Rs 94,025 million (June 30, 2025: Rs 83,794 million).In accordance with shariah guidelines, no liability was raised through any conventional mode of financing / advance and thus no interest was accrued or paid.

On investment side, the Group has made investment in GoP shariah compliant securities (mainly sukuk and bai muajjal), privately placed corporate sukuk, listed and unlisted shariah compliant equities (including those of subsidiaries, associates and mutual funds). Further bank balances / placements (including those with foreign correspondant banks) have been held under islamic mode of placements..Outstanding position of these assets are as under:

	June 30, 2026 (Unaudited)	December 31, 2025 (Audited)
	Rupees in '000	
Balance with State Bank of Pakistan and National Bank of Pakistan	**203,640,562**	274,593,554
Balances with other banks	**35,089,416**	15,439,064
Due from financial institutions	**5,563,224**	12,325,225
Investments	**2,913,422,934**	2,608,334,204
	3,157,716,136	2,910,692,047

The Group neither deal in conventional derivative financial instruments nor provide any conventional loan / advance. Any amount recovered due to late payment is recognised and taken as charity payable by the Group. Below are the details of revenue earned from shariah compliant businesses:

	June 30, 2026 (Unaudited)	June 30, 2025 (Unaudited)
	Rupees in '000	
Profit / return earned on Islamic financing and related assets, investments and placements	**222,821,361**	209,535,252
Fee and commission income	**17,842,956**	14,024,872
Dividend income	**255,278**	173,209
Foreign exchange income	**4,330,817**	2,768,725
Gain / (loss) on securities	**1,017,434**	669,304
Net loss on derecognition of financial assets measured at amortised cost	**-**	-
Other income	**775,749**	804,078
	247,043,595	227,975,440

5 DATE OF AUTHORISATION

These consolidated condensed interim financial statements were authorized for issue on August 06, 2026 by the Board of Directors of the Holding company.

Riyadh S. A. A. Edrees	**Dr. Syed Amir Ali**	**Irfan Siddiqui**	**Mohammad Abdul Aleem**	**Adeel Ali Khan**
Chairman	President & CEO	Director	Director	Financial Controller, officiating as CFO

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