standard chartered

Half Yearly Report (January – June 2026)

standard chartered foundation

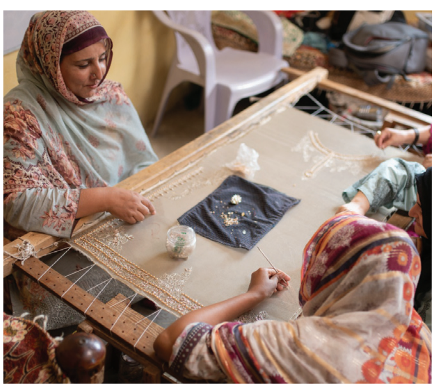
Advancing Economic Inclusion Through Employability and Entrepreneurship

Ready for Inclusive Sustainable Employment and Entrepreneurship (RISE/E)

Standard Chartered Bank launched the second phase of the Futuremakers Inclusive Employability project which focuses on economic empowerment of youth with disabilities. Through this programme 960 young people with disabilities will be set on jobseeker/job creator pathways, including access to Accenture's Skills to Succeed Learning Exchange and other vocational trainings. In addition, 32 young entrepreneurs with disabilities will also be supported.

Goal Accelerator Programme

Supporting 450 young women across Karachi, Lahore and Islamabad, the programme creates structured pathways to entrepreneurship and employability. It focuses on building economic resilience through skills development, income generation, and long-term sustainability.



Thriving Futures

Thriving Futures supports 900 youth microenterprises (90% women-led) to build capacity and long-term sustainability. Delivered with British Asian Trust, it targets young entrepreneurs aged 18-35, including persons with disabilities.

Women in Tech

Launched in 2019 to accelerate women-led, tech-enabled enterprises. Over 170 founders have graduated and 50 have received seed funding. These founders have collectively raised USD 16 million, strengthening the female entrepreneurship ecosystem.

Through the Standard Chartered Foundation, we continue to inspire impact by equipping young people with the skills, confidence, and opportunity to thrive.

Standard Chartered is a leading international banking group

We are a leading international banking group, with a presence in 54 of the world's most dynamic markets. Our purpose is to drive commerce and prosperity through our unique diversity, and our heritage and values are expressed in our brand promise, here for good.

Standard Chartered PLC is listed on the London and Hong Kong stock exchanges.

- Standard Chartered Pakistan is proud to be operating in the country as the largest and oldest international Bank since 1863.
- Standard Chartered Pakistan employs more than 1,700 people and has a network of 160 touch points (38 branches, 103 ATMs and 19 CDMs) across 10 cities.
- Standard Chartered Pakistan is the first International Bank to get an Islamic Banking licence and to open the first Islamic Banking branch in the country.
- Standard Chartered Pakistan is the leading bank for the MNCs operating in Pakistan. The Bank is also the market leader for providing USD liquidity for Corporates and Financial Institutions in the country.
- Standard Chartered Pakistan plays a leading role in providing FCY liquidity solutions through innovative client centric structures.
- Standard Chartered Pakistan is a leading partner of State Bank of Pakistan in promoting RMB and increasing its use in Pakistan, which further strengthens its role as the main bank for CPEC led initiatives.

*One branch is a CIB Hub

AWARDS

Strong Recognition

Euromoney
Awards 2026
- Pakistan's Best Mortgage Bank

Employer's Federation of Pakistan
Awards 2026
- Diamond Recognition Award for Disability Inclusion

IFC - International Finance Corporation and The Pakistan Business Council
Awards 2025
- Top 10 Employers of Choice

OICCI (3rd Pakistan Climate Conference)
Awards 2025
- Climate Green Finance & Investment Award –2nd Runner-up

Management Association of Pakistan
Awards 2024
- Best Bank in Commercial Banks Sector, Financial Category

Global Diversity, Equity, & Inclusion Benchmark
Awards 2024
- Vision, Strategy and Business Impact
- DEI Structure & Implementation Recruitment
- Advancement & Retention
- Job Design, Classification and Compensation
- Work-life Integration, Flexibility & Benefits
- DEI Learning & Development
- DEI Communications
- Services and Products Development

CFA Society Pakistan
Awards 2024/2023
- Best Bank 2024, Recognizing Gender Diversity at Work Place
- Best Bank 2023, Mid-Size Bank Category

Gender Diversity Awards 2023
Awards 2023
- Employer of Choice

Asia Money Award
Awards 2022
- Best Bank Award in the ESG category

Euromoney Market Leaders
Awards 2022
- Pakistan – CSR (Highly Regarded)
- Pakistan – D&I (Highly Regarded)
- Pakistan – Islamic Finance (Notable)

Global Transaction Banking Innovation
Awards 2022
- Best Digital Treasury Management Initiative

Adam Smith Award
Awards 2022/2021
- Special Recognition Award
- Best Account Receivables Solution for Coca Cola Beverages Pakistan Ltd.

STANDARD CHARTERED BANK (PAKISTAN) LIMITED
30th JUNE 2026
DIRECTORS' REPORT

On behalf of the Board of Directors, we are pleased to present the Directors' Report of Standard Chartered Bank (Pakistan) Limited (SCBPL or the Bank) along with the un-audited interim financial statements for the period ended 30th June 2026.

Economy

Economy has demonstrated clear signs of stabilization and growing resilience with GDP growth of 3.70% in FY-26 attributed to prudent policy management, lower policy rate, a stable exchange rate and moderate inflation despite elevated global oil prices and supply chain disruptions. The trajectory of growth continued during current fiscal year with strengthening large-scale manufacturing and contained fiscal imbalances despite floods and unfolding geopolitical developments with the projected GDP growth in the range of 3.5% to 4.5% in FY-27.

The external sector remained broadly balanced, with the current account recording a marginal deficit of USD 0.14bn in FY-26 as compared to USD 1.8bn surplus in last fiscal period. While remittances continue to support the external account position; trade deficit widened due to growth in imports and decline in exports. Record-high remittances of USD 41.6bn in FY-26 registered an increase of 8.6% whereas imports increased year on year by 9%. Exports on the other hand were lower by 4.6% in FY-26.

The IMF Executive Board completed its third review of the Extended Fund Facility (EFF) and the second review for the Resilience and Sustainability Facility (RSF). The approval unlocked USD 1.3bn additional funding, bringing total disbursements under the two arrangements to USD 4.8bn. Foreign direct investments together with IMF programme is providing support in unlocking near-term FX inflows from multilateral and bilateral sources paving way for improved macroeconomic environment.

SBP reported foreign exchange reserves at USD 17bn as of 31st July 2026 after surpassing FY-26 target of USD 18bn despite bilateral and external debt repayments. After touching a high of 11.7% in May'26 due to higher global oil prices, CPI inflation has eased to 9.2% in Jul'26. SBP proactively increased policy rate by 1% to 11.5% in Apr'26 during conflict. Since then, SBP has kept the policy rate unchanged, reflecting confidence in management of inflationary pressures and PKR stability. On the back of macroeconomic progress and positive developments, S&P Global Ratings recently upgraded Pakistan's long-term sovereign credit rating to B from B- with stable outlook.

Based on Q1-26 results, banks in Pakistan continued to be well capitalized and liquid with an industry wide CAR of 18.6% and advances to deposit ratio of 36.8% respectively. The banking industry remains profitable with a ROE (after tax) of 20.4%. Meanwhile, NPLs of the banking sector stood at 5.8% at close of Q1-26 compared to 6.1% at close of CY-25.

Purpose

At Standard Chartered, our purpose is to drive commerce and prosperity through our unique diversity. This captures the spirit of Standard Chartered by bringing together the best of what we already have – our incredible diversity of locations, cultures and expertise and ties it to what we do as a Bank – facilitating commerce in the real economy.

Our purpose signifies the way we want to do business with a human aspect as prosperity is not just about financial wealth but contributes towards creating healthier and happier communities. The purpose also embodies a more proactive and high-performance culture.

Our strategic pillars

We have continued to make good progress against the strategic priorities. As we accelerate our strategy, we have refined our focus onto four strategic priorities:

1) **Network**
Our global network is the key to our ability to compete profitably and remains a differentiator for our clients. We continue to leverage this strength and systematically increase network linked income through innovative solutions, product specialization and structured off-shore offerings. Our focus remains on facilitating our clients in the Belt and Road Initiative and other trade corridors as well as building momentum in Sovereign, Multinational and Local Corporates space.

2) **Affluent**
Our affluent business is both large and high returning, driven by clients' growing need to manage and grow their wealth. We continue to reinforce our strong credentials in the affluent segment by building loyalty and trust through offering our clients personalised wealth advice based on superior insight, leveraging digital tools to grow client engagement and wealth penetration. Our focus remains on building a robust pipeline of future affluent clients as we continue to reshape our emerging affluent business.

3) **Emerging Affluent**
We are investing in a range of proven digital capabilities that can substantially and economically scale up our emerging affluent retail presence. We are doing this with enhanced data analytics and a superior end-to-end digital experience, developing opportunities on our own and with partners. Our digital transaction mix, including "SC Mobile" application customers, continue to increase. We have upgraded core banking system to advanced platform and are also spending on state-of-the-art digital capabilities and solutions to drive enhanced client experience. We are strategically repositioning the Personal Banking segment to focus on growing emerging affluent clients, serving as a rich base for up-tiering to Affluent business.

4) **Sustainability**
Our commitment to sustainability is not only about the economic activity we drive, but also about how we run our business. We invest in our people, promote the right values, behaviours, and conduct, support the fight against financial crime and manage our environmental footprint. Our sustainability strategy seeks to strengthen relationships between our business, community, Government, and clients. We will continue to focus on differentiated sustainability offering.

These strategic priorities are supported by three key enablers:

1) **People & Culture**
We are investing heavily in our people, giving colleagues the skills, they need to succeed, bringing in expertise in critical areas and evolving to a more innovative and agile operating model.

2) **Ways of Working**
We are fundamentally changing the way we work, accelerating our time-to-market and increasing productivity.

3) **Innovation & Technology**
We are driving innovation to improve our clients' experience, increase our operational efficiency and tap new sources of income.

Operating Results and Business Overview

	30 June 2026 (PKR millions)	31 December 2025 (PKR millions)
Balance Sheet		
Paid-up capital	**38,716**	38,716
Total equity	**111,010**	110,462
Deposits	**671,309**	650,141
Advances – gross	**262,540**	232,029
Advances – net	**245,517**	214,151
Investments – net	**292,063**	478,413

	Period ended 30 June 2026 (PKR millions)	Period ended 30 June 2025 (PKR millions)
Profit and Loss		
Revenue	**34,807**	44,399
Operating expenses	**11,005**	11,408
Other non-mark-up expenses	**527**	672
Operating profit (before credit loss allowance and tax)	**23,275**	32,320
Credit loss allowance and write offs - net	**(1,107)**	(587)
Profit before tax	**24,382**	32,907
Profit after tax	**11,780**	16,563
Earnings per Share (EPS) – Rupees	**3.04**	4.28

Bank delivered a resilient financial performance with a Profit before tax of PKR 24.4bn compared to PKR 32.9bn in corresponding period last year. Revenue was lower by PKR 9.6bn primarily due to lower interest rates. The impact of margin compression on revenue was partially offset by decrease in cost of funds. Total expenses declined by 5% from comparative period reflecting strong cost discipline despite investment in our people and infrastructure. Moreover, prudent risk approach coupled with strong recoveries of bad debts led to a net release of PKR 1.1bn during the period.

On the liabilities side, the Bank's total deposits stood at PKR 671bn; up by 3% from start of the year. This was driven by deposit optimization initiative which is reflected in the improved current accounts mix comprising 57% of the deposit book as compared to 48% in 2024. On assets side, net advances continued positive momentum and were higher by PKR 31bn or 15% since start of the year, reflecting pick-up in economic momentum. We continue to monitor the economic landscape and will position our portfolio accordingly. The Bank is well placed to cater for the needs of its clients and will continue its strategy to build a profitable, efficient and sustainable portfolio.

The Bank is investing in its digital capabilities and infrastructure to enhance our clients' banking experience through the introduction of innovative solutions. We have made steady progress in further strengthening our control and compliance environment by focusing on our people, culture and systems. We are fully committed to sustained growth by consistently focusing on our clients and product suite along with a prudent approach to building the balance sheet while bringing the best-in-class services to our customers.

Outlook

While the external environment remains challenging, pace of economic recovery will be dependent on improvement in external flows, domestic and geopolitical environment and global commodity prices.

Our results demonstrate our strong business fundamentals. We recognise the challenging times ahead and are committed to support our clients and employees whilst ensuring our clients' needs are at the heart of everything we do.

Having strengthened our foundations on controls and conduct we are well equipped to manage our risks, capital, and liquidity effectively. The prudent and proactive measures that we are taking now are expected to make us leaner and fitter to take advantage of the opportunities that lie ahead.

Changes in the Board of Directors

After serving the Bank for six years, Mr. Rehan Shaikh has stepped down as Chief Executive Officer and Director of the Bank.

Mr. Shaikh made a significant contribution to the Bank's franchise. As Chief Executive Officer and Head of Coverage in Pakistan, Mr. Shaikh transformed the franchise into one of the Group's top contributors and a leading force in the country's financial services sector. During his tenure, he strengthened the Bank by deepening client relationships, accelerating digital and technological innovation, and expanding access to differentiated financial solutions. In addition to driving strategic performance, Mr. Shaikh championed people development, strengthened Diversity and Inclusion, and contributed to a step-change in employee experience and workplace transformation.

Mr. Adil Salahuddin has succeeded Mr. Rehan Shaikh as Chief Executive Officer and Director of SCBPL, following regulatory clearance from the State Bank of Pakistan. Mr. Salahuddin brings over 30 years of senior management and diversified banking experience across Markets, Coverage and Transaction Banking, with experience in Pakistan, the UAE and Saudi Arabia. Prior to his appointment as CEO, Mr. Salahuddin served as Head of Strategic Client Management and Solutions – MEPA within Market Sales, Corporate and Investment Banking. He has been on a short-term assignment with SCBPL as Head of Coverage, Pakistan since February 2026.

The Board thanks Mr. Rehan Shaikh for his tremendous contribution to the franchise over many years and warmly welcomes Mr. Adil Salahuddin as Chief Executive Officer and Director of SCBPL.

Credit Rating

The Bank acknowledges and appreciates the services rendered by Pakistan Credit Rating Agency (PACRA) over the years. Effective 2026, the Bank has appointed VIS Credit Rating Company Limited (VIS) as its credit rating agency. VIS has assigned the Bank's long-term and short-term ratings of "AAA" (Triple A) and "A1+" (A One Plus) respectively in 2026. These ratings denote the lowest expectation of credit risk, reflecting an exceptionally strong capacity for the timely payment of financial commitments.

Dividend

Interim cash dividend of 30.0% (PKR 3.00/- per share) in respect of the half year ended 30th June 2026 has been declared by the Board of Directors in their meeting held on 21st August 2026.

Appreciation and Acknowledgment

We take this opportunity to express our gratitude to our clients and business partners for their continued support and trust. We offer sincere appreciation to the State Bank of Pakistan for their guidance and cooperation extended to the Bank. Finally, we are also thankful to our associates, staff and colleagues for their committed services provided to our valued clients.

On behalf of the Board

Chief Executive Officer

Director

Karachi: 21st August 2026

(1)

Shape the future
with confidence

STANDARD CHARTERED BANK PAKISTAN LIMITED

FINANCIAL STATEMENTS

FOR THE HALF YEAR ENDED 30 JUNE 2026

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INDEPENDENT AUDITOR'S REVIEW REPORT

TO THE MEMBERS OF STANDARD CHARTERED BANK (PAKISTAN) LIMITED

REPORT ON REVIEW OF INTERIM FINANCIAL STATEMENTS

Introduction

We have reviewed the accompanying condensed interim statement of financial position of **Standard Chartered Bank (Pakistan) Limited** (the Bank) as at **30 June 2026** and the related condensed interim profit and loss account, condensed interim statement of comprehensive income, condensed interim statement of changes in equity, condensed interim cash flow statement and notes to the condensed interim financial statements for the six-months' period 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 the 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 Paragraph

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 statutory auditors of the Bank. Accordingly, the figures of the condensed interim profit and loss account and condensed interim statement of comprehensive income for the three-month period ended 30 June 2026 and 30 June 2025 have not been subject to limited scope review by us.

The engagement partner on the review resulting in this independent auditor's review report is Shaikh Ahmed Salman.

EY Ford Rhodes

Chartered Accountants

Place: Karachi

Date: 24 August 2026

UDIN Number: RR202610076QluhixXVF

Standard Chartered Bank (Pakistan) Limited
Condensed Interim Statement of Financial Position
As at 30 June 2026

	Note	(Un-audited) 30 June 2026	(Audited) 31 December 2025
		(Rupees in '000)	
ASSETS			
Cash and balances with treasury banks	*6*	**94,687,569**	80,790,333
Balances with other banks	*7*	**29,803,595**	19,786,023
Lendings to financial institutions	*8*	**166,557,196**	12,479,626
Investments	*9*	**292,062,508**	478,413,103
Advances	*10*	**245,517,454**	214,151,084
Property and equipment	*11*	**11,041,770**	10,985,897
Right-of-use assets	*12*	**1,499,756**	1,504,445
Intangible assets	*13*	**26,095,310**	26,095,310
Deferred tax assets - net		**-**	-
Other assets	*14*	**49,371,929**	28,665,267
Total Assets		**916,637,087**	872,871,088
LIABILITIES			
Bills payable	*15*	**16,257,725**	16,839,039
Borrowings	*16*	**10,167,740**	14,676,735
Deposits and other accounts	*17*	**671,308,977**	650,141,095
Lease liabilities	*18*	**1,452,426**	1,469,902
Sub-ordinated debt		**-**	-
Deferred tax liabilities - net	*19*	**3,470,759**	3,188,571
Other liabilities	*20*	**102,969,405**	76,093,683
Total liabilities		**805,627,032**	762,409,025
NET ASSETS		**111,010,055**	110,462,063
REPRESENTED BY:			
Share capital		**38,715,850**	38,715,850
Reserves		**51,005,763**	49,827,764
Surplus on revaluation of assets	*21*	**7,784,977**	7,628,345
Unappropriated profit		**13,503,465**	14,290,104
		111,010,055	110,462,063
CONTINGENCIES AND COMMITMENTS	*22*		

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

Chairman	**Chief Executive Officer**	**Chief Financial Officer**	**Director**	**Director**

Standard Chartered Bank (Pakistan) Limited

Condensed Interim Profit and Loss Account (Un-audited)

For the six months period ended 30 June 2026

	Note	Three months period ended 30 June 2026	Six months period ended 30 June 2026	Three months period ended 30 June 2025	Six months period ended 30 June 2025
		---- (Rupees in '000) ----			
Mark-up / return / interest earned	23	18,492,571	36,425,942	21,907,870	48,787,329
Mark-up / return / interest expensed	24	(5,205,192)	(10,121,720)	(6,422,734)	(16,318,946)
Net mark-up / interest income		13,287,379	26,304,222	15,485,136	32,468,383
NON MARK-UP / INTEREST INCOME					
Fee and commission income	25	1,234,417	3,061,381	2,031,189	4,733,135
Dividend income		158,803	158,803	140,847	140,847
Foreign exchange income	26	2,835,140	5,305,656	1,942,524	4,346,643
Income from derivatives		235,890	259,324	261,301	582,426
Gain / (loss) on securities	27	175,922	(574,944)	1,363,394	2,035,815
Other income	28	268,447	292,973	74,210	92,185
Total non mark-up / interest income		4,908,619	8,503,193	5,813,465	11,931,051
Total Income		18,195,998	34,807,415	21,298,601	44,399,434
NON MARK-UP / INTEREST EXPENSES					
Operating expenses	29	(5,652,312)	(11,005,860)	(5,970,810)	(11,407,637)
Workers welfare fund		(263,140)	(526,280)	(349,978)	(671,578)
Other charges	30	(572)	(572)	(110)	(110)
Total non mark-up / interest expenses		(5,916,024)	(11,532,712)	(6,320,898)	(12,079,325)
Profit before credit loss allowance		12,279,974	23,274,703	14,977,703	32,320,109
Credit loss allowance and write offs - net	31	375,265	1,107,362	896,991	587,224
PROFIT BEFORE TAXATION		12,655,239	24,382,065	15,874,694	32,907,333
Taxation	32	(6,471,623)	(12,602,075)	(7,297,209)	(16,344,499)
PROFIT AFTER TAXATION		6,183,616	11,779,990	8,577,485	16,562,834
		(Rupees)		(Rupees)	
BASIC / DILUTED EARNINGS PER SHARE	33	1.60	3.04	2.22	4.28

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

Chairman | **Chief Executive Officer** | **Chief Financial Officer** | **Director** | **Director**

Standard Chartered Bank (Pakistan) Limited

Condensed Interim Statement of Comprehensive Income (Un-audited)

For the six months period ended 30 June 2026

	Three months period ended 30 June 2026	**Six months period ended 30 June 2026**	Three months period ended 30 June 2025	Six months period ended 30 June 2025
	(Rupees in '000)			
Profit after taxation for the period	**6,183,616**	**11,779,990**	8,577,485	16,562,834
Other comprehensive income				
Items that may be reclassified to profit and loss account in subsequent periods:				
Movement in surplus / (deficit) on revaluation of debt investments through FVOCI - net of tax	**380,429**	**126,256**	(175,149)	(1,171,368)
Items that will not be reclassified to profit and loss account in subsequent periods:				
Movement in remeasurement of post employment obligations - net of tax	-	-	836	836
Movement in surplus on revaluation of equity investments - net of tax	**184,456**	**184,456**	7,931	7,931
Movement in surplus on revaluation of Property and equipment - deferred tax rate impact	-	-	10,327	20,655
	184,456	**184,456**	19,094	29,422
Total comprehensive income for the period	**6,748,501**	**12,090,702**	8,421,430	15,420,888

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

Chairman **Chief Executive Officer** **Chief Financial Officer** **Director** **Director**

Standard Chartered Bank (Pakistan) Limited

Condensed Interim Statement of Changes in Equity (Un-audited)

For the six months period ended 30 June 2026

	Share Capital	Capital	Statutory	Surplus / (Deficit) on revaluation of		Unappropriated	Total
	Issued, subscribed and paid up	Share Premium	Reserve	Investments	Property and equipment	Profit	
	(Rupees in '000)						
Balance as at 01 January 2025	38,715,850	1,036,090	45,913,589	1,538,460	8,497,782	22,020,086	117,721,857
Profit after tax for the six months period ended 30 June 2025	-	-	-	-	-	16,562,834	16,562,834
Other comprehensive income - net of tax							
Movement in deficit on revaluation of debt investments through FVOCI - net of tax	-	-	-	(1,171,368)	-	-	(1,171,368)
Movement in surplus on revaluation of equity investments - net of tax	-	-	-	7,931	-	-	7,931
Movement in remeasurement of post employment obligations - deferred tax rate impact	-	-	-	-	-	836	836
Movement in surplus on revaluation of Property and equipment - deferred tax rate impact	-	-	-	-	20,655	-	20,655
	-	-	-	(1,163,437)	20,655	16,563,670	15,420,888
Transfer to statutory reserve	-	-	1,656,283	-	-	(1,656,283)	-
Transferred from surplus on revaluation of Property and equipment - net of deferred tax	-	-	-	-	(13,917)	13,917	-
Transactions with owners, recorded directly in equity							
Share based payment transactions (Contribution from holding Company)	-	-	-	-	-	142,664	142,664
Cash dividend (Final 2024) at Rs. 5.50 per share	-	-	-	-	-	(21,293,718)	(21,293,718)
	-	-	-	-	-	(21,151,054)	(21,151,054)
Balance as at 30 June 2025 - Un-audited	38,715,850	1,036,090	47,569,872	375,023	8,504,520	15,790,336	111,991,691
Profit after tax for the six months period ended 31 December 2025	-	-	-	-	-	12,218,020	12,218,020
Other comprehensive income - net of tax							
Movement in surplus on revaluation of debt investments through FVOCI - net of tax	-	-	-	(345,360)	-	-	(345,360)
Movement in surplus on revaluation of equity investments - net of tax				92,308			92,308
Movement in remeasurement of post employment obligations - net of tax	-	-	-	-	-	(528)	(528)
Movement in surplus on revaluation of Property and equipment - deferred tax rate impact	-	-	-	-	-	-	-
	-	-	-	(253,052)	-	12,217,492	11,964,440
Transfer to statutory reserve	-	-	1,221,802	-	-	(1,221,802)	-
Realised on disposals during the year - net of deferred tax	-	-	-	-	(985,005)	985,005	-
Transferred from surplus on revaluation of Property and equipment - net of deferred tax	-	-	-	-	(13,141)	13,141	-
Transactions with owners, recorded directly in equity							
Share based payment transactions (Contribution from holding company)	-	-	-	-	-	56,480	56,480
Cash dividend (Interim I - 2025) at Rs. 3.50 per share	-	-	-	-	-	(13,550,548)	(13,550,548)
	-	-	-	-	-	(13,494,068)	(13,494,068)
Balance as at 31 December 2025 - Audited	**38,715,850**	**1,036,090**	**48,791,674**	**121,971**	**7,506,374**	**14,290,104**	**110,462,063**
Profit after tax for the six months period ended 30 June 2026	-	-	-	-	-	**11,779,990**	**11,779,990**
Other comprehensive income - net of tax							
Movement in deficit on revaluation of debt investments through FVOCI - net of tax	-	-	-	**126,256**	-	-	**126,256**
Movement in surplus on revaluation of equity investments - net of tax	-	-	-	**184,456**	-	-	**184,456**
	-	-	-	**310,712**	-	**11,779,990**	**12,090,702**
Transfer to statutory reserve	-	-	**1,177,999**	-	-	**(1,177,999)**	-
Realised on disposal during the period - net of deferred tax	-	-	-	-	**(141,325)**	**141,325**	-
Transferred from surplus on revaluation of Property and equipment - net of deferred tax	-	-	-	-	**(12,755)**	**12,755**	-
Transactions with owners, recorded directly in equity							
Share based payment transactions (Contribution from holding company)	-	-	-	-	-	**72,045**	**72,045**
Cash dividend (Final 2025) at Rs. 3.00 per share	-	-	-	-	-	**(11,614,755)**	**(11,614,755)**
	-	-	-	-	-	**(11,542,710)**	**(11,542,710)**
Balance as at 30 June 2026 - Un-audited	**38,715,850**	**1,036,090**	**49,969,673**	**432,683**	**7,352,294**	**13,503,465**	**111,010,055**

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

Chairman	Chief Executive Officer	Chief Financial Officer	Director	Director

Standard Chartered Bank (Pakistan) Limited

Condensed Interim Cash Flow Statement (Un-audited)

For the six months period ended 30 June 2026

	Note	30 June 2026	30 June 2025
CASH FLOW FROM OPERATING ACTIVITIES			
Profit before taxation for the period		24,382,065	32,907,333
Less: Dividend income		(158,803)	(140,847)
		24,223,262	32,766,486
Adjustments for:			
Net mark-up / return / interest income		(26,304,222)	(32,468,383)
Depreciation	29	500,003	467,123
Depreciation on right-of-use assets	29	253,688	232,844
Gain on sale of asset held for sale	28	(256,469)	-
Gain on sale of property and equipment	28	(3,136)	(70,420)
Unrealized gain on revaluation of investments classified as FVTPL - net	27	(409,346)	(723,986)
Finance cost of lease liability	18	119,089	103,015
Gain on lease termination		(13,645)	-
Credit loss allowance and write offs - net		(752,198)	(587,224)
		(26,866,236)	(33,047,031)
		(2,642,974)	(280,545)
Decrease / (increase) in operating assets			
Lending to financial institutions		(154,085,428)	26,714,353
Securities classified as FVTPL		165,060,009	87,023,207
Advances		(30,650,792)	(38,304,460)
Other assets (excluding advance taxation)		(10,350,391)	(5,545,830)
		(30,026,602)	69,887,270
(Decrease) / increase in operating liabilities			
Bills payable		(581,314)	(8,233,167)
Borrowings from financial institutions		(4,569,836)	(294,011)
Deposits		21,167,882	(138,265,305)
Other liabilities (excluding current taxation)		16,074,204	24,557,336
		32,090,936	(122,235,147)
Mark-up / Interest received		36,681,209	49,627,997
Mark-up / Interest paid		(10,115,085)	(16,806,111)
Cash inflow / (outflow) before taxation		25,987,484	(19,806,536)
Income tax paid		(13,775,935)	(11,275,360)
Net cash flow generated from / (used in) operating activities		12,211,549	(31,081,896)
CASH FLOW FROM INVESTING ACTIVITIES			
Net Investments in securities classified as FVOCI		12,544,368	51,330,743
Dividend received		158,803	140,847
Investment in property and equipment		(562,104)	(550,454)
Proceeds from sale of property and equipment		7,301	70,420
Proceeds from sale of asset held for sale		567,500	-
Net cash flow generated from investing activities		12,715,868	50,991,556
CASH FLOW FROM FINANCING ACTIVITIES			
Dividend paid		(701,530)	(7,935,578)
Payment in respect of lease liability		(371,920)	(381,736)
Net cash flow used in financing activities		(1,073,450)	(8,317,314)
Increase in cash and cash equivalents for the period		23,853,967	11,592,346
Cash and cash equivalents at beginning of the period		100,371,605	94,531,221
Effect of exchange rate changes on cash and cash equivalents		158,942	832,205
		100,530,547	95,363,426
Cash and cash equivalents at end of the period		124,384,514	106,955,772
CASH AND CASH EQUIVALENTS AT END OF THE PERIOD			
Cash and balances with treasury banks	6	94,687,569	91,522,277
Balances with other banks	7	29,803,595	15,761,836
Overdrawn nostros	16	(106,650)	(328,341)
		124,384,514	106,955,772

The annexed notes 1 to 39 form an integral part of these condensed interim financial statements.

Chairman	Chief Executive Officer	Chief Financial Officer	Director	Director

1 STATUS AND NATURE OF BUSINESS

Standard Chartered Bank (Pakistan) Limited ("the Bank") was incorporated in Pakistan on 19 July 2006 and was granted approval for commencement of banking business by State Bank of Pakistan, with effect from 30 December 2006. The ultimate holding company of the Bank is Standard Chartered PLC., incorporated in England. The registered office is at Standard Chartered Bank Building, I.I. Chundrigar Road, Karachi.

The Bank commenced formal operations on 30 December 2006 through amalgamation of entire undertaking of Union Bank Limited and the business carried on by the branches in Pakistan of Standard Chartered Bank, a bank incorporated by Royal Charter and existing under the laws of England. The scheme of amalgamation was sanctioned by State Bank of Pakistan vide its order dated 04 December 2006. The Bank's shares are listed on Pakistan Stock Exchange.

The Bank is engaged in the banking business as defined in the Banking Companies Ordinance, 1962 and has a total number of 37 branches in Pakistan including 02 Islamic branches (31 December 2025: 37 branches in Pakistan including 02 Islamic branches) and 01 branch in Export Processing Zone in operation at 30 June 2026 (31 December 2025 : 01 branch).

2 BASIS OF PREPARATION

2.1 Basis of presentation

These condensed interim financial statements have been prepared in conformity with the the format of financial statements prescribed by the State Bank of Pakistan (SBP) vide its BPRD Circular No. 02 dated 09 February 2023.

In accordance with the directives of the Federal Government regarding the shifting of the banking system to Islamic modes, the State Bank of Pakistan has issued various circulars from time to time. One permissible form of trade related mode of financing comprises of purchase of goods by the customer on behalf of the Bank and immediate sale to the customer at appropriate profit in price on deferred payment basis. The purchases and sales arising under these arrangements are not reflected in these financial statements as such but are restricted to the amount of facility actually utilised and the appropriate portion of profit thereon.

Key financial figures of the Islamic banking branches are disclosed in note 38 to these condensed interim financial statements.

2.2 Statement of compliance

These 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 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 and directives 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 and 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.

The SBP has deferred the applicability of International Accounting Standard (IAS) 40, 'Investment Property' for Banking Companies in Pakistan through BSD Circular Letter 10 dated 26 August 2002 till further instructions. Accordingly, the requirements of this standard has not been considered in the preparation of these condensed interim financial statements.

The Securities and Exchange Commission of Pakistan (SECP) has notified Islamic Financial Accounting Standard (IFAS) 3, 'Profit and Loss Sharing on Deposits' issued by the Institute of Chartered Accountants of Pakistan. IFAS 3 shall be followed with effect from the financial periods beginning after 1 January 2014 in respect of accounting for transactions relating to 'Profit and Loss Sharing on Deposits' as defined by the said standard. The standard has resulted in certain new disclosures in these financial statements of the Bank. The SBP through BPRD Circular Letter No. 4 dated 25 February 2015, has deferred the applicability of IFAS 3 till further instructions.. Accordingly, the requirements of the standard has not been considered in the preparation of these condensed interim financial statements.

In accordance with IFRS 9 application instructions issued by the SBP, the Banks are directed to continue the existing revenue recognition methodology for Islamic Operations, 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, the income for the period of the Bank would have been lower by Rs. 194.755 million.

The disclosures made in these condensed interim financial statements have been limited based on the format prescribed by the SBP vide BPRD Circular No. 02 dated 09 February 2023 and IAS 34, Interim Financial Reporting. They do not include all the information and disclosures required in preparation of annual financial statements and should be read in conjunction with the audited annual financial statements of the Bank for the year ended 31 December 2025.

2.3 Standards, interpretations and amendments to accounting and reporting standards as applicable in Pakistan that are effective in the current period

The Bank has adopted the following amendments to the approved accounting and reporting standards which became effective for the current period:

Classification and Measurement of Financial Instruments

Annual improvements to IFRS Accounting Standards - Volume 11

IFRS 7 Financial Instruments: Disclosures

Contracts Referencing Nature-dependent Electricity - Amendments to IFRS 9 and IFRS 7

The adoption of the above accounting and reporting standards and amendments to accounting standards did not have any material effect on the Bank's financial statements, except for IFRS 7 Financial Instruments: Disclosures as stated below:

The SECP, through S.R.O. 742(I)/2025 dated April 16, 2025, has mandated the application of IFRS 7 – Financial Instruments: Disclosures for banks with effect from annual reporting periods beginning on or after January 1, 2026. This will result in additional disclosure requirements in annual financial statements and the inclusion of relevant interim disclosures in accordance with paragraph 16A(j) of IAS 34 – Interim Financial Reporting. Accordingly, the Bank will adopt IFRS 7 and apply the disclosure requirements in the financial statements for the year ending 31 December 2026, however, interim disclosure requirements in accordance to pargraph 16A (j) of IAS 34 have been considered and incorporated in these condensed interim financial statements.

2.4 Standards, interpretations and amendments to published accounting and reporting standards as applicable in Pakistan that are not yet effective in the current period

The following standards, amendments and interpretations as notified under the Companies Act, 2017 will be effective for accounting periods beginning on or after 01 January 2027:

Amendments	**Effective date (annual periods beginning on or after)**
IFRS 18 - Presentation and Disclosures in the financial statements	01 January 2027
IFRS 19 - Subsidiaries without Public Accountability: Disclosures	01 January 2027
Translation to a Hyperinflationary Presentation Currency - Amendments to IAS 21	01 January 2027
IFRS 20 - Regulatory Assets and Regulatory Liabilities	01 January 2029
Sale or Contribution of Assets between an Investor and its Associate or Joint Venture - Amendments to IFRS 10 and IAS 28	Not yet finalised

The above standards and amendments are not expected to have any material impact on the Bank's financial statements in the period of initial application except for IFRS 18. The impact of adoption of IFRS 18 is described below:

In April 2024, the IASB issued IFRS 18, which replaces IAS 1. While a number of sections have been brought forward from IAS 1 with limited changes, IFRS 18 introduces new requirements for presentation within the statement of profit or loss, including specified totals and subtotals. It also requires disclosure of management-defined performance measures in the notes and includes new requirements for aggregation and disaggregation of financial information based on the identified 'roles' of the primary financial statements and the notes.

Narrow scope amendments have been made to IAS 7 Statement of Cash Flows, and some requirements previously included within IAS 1 have been moved to IAS 8, which has been renamed IAS 8 Basis of Preparation of Financial Statements.

In addition, there are consequential amendments to several other standards. Earlier application is permitted and must be disclosed. IFRS 18 will apply retrospectively. The Bank is currently working to identify all impacts the amendments will have on the financial statements of future period and notes thereto.

Further, following new standards have been issued by IASB which are yet to be notified by the SECP for the purpose of applicability in Pakistan:

Standard		IASB Effective date (annual periods beginning on or after)
IFRS 1	First-time Adoption of International Financial Reporting Standards - Revised	01 July 2009

3 MATERIAL ACCOUNTING POLICY INFORMATION

The accounting policies applied in the preparation of these condensed interim financial statements are consistent with those applied in the preparation of the annual audited financial statements of the Bank for the year ended 31 December 2025.

4 CRITICAL ACCOUNTING ESTIMATES AND JUDGMENTS

The basis and the methods used for critical accounting estimates and judgments adopted in the preparation of these condensed interim financial statements are the same as those applied in the preparation of the annual financial statements of the Bank for the year ended 31 December 2025.

5 FINANCIAL RISK MANAGEMENT

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

6 CASH AND BALANCES WITH TREASURY BANKS

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
In hand			
- Local currency		**4,924,951**	4,191,470
- Foreign currencies		**13,956,054**	10,467,504
With State Bank of Pakistan in:			
- Local currency current account	6.1	**56,871,499**	44,956,630
- Local currency current account - Islamic Banking	6.1	**5,506,042**	6,795,318
- Foreign currency deposit account			
- Cash reserve account	6.2	**4,356,975**	4,807,891
- Special cash reserve account	6.3	**8,333,038**	8,983,618
- Local US Dollar collection account		**666,773**	850,601
With National Bank of Pakistan in:			
- Local currency current account		**49,042**	49,046
Prize Bonds		**23,195**	44,574
Less: Credit loss allowance held against cash and balances with treasury banks	6.4	**-**	(356,319)
Cash and balances with treasury banks - net of credit loss allowance		**94,687,569**	80,790,333

6.1 The local currency current accounts are maintained with the State Bank of Pakistan (SBP) as per the requirements of Section 22 of the Banking Companies Ordinance, 1962. This section requires banking companies to maintain a local currency cash reserve in the current account opened with the SBP. These accounts are non-remunerative in nature.

6.2 This represents foreign currency current accounts maintained under the Cash Reserve Requirement. These accounts (conventional & Islamic) are non-remunerative in nature.

6.3 This represents accounts maintained with the SBP to comply with the Special Cash Reserve Requirement. The return on conventional account is declared by the SBP on a monthly basis and as at 30 June 2026, it carries mark-up rate at 2.62 percent (31 December 2025: 2.86 percent) per annum and the Islamic account is non-remunerative in nature.

6.4 This represents ECL allowance in line with IFRS 9 and SBP Application Instructions.

7 BALANCES WITH OTHER BANKS

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
In Pakistan			
- In current accounts		**551**	500
Outside Pakistan			
- In current accounts	7.1	**29,811,988**	19,793,312
Less: Credit loss allowance held against balances with other banks	7.2	**(8,944)**	(7,789)
Balances with other banks - net of credit loss allowance		**29,803,595**	19,786,023

7.1 This includes balances of Rs. 29,715.007 million as at 30 June 2026 (31 December 2025: Rs. 19,701.158 million) held with other branches and subsidiaries of Standard Chartered Group outside Pakistan.

7.2 This represents ECL allowance in line with IFRS 9 and SBP Application Instructions.

8 LENDINGS TO FINANCIAL INSTITUTIONS

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
Repurchase agreement lendings (Reverse Repo) - Classified as Amortized Cost		**-**	8,094,400
Repurchase agreement lendings (Reverse Repo) - Classified as FVTPL	8.1	**142,533,075**	-
Placements - Classified as Amortised Cost	8.2	**24,033,734**	4,386,981
Less: Credit loss allowance held against lending to financial institutions	8.3	**(9,613)**	(1,755)
Lendings to financial institutions - net of credit loss allowance		**166,557,196**	12,479,626

8.1 These carry mark-up rate ranging from 11.06 percent to 11.62 percent per annum payable at maturity, and are due to mature in August 2026. These arrangements are governed under Master Repurchase Agreements and include deals classified as FVTPL. The market value of securities held as collateral against repurchase agreement lendings amounted to Rs 182,256.256 million as at 30 June 2026.

8.2 These represent placements with other branches and subsidiaries of Standard Chartered Group outside Pakistan at mark-up rates ranging from 2.15 percent to 3.74 percent per annum (31 December 2025: 1.02 percent to 3.15 percent per annum), and are due to mature latest by August 2026.

8.3 Lending to FIs- Particulars of credit loss allowance

	30 June 2026 (Un-audited)		31 December 2025 (Audited)	
	Lending	Credit loss allowance held	Lending	Credit loss allowance held
Stage 1/ Performing	**24,033,734**	**(9,613)**	4,386,981	(1,755)
Total	**24,033,734**	**(9,613)**	4,386,981	(1,755)

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	

8.4 Particulars of lending

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
In local currency	**142,533,075**	8,094,400
In foreign currencies	**24,024,121**	4,385,226
	166,557,196	12,479,626

9 INVESTMENTS

9.1 Investments by type

	30 June 2026 (Un-audited)				31 December 2025 (Audited)			
	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost	Credit loss allowance	Surplus / (Deficit)	Carrying Value
	(Rupees in '000)							
	FVTPL				(FVTPL)			
Federal Government Securities	**118,838,973**	**-**	**409,346**	**119,248,319**	293,064,489	-	637,373	293,701,862
Preference Shares	**1,325,716**	**-**	**-**	**1,325,716**	3,181,718	-	(1,856,002)	1,325,716
	120,164,689	**-**	**409,346**	**120,574,035**	296,246,207	-	(1,218,629)	295,027,578
	FVOCI				FVOCI			
Federal Government Securities	**170,537,050**	**-**	**(468,253)**	**170,068,797**	183,081,420	-	(731,287)	182,350,133
Shares	**53,004**	**(3,004)**	**1,369,676**	**1,419,676**	53,004	(3,004)	985,392	1,035,392
Non Government Debt Securities	**488,965**	**(488,965)**	**-**	**-**	488,965	(488,965)	-	-
	171,079,019	**(491,969)**	**901,423**	**171,488,473**	183,623,389	(491,969)	254,105	183,385,525
Total Investments	**291,243,708**	**(491,969)**	**1,310,769**	**292,062,508**	479,869,596	(491,969)	(964,524)	478,413,103

9.1.1 Investments given as collateral

The book value of investment given as collateral against borrowing is as follows:

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
Market Treasury Bills	*9.3*	**17,704**	18,453
		17,704	18,453

9.2 Credit loss allowance - Stage 3

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
Opening balance		**491,969**	3,004
New investments		**-**	488,965
Closing Balance	*9.1*	**491,969**	491,969

9.3 Investments include securities having market value of Rs. 17.576 million as at 30 June 2026 (31 December 2025: Rs. 18.474 million) pledged with the State Bank of Pakistan as security to facilitate T.T. discounting facility to the Bank, including an amount earmarked against the facilities allocated to branches now in Bangladesh.

10 ADVANCES

	Note	Performing		Non Performing		Total	
		30 June 2026 (Un-audited)	31 December 2025 (Audited)	30 June 2026 (Un-audited)	31 December 2025 (Audited)	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)					
Loans, cash credits, running finances, etc.		119,576,713	132,777,785	14,120,383	14,511,052	133,697,096	147,288,837
Islamic financing and related assets		123,498,632	78,786,100	1,552,318	1,529,393	125,050,950	80,315,493
Bills discounted and purchased (excluding treasury bills)		3,791,549	4,424,702	-	-	3,791,549	4,424,702
Advances - gross	*10.1*	246,866,894	215,988,587	15,672,701	16,040,445	262,539,595	232,029,032
Credit loss allowance against advances							
-Stage 1	*10.3*	(1,116,706)	(975,107)	-	-	(1,116,706)	(975,107)
-Stage 2	*10.3*	(434,719)	(911,950)	-	-	(434,719)	(911,950)
-Stage 3	*10.3*	-	-	(15,470,716)	(15,990,891)	(15,470,716)	(15,990,891)
		(1,551,425)	(1,887,057)	(15,470,716)	(15,990,891)	(17,022,141)	(17,877,948)
Advances - net of credit loss allowance		245,315,469	214,101,530	201,985	49,554	245,517,454	214,151,084

10.1 Particulars of advances - gross

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	
In local currency	254,370,358	221,139,945
In foreign currencies	8,169,237	10,889,087
	262,539,595	232,029,032

10.2 Advances include Rs.15,672.701million (31 December 2025: Rs. 16,040.445 million) which have been placed under non-performing / Stage 3.

10.3 Particulars of credit allowance

	30 June 2026 (Un-audited)			31 December 2025 (Audited)		
	Stage 1 & 2	Stage 3	Total	Stage 1 & 2	Stage 3	Total
	(Rupees in '000)					
Opening balance	1,887,057	15,990,891	17,877,948	2,288,635	16,518,307	18,806,942
Charge for the period / year	906,550	192,867	1,099,417	2,986,004	536,986	3,522,990
Reversals	(1,156,669)	(480,557)	(1,637,226)	(3,140,520)	(802,894)	(3,943,414)
	(250,119)	(287,690)	(537,809)	(154,516)	(265,908)	(420,424)
Amounts written off	-	(303,467)	(303,467)	-	(517,464)	(517,464)
Other movements (including stage transfer and FX adjustments)	(85,513)	70,982	(14,531)	(247,062)	255,956	8,894
Closing balance	1,551,425	15,470,716	17,022,141	1,887,057	15,990,891	17,877,948

10.4 Advances - Particlurs of credit loss allowance

		30 June 2026 (Un-audited)				31 December 2025 (Audited)			
		Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
		(Rupees in '000)				(Rupees in '000)			
10.4.1	Opening balance	975,107	911,950	15,990,891	17,877,948	1,391,475	897,160	16,518,307	18,806,942
	New Advances	600,820	305,730	-	906,550	1,135,559	1,197,168	-	2,332,727
	Advances derecognised or repaid	(367,934)	(392,103)	(480,557)	(1,240,594)	(1,152,002)	(1,421,464)	(802,894)	(3,376,360)
	Transfer to stage 1	188,146	(123,662)	(64,484)	-	415,014	(365,814)	(49,200)	-
	Transfer to stage 2	(39,865)	75,007	(35,142)	-	(216,127)	252,873	(36,746)	-
	Transfer to stage 3	(17,412)	(164,996)	182,408	-	(33,855)	(304,115)	337,970	-
		363,755	(300,024)	(397,775)	(334,044)	148,589	(641,352)	(550,870)	(1,043,633)
	Amounts written off / charged off	-	-	(303,467)	(303,467)	-	-	(517,464)	(517,464)
	Changes in risk parameters	(221,768)	(174,864)	192,867	(203,765)	(567,054)	653,277	536,986	623,209
	Other movements (including FX adjustments)	(388)	(2,343)	(11,800)	(14,531)	2,097	2,865	3,932	8,894
	Closing balance	1,116,706	434,719	15,470,716	17,022,141	975,107	911,950	15,990,891	17,877,948

10.4.2 Advances - Category of classification

	30 June 2026 (Un-audited)		31 December 2025 (Audited)	
	Outstanding amount	Credit loss allowance	Outstanding amount	Credit loss allowance
	(Rupees in '000)			
Domestic				
Performing / Stage 1	228,569,419	1,116,706	163,265,645	975,107
Underperforming / Stage 2	18,297,475	434,719	52,722,942	911,950
Non-Performing / Stage 3				
Other Assets Especially Mentioned	153,376	-	125,334	-
Substandard	340,883	207,179	341,679	306,876
Doubtful	233,803	186,202	247,393	197,297
Loss	14,944,639	15,077,335	15,326,039	15,486,718
	15,672,701	15,470,716	16,040,445	15,990,891
Total	262,539,595	17,022,141	232,029,032	17,877,948

11 PROPERTY AND EQUIPMENT

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
Capital work-in-progress	*11.1*	967,798	570,154
Property and equipment		10,073,972	10,415,743
		11,041,770	10,985,897

11.1 Capital work-in-progress

Civil works	508,696	370,099
Equipment	459,102	200,055
	967,798	570,154

10 ADVANCES

	Note	Performing		Non Performing		Total	
		30 June 2026 (Un-audited)	31 December 2025 (Audited)	30 June 2026 (Un-audited)	31 December 2025 (Audited)	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)					
Loans, cash credits, running finances, etc.		119,576,713	132,777,785	14,120,383	14,511,052	133,697,096	147,288,837
Islamic financing and related assets		123,498,632	78,786,100	1,552,318	1,529,393	125,050,950	80,315,493
Bills discounted and purchased (excluding treasury bills)		3,791,549	4,424,702	-	-	3,791,549	4,424,702
Advances - gross	10.1	246,866,894	215,988,587	15,672,701	16,040,445	262,539,595	232,029,032
Credit loss allowance against advances							
-Stage 1	10.3	(1,116,706)	(975,107)	-	-	(1,116,706)	(975,107)
-Stage 2	10.3	(434,719)	(911,950)	-	-	(434,719)	(911,950)
-Stage 3	10.3	-	-	(15,470,716)	(15,990,891)	(15,470,716)	(15,990,891)
		(1,551,425)	(1,887,057)	(15,470,716)	(15,990,891)	(17,022,141)	(17,877,948)
Advances - net of credit loss allowance		245,315,469	214,101,530	201,985	49,554	245,517,454	214,151,084

10.1 Particulars of advances - gross

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	
In local currency	254,370,358	221,139,945
In foreign currencies	8,169,237	10,889,087
	262,539,595	232,029,032

10.2 Advances include Rs.15,672.701million (31 December 2025: Rs. 16,040.445 million) which have been placed under non-performing / Stage 3.

10.3 Particulars of credit allowance

	30 June 2026 (Un-audited)			31 December 2025 (Audited)		
	Stage 1 & 2	Stage 3	Total	Stage 1 & 2	Stage 3	Total
	(Rupees in '000)					
Opening balance	1,887,057	15,990,891	17,877,948	2,288,635	16,518,307	18,806,942
Charge for the period / year	906,550	192,867	1,099,417	2,986,004	536,986	3,522,990
Reversals	(1,156,669)	(480,557)	(1,637,226)	(3,140,520)	(802,894)	(3,943,414)
	(250,119)	(287,690)	(537,809)	(154,516)	(265,908)	(420,424)
Amounts written off	-	(303,467)	(303,467)	-	(517,464)	(517,464)
Other movements (including stage transfer and FX adjustments)	(85,513)	70,982	(14,531)	(247,062)	255,956	8,894
Closing balance	1,551,425	15,470,716	17,022,141	1,887,057	15,990,891	17,877,948

10.4 Advances - Particlurs of credit loss allowance

	30 June 2026 (Un-audited)				31 December 2025 (Audited)			
	Stage 1	Stage 2	Stage 3	Total	Stage 1	Stage 2	Stage 3	Total
	(Rupees in '000)				(Rupees in '000)			
10.4.1 Opening balance	975,107	911,950	15,990,891	17,877,948	1,391,475	897,160	16,518,307	18,806,942
New Advances	600,820	305,730	-	906,550	1,135,559	1,197,168	-	2,332,727
Advances derecognised or repaid	(367,934)	(392,103)	(480,557)	(1,240,594)	(1,152,002)	(1,421,464)	(802,894)	(3,376,360)
Transfer to stage 1	188,146	(123,662)	(64,484)	-	415,014	(365,814)	(49,200)	-
Transfer to stage 2	(39,865)	75,007	(35,142)	-	(216,127)	252,873	(36,746)	-
Transfer to stage 3	(17,412)	(164,996)	182,408	-	(33,855)	(304,115)	337,970	-
	363,755	(300,024)	(397,775)	(334,044)	148,589	(641,352)	(550,870)	(1,043,633)
Amounts written off / charged off	-	-	(303,467)	(303,467)	-	-	(517,464)	(517,464)
Changes in risk parameters	(221,768)	(174,864)	192,867	(203,765)	(567,054)	653,277	536,986	623,209
Other movements (including FX adjustments)	(388)	(2,343)	(11,800)	(14,531)	2,097	2,865	3,932	8,894
Closing balance	1,116,706	434,719	15,470,716	17,022,141	975,107	911,950	15,990,891	17,877,948

10.4.2 Advances - Category of classification

	30 June 2026 (Un-audited)		31 December 2025 (Audited)	
	Outstanding amount	Credit loss allowance	Outstanding amount	Credit loss allowance
Domestic	(Rupees in '000)			
Performing / Stage 1	228,569,419	1,116,706	163,265,645	975,107
Underperforming / Stage 2	18,297,475	434,719	52,722,942	911,950
Non-Performing / Stage 3				
Other Assets Especially Mentioned	153,376	-	125,334	-
Substandard	340,883	207,179	341,679	306,876
Doubtful	233,803	186,202	247,393	197,297
Loss	14,944,639	15,077,335	15,326,039	15,486,718
	15,672,701	15,470,716	16,040,445	15,990,891
Total	262,539,595	17,022,141	232,029,032	17,877,948

11 PROPERTY AND EQUIPMENT

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
Capital work-in-progress	11.1	967,798	570,154
Property and equipment		10,073,972	10,415,743
		11,041,770	10,985,897

11.1 Capital work-in-progress

Civil works	508,696	370,099
Equipment	459,102	200,055
	967,798	570,154

		30 June 2026 (Un-audited)	30 June 2025 (Un-audited)
11.2	**Additions / (transfers) to property and equipment**	**------(Rupees in '000)-----**	
	The following additions / (transfers) have been made to property and equipment during the period:		
	Capital work-in-progress - net	**397,644**	60,687
	Building on freehold land	**6,989**	-
	Building on leasehold land - owned	**14,041**	64,325
	Furniture and fixture	**9,079**	2,469
	Electrical office and computer equipment	**86,391**	418,089
	Vehicles	**-**	3,048
	Leasehold improvement	**47,960**	1,836
		164,460	489,767

11.3 Disposal of property and equipment

The net book value of property and equipments disposed off during the period is Rs. 4.168 million (30 June 2025: Rs. Nil).

	30 June 2026 (Un-audited)	30 June 2025 (Un-audited)
	------(Rupees in '000)-----	
Electrical office and computer equipment	**4,168**	-

		30 June 2026 (Un-audited)	31 December 2025 (Audited)
12	**RIGHT-OF-USE ASSETS**	**---------(Rupees in '000)---------**	
	Opening balance		
	Cost	**3,923,868**	2,876,635
	Accumulated depreciation	**(2,419,423)**	(1,965,441)
	Net carrying amount	**1,504,445**	911,194
	Additions during the period / year	**496,065**	1,082,625
	Disposals - Cost	**(180,819)**	(35,392)
	Disposals - Accumulated depreciation	**180,819**	35,392
	Depreciation charge for the period / year	**(253,688)**	(489,374)
	Termination / modification	**(247,066)**	-
	Net carrying amount at closing balance	**1,499,756**	1,504,445

		Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
13	**INTANGIBLE ASSETS**		**------(Rupees in '000)-----**	
	Goodwill		**26,095,310**	26,095,310
	Computer Software	13.1	**-**	-
			26,095,310	26,095,310

13.1 The above mentioned items under intangible assets are fully amortized.

		Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
			------(Rupees in '000)-----	
14	**OTHER ASSETS**			
	Income / return / mark-up accrued in local currency	*14.1*	**4,580,271**	4,839,057
	Income / return / mark-up accrued in foreign currencies	*14.1*	**43,507**	39,988
	Advances, deposits, advance rent and other prepayments		**480,883**	403,422
	Defined benefit plans		**93,834**	93,834
	Advance taxation (payments less provisions)		**4,915,732**	3,796,291
	Branch adjustment account		**47,662**	193,038
	Mark to market gain on forward foreign exchange contracts		**268,604**	172,870
	Interest rate derivatives and currency options - positive fair value		**142,676**	107,028
	Receivable from SBP / Government of Pakistan		**1,045,849**	561,844
	Receivable from associated undertakings		**26**	26,365
	Assets Held for Sale	*14.2*	**1,255,381**	1,566,412
	Receivable from Standard Chartered Bank, Sri Lanka operations		**35,556**	38,913
	Advance Federal Excise Duty		**11,304**	11,304
	Cards and clearing settlement account		**19,095,972**	9,938,152
	Acceptances		**5,793,369**	6,036,478
	Unsettled trades - Debt Securities	*14.3*	**9,802,880**	-
	Sundry receivables		**1,455,755**	824,608
	Others		**391,575**	104,815
			49,460,836	28,754,419
	Less: Credit loss allowance	*14.4*	**(88,907)**	(89,152)
	Other Assets - net		**49,371,929**	28,665,267

14.1 Credit loss methodology is based on Exposure at default (EAD) which captures both principal and mark-up when calculating expected credit loss, hence the cumulative impact is recorded under advances note 10.3.

14.2 These represent carrying value of vacant owned properties which the Bank intends to dispose-off. The management considered these properties to meet the criteria to be classified as held for sale at the date of classification. These assets are available for immediate sale and can be sold in its' current condition. During the period, the management disposed off two properties amounting to Rs 311 million under this category. The management has assessed the fair value less cost to sell of all properties to be higher than their carrying amount.

14.3 These represent receivable against sale of securities settled on T+2 basis.

		Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
14.4	**Credit loss allowance / provision held against other assets**			
			(Rupees in '000)	
	Trade related - Acceptances		**1,131**	1,376
	Others		**87,776**	87,776
			88,907	89,152
14.4.1	**Movement in credit loss allowance**			
	Opening balance		**89,152**	88,339
	(Reversal) / charge for the period / year	31	**(245)**	813
	Closing balance		**88,907**	89,152
15	**BILLS PAYABLE**			
	In Pakistan		**15,858,955**	16,413,493
	Outside Pakistan		**398,770**	425,546
			16,257,725	16,839,039
16	**BORROWINGS**			
	In Pakistan		**10,063,740**	14,676,735
	Outside Pakistan		**104,000**	-
			10,167,740	14,676,735
16.1	**Details of borrowings secured / unsecured**			
	Secured			
	Borrowings from State Bank of Pakistan under Export Refinance (ERF) scheme	16.1.1	**9,611,514**	14,019,896
	Financing facility for renewable energy plants		**449,576**	611,030
			10,061,090	14,630,926
	Unsecured			
	Overdrawn nostro accounts	16.1.2	**106,650**	45,809
			10,167,740	14,676,735

16.1.1 Mark-up on Export Refinance (ERF) from State Bank of Pakistan is charged ranging from 1 percent to 7.0 percent (31 December 2025: 1 percent to 7.0 percent) per annum and are due to mature latest by September 2026. ERF borrowings also include borrowings under Islamic Export Refinance scheme amounting to Rs. 3,495 million as at 30 June 2026 (31 December 2025: Rs. 4,992 million). These borrowings are secured against demand promissory notes executed by the Bank in favour of State Bank of Pakistan.

16.1.2 These include overdrawn nostro accounts with other branches and subsidiaries of Standard Chartered Group outside Pakistan amounting to Rs.101.144 million as at 30 June 2026 (31 December 2025: Rs.Nil).

17 DEPOSITS AND OTHER ACCOUNTS

	Note	30 June 2026 (Un-audited)			31 December 2025 (Audited)		
		In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
		----- (Rupees in '000) -----					
Customers							
- Fixed deposits		13,999,317	1,042,066	15,041,383	13,732,258	1,170,388	14,902,646
- Savings deposits		232,582,011	19,049,719	251,631,730	220,176,398	19,835,182	240,011,580
- Current accounts		291,951,190	75,370,288	367,321,478	291,183,586	75,992,006	367,175,592
- Margin accounts		2,727,513	1,391	2,728,904	3,390,854	1,401	3,392,255
- Other deposits		1,585	-	1,585	1,585	-	1,585
		541,261,616	95,463,464	636,725,080	528,484,681	96,998,977	625,483,658
Financial Institutions							
- Fixed deposits		5,650	14,912	20,562	5,650	15,017	20,667
- Savings deposits		16,739,750	2,054,935	18,794,685	6,869,385	2,567,460	9,436,845
- Current accounts	17.1	12,618,339	2,460,116	15,078,455	11,036,114	3,322,956	14,359,070
- Margin accounts		44,214	134,930	179,144	53,014	137,382	190,396
- Other deposits		511,051	-	511,051	650,459	-	650,459
		29,919,004	4,664,893	34,583,897	18,614,622	6,042,815	24,657,437
		571,180,620	100,128,357	671,308,977	547,099,303	103,041,792	650,141,095

17.1 This includes Rs. 1,092.788 million (2025: Rs. 1,749.892 million) against balances of other branches and subsidiaries of Standard Chartered Group.

18 LEASE LIABILITIES

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
Outstanding amount at the start of the period / year		1,469,902	933,917
Additions during the period / year		496,065	1,020,249
Lease payments		(371,920)	(715,972)
Interest expense		119,089	231,708
Termination / modification		(260,710)	-
Outstanding amount at the end of the period / year	18.1	1,452,426	1,469,902

18.1 Liabilities Outstanding

Not later than one year	12,398	672,306
Later than one year and upto five years	1,440,028	797,596
Total at the period / year end	1,452,426	1,469,902

18.2 The Bank has entered into lease agreements in respect of its various rented branches. These were initially measured at the present value of remaining lease payments discounted using the Bank's incremental borrowing rate that ranges from 8.24% per annum to 25.51% per annum. The lease liabilities are subsequently being measured at amortized cost using the effective interest rate method.

19 DEFERRED TAX (ASSETS) / LIABILITIES

The following are major deferred tax (assets) / liabilities recognised and movement thereon:

	Note	30 June 2026 (Un-audited)			
		At 1 January 2026	Recognised in profit and loss	Recognised in OCI	At 30 June 2026
		----- (Rupees in '000) -----			
Deductible Temporary Differences on					
Worker Welfare Fund		(3,831,765)	-	-	(3,831,765)
Credit loss allowance against advances and others	19.1	(1,899,190)	154,137	-	(1,745,053)
Accelerated tax depreciation		23,875	(78,463)	-	(54,588)
Unpaid liabilities		(5,330,240)	-	-	(5,330,240)
Deficit on revaluation of Securities measured at FVOCI - Debt Securities	21	(380,269)	-	136,777	(243,492)
Credit loss allowance against balances with Banks and placements		(190,961)	180,726	-	(10,235)
Liabilities against assets - Lease		(185,928)	(8,975)	-	(194,903)
		(11,794,478)	247,425	136,777	(11,410,276)
Taxable Temporary Differences on					
Surplus on revaluation of property and equipment	21	502,300	(44,145)	-	458,155
Surplus on revaluation of Securities measured at FVOCI - Equity instruments	21	512,403	-	199,830	712,233
Deficit on revaluation of FVTPL investments		349,991	(257,699)	-	92,292
Post retirement employee benefits		48,794	-	-	48,794
Goodwill		13,569,561	-	-	13,569,561
		14,983,049	(301,844)	199,830	14,881,035
		3,188,571	(54,419)	336,607	3,470,759

	Note	31 December 2025 (Audited)			
		At 1 January 2025	Recognised in profit and loss	Recognised in OCI	At 31 December 2025
		----- (Rupees in '000) -----			
Deductible Temporary Differences on					
Worker Welfare Fund		(1,327,031)	(2,504,734)	-	(3,831,765)
Credit loss allowance against advances and others	19.1	(3,506,902)	1,607,712	-	(1,899,190)
Accelerated tax depreciation		(64,877)	88,752	-	23,875
Unpaid liabilities		(5,432,745)	102,505	-	(5,330,240)
Credit loss allowance against balances with Banks and placements		(569,513)	378,552		(190,961)
Deficit on revaluation of Securities measured at FVOCI - Debt Securities	21	1,314,524	-	(1,694,793)	(380,269)
Liabilities against assets - Lease		-	(185,928)	-	(185,928)
		(9,586,544)	(513,141)	(1,694,793)	(11,794,478)
Taxable Temporary Differences on					
Surplus on revaluation of property and equipment	21	554,868	(31,913)	(20,655)	502,300
Surplus on revaluation of Securities measured at FVOCI - Equity instruments	21	420,335	-	92,068	512,403
Surplus on revaluation of FVTPL investments		1,091,289	(741,298)	-	349,991
Post retirement employee benefits		44,243	-	4,551	48,794
Goodwill		13,830,514	(260,953)	-	13,569,561
		15,941,249	(1,034,164)	75,964	14,983,049
		6,354,705	(1,547,305)	(1,618,829)	3,188,571

19.1 In terms of the Seventh Schedule to the Income Tax Law, the claim of provision for advances and off balance sheet items in respect of Corporate and Consumer (including SME) advances has been restricted to 1% and 5% of gross advances respectively. As such deferred tax asset has been recognised. The management based on projection of taxable profits, considers that the Bank would be able to claim deductions in future years within the prescribed limits in seventh schedule. It also includes deferred tax asset on pre seventh schedule provision against loans and advances disallowed, which only become tax allowable upon being written off.

20 OTHER LIABILITIES

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		---------(Rupees in '000)-------	
Mark-up / return / interest payable in local currency		**441,115**	433,237
Mark-up / return / interest payable in foreign currencies		**4,996**	6,239
Accrued expenses		**5,926,742**	5,801,543
Advance payments		**913,080**	834,908
Online transactions settlement and sundry creditors		**26,615,243**	16,207,305
Mark to market loss on forward foreign exchange contracts		**716,151**	841,274
Unrealized loss on interest rate derivatives and currency options		**5,107,781**	5,880,796
Due to Holding Company	*20.1*	**21,591,450**	10,250,476
Clearing and settlement accounts		**24,787,098**	19,595,431
Charity fund balance		**9,830**	1,320
Dividend payable		**313,858**	298,356
Credit loss allowance against off-balance sheet obligations	*20.2 & 20.3*	**240,426**	287,610
Worker's welfare fund (WWF) payable	*20.4*	**10,033,599**	9,507,319
Acceptances		**5,793,369**	6,036,478
Others		**474,667**	111,391
		102,969,405	76,093,683

20.1 Due to Holding Company

On account of reimbursement of executive and general administrative expenses	**10,250,476**	10,250,476
Dividend and other payable	**11,340,974**	-
	21,591,450	10,250,476

20.2 These primarily represents Credit loss allowance against off balance sheet exposures such as bank guarantees.

20.3 Credit loss allowance

Opening balance	**287,610**	643,217
Charge for the period / year	**14,969**	111,407
Reversals	**(16,964)**	(227,181)
Changes in risk parameters	**(44,302)**	(244,566)
	(46,297)	(360,340)
Other movements (FX adjustment)	**(886)**	4,733
Closing balance	**240,427**	287,610

20.4 The Supreme Court of Pakistan vide its order dated 10 November 2016 has held that the amendments made in the law introduced by the Federal Government by Finance Act 2008 for the levy of Worker's Welfare Funds (WWF) on banks were not lawful. The Federal Board of Revenue has filed review petitions against this order, which are currently pending. Legal advice obtained on the matter indicates that consequent to filing of these review petitions the judgment may not currently be treated as conclusive until the review petition is decided. Accordingly, the amount charged for WWF since 2008 has not been reversed.

21 SURPLUS ON REVALUATION OF ASSETS - NET OF DEFERRED TAX

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		(Rupees in '000)	
Surplus / (deficit) arising on revaluation of:			
- Property and equipment	21.1	7,810,450	8,008,674
- Securities measured at FVOCI - Debt Securities	21.2	(468,253)	(731,287)
- Securities measured at FVOCI - Equity instruments	21.2	1,369,676	985,392
		8,711,873	8,262,779
Deferred tax on (surplus) / deficit on revaluation of:			
- Property and equipment	21.1	(458,155)	(502,300)
- Securities measured at FVOCI - Debt Securities		243,492	380,269
- Securities measured at FVOCI - Equity instruments		(712,233)	(512,403)
		(926,896)	(634,434)
		7,784,977	7,628,345

21.1 Surplus on revaluation of property and equipment - net of tax

Surplus on revaluation of property and equipment as at 1 January	8,008,674	9,052,650
Realised on disposal during the period / year	(171,652)	(987,605)
Transferred to unappropriated profit in respect of incremental depreciation charged during the period / year	(26,573)	(56,371)
Surplus on revaluation of property and equipment - Gross	7,810,449	8,008,674
Less: Related deferred tax liability on:		
Revaluation surplus as at 1 January	(502,300)	(554,868)
Surplus realized on disposal during the period / year	30,327	2,600
Deferred rate impact	-	20,655
Incremental depreciation charged during the period / year	13,817	29,313
	(458,155)	(502,300)
Surplus on revaluation of Property and equipment - net of tax	7,352,294	7,506,374

21.2 Surplus on revaluation of FVOCI Securities- net of tax

Market Treasury Bills	(474,372)	154,625
Sukuk and Ijarah Bonds	6,119	(885,912)
Shares	1,369,676	985,392
	901,423	254,105
Related deferred tax liability	(468,740)	(132,134)
	432,683	121,971

22 CONTINGENCIES AND COMMITMENTS

	Note		
Guarantees	22.1	128,840,995	122,600,807
Commitments	22.2	169,506,625	174,216,365
Other contingent liabilities	22.3	12,598,343	12,575,113
		310,945,963	309,392,285

22.1 Guarantees:

Guarantees issued favouring:		
Financial guarantees	6,837,278	10,109,778
Performance guarantees	88,070,016	82,272,173
Other guarantees	33,933,701	30,218,856
	128,840,995	122,600,807

22.2 Commitments:

	Note		
Documentary credits and short-term trade-related transactions			
Letters of credit		24,792,995	12,051,357
Commitments in respect of:			
Forward foreign exchange contracts;			
- Purchase	22.4	72,788,306	95,916,968
- Sale	22.4	39,492,500	27,652,332
Commitment in respect of derivatives			
- Interest rate swaps	22.6	-	5,000,000
- Cross currency swaps	22.6	10,051,596	10,660,783
- Fx options	22.6	22,110,600	22,219,002
Commitment in respect of operating lease	22.7	52,035	2,657
Commitment for acquisition of property and equipment		218,593	713,266
		169,506,625	174,216,365

22.3 Other contingent liabilities

Other contingent liabilities	12,598,343	12,575,113

22.3.1 The tax department amended the assessments for income years 2007 to 2024 (tax years 2008 to 2025 respectively) under the related provisions of the Income Tax Law and appeals against the amended assessment orders are pending before different appellate forums. The management considers that a significant amount of the additional tax liability is the result of timing differences and is confident that the issues in the above-mentioned tax years will be decided in favour of the Bank at appellate forums. Accordingly, no additional provision is required.

Further, the Sindh High Court has decided the issue of goodwill amortisation in favour of the Bank for the tax years 2008 and 2012 and the Federal Board of Revenue has filed leave to appeal before the Supreme Court of Pakistan.

22.4 Commitments in respect of forward foreign exchange contracts

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	
Purchase from:		
State Bank of Pakistan	**25,035,552**	22,131,969
Other banks	**7,387,668**	32,924,841
Customers	**40,365,086**	40,860,158
	72,788,306	95,916,968
Sale to:		
Other banks	**36,072,908**	25,673,774
Customers	**3,419,592**	1,978,558
	39,492,500	27,652,332

The maturities of the above contracts are spread over a period of one year.

22.5 Commitments to extend credit

The Bank makes commitments to extend credit in the normal course of its business but these being revocable commitments do not attract any significant penalty or expense if the facility is unilaterally withdrawn.

22.6 Commitments in respect of derivatives

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	
Interest rate Swaps		
- Purchase	-	-
- Sale	-	5,000,000
	-	5,000,000
Cross currency Swaps		
- Purchase	-	-
- Sale	**10,051,596**	10,660,783
	10,051,596	10,660,783
FX options		
- Purchase	**11,055,300**	11,109,501
- Sale	**11,055,300**	11,109,501
	22,110,600	22,219,002

22.7 Commitments in respect of operating lease

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
Not later than one year	**38,175**	1,534
Later than one year and not later than five years	**13,860**	1,123
	52,035	2,657

22.8 Derivative instruments

22.8.1 Product analysis

30 June 2026 (Un-audited)

(Rupees in '000)

Counterparties	**Interest Rate Swaps** Notional Principal *	**Interest Rate Swaps** Mark to market gain / (loss)	**Cross Currency Swaps** Notional Principal *	**Cross Currency Swaps** Mark to market gain / (loss)	**FX Options** Notional Principal *	**FX Options** Mark to market gain / (loss)
With Banks for						
Hedging	-	-	-	-	**11,055,300**	**(142,676)**
Market Making	-	-	-	-	-	-
With other entities for						
Hedging	-	-	-	-	**11,055,300**	**142,676**
Market Making	-	-	**10,051,596**	**(4,965,105)**	-	-
Total						
Hedging	-	-	-	-	**22,110,600**	-
Market Making	-	-	**10,051,596**	**(4,965,105)**	-	-

31 December 2025 (audited)

(Rupees in '000)

Counterparties	Interest Rate Swaps Notional Principal *	Interest Rate Swaps Mark to market gain / (loss)	Cross Currency Swaps Notional Principal *	Cross Currency Swaps Mark to market gain / (loss)	FX Options Notional Principal *	FX Options Mark to market gain / (loss)
With Banks for						
Hedging	-	-	-	-	11,109,501	(107,028)
Market Making	-	-	-	-	-	-
With other entities for						
Hedging	-	-	-	-	11,109,501	107,028
Market Making	5,000,000	(16,858)	10,660,783	(5,756,910)	-	-
Total						
Hedging	-	-	-	-	22,219,002	-
Market Making	5,000,000	(16,858)	10,660,783	(5,756,910)	-	-

* At the exchange rate prevailing at period end.

23 MARK-UP / RETURN / INTEREST EARNED	Note	Three months period ended 30 June 2026 (Un-audited)	Six months period ended 30 June 2026 (Un-audited)	Three months period ended 30 June 2025 (Un-audited)	Six months period ended 30 June 2025 (Un-audited)
		------------ (Rupees in '000) ------------			
On loans and advances to customers		6,925,974	13,248,427	6,786,583	13,625,891
On loans and advances to financial institutions		22,571	62,122	112,839	161,543
On investments		9,992,504	20,817,045	14,039,215	33,394,924
On deposits with financial institutions / State Bank of Pakistan		323,017	506,448	241,896	467,139
On securities purchased under resale agreements		957,477	1,500,541	390,651	576,326
On call money lending / placements		271,028	291,359	336,686	561,506
		18,492,571	36,425,942	21,907,870	48,787,329

23.1 Interest income (calculated using effective interest rate method) recognised on:

Financial assets measured at amortised cost	8,437,945	15,546,775	7,868,655	15,392,405
Financial assets measured at FVOCI	4,174,896	8,625,236	4,540,980	12,211,762
Financial assets measured at FVTPL	5,879,730	12,253,931	9,498,235	21,183,162
	18,492,571	36,425,942	21,907,870	48,787,329

24 MARK-UP / RETURN / INTEREST EXPENSED

Deposits	4,555,308	8,828,567	5,601,448	14,457,498
Securities sold under repurchase agreements	168,423	325,483	101,741	489,343
Borrowings from State Bank of Pakistan under Export Refinance (ERF) scheme	186,114	404,424	333,503	716,090
Cost of foreign currency swaps against foreign currency deposits / borrowings	234,751	444,157	321,992	553,000
Finance cost of lease liability	60,596	119,089	64,050	103,015
	5,205,192	10,121,720	6,422,734	16,318,946
24.1 Interest expense calculated using effective interest rate method	5,205,192	10,121,720	6,422,734	16,318,946

25 FEE & COMMISSION INCOME

Branch banking customer fees	95,554	168,250	71,110	140,014
Consumer finance related fees	17,210	32,483	16,278	38,776
Card related fees (debit and credit cards)	(16,004)	320,217	87,035	357,289
Credit related fees	(12,414)	237,067	145,745	254,433
Investment banking fees	94,672	239,538	57,329	127,352
Brokerage and other charges	(10,344)	(20,690)	(9,996)	(19,689)
Commission on trade and cash management	778,916	1,556,149	1,427,693	3,288,962
Commission on guarantees	130,972	240,122	133,248	317,128
Commission on remittances including home remittances	54,738	112,217	52,543	109,686
Commission on bancassurance	42,439	52,205	18,898	52,788
Custody Fees	58,678	123,823	31,306	66,396
	1,234,417	3,061,381	2,031,189	4,733,135

26 FOREIGN EXCHANGE INCOME

Gain/ (loss) realised from dealing in :				
Foreign Currencies	3,100,740	5,578,542	2,045,231	4,482,931
Derivative financial instruments	(265,600)	(272,886)	(102,707)	(136,288)
	2,835,140	5,305,656	1,942,524	4,346,643

27 GAIN / (LOSS) ON SECURITIES

	Note				
Realised	27	922,284	(888,290)	688,336	1,311,829
Unrealised - Measured at FVTPL					
- Investments	9.1	(650,362)	409,346	675,058	723,986
- Lending to Financial Institutions		(96,000)	(96,000)	-	-
		175,922	(574,944)	1,363,394	2,035,815

27.1 Realised gain / (loss) on:

Federal Government Securities				
Market Treasury Bills	(309,453)	(845,278)	(280,954)	29,013
Pakistan Investment Bonds	(103,095)	(102,086)	764,010	861,602
Ijarah Sukuk	1,334,832	59,074	205,280	421,214
	922,284	(888,290)	688,336	1,311,829

27.2 Net gain / (loss) on financial assets / liabilities measured at FVTPL:

Designated upon initial recognition	175,922	(572,573)	1,467,273	2,471,289
Mandatorily measured at FVTPL	-	-	-	-
	175,922	(572,573)	1,467,273	2,471,289
Net loss on financial assets measured at FVOCI	-	(2,371)	(103,879)	(435,474)
	175,922	(574,944)	1,363,394	2,035,815

28 OTHER INCOME

Rent on property	11,910	23,099	11,156	20,999
Gain on sale of property and equipment - net	4,579	3,136	63,300	70,420
Gain on sale of asset held for sale	253,969	256,469	-	-
Sri Lanka branch operations cost & FX translation	(2,011)	(3,376)	(246)	766
Gain on lease termination	-	13,645	-	-
	268,447	292,973	74,210	92,185

29 OPERATING EXPENSES

	Note	Three months period ended 30 June 2026 (Un-audited)	Six months period ended 30 June 2026 (Un-audited)	Three months period ended 30 June 2025 (Un-audited)	Six months period ended 30 June 2025 (Un-audited)
		---------(Rupees in '000)---------			
Total compensation expense		3,267,351	6,042,826	3,261,305	6,170,801
Property expense					
Rent & taxes		49,935	83,266	23,951	57,310
Insurance		4,234	12,143	1,073	2,381
Utilities cost		86,334	168,100	121,213	203,962
Security (including guards)		96,884	201,533	97,225	203,037
Repair & maintenance		178,225	351,578	168,383	350,244
Facilities management cost		39,697	123,826	121,988	147,046
Depreciation (Property related)		77,629	145,476	67,253	147,257
Depreciation (Right of use assets)		136,410	253,688	133,158	232,844
Cleaning and Janitorial		89,079	171,457	122,413	253,702
Minor improvements, additions and others		10,947	32,810	16,980	42,209
		769,374	1,543,877	873,637	1,639,992
Information technology expenses					
Software maintenance		167,880	303,619	147,402	302,034
Hardware maintenance		238,313	373,296	291,303	438,363
Depreciation (IT related)		113,751	231,796	108,208	198,320
Network charges		45,395	67,249	194,083	205,790
		565,339	975,960	740,996	1,144,507
Other operating expenses					
Directors' fees and allowances		10,240	17,920	11,840	19,520
Fees and allowances to Shariah Board		9,562	16,997	6,360	13,812
Legal & professional charges		70,157	241,086	57,793	219,265
Outsourced services costs		90,891	155,186	46,277	85,406
Travelling & conveyance		51,381	99,445	37,639	88,316
Depreciation (Other property equipment)		62,384	122,731	62,145	121,546
Training & development		2,216	4,765	1,733	3,881
Postage & courier charges		28,169	88,517	34,920	113,428
Communication		211,452	462,607	278,538	494,002
Deposit protection premium	29.1	121,553	260,009	136,675	276,911
Stationery & printing		166,790	300,613	160,829	390,728
Marketing, advertisement & publicity		59,910	110,633	55,144	136,107
Auditors remuneration		15,138	30,276	22,266	46,904
Cash transportation services		12,854	31,433	23,756	41,428
Documentation and processing charges		47,833	87,769	44,141	92,181
Insurance		4,614	12,305	11,064	18,909
Others		85,104	400,905	103,752	289,993
		1,050,248	2,443,197	1,094,872	2,452,337
		5,652,312	11,005,860	5,970,810	11,407,637

29.1 As per State Bank of Pakistan DPC Circular No. 04 of 2018, dated 22 June 2018, all member banks are required to pay deposits protection premium at the rate of 0.16% on eligible deposits as defined in the aforesaid circular.

30 OTHER CHARGES

	Note	Three months 30 June 2026	Six months 30 June 2026	Three months 30 June 2025	Six months 30 June 2025
Net charge against fines and penalties imposed by SBP		572	572	110	110

31 CREDIT LOSS ALLOWANCE & WRITE OFFS - NET

	Note	Three months 30 June 2026	Six months 30 June 2026	Three months 30 June 2025	Six months 30 June 2025
Reversal against loans and advances	10.3	213,612	537,809	701,529	364,512
Reversal / (credit loss allowance) against off-balance sheet obligations - net	20.3	58,032	46,297	(57,934)	(68,661)
Recovery of amounts written off		95,859	177,769	94,829	211,009
Reversal against balances with Banks and placements	6, 7 & 8	8,903	347,305	146,696	97,084
(Credit loss allowance) / Reversal against acceptances	14.4	(320)	245	17,231	(2,543)
Impairment against other assets		-	-	(4,848)	(4,848)
Property and equiptment write offs		(821)	(2,063)	(512)	(9,329)
		375,265	1,107,362	896,991	587,224

32 TAXATION

	Three months 30 June 2026	Six months 30 June 2026	Three months 30 June 2025	Six months 30 June 2025
- Current	6,514,080	12,656,494	5,996,153	15,087,792
- Deferred	(42,457)	(54,419)	1,301,056	1,256,707
	6,471,623	12,602,075	7,297,209	16,344,499

33 EARNINGS PER SHARE - BASIC AND DILUTED

	Three months 30 June 2026	Six months 30 June 2026	Three months 30 June 2025	Six months 30 June 2025
Profit for the period	6,183,616	11,779,990	8,577,485	16,562,834
			(Number of shares)	
Weighted average number of ordinary shares	3,871,585,021	3,871,585,021	3,871,585,021	3,871,585,021
	(Rupees)		(Rupees)	
Earnings per share - basic and diluted	1.60	3.04	2.22	4.28

34 FAIR VALUE

34.1 Fair value of financial instrument

The table below analyses financial instruments measured at the end of the reporting period by the level in the fair value hierarchy into which the fair value measurement is categorised:

On balance sheet financial instruments

	30 June 2026 (Un-audited)							
	Carrying value				Fair value			
	FVTPL	FVOCI	Amortized cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)							
Financial assets measured at fair value								
- Lending to financial institutions								
- Repurchase agreement lendings (Reverse Repo)	142,533,075	-	-	142,533,075	-	142,533,075		142,533,075
- Investments								
- Federal Government Securities	119,248,319	170,068,797	-	289,317,116	32,873,407	256,443,709	-	289,317,116
- Investments - ordinary shares	-	1,419,676	-	1,419,676	-	-	1,419,676	1,419,676
- Investments - Preference shares	1,325,716	-	-	1,325,716	-	1,325,716	-	1,325,716
Financial assets not measured at fair value								
- Cash and bank balances with SBP and NBP	-	-	94,687,569	94,687,569				
- Balances with other banks	-	-	29,803,595	29,803,595				
- Lending to financial institutions	-	-	24,024,121	24,024,121				
- Advances	-	-	245,517,454	245,517,454				
- Other assets	-	-	40,510,224	40,510,224				
	263,107,110	171,488,473	434,542,963	869,138,546				
Financial liabilities not measured at fair value								
- Bills Payable	-	-	16,257,725	16,257,725				
- Deposits and other accounts	-	-	671,308,977	671,308,977				
- Borrowings	-	-	10,167,740	10,167,740				
- Other liabilities	-	-	101,617,344	101,617,344				
	-	-	799,351,786	799,351,786				
Off-balance sheet financial instruments								
Interest Rate swaps / Foreign currency options / Forward purchase contracts	83,843,606	-	-	83,843,606	-	84,254,886	-	84,254,886
Interest Rate swaps / Foreign currency options / Forward sale contracts	60,599,396	-	-	60,599,396	-	66,423,328	-	66,423,328

On balance sheet financial instruments

	31 December 2025 (audited)							
	Carrying value				Fair value			
	FVTPL	FVOCI	Amortized cost	Total	Level 1	Level 2	Level 3	Total
	(Rupees in '000)							
Financial assets measured at fair value								
- Investments								
- Federal Government Securities	293,701,862	182,350,133	-	476,051,995	69,072,544	406,979,451	-	476,051,995
Investments - ordinary shares	-	1,035,392	-	1,035,392	-	-	1,035,392	1,035,392
Investments - Preference shares	1,325,716			1,325,716	-	1,325,716	-	1,325,716
Financial assets not measured at fair value								
- Cash and bank balances with SBP and NBP	-	-	80,790,333	80,790,333				
- Balances with other banks	-	-	19,786,023	19,786,023				
- Lending to financial institutions	-	-	12,479,626	12,479,626				
- Advances	-	-	214,151,084	214,151,084				
- Other assets	-	-	21,518,788	21,518,788				
	295,027,578	183,385,525	348,725,854	827,138,957				
Financial liabilities not measured at fair value								
- Bills Payable	-	-	16,839,039	16,839,039				
- Deposits and other accounts	-	-	650,141,095	650,141,095				
- Borrowings	-	-	14,676,735	14,676,735				
- Other liabilities	-	-	73,666,331	73,666,331				
	-	-	755,323,200	755,323,200				
Off-balance sheet financial instruments								
Interest Rate swaps / Foreign currency options / Forward purchase contracts	107,026,469	-	-	107,026,469	-	107,306,367	-	107,306,367
Interest Rate swaps / Foreign currency options / Forward sale contracts	54,422,616	-	-	54,422,616	-	61,144,686	-	61,144,686

34.2 **Fair value of non-financial assets**

	30 June 2026 (Un-audited)				31 December 2025 (audited)			
	Carrying value	Fair value			Carrying value	Fair value		
		Level 1	Level 2	Level 3		Level 1	Level 2	Level 3
	---------- Rupees in '000 ----------				---------- Rupees in '000 ----------			
Property and equipment	7,975,812		-	7,975,812	8,023,618	-	-	8,023,618

34.3 During the period ended 30 June 2026, there were no transfers between level 1 and level 2 fair value measurements, and no transfer into and out of level 3 fair value measurements.

34.4 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 assets 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).

Valuation techniques used in determination of fair values within level 2 and level 3

Lending to financial institutions (Reverse Repo)	The fair value of lending under reverse repurchase agreements that are classified under FVTPL is based on a discounted cash flow model on a current market related yield curve appropriate for the remaining term to maturity.
Federal Government Securities (T-bills + PIBs + Sukuk)	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 Federal Government securities quoted are derived using PKRV, PKFRV and PKISRV rates. These rates are announced by FMA (Financial Market Association) through Reuters.
Non-Government debt securities (Sukuk Bonds) other than government	Investment in non-Government debt securities denominated in Rupees are valued on the basis of rates announced by the Mutual Funds Association of Pakistan (MUFAP).
Un-quoted equity securities	The fair value is determined based on the net assets of entity.
Derivatives	The Group enters in to derivatives contracts with various counter parties. Derivatives that are valued using valuation techniques based on market observable inputs are mainly interest rate swaps and cross currency swaps. The most frequently applied valuation techniques include forward pricing and swap models using present value calculations.
Forward foreign exchange contracts	The fair values of forward foreign exchange contracts are determined using forward pricing calculations.
Property and Equipment	Land and buildings are revalued on a periodic basis using professional valuers. The valuation is based on their assessment of the market value of the assets.

35 SEGMENT INFORMATION

The Bank's segmental reporting is in accordance with IFRS 8 'Operating Segments' and is reported consistently with the internal performance framework and as presented to the Bank's management.

Corporate and Investment Banking (CIB)

Corporate & Investment Banking comprises Global Subsidiaries, International Corporates, Local corporates and small & medium sized clients, Financial Institutions and Sovereign clients. The product and services offered include deposits & cash management, trade, advisory services, secured lending, structured financing, FX forwards and derivatives.

Wealth and Retail Banking (WRB)

Wealth and Retail Banking serves wealth solutions, priority, premium, personal and business banking clients. The product and service offering include wealth management, deposits, secured lending (mortgages, overdrafts etc.) and unsecured lending (credit cards, personal loans etc.).

Central & Other Items

Activities not directly related to a client segment are included in Central & other Items. This mainly includes Treasury-Markets Asset and Liability Management and specific strategic investments (if any).

All segments offer a complete suite of Islamic Banking products and services under Standard Chartered Saadiq brand and state of the art digital banking solutions. Refer note 38 for Islamic Banking Business.

35.1 Segment Details with respect to Business Activities

	Corporate and Investment Banking (CIB)	Wealth and Retail Banking (WRB)	Central and Other Items	Total
	Six months period ended 30 June 2026 (Un-audited)			
	---------- (Rupees in '000) ----------			
Profit & Loss				
Inter segment revenue - net	3,076,472	13,680,608	(16,757,080)	-
Net mark-up / return / profit	5,166,119	(431,742)	21,569,845	26,304,222
Non mark-up / return / interest income	5,225,091	3,171,227	106,875	8,503,193
Total Income	13,467,682	16,420,093	4,919,640	34,807,415
Segment direct expenses	3,821,895	7,710,817	-	11,532,712
Inter segment expense allocation	-	-	-	-
Total expenses	3,821,895	7,710,817	-	11,532,712
Credit loss allowance release	706,476	55,798	345,088	1,107,362
Profit before taxation	10,352,263	8,765,074	5,264,728	24,382,065
Balance Sheet	30 June 2026 (Un-audited)			
Cash & Bank balances	-	-	124,491,164	124,491,164
Investments	119,248,319	1,419,676	171,394,513	292,062,508
Net inter segment lending	(159,431,443)	323,578,892	(164,147,449)	-
Lending to financial institutions	142,533,075	-	24,024,121	166,557,196
Advances - performing (net)	196,460,264	48,855,205	-	245,315,469
- Non performing (net)	17,685	184,300	-	201,985
Others	30,921,665	15,634,511	41,452,588	88,008,765
Total Assets	329,749,565	389,672,584	197,214,938	916,637,087
Borrowings	-	-	10,167,740	10,167,740
Deposits & other accounts	286,669,753	384,519,949	119,275	671,308,977
Net inter segment borrowing	-	-	-	-
Others	43,079,814	5,152,633	75,917,868	124,150,315
Total liabilities	329,749,567	389,672,582	86,204,883	805,627,032
Equity	-	-	111,010,055	111,010,055
Total Equity & liabilities	329,749,567	389,672,582	197,214,938	916,637,087
Contingencies & Commitments	162,780,868	904,718	147,260,377	310,945,963
	Six months period ended 30 June 2025 (Un-audited)			
Inter segment revenue - net	12,317,860	17,403,063	(29,720,923)	-
Net mark-up / return / profit	766,795	(1,599,082)	33,300,670	32,468,383
Non mark-up / return / interest income	8,291,346	3,207,158	432,547	11,931,051
Total Income	21,376,001	19,011,139	4,012,294	44,399,434
Segment direct expenses	4,321,493	7,757,832	-	12,079,325
Inter segment expense allocation	-	-	-	-
Total expenses	4,321,493	7,757,832	-	12,079,325
Credit loss allowance release	192,249	312,067	82,908	587,224
Profit before taxation	17,246,757	11,565,374	4,095,202	32,907,333
Balance Sheet	31 December 2025 (Audited)			
Cash & Bank balances	-	-	100,576,356	100,576,356
Investments	293,701,862	1,035,391	183,675,850	478,413,103
Net inter segment lending	(188,724,081)	318,083,791	(129,359,710)	-
Lending to financial institutions	-	-	12,479,626	12,479,626
Advances - performing (net)	169,383,943	44,717,587	-	214,101,530
- Non performing (net)	-	49,554	-	49,554
Others	18,963,943	15,690,565	32,596,411	67,250,919
Total Assets	293,325,667	379,576,888	199,968,533	872,871,088
Borrowings	-	-	14,676,735	14,676,735
Deposits & other accounts	271,806,756	378,227,850	106,489	650,141,095
Net inter segment borrowing	-	-	-	-
Others	21,518,911	1,349,038	74,723,246	97,591,195
Total liabilities	293,325,667	379,576,888	89,506,470	762,409,025
Equity	-	-	110,462,063	110,462,063
Total Equity & liabilities	293,325,667	379,576,888	199,968,533	872,871,088
Contingencies & Commitments	149,690,626	622,321	159,079,338	309,392,285

36 RELATED PARTY TRANSACTIONS

Related parties comprise of Standard Chartered PLC., ultimate parent company, its other subsidiaries and branches, key management personnel, employees' retirement benefit funds and other associated undertakings. The transactions with related parties are conducted at commercial / agreed terms. The Bank also provides advances to employees at reduced rates in accordance with their terms of employment.

The transactions and balances with related parties are summarised as follows:

	30 June 2026 (Un-audited)				31 December 2025 - audited			
	Parent	**Directors**	**Key management personnel**	**Other related parties**	Parent	Directors	Key management personnel	Other related parties
	(Rupees in '000)							
Balances with other banks								
In current accounts	29,715,007	-	-	-	19,701,158	-	-	-
In deposit accounts	-	-	-	-	-	-	-	-
	29,715,007	-	-	-	19,701,158	-	-	-
Lending to financial institutions								
Opening balance	4,386,981	-	-	-	34,326,170	-	-	-
Addition during the period	53,342,269	-	-	-	126,231,844	-	-	-
Repaid during the period	(33,695,516)	-	-	-	(156,171,033)	-	-	-
Closing balance	24,033,734	-	-	-	4,386,981	-	-	-
Advances								
Opening balance	-	461	161,036	-	-	118	133,338	-
Addition during the period	-	2,182	120,325	-	-	5,499	78,726	-
Repaid during the period	-	(2,256)	(39,773)	-	-	(5,156)	(68,893)	-
Transfer in / (out) - net	-	-	-	-	-	-	17,865	-
Closing balance	-	387	241,588	-	-	461	161,036	-
Credit loss allowance held	-	(4)	(1,702)	-	-	(4)	(304)	-
Other Assets								
Interest / return / mark-up accrued	37,110	-	542	-	6,637	-	429	-
Receivable from staff retirement fund	-	-	-	93,834	-	-	-	93,834
Due from associated undertakings	35,582	-	-	-	65,278	-	-	-
Other receivable	-	-	-	-	-	-	-	-
	72,692	-	542	93,834	71,915	-	429	93,834
Borrowings								
Opening balance	-	-	-	-	145,819	-	-	-
Borrowings during the period	101,144	-	-	-	-	-	-	-
Settled during the period	-	-	-	-	(145,819)	-	-	-
Transfer in / (out) - net	-	-	-	-	-	-	-	-
Closing balance	101,144	-	-	-	-	-	-	-
Deposits and other accounts								
Opening balance	1,749,892	16,377	199,688	333,705	1,752,640	1,926	238,227	352,916
Received during the period	198,743	20,467	652,330	832,286	680,782	38,319	2,245,992	6,678,054
Withdrawn during the period	(855,846)	(15,809)	(770,143)	(913,843)	(683,530)	(23,868)	(2,059,669)	(6,697,265)
Transfer in / (out) - net	-	-	-	-	-	-	(224,862)	-
Closing balance	1,092,789	21,035	81,875	252,148	1,749,892	16,377	199,688	333,705
Other Liabilities								
Due to holding company	21,591,450	-	-	-	10,250,476	-	-	-
Other liabilities	-	12	-	-	-	43	-	-
	21,591,450	12	-	-	10,250,476	43	-	-
Contingencies and Commitments								
Transaction-related contingent liabilities - guarantees	42,078,282	-	-	-	37,411,218	-	-	-
Commitments in respect of forward foreign exchange contracts	7,450,562	-	-	-	8,304,502	-	-	-
Derivatives								
Derivative instruments- FX options - Notional	11,055,300	-	-	-	11,109,501	-	-	-
Derivative assets	205,608	-	-	-	134,183	-	-	-
Derivative liabilities	7,768	-	-	-	40,389	-	-	-

RELATED PARTY TRANSACTIONS

	30 June 2026 (Un-audited)				30 June 2025 (Un-audited)			
	Parent	Directors	Key management personnel	Other related parties	Parent	Directors	Key management personnel	Other related parties
	(Rupees in '000)							
Income								
Mark-up / return / interest earned	689,037	142	14,972	-	870,975	169	13,999	-
Fee and commission income	6,081	25	-	-	5,159	12	-	-
Income / (loss) from derivatives	(36,087)	-	-	-	132,156	-	-	-
Expense								
Mark-up / return / interest paid	-	546	1,058	12,964	-	37	5,890	14,235
Fee and commission expense	-	-	-	-	12	-	-	-
Operating expenses	-	17,920	333,080	-	-	19,520	335,891	-
Rent and Renovation expense	-	-	-	-	-	-	-	-
Other transactions								
Dividend paid	599,294	6	-	-	7,664,678	11	-	-
Contribution to defined contribution plans	-	-	-	374,297	-	-	-	360,535
Net charge for defined contribution plans	-	-	-	374,297	-	-	-	360,535

The term 'related party' shall have the same meaning as specified under IAS 24 - 'Related party disclosures'.

37 CAPITAL ADEQUACY, LEVERAGE RATIO & LIQUIDITY REQUIREMENTS

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	
Minimum Capital Requirement (MCR):		
Paid-up capital (net of losses)	38,715,850	38,715,850
Capital Adequacy Ratio (CAR):		
Eligible Common Equity Tier 1 (CET 1) Capital	88,252,020	87,797,465
Eligible Additional Tier 1 (ADT 1) Capital	-	-
Total Eligible Tier 1 Capital	88,252,020	87,797,465
Eligible Tier 2 Capital	9,579,721	9,881,264
Total Eligible Capital (Tier 1 + Tier 2)	97,831,741	97,678,729
Risk Weighted Assets (RWAs):		
Credit Risk	253,101,815	233,123,995
Market Risk	16,521,085	20,338,516
Operational Risk	192,994,499	192,994,499
Total	462,617,399	446,457,010
Common Equity Tier 1 Capital Adequacy ratio	19.08%	19.67%
Tier 1 Capital Adequacy Ratio	19.08%	19.67%
Total Capital Adequacy Ratio	21.15%	21.88%
Minimum CAR (including Capital Conservation Buffer)	11.50%	11.50%

State Bank of Pakistan (SBP) has issued revised instructions relating to Basel Capital Adequacy Framework for Credit Risk via BPRD Circular No. 03, dated 24 September 2025. These revised instructions are implemented on a parallel run basis from 30 September 2025 to 30 June 2026 and the bank remains adequately capitalized.

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
Leverage Ratio (LR):		
Eligible Tier 1 Capital	88,252,020	87,797,465
Total Exposures	1,253,822,118	1,086,227,570
Leverage Ratio	7.04%	8.08%
Minimum SBP Requirement	3.00%	3.00%
Liquidity Coverage Ratio (LCR):		
Average High Quality Liquid Assets	467,902,275	585,082,538
Average Net Cash Outflow	129,600,461	140,258,609
Average Liquidity Coverage Ratio	361.0%	417.1%
Minimum SBP Requirement	100.0%	100.0%
Net Stable Funding Ratio (NSFR):		
Total Available Stable Funding	632,504,807	610,538,009
Total Required Stable Funding	291,701,807	231,012,597
Net Stable Funding Ratio	217%	264%
Minimum SBP Requirement	100%	100%

38 ISLAMIC BANKING BUSINESS

The bank is operating 02 (31 December 2025: 02) Islamic banking branches and 35 (31 December 2025: 35) Islamic banking windows at the end of the period.

	Note	30 June 2026 (Un-audited)	31 December 2025 (Audited)
		------(Rupees in '000)------	
ASSETS			
Cash and balances with treasury banks		6,946,623	8,413,091
Due from financial institutions	38.1	3,170,390	4,385,226
Investments	38.2	33,210,063	71,506,724
Islamic financing and related assets - net	38.3	123,230,036	78,522,002
Property and equipment		16,359	16,796
Right-of-use assets		54,620	62,719
Other assets		1,561,999	1,185,828
Total Assets		168,190,090	164,092,386
LIABILITIES			
Bills payable		3,240	65,344
Due to financial institutions		3,279,473	5,119,267
Deposits and other accounts	38.4	138,632,573	135,368,180
Due to Head Office		5,174,147	4,475,233
Lease liabilities		62,119	56,852
Other liabilities		2,080,454	1,154,459
		149,232,006	146,239,335
NET ASSETS		18,958,084	17,853,051
REPRESENTED BY			
Islamic Banking Fund		500,000	500,000
(Deficit) / surplus on revaluation of assets		6,116	(885,914)
Unappropriated / Unremitted profit	38.8	18,451,968	18,238,965
		18,958,084	17,853,051
CONTINGENCIES AND COMMITMENTS	38.5		

The profit and loss account of the Bank's Islamic banking branches for the period ended 30 June 2026 is as follows:

	Note	Six months period ended 30 June 2026 (Un-audited)	Six months period ended 30 June 2025 (Un-audited)
		------(Rupees in '000)------	
Profit / return earned	38.6	8,156,604	8,082,119
Profit / return expensed	38.7	(2,654,329)	(2,250,523)
Net Profit / return		5,502,275	5,831,596
Other income			
Fee and Commission Income		995,582	902,660
Foreign Exchange Income		416,655	372,218
Gain on securities		329,498	421,214
Other Income		26	10
Total other income		1,741,761	1,696,102
Total Income		7,244,036	7,527,698
Other expenses			
Operating expenses		(1,991,432)	(1,958,017)
		(1,991,432)	(1,958,017)
Profit before provisions		5,252,604	5,569,681
Credit loss allowance and write offs - net		(39,602)	25,257
Profit before taxation		5,213,002	5,594,938

The Bank calculates and files a single corporate tax return as per the requirements of Income Tax Ordinance, 2001. Segmental calculation is not required for filing. However, considering the revised format requirement of the financial statements to disclose Islamic Banking segment's tax charge separately, a notional tax charge (based on Bank effective tax rate) for Islamic Banking is expected to be Rs. 2.607 billion (30 June 2025: Rs. 2.797 billion)).

38.1 Due from Financial Institutions

	30 June 2026 (Un-audited)			31 December 2025 (Audited)		
	In Local Currency	In Foreign currencies	Total	In Local Currency	In Foreign currencies	Total
	(Rupees in '000)					
Unsecured	-	3,171,659	3,171,659	-	4,386,981	4,386,981
	-	3,171,659	3,171,659	-	4,386,981	4,386,981
Less: Credit loss allowance						
Stage 1	-	(1,269)	(1,269)	-	(1,755)	(1,755)
	-	3,170,390	3,170,390	-	4,385,226	4,385,226

38.2 Investments by segments:

	30 June 2026 (Un-audited)				31 December 2025 (Audited)			
	Cost / Amortised cost/ Fair value	Credit loss allowance	Surplus / (Deficit)	Carrying Value	Cost / Amortised cost/ Fair value	Credit loss allowance	Surplus / (Deficit)	Carrying Value
	(Rupees in '000)							
- Debt Instruments								
Classified / Measured	FVOCI				FVOCI			
Federal Government securities								
-Ijarah Sukuks	18,863,929	-	6,116	18,870,045	69,958,458	-	(885,914)	69,072,544
	18,863,929	-	6,116	18,870,045	69,958,458	-	(885,914)	69,072,544
Classified / Measured	FVTPL				FVTPL			
Federal Government securities								
-Ijarah Sukuks	13,732,938	-	270,424	14,003,362	1,106,018	-	(47,364)	1,058,654
- Islamic Naya Pakistan Certificates	336,656	-	-	336,656	1,375,526	-	-	1,375,526
	14,069,594	-	270,424	14,340,018	2,481,544	-	(47,364)	2,434,180
Total investments	32,933,523	-	276,540	33,210,063	72,440,002	-	(933,278)	71,506,724

38.3 Islamic financing and related assets	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	
Murabaha	10,893,780	6,279,612
Musharaka	38,735,393	41,281,816
Diminishing Musharaka	63,871,059	26,513,672
Istisna	997,660	-
Musawammah	5,407,223	942,389
Ujrah (Saadiq Credit Cards)	325,299	325,479
Advances against Islamic assets - Murabaha	4,491	-
Advances against Islamic assets - Diminishing Musharakah	265,774	422,255
Advances against Islamic assets - Istisna	4,550,269	4,550,270
Gross Islamic financing and related assets	125,050,948	80,315,493
Less: Credit loss allowance against Islamic financings		
-Stage 1	(579,940)	(438,666)
-Stage 2	(123,485)	(124,709)
-Stage 3	(1,117,487)	(1,230,116)
	(1,820,912)	(1,793,491)
Islamic financing and related assets - net of Credit loss allowance	123,230,036	78,522,002

38.4 Deposits		
Customers		
Current deposits	61,969,264	55,006,562
Savings deposits	75,162,344	78,571,840
Term deposits	133,468	133,410
Margin accounts	256,232	842,396
	137,521,308	134,554,208
Financial Institutions		
Current deposits	12,687	22,127
Savings deposits	1,098,578	791,845
	1,111,265	813,972
	138,632,573	135,368,180

38.5 CONTINGENCIES AND COMMITMENTS		
Guarantees	2,723,685	889,826
Other contingent liabilities	538,510	108,160
	3,262,195	997,986

38.6 Profit/Return Earned of Financing, Investments and Placement	Six months period ended 30 June 2026 (Un-audited)	Six months period ended 30 June 2025 (Un-audited)
	(Rupees in '000)	
Profit earned on:		
Financing	5,985,234	4,892,088
Investments	2,127,262	3,110,660
Placements	44,108	79,371
	8,156,604	8,082,119

38.7 Profit on Deposits and other Dues Expensed		
Deposits and other accounts	(2,497,057)	(1,882,714)
Due to Financial Institutions	(152,005)	(367,809)
Finance cost of lease liability	(5,267)	-
	(2,654,329)	(2,250,523)

	30 June 2026 (Un-audited)	31 December 2025 (Audited)
	(Rupees in '000)	

38.8 Islamic Banking Business Unappropriated Profit

	30 June 2026	31 December 2025
Opening Balance	18,238,965	11,656,379
Add: Islamic banking profit for the period	5,213,003	11,082,586
Less: Transferred / Remitted to Head Office	(5,000,000)	(4,500,000)
Closing Balance	18,451,968	18,238,965

38.9 Profit & Loss distribution and Pool Management

The Bank manages following assets pools for profit and loss distribution:
a) Islamic Export Refinance Scheme (IERS) Musharakah Pool; and
b) Mudarabah Depositors Pool

a) Islamic Export Refinance Scheme (IERS) Musharakah Pool

Banks create Musharakah Pool as advised by SBP, consisting of financing to a minimum of 10 blue chip companies on Islamic modes with diversification in multiple sectors. Banks's investment in Musharakah Pool is at least equal to the amount of export refinance availed from SBP. Key features, risks, rewards and calculation of profit / loss of IERS pool is as per SBP IER Scheme and the relevant circulars issued by SBP from time to time.

The relevant details are mentioned hereunder:

Type of Pool	Profit rate and weightage announcement period	Average return on Pool Assets	Bank Profit (Rupees in '000)	SBP Profit (Rupees in '000)	Bank Profit %	SBP Profit %
IERF Pool	Monthly	8.4%	255,584	113,512	69.2%	30.8%

b) Mudarabah Pool

The profit and loss sharing between the depositor (Rabb-ul-Maal) and Bank (Mudarib) is based upon the underlying principles of Mudaraba. In this regard, following pools are managed by the Bank :

1. General Pool
2. Special Pool
3. Special Pool-2
4. Special Pool-3
5. Special Pool-4
6. Special Term Deposit Pool
7. High Yield Pool
8. High Yield Pool-2
9. Special Pool- CIB
10. Special Pool Term Deposits- CIB
11. CIB P-2
12. CIB P-3
13. Special Pool Term Deposits- CIB 2

i) Key features and risk & reward characteristics

Saadiq Savings accounts & Term Deposit Account (Mudarabah based remunerative deposits) are Shariah compliant accounts based on the Islamic principle of "Mudarabah". Mudarabah is a partnership where one party provides funds to other for investing in a business. The partner who is investing the funds is "Rabb-ul-Mal (Depositor) and the partner who manages the investment is "Mudarib" (Working Partner). The Bank (Mudarib) invests the funds in Shariah compliant avenues to generate return/profit. This return & profit is shared on the basis of profit & loss sharing as per the pre-agreed mechanism between the Bank and the customer.

In case of loss, the same is borne by the depositor in proportion to their investments, and the Bank (Mudarib) bears the loss of its efforts/services in managing Mudarabah.

ii) Parameters used for allocation of profit, charging expenses and provisions

The profit is calculated from income earned on the remunerative assets tagged to the pool and is distributed between Mudarib (Bank) and Rabb-ul-Maal (Depositor) based on the declared sharing ratios and weightages before the beginning of the concerned period.

iii) Deployment of Mudaraba based deposits

The applications of the Mudarabah based remunerative deposits are Islamic Advances, Investments, and Placements for generating profits to be shared among the depositors as per the agreed and approved weightage mechanism. The deposits and funds are invested in different sectors and avenues including Sukuk,(backed by Government of Pakistan), Sugar, Textile, Fertilizer, Cement , Power, Packaging, Fast-moving consumer goods (FMCG), Edible Oil, Steel, Logistics, Automobile, Rice, Beverages, Plastics, Natural gas, PET Resin manufacturer, Ground Handling and Cargo Handling services, Shipping sector, Aluminium Cans, Pharmaceutical, Healthcare, Agri Science etc. etc.

iv) Other information

	Type of Pool												
	General Pool	Special Pool	Special Pool -TD	Special Pool-2	Special Pool-3	Special Pool-4	High Yield Pool	High Yield Pool 2	Special Pool - CIB	Special Pool TD-CIB	CIB P-2	CIB P-3	Special Pool TD- 2 CIB
Profit rate / weightage announcement frequency	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly	Monthly
Mudarib share (amount in '000)	248,815	7,688	298	26,820	35,958	45,427	26,473	292,637	68,963	55,986	926	-	-
Mudarib share (%)	30.4%	17.3%	38.8%	12.0%	16.8%	23.9%	23.3%	21.6%	48.8%	27.0%	7.5%	0.0%	0.0%
Mudarib Share transferred through Hiba (Amount in '000)	159,877	14,494	86	84,970	71,219	49,601	30,405	383,701	1,705	47,540	5,236	-	-
Mudarib Share transferred through Hiba (%)	39.1%	65.3%	22.5%	76.0%	66.5%	52.2%	53.5%	56.7%	2.4%	45.9%	85.0%	0.0%	0.0%
Average return on pool assets	9.5%	8.1%	10.8%	7.6%	7.9%	8.7%	8.6%	8.8%	6.9%	9.0%	8.7%	10.9%	11.7%
Average return on deposits	6.6%	6.6%	6.6%	6.7%	6.6%	6.6%	6.6%	6.9%	3.5%	6.5%	8.0%	0.0%	0.0%

39. GENERAL

39.1 Subsequent Event

The Board of Directors in its meeting held on 21 August 2026 has declared a cash dividend of 30 percent (Rs. 3/- per share) in respect of the period ended 30 June 2026 (30 June 2025 : Rs 3.50/- per share). These condensed interim financial statements do not include the effect of these appropriations which will be accounted for subsequent to the period end.

39.1 Corresponding Figures

Cetain corresponding figures have been re-arranged / reclassified to reflect more appropriate presentation.

39.2 Financial information presented in Pakistan Rupees has been rounded off to the nearest thousands.

39.3 Date of Authorization

These condensed interim financial statements were authorized for issue in the Board of Directors meeting held on 21 August 2026.

Chairman	Chief Executive Officer	Chief Financial Officer	Director	Director